

COUNTY OF BLAIR
HOLLIDAYSBURG, PENNSYLVANIA
FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2022

COUNTY OF BLAIR
YEAR ENDED DECEMBER 31, 2022

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INDEPENDENT AUDITOR'S REPORT

County Commissioners
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Hollidaysburg, Pennsylvania
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Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the COUNTY OF BLAIR, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the COUNTY OF BLAIR's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of other auditors, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the COUNTY OF BLAIR, as of December 31, 2022, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the discretely presented component unit's financial statements for the Blair County Airport Authority, which represents 100% of the assets, net position, and revenues of the discretely presented component unit. Those financial statements were audited by another auditor whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the aggregately discretely presented component unit, is solely based on the report of the other auditor.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the COUNTY OF BLAIR and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Responsibilities of Management for the Financial Statements

The COUNTY OF BLAIR's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the COUNTY OF BLAIR's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.



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Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 COUNTY OF BLAIR's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the COUNTY OF BLAIR's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Adoption of New Governmental Accounting Standards Board Pronouncements

As described in Note 1 to the financial statements, in 2022 the COUNTY OF BLAIR adopted the provisions of GASB Statement No. 87, "Leases", No. 91, "Conduit Debt Obligations", No. 92, "Omnibus 2020", certain provisions of Statement No. 93, "Replacement of Interbank Offered Rates", and certain provisions of Statement No. 99, "Omnibus 2022". Our opinion is not modified with respect to these matters.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management discussion and analysis, budgetary comparison information for the General, Special Grants, and Social Services funds, schedule of changes in the total OPEB liability and related ratios, schedule of changes in the net pension liability and related ratios, schedule of employer contributions, and schedule of investment returns on pages 4 through 14 and 63 through 69, respectively, be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 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 County Commissioners



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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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the COUNTY OF BLAIR's basic financial statements. The combining nonmajor and custodial fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor and custodial fund financial statements are the responsibility of management and were derived from and relates 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. In our opinion, the combining nonmajor and custodial fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated August 24, 2023, on our consideration of the COUNTY OF BLAIR'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of 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 the COUNTY OF BLAIR's internal control over financial reporting and compliance.

Zelenkofske Axlerod LLC

ZELENKOFSCHE AXELROD LLC

Harrisburg, Pennsylvania
August 24, 2023

County of Blair
Management Discussion and Analysis

The County of Blair, hereafter referred to as the "County", is pleased to present its financial statements developed in compliance with Statement of Governmental Accounting Standard No. 34, entitled *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* (hereafter "GASB 34") and related standards. GASB 34 enhances information provided to the users of the County's financial statements. This section of the financial statements presents a narrative overview and analysis of the County's financial performance for the fiscal year ended December 31, 2022. We recommend that it be read in conjunction with the accompanying basic financial statements and notes to financial statements in order to obtain an understanding of the County's financial condition at December 31, 2022.

Financial Highlights

- The County's net position of its governmental activities increased by \$15,112,306. The unrestricted net position of its governmental activities at December 31, 2022, was \$(49,876,802).
- The County's General Fund balance at December 31, 2022, was \$16,444,964, an increase of \$667,695 from the prior year.
- The County's total long-term general obligation debt outstanding decreased by \$2,349,856 to \$18,591,417 at December 31, 2022, exclusive of bond discounts.
- The County's estimated net pension liability at December 31, 2022, was \$65,507,892, an increase of \$1,743,926 from December 31, 2021. Refer to Note 8 for additional information.
- The County adopted GASB No. 87 during 2022. Some balances in this section have been adjusted to reflect that adoption.

Overview of the Financial Statements

The financial section of this report consists of three parts:

- Management's discussion and analysis (this section);
- Basic financial statements (including notes), and;
- Required supplementary information, and;
- Supplemental information.

Management's discussion and analysis is a guide to reading the financial statements and provides related information to help the reader to better understand the County's government. The basic financial statements include notes that provide additional information essential to a full understanding of the financial data provided in the government-wide and fund financial statements. Required supplementary information is provided that includes a budget to actual comparison for the County's General, Special Grants and Social Services Funds, a schedule of changes in total OPEB liability and related ratios, a schedule of changes in net pension liability and related ratios, a schedule of employer contributions and a schedule of investment returns. Supplemental information is provided that includes a schedule combining balance sheet for nonmajor governmental funds, schedule of combining statements of revenues, expenditures, and changes in fund balances for nonmajor governmental funds, a combining statement of net position for custodial funds and a combining statement of changes in net position for custodial funds.

The basic financial statements present two different views of the County.

- *Government-wide financial statements*, the first two statements, provide information about the County's overall financial status.
- *Fund financial statements*, the remaining statements, focus on individual parts of the County's government. They provide more detail on operations than the government-wide statements. There are two types of fund financial statements.

County of Blair
Management Discussion and Analysis

- o *Governmental funds statements* show how general government services such as public safety, human services, public works, and conservation and development were financed in the short term, as well as what remains for future spending.
- o *Fiduciary funds statements* reflect activities involving resources that are held by the County as a trustee or agent for the benefit of others, including employees of the County, like the pension plan. Fiduciary funds are not reflected in the government-wide statements because the assets cannot be used to support the County's programs.

Table A-1 shows how the various parts of this annual report are arranged and related to one another.

Table A-1
Required Components of the County of Blair's
Financial Report

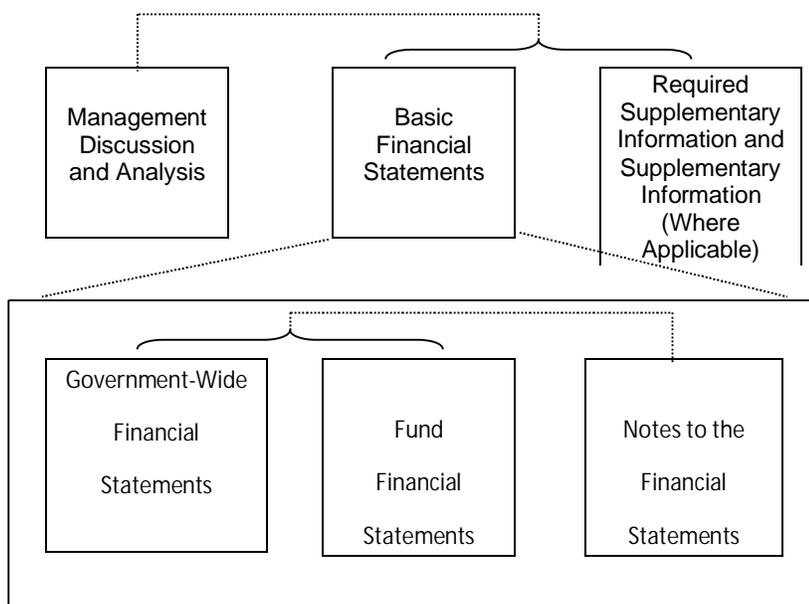


Table A-2 summarizes the major features of the County's financial statements, including the area of the County's activities it covers and the types of information contained.

Table A-2
Major Features of the County of Blair
Government-Wide and Fund Financial Statements

	Government-Wide Statements	Fund Statements	
		Governmental Funds	Fiduciary Funds
Scope	Entire County (except fiduciary funds)	The day-to-day operating activities of the County, such as general administration, judicial, public safety, etc.	Instances in which the County is the trustee or agent to someone else's resources - Pension Trust Fund
Required financial statements	Statement of net position Statement of activities	Balance sheet Statement of revenues, expenditures, and changes in fund balance	Statement of fiduciary net position Statement of changes in fiduciary net position

County of Blair
Management Discussion and Analysis

	Fund Statements		
	Government-Wide Statements	Governmental Funds	Fiduciary Funds
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources focus	Accrual accounting and economic resources focus
Type of asset/liability information	All assets and liabilities, both financial and capital, and short-term and long-term	Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets	All assets and liabilities, both short-term and long-term
Type of inflow-outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter	All revenues and expenses during year, regardless of when cash is received or paid

The remainder of this overview explains the structure and contents of the government-wide and fund financial statements.

Government-Wide Financial Statements

Government-wide financial statements report information about the County as a whole using accounting methods similar to those used by private-sector companies.

- The statement of net position includes all the County's assets, liabilities, deferred outflows of resources and deferred inflows of resources, except fiduciary funds, with the difference between the two reported as net position. This statement serves a purpose similar to that of the balance sheet of a private-sector business.
- The statement of activities focuses on how the County's net position changed during the year. Because it separates program revenue (revenue generated by specific programs through charges for services, grants and contributions) from general revenue (revenue provided by taxes and other sources not tied to a particular program), it shows to what extent each program has to rely on local taxes for funding.

All changes to net position are reported using the accrual method of accounting, which requires that revenues be reported when they are earned and expenses be reported when the goods and/or services are received, regardless of when cash is received or paid.

Net position is one way to measure the County's financial position. Over time, increases or decreases in the County's net position are one indicator of whether the County's financial position is improving or deteriorating. However, other non-financial factors such as changes in the County's real estate property tax base and general economic conditions must be considered to assess the overall position of the County.

The activities of the primary government:

- *Governmental activities* include the County's basic services such as general government, judicial, public safety, human services, public works, and conservation and development.

Net position of the governmental activities differ from the governmental fund balances because governmental fund level statements only report transactions using or providing current financial resources.

County of Blair
Management Discussion and Analysis

Also, capital assets are reported as expenditures when financial resources (money) are expended to purchase or build assets. Likewise, the financial resources that may have been borrowed are considered revenue when they are received. The principal and interest payments are both considered revenue when they are received. The principal and interest payments are both considered expenditures when paid. Depreciation is not calculated as it does not provide or reduce current financial resources. Finally, capital assets and long-term debt do not affect fund balances.

Government-wide statements are reported using an economic resources measurement focus and full accrual basis of accounting that involves the following steps to format the statement of net position:

- Capitalize current outlays for capital assets.
- Report long-term debt, compensated absences, the total OPEB liability and the net pension liability as liabilities.
- Report certain deferred inflow and outflows of resources
- Depreciate capital assets and allocate the depreciation to the proper program/activities.
- Calculate revenue and expense using the economic resources measurement focus and the accrual basis of accounting.
- Allocate net position balances as follows:
 - Net investment in capital assets.
 - Restricted net position have constraints placed on their use by external sources (creditors, grantors, contributors, or laws or regulations of governments) or imposed by law through constitutional provisions or enabling legislation.
 - Unrestricted net position does not meet any of the above restrictions.

Fund Financial Statements

Fund financial statements provide more detailed information on the County's most significant funds, not the County as a whole. Funds are accounting devices, i.e., a group of related accounts, the County uses to keep track of specific sources of funding and spending for particular purposes. Some funds are required by state law. Other funds are established to control and manage resources designated for specific purposes. Fund financial statements are reported using current financial resources and modified accrual accounting established by the Government Accounting Standards Board ("GASB") for governments.

The County has two kinds of funds:

- **Governmental funds** include most of the County's basic services and focus on: (1) the flow in and out of cash and other financial assets that can readily be converted into cash, and (2) the balances left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting, and a current financial resources measurement focus. Consequently, the governmental funds statements provide a detailed short-term view that helps determine the financial resources available.

The relationship between governmental activities (reported in the statement of net position and the statement of activities) and governmental funds is described in a reconciliation that follows the governmental fund financial statements.

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Management Discussion and Analysis

The County adopts an annual budget for the General Fund Special Grants Fund and Social Services Fund as required by state law. A budgetary comparison of the County's General Fund is presented on page XX, a budgetary comparison of the County's Special Grants Fund and a budgetary comparison of the County's Social Services Fund is presented on page XX.

- **Fiduciary funds** are those funds for which the County is the trustee or fiduciary. These include the Employee Retirement Plan and certain custodial funds, or clearing accounts for assets held by the County in its role as custodian until the funds are allocated to the private parties, organizations, or government agencies to which they belong. The County is responsible to ensure the assets reported in these funds are used for their intended purposes. This fiduciary activity is reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. These funds are excluded from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

Government-Wide Financial Statements

The County's total assets and deferred outflow of resources were \$126,172,688 at December 31, 2022 and \$105,914,862 at December 31, 2021. Of these amounts, \$37,292,158 and \$35,555,675, respectively, were capital assets.

GASB No. 34 requires that all capital assets, including infrastructure, be valued and reported within the governmental activity's column of the government-wide financial statements, but allowed infrastructure to be added over several years. The County adopted the provisions of GASB 34 related to infrastructure on a retroactive basis. As a result, for the years ended December 31, 2022 and 2021, the County has included all of its infrastructure assets that required capitalization in the County's financial statements.

**Table A-3
Statements of Net Position
December 31, 2022 and 2021**

	2022	2021
	Governmental activities	Governmental activities
Current and other assets	\$ 73,662,965	\$ 56,507,069
Capital assets	<u>37,292,158</u>	<u>35,555,675</u>
Total assets	<u>110,955,123</u>	<u>92,062,744</u>
Deferred outflows of resources	<u>15,217,565</u>	<u>13,852,118</u>
Current portion of liabilities	35,196,982	26,735,074
Long-term portion of liabilities	<u>91,766,934</u>	<u>90,255,325</u>
Total liabilities	<u>126,963,916</u>	<u>116,990,399</u>
Deferred inflows of resources	<u>22,378,237</u>	<u>27,206,234</u>
Net position:		
Net investment in capital assets	18,053,237	15,088,300
Restricted	8,654,100	8,688,028
Unrestricted	<u>(49,876,802)</u>	<u>(62,058,099)</u>
Total net position	<u>\$ (23,169,465)</u>	<u>\$ (38,281,771)</u>

County of Blair
Management Discussion and Analysis

Change in Net Position

The following statement of activities represents changes in net position for the years ended December 31, 2022 and 2021. It shows revenues by source and expenses by function for the government as a whole.

Table A-4
Statements of Changes in Net Position
December 31, 2022 and 2021

	2022	2021
	Governmental activities	Governmental activities
Revenues:		
Program revenues:		
Charges for service	\$ 5,572,957	\$ 5,751,976
Grants and contributions	47,198,830	36,681,675
General revenues:		
Taxes	35,591,838	35,266,974
Interest	663,410	62,028
Other	3,926,389	1,711,257
Total revenues	<u>92,953,424</u>	<u>79,473,910</u>
Expenses:		
General government	10,421,538	10,752,193
Judicial	12,127,604	12,435,527
Highway	1,166,811	1,648,675
Health and hospitals	14,472,243	13,359,173
Conservation and development	328,762	304,447
Juvenile welfare	13,455,860	13,386,639
Public service	84,543	376,654
Culture and recreation	1,505,455	1,218,600
Corrections	16,330,143	15,066,287
Public safety	3,502,209	4,208,083
Homeless prevention	141,075	276,895
Housing rehabilitation	1,226,476	418,876
Adult welfare	1,788,455	1,132,682
Interest on long-term debt	435,071	525,337
Other expenditures	854,873	(3,361,783)
Total expenses	<u>77,841,118</u>	<u>71,748,285</u>
Increase (decrease) in net position	15,112,306	7,725,625
Net position at beginning of year	<u>(38,281,771)</u>	<u>(46,007,396)</u>
Net position at end of year	<u><u>\$ (23,169,465)</u></u>	<u><u>\$ (38,281,771)</u></u>

County of Blair
Management Discussion and Analysis

Revenue from state grants increased in 2022. Revenue was recognized as American Rescue Plan Act replacement revenue. Emergency Rental Assistance Program payments also increased significantly in 2022. This increased both revenue and expenses. Bank accounts were restructured to take advantage of higher interest rates resulting in a significant increase in revenue over 2021.

Net Program Expenses

Net program expenses indicate the amount of support required from taxes and other general revenues for a program of the government. Table A-5 depicts the net program expenses for the years ended December 31, 2022 and 2021.

Table A-5
Net Cost of Governmental Activity

	Total	
	Cost of Services	
	2022	2021
Program:		
General government	\$ (6,189,360)	\$ (7,730,579)
Judicial	(8,611,853)	(7,733,846)
Highway	193,580	291,914
Health and hospitals	5,913,619	(970,051)
Conservation and development	2,181,774	(294,942)
Juvenile welfare	(2,710,180)	(1,793,621)
Public service	15,182	(341,039)
Culture and recreation	13,140	95,526
Corrections	(14,796,887)	(13,480,337)
Public safety	172,487	(524,134)
Homeless prevention	1,426	2,089
Housing rehabilitation	83,020	46,090
Adult welfare	(45,335)	281,850
Interest on long-term debt	(435,071)	(525,337)
Other expenditures	(854,873)	3,361,783
	<u>\$ (25,069,331)</u>	<u>\$ (29,314,634)</u>

County of Blair
Management Discussion and Analysis

Capital Assets

The County's investment in capital assets at December 31, 2022 and 2021, net of accumulated depreciation, was \$36,170,730 and \$37,292,158, respectively. Capital assets consist primarily of land, buildings, equipment and infrastructure. The following is a summary of capital assets at December 31, 2022 and 2021:

Table A-6
Capital Assets, Governmental Activities

	2022 Governmental Activities	2021 Governmental Activities
Artifacts	\$ 109,200	\$ 109,200
Land	298,622	298,622
Construction in progress	3,932,290	1,232,487
Bridges & roads	3,443,767	3,513,594
Buildings & improvements	53,682,639	53,666,401
Land improvements	1,563,941	1,563,941
Machinery and equipment	23,978,396	23,364,161
Furniture and fixtures	824,149	799,187
Other improvements	282,567	282,567
Right-to-use assets	706,890	615,055
Accumulated depreciation	<u>(51,530,303)</u>	<u>(49,274,485)</u>
	<u>\$ 37,292,158</u>	<u>\$ 36,170,730</u>

Detailed information about the County's capital assets can be found in Note 5 within the accompanying notes to the financial statements.

Long-Term Liabilities

At December 31, 2022, the County had \$19,238,921 of debt outstanding, including general obligation bonds, and leases payable. Debt decreased 10.75 percent from the previous year. The following is a summary of general obligation bonds, leases, net pension liability, total OPEB liability and compensated absences for the 2022 year:

Table A-7
Statement of Long-Term Liability Activity

Type	Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities:				
General Obligation Debt, Net	\$ 20,941,273	-	\$ (2,349,856)	\$ 18,591,417
Leases Payable	615,055	91,835	(59,386)	647,504
Compensated Absences	2,435,129	-	(1,108,364)	1,326,765
Net Pension Liability	63,763,966	1,743,926	-	65,507,892
Total OPEB Liability	<u>5,796,483</u>	<u>2,242,867</u>	<u>-</u>	<u>8,039,350</u>
Total Governmental Activities Long-Term Debt	<u>\$ 93,551,906</u>	<u>\$ 4,078,628</u>	<u>\$ (3,517,606)</u>	<u>\$ 94,112,928</u>

Detailed information about the County's long-term debt can be found in Note 8, information about capital leases can be found in Note 12, and information about the compensated absences can be found in Note 9 in the accompanying notes to the financial statements.

County of Blair
Management Discussion and Analysis

Fund Financial Statements

Governmental Funds

The County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

The focus of governmental funds is to provide information on near-term inflows, outflows, and balances of resources available for spending. Such information is useful in assessing the County's financing requirements. In particular, unassigned fund balance may serve as a useful measure of the County's net resources available for spending at the end of the year.

The County's governmental funds include the General Fund and various special revenue funds. The General Fund is the chief operating fund for the County. Special revenue funds are restricted to specific legislated use. The major funds are identified as such on the statement of revenues, expenditures and changes in fund balances in the financial statements.

Governmental Fund Revenues

Governmental fund revenues by source at December 31, 2022 and 2021 were as follows:

**Table A-8
Revenue by Source, Governmental Funds**

	2022	2021	Changes from 2022 to 2021
Revenues:			
Taxes	\$ 35,190,566	\$ 34,995,364	\$ 195,202
Fines, Forfeits, and Costs	631,443	720,905	(89,462)
Interest	663,410	62,028	601,382
Intergovernmental	42,183,132	36,681,675	5,501,457
Departmental Charges	5,572,957	5,031,071	541,886
Payments in Lieu of Taxes	272,346	271,610	736
Other revenues	3,294,946	1,711,257	1,583,689
Lease Proceeds	91,835	-	91,835
Transfers In	3,530,914	3,501,375	29,539
	<u>\$ 91,431,549</u>	<u>\$ 82,975,285</u>	<u>\$ 8,456,264</u>

Intergovernmental revenues increased by \$ 5,501,457 in 2022. A significant portion of the increase is from the Emergency Rental Assistance Program.

County of Blair
Management Discussion and Analysis

Governmental Fund Expenditures

Governmental fund expenditures by function at December 31, 2022 and 2021 were as follows:

Table A-9
Expenditures by Functions, Governmental Funds

Program:	2022	2021	Changes from 2022 to 2021
General government	\$ 10,848,968	\$ 10,090,821	\$ 758,147
Judicial	12,363,032	12,007,702	355,330
Highway	1,117,334	1,610,632	(493,298)
Health and hospitals	14,910,664	13,203,680	1,706,984
Conservation and development	334,718	251,087	83,631
Juvenile welfare	13,813,849	13,445,127	368,722
Public service	86,458	344,844	(258,386)
Culture and recreation	1,523,528	1,198,147	325,381
Corrections	16,623,872	14,864,442	1,759,430
Public safety	3,486,756	3,979,858	(493,102)
Homeless prevention	145,419	278,985	(133,566)
Housing rehabilitation	1,264,235	422,038	842,197
Adult welfare	1,843,516	1,141,233	702,283
Other expenditures	292,362	705,954	(413,592)
Capital Outlay	3,377,246	1,447,164	1,930,082
Debt Service	2,850,311	2,823,951	26,360
Transfer Out	3,530,914	3,546,978	(16,064)
	<u>\$ 88,413,182</u>	<u>\$ 81,362,643</u>	<u>\$ 7,050,539</u>

Emergency Rental Assistance Program payments increased significantly in 2022. Additionally, the County made a major investment in replacing crumbling bridges in Blair County.

County of Blair
Management Discussion and Analysis

Governmental Fund Balances

Ending balances for governmental funds at December 31, 2022 were as follows:

Table A-10
Ending Fund Balances, Governmental Funds

Fund	Balance
General Fund	16,444,964
Special Grants Fund	869,623
Social Services Fund	434,389
Nonmajor Governmental Funds	15,115,514
	\$ 32,864,490

Economic Condition, Outlook and Next Year's Budget

While there are minimal lingering effects from the COVID-19 pandemic, the influx of government money into the economy contributed to higher prices. Inflation in Pennsylvania was in line with the national average of approximately 8%. This caused a significant increase in the cost of goods and services used by the County of Blair. While inflation seems to be leveling off, it will remain significantly higher than 2021. A drastic increase in inmate healthcare as well as maintenance and repairs of a crumbling prison will have a negative impact on the coming year's budget.

General Fund Budget

The County adopts an annual operating budget for its General and other County Funds in accordance with the Pennsylvania County Code. A schedule showing the County's original and final budget amounts compared with actual results for the current year is provided within this report.

Contacting the County's Financial Management

This financial report is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the County's finances and to demonstrate the County's accountability. Questions concerning this financial information or requests for additional information should be directed to:

Controller's Office
County of Blair
423 Allegheny Street, Suite 141
Hollidaysburg, PA 16648

BASIC
FINANCIAL
STATEMENTS

COUNTY OF BLAIR
STATEMENT OF NET POSITION
DECEMBER 31, 2022

	<u>Governmental Activities</u>	<u>Component Unit</u>
<u>Assets</u>		
Cash and Cash Equivalents	\$ 18,690,738	\$ 124,656
Accounts Receivable	13,837,502	334,459
Taxes Receivable	733,814	-
Leases Receivable	639,334	2,573,117
Due From Other Governments	907,282	56,245
Restricted Cash	38,401,628	57,123
Loans Reserves	-	104,508
Prepaid Expense	452,667	10,025
Capital Assets, Not Being Depreciated	4,340,112	4,342,405
Capital Assets (Net)	32,952,046	13,725,784
 Total Assets	 110,955,123	 21,328,322
<u>Deferred Outflows of Resources</u>		
Pensions	13,226,843	-
Other Post Employment Benefits	1,990,722	-
 Total Deferred Outflows of Resources	 15,217,565	 -
<u>Liabilities</u>		
Accounts Payable	4,539,737	418,249
Deposits Payable	21,832	-
Due To Other Governments	106,533	-
Accrued Payroll	670,672	48,325
Accrued Interest	98,258	2,490
Worker's Compensation Claims	399,589	-
Unearned Revenues	27,014,367	848
Long-Term Liabilities		
Due within one year		
General Obligation Debt, Net	2,269,100	95,811
Leases Payable	76,894	-
Due after one year		
General Obligation Debt, Net	16,322,317	2,189,719
Leases Payable	570,610	-
Compensated Absences	1,326,765	-
Net Pension Liability	65,507,892	-
Total Other Post Employment Benefits Liability	8,039,350	-
 Total Liabilities	 126,963,916	 2,755,442
<u>Deferred Inflows of Resources</u>		
Leases	616,438	2,501,730
Pensions	21,507,996	-
Other Post-Employment Benefits	253,803	-
 Total Deferred Inflows of Resources	 22,378,237	 2,501,730
<u>Net Position</u>		
Net Investment in Capital Assets	18,053,237	15,782,659
Restricted for:		
Debt Service	261,865	-
Program Purposes	8,392,235	57,123
Unrestricted	(49,876,802)	231,368
 Total Net Position	 \$ (23,169,465)	 \$ 16,071,150

The accompanying notes are an integral part of the financial statements

COUNTY OF BLAIR
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2022

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Unit
					Governmental Activities	Total	
Primary Government:							
Governmental Activities:							
General Government	\$ 10,421,538	\$ 753,808	\$ 3,478,370	\$ -	\$ (6,189,360)	\$ (6,189,360)	\$ -
Judicial	12,127,604	2,156,303	1,359,448	-	(8,611,853)	(8,611,853)	-
Highway	1,166,811	-	1,360,391	-	193,580	193,580	-
Health and Hospitals	14,472,243	-	20,385,862	-	5,913,619	5,913,619	-
Conservation and Development	328,762	-	2,510,536	-	2,181,774	2,181,774	-
Juvenile Welfare	13,455,860	61,211	10,684,469	-	(2,710,180)	(2,710,180)	-
Public Service	84,543	89,725	10,000	-	15,182	15,182	-
Culture and Recreation	1,505,455	1,395,471	123,124	-	13,140	13,140	-
Corrections	16,330,143	844,495	688,761	-	(14,796,887)	(14,796,887)	-
Public Safety	3,502,209	61,291	3,613,405	-	172,487	172,487	-
Homeless Prevention	141,075	-	142,501	-	1,426	1,426	-
Housing Rehabilitation	1,226,476	210,653	1,098,843	-	83,020	83,020	-
Adult Welfare	1,788,455	-	1,743,120	-	(45,335)	(45,335)	-
Interest on Long-Term Debt	435,071	-	-	-	(435,071)	(435,071)	-
Other Expenditures	854,873	-	-	-	(854,873)	(854,873)	-
Total Governmental Activities	<u>77,841,118</u>	<u>5,572,957</u>	<u>47,198,830</u>	<u>-</u>	<u>(25,069,331)</u>	<u>(25,069,331)</u>	<u>-</u>
 Total Primary Government	<u>\$ 77,841,118</u>	<u>\$ 5,572,957</u>	<u>\$ 47,198,830</u>	<u>\$ -</u>	<u>(25,069,331)</u>	<u>(25,069,331)</u>	<u>-</u>
 Component Unit:							
Blair County Airport Authority	\$ 2,291,578	\$ 128,219	\$ 940,428	\$ 614,577			\$ (608,354)
Total Component Unit	<u>\$ 2,291,578</u>	<u>\$ 128,219</u>	<u>\$ 940,428</u>	<u>\$ 614,577</u>			<u>(608,354)</u>
 General Revenues:							
Taxes:							
Property Taxes - Levied for General Purposes					35,319,492	35,319,492	-
Payment in Lieu of Taxes					272,346	272,346	-
Interest					663,410	663,410	622,900
Other					3,926,389	3,926,389	-
Total General Revenues					<u>40,181,637</u>	<u>40,181,637</u>	<u>622,900</u>
Change in Net Position					15,112,306	15,112,306	14,546
Net Position- Beginning of Year					(38,281,771)	(38,281,771)	16,056,604
Net Position - End of Year					<u>\$ (23,169,465)</u>	<u>\$ (23,169,465)</u>	<u>\$ 16,071,150</u>

The accompanying notes are an integral part of the financial statements

COUNTY OF BLAIR
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2022

	General Fund	Special Grants Fund	Social Services Fund	Nonmajor Governmental Funds	Total Governmental Funds
<u>Assets</u>					
Cash and Cash Equivalents	\$ 10,248,590	\$ -	\$ -	\$ 8,442,148	\$ 18,690,738
Prepaid Expense	402,279	-	1,727	48,661	452,667
Accounts Receivable	8,163,918	5,051,928	194,353	427,303	13,837,502
Taxes Receivable	733,814	-	-	-	733,814
Leases Receivable	568,255	-	-	71,079	639,334
Due From Other Funds	2,196,141	-	-	71,338	2,267,479
Due From Other Governments	-	-	-	907,282	907,282
Restricted Cash	-	22,656,609	8,108,475	7,636,544	38,401,628
Total Assets	\$ 22,312,997	\$ 27,708,537	\$ 8,304,555	\$ 17,604,355	\$ 75,930,444
<u>Liabilities</u>					
Accounts Payable and Accrued Expenses	\$ 1,664,871	\$ 69,876	\$ 2,305,895	\$ 499,095	\$ 4,539,737
Accrued Payroll and Related Liabilities	582,972	-	11,334	76,366	670,672
Deposits Payable	17,832	-	-	4,000	21,832
Due To Other Funds	-	888,912	15,726	1,362,841	2,267,479
Due To Other Governments	2,159	-	-	104,374	106,533
Unearned Revenues	231,958	20,864,428	5,537,211	380,770	27,014,367
Total Liabilities	2,499,792	21,823,216	7,870,166	2,427,446	34,620,620
<u>Deferred Inflows of Resources</u>					
Unavailable Tax Revenue - Property Tax	2,813,198	-	-	-	2,813,198
Opioid Settlement	-	5,015,698	-	-	5,015,698
Leases	555,043	-	-	61,395	616,438
Total Deferred Inflows of Resources	3,368,241	5,015,698	-	61,395	8,445,334
<u>Fund Balances</u>					
Nonspendable	402,279	-	1,727	48,661	452,667
Restricted	-	869,623	432,662	7,351,815	8,654,100
Committed	200,723	-	-	-	200,723
Assigned	602,121	-	-	7,770,014	8,372,135
Unassigned	15,239,841	-	-	(54,976)	15,184,865
Total Fund Balances	16,444,964	869,623	434,389	15,115,514	32,864,490
Total Liabilities Deferred Inflows of Resources, and Fund Balances	\$ 22,312,997	\$ 27,708,537	\$ 8,304,555	\$ 17,604,355	\$ 75,930,444

COUNTY OF BLAIR
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2022

Total fund balances for governmental funds \$ 32,864,490

Total net position reported for governmental activities in the statement of net position is different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Those assets consist of:

Artifacts	109,200	
Land	298,622	
Construction in Progress	3,932,290	
Bridges and Roads, net of \$168,760 accumulated depreciation	3,275,007	
Buildings and Improvements, net of \$26,235,857 accumulated depreciation	27,446,782	
Land Improvements, net of \$1,486,877 accumulated depreciation	77,064	
Machinery and Equipment, net of \$22,668,638 accumulated depreciation	1,309,758	
Furniture and Fixtures, net of \$614,589 accumulated depreciation	209,560	
Other Improvements, net of \$267,338 accumulated depreciation	15,229	
Right-to-Use Assets, net of \$88,244 accumulated depreciation	<u>618,646</u>	
 Total capital assets		 37,292,158

Other assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds

Unavailable Real Estate Taxes	2,813,198	
Deferred Inflows Related to Opioid	<u>5,015,698</u>	
		7,828,896

Long-term liabilities applicable to the County's governmental activities 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 rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the statement of net position.

Balances at December 31, 2022 are:

General Obligation Debt	(18,259,749)	
Leases Payable	(647,504)	
Bond Premium	(331,668)	
Worker's Compensation Claims	(399,589)	
Interest Payable	(98,258)	
Deferred Outflow of Resources - Pensions	13,226,843	
Deferred Inflow of Resources - Pensions	(21,507,996)	
Net Pension Liability	(65,507,892)	
Deferred Outflow of Resources - OPEB	1,990,722	
Deferred Inflow of Resources - OPEB	(253,803)	
Other Post-Employment Benefits (OPEB)	(8,039,350)	
Compensated Absences	<u>(1,326,765)</u>	
		<u>(101,155,009)</u>

Total net position of governmental activities \$ (23,169,465)

COUNTY OF BLAIR
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

	General Fund	Special Grants Fund	Social Services Fund	Nonmajor Governmental Funds	Total Governmental Funds
Revenues					
Taxes	\$ 35,190,566	\$ -	\$ -	\$ -	\$ 35,190,566
Fines, Forfeits, and Costs	631,443	-	-	-	631,443
Interest	198,013	287,222	36,813	141,362	663,410
Intergovernmental	13,793,599	3,144,528	15,370,164	9,874,841	42,183,132
Departmental Charges	2,634,403	576,147	-	2,362,407	5,572,957
Payments in Lieu of Taxes	272,346	-	-	-	272,346
Other Revenues	3,006,128	-	78	288,740	3,294,946
Total Revenues	55,726,498	4,007,897	15,407,055	12,667,350	87,808,800
Expenditures					
Current:					
General Government	8,775,987	2,026,114	-	46,867	10,848,968
Judicial	11,128,395	141,513	-	1,093,124	12,363,032
Highway	827,449	-	-	289,885	1,117,334
Health and Hospitals	-	-	14,910,664	-	14,910,664
Conservation and Development	219,824	-	-	114,894	334,718
Juvenile Welfare	13,753,871	59,978	-	-	13,813,849
Public Service	21,423	-	-	65,035	86,458
Culture and Recreation	-	-	-	1,523,528	1,523,528
Corrections	15,074,435	166,026	-	1,383,411	16,623,872
Public Safety	213,984	32,099	-	3,240,673	3,486,756
Homeless Prevention	-	-	-	145,419	145,419
Housing Rehabilitation	-	-	-	1,264,235	1,264,235
Adult Welfare	1,843,516	-	-	-	1,843,516
Other Expenditures	278,557	13,805	-	-	292,362
Capital Outlay	244,022	342,698	9,417	2,781,109	3,377,246
Debt Service					
Principal	49,980	-	-	2,217,032	2,267,012
Interest	14,747	-	-	568,552	583,299
Total Expenditures	52,446,190	2,782,233	14,920,081	14,733,764	84,882,268
(Deficiency) Excess of Revenues Over Expenditures	3,280,308	1,225,664	486,974	(2,066,414)	2,926,532
Other Financing Sources (Uses):					
Lease Proceeds	84,585	-	-	7,250	91,835
Operating Transfers In	416,858	-	-	3,114,056	3,530,914
Operating Transfers (Out)	(3,114,056)	(364,057)	-	(52,801)	(3,530,914)
Total Other Financing Sources (Uses)	(2,612,613)	(364,057)	-	3,068,505	91,835
Net Change in Fund Balances	667,695	861,607	486,974	1,002,091	3,018,367
Fund Balances - Beginning of Year (As Restated, Note 15)	15,777,269	8,016	(52,585)	14,113,423	29,846,123
Fund Balances - End of Year	\$ 16,444,964	\$ 869,623	\$ 434,389	\$ 15,115,514	\$ 32,864,490

The accompanying notes are an integral part of the financial statements

COUNTY OF BLAIR
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
 FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED DECEMBER 31, 2022

Net change in fund balances - total governmental funds \$ 3,018,367

The change in net position reported for governmental activities in the statement of activities is different because:

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay for the current year (\$3,377,246) exceeded depreciation expense (\$2,255,818). 1,121,428

Repayment of principal is an expenditure in the governmental funds but reduces the liability in the statement of net position.

Lease Proceeds	(91,835)
Repayments of General Obligation Notes and Bonds	2,207,626
Repayments of Leases	59,386

Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. This adjustment combines the net changes of the following balances.

Compensated Absences	1,108,364	
Worker's Compensation Claims	46,927	
Bond Premium	142,230	
Pension Expense	2,855,139	
OPEB Expense	(505,948)	
Accrued Interest on Long Term Debt	5,998	
		3,652,710

Revenue in the statement of activities that are not available to provide current financial resources are not reported as revenues in the funds. At the government-wide level, revenue recognition is not limited by availability. The effects of these adjustments in the current year are:

Real Estate Taxes	128,926	
Opioid Revenue	5,015,698	
		5,144,624

Change in net position of governmental activities \$ 15,112,306

COUNTY OF BLAIR
STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY FUNDS
DECEMBER 31, 2022

	<u>Component Unit</u>	
	Employee Retirement	
	Plan	Custodial
	<u>Fund</u>	<u>Funds</u>
Assets		
Cash and Cash Equivalents	\$ 682,646	\$ 3,043,390
Taxes Receivable	-	7,016,240
Investments at Fair Market Value		
Managed Mutual Funds	25,649,159	-
Alternative Investments	6,174,255	-
	<hr/>	<hr/>
Total Assets	<u>\$ 32,506,060</u>	<u>\$ 10,059,630</u>
Liabilities		
Accounts Payable	\$ 23,564	\$ 3,114,261
Due To Other Governments	-	6,350,743
Other Liabilities	-	594,626
	<hr/>	<hr/>
Total Liabilities	23,564	10,059,630
Net Position		
Restricted For:		
Pension	32,482,496	-
Total Net Position	<hr/> 32,482,496	<hr/> -
Total Liabilities and Net Position	<u>\$ 32,506,060</u>	<u>\$ 10,059,630</u>

The accompanying notes are an integral part of the financial statements

COUNTY OF BLAIR
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Component Unit</u> Employee Retirement Trust Fund	<u>Custodial Funds</u>
<u>Additions:</u>		
Contributions:		
County	\$ 5,000,000	\$ -
Plan Members	1,359,836	-
Gifts	-	208,406
	<u>6,359,836</u>	<u>208,406</u>
Total Contributions		
	<u>6,359,836</u>	<u>208,406</u>
Investment Income:		
Net Decrease in Fair Value of Investments	(4,577,395)	-
Interest and Dividends	2,012	-
Investment Expense	(113,317)	-
	<u>(4,688,700)</u>	<u>-</u>
Net Investment Income		
	<u>(4,688,700)</u>	<u>-</u>
Collections:		
For Other Governments	-	22,069,645
For Other Third-Parties	-	1,672,632
	<u>-</u>	<u>23,742,277</u>
Total Collections		
	<u>-</u>	<u>23,742,277</u>
Total Additions	<u>1,671,136</u>	<u>23,950,683</u>
<u>Deductions</u>		
Employee Benefits Paid	7,729,145	-
Administrative Expenses	5,635	-
Payments to Gift Recipients	-	208,406
Payments to Other Governments	-	22,069,645
Payments to Other Third-Parties	-	1,672,632
	<u>7,734,780</u>	<u>23,950,683</u>
Total Deductions		
	<u>7,734,780</u>	<u>23,950,683</u>
Net Decrease in Net Position	(6,063,644)	-
Net Position - Beginning of Year	<u>38,546,140</u>	<u>-</u>
Net Position - End of Year	<u>\$ 32,482,496</u>	<u>\$ -</u>

The accompanying notes are an integral part of the financial statements

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County of Blair (the "County") was formed in 1846. The County operates under the direction of an elected Board of Commissioners and provides the following services: general administrative services, tax assessment and collections, judicial, public improvements, public safety, human services, and culture and recreation. The accompanying financial statements were prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) applicable to governmental units, as prescribed by the Governmental Accounting Standards Board (GASB).

A summary of the County's significant accounting policies consistently applied in the preparation of the accompanying financial statements is as follows:

A) Reporting Entity

The County follows the criteria promulgated by the Governmental Accounting Standards Board ("GASB") Statement No. 61, *"The Financial Reporting Entity: Omnibus – An Amendment of GASB Statements No. 14 and No. 34"*, for purposes of determining the scope of its reporting entity. The criteria include financial accountability and the nature and significance of the relationship. As required by accounting principles generally accepted in the United States of America, the financial statements of the reporting entity include those of the County of Blair (the Primary Government) and its Component Unit. In determining financial accountability in a given case, the County reviews the applicability of the following criteria.

The County is financially accountable for:

- Organizations that make up the legal County entity.
- Legally separate organizations - If the County officials appoint a voting majority of the organization's governing body, and the County is able to impose its will on the organization or if there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the County as defined below.

Impose Its Will – If the County can significantly influence the programs, projects, or activities of, or the level of services performed or provided by the organization.

Financial Benefit or Burden – If the County (1) is entitled to the organization's resources or (2) is legally obligated or has otherwise assumed the obligation to finance the deficits of or provide support to the organization or (3) is obligated in some manner for the debt of the organization.

- Organizations that are fiscally dependent on the County and there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the County.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B) Discretely Presented Component Unit

The County has determined financial accountability exists for one legally separate organization. These organizations are, in substance, different than the primary government and as such are discretely presented. Discrete presentation entails reporting component unit financial data in a column separate from the financial data of the primary government. The component unit presented this way is the following:

Blair County Airport Authority

Separate financial statements of the discretely presented component unit can be obtained from the Authority's administration office at 2 Airport Drive, Martinsburg, PA 16662.

Blair County Airport Authority

The Blair County Airport Authority (Authority) was established on March 10, 1952, by the County Commissioners to administer the operations of the Blair County Airport located in Martinsburg, Pennsylvania. The Authority operates under a seven-member board of directors appointed for five (5) year terms by the County of Blair (Board of Commissioners) and is a component unit of the County of Blair.

C) Fiduciary Component Unit

In accordance with the guidance contained in GASB Statement No. 84, "Fiduciary Activities", the Blair County Pension Plan ("Plan") has been determined to be a fiduciary component unit. The Plan was established to provide retirement, disability, and death benefits to eligible retirees of the County. The Plan is included in the financial reporting entity as a fiduciary fund because the plan is (1) considered to be a separate legal entity, (2) the County appoints a voting majority of the governing board, and (3) the plan imposes a financial burden to the County as it is legally obligated to make contributions to the plan.

D) Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., statement of net position and the statement of activities) report information on all the non-fiduciary activities of the primary government and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are supported by taxes and intergovernmental revenues and are reported separately from the legally separate component unit for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which direct expenses of a given function or segment is affected by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment.

Program revenues include 1.) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment and 2.) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D) Government-Wide and Fund Financial Statements (Continued)

Separate financial statements are provided for governmental funds and the fiduciary funds even though the latter are excluded from the government-wide financial statements. Major individual governmental funds are reported as separate columns in the fund financial statements.

E) Measurement Focus, Basis of Accounting, and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flow. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as expenditures. Proceeds of long-term debt are recorded as liabilities in the government-wide financial statements, rather than as other financing sources. Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of the related liability, rather than as expenditures.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 365 days of the end of the current fiscal period with the exception of property taxes which must be received within 60 days of the year end to be deemed available. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Licenses, operating and capital grants, and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when the cash is received by the County.

Under the current financial resources measurement focus, only current assets and current liabilities are generally included on the balance sheet. The reported fund balance is considered to be a measure of "available spendable resources". Governmental funds operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in current assets. Accordingly, they are said to present a summary of sources and uses of "available spendable resources" during the period.

Because of their spending measurement focus, expenditure recognition for governmental fund types exclude amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

COUNTY OF BLAIR
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E) Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Amounts expended to acquire capital assets are recorded as expenditures in the year that resources were expended, rather than as fund assets. The proceeds of long-term debt are recorded as an other financing source rather than as a fund liability. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The County reports the following major governmental funds:

- The General Fund is the primary government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Revenues of this fund are primarily derived from real estate taxes, state and federal grants, and fees for services. Many of the basic activities of the County are accounted for in this fund including operation of general county government, boards, commissions, the court system, correctional facility, administration of law enforcement, and health and welfare services.
- The Special Grants Fund is used to account for the receipt and disbursement of grants related to the coronavirus and emergency management.
- The Social Services Fund is used to account for the receipt and disbursement of grants related to mental health, intellectual disabilities, early intervention, drug and alcohol, and human services.

Additionally, the County reports the following fund types:

- The Employee Retirement Plan Fund accounts for the revenue (i.e., member contributions, County contributions, and net investment income) and the expenses (i.e., contributions refunded, retirement allowances, and death benefits paid) of the Retirement Trust Fund.
- The Custodial Funds consist of restricted revenues of the various row offices of the County. The row office funds, in essence, are escrow funds maintained by the row offices for bails posted, funds held for sheriff's sales, realty transfer taxes held and owed to other governmental entities, and other funds reserved for disposition of legal action.

F) Assets, Liabilities, and Net Position or Fund Balance

1. Cash and Cash Equivalents

The County considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

2. Receivables and Payables

• Interfund Receivables and Payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "due to/from other funds."

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F) Assets, Liabilities, and Net Position or Fund Balance (Continued)

3. Investments

Investments for the County are reported at fair value. Alternative investments are valued at net asset value per share, which approximates fair value. Investments that do not have an established market value are reported at estimated values.

4. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., bridges), are reported in the governmental activity column in the government-wide financial statements. Property, plant, equipment, and infrastructure with initial, individual costs that equal or exceed \$2,500 and estimated useful lives of greater than one year are recorded as capital assets. Capital assets are recorded at historical costs or estimated historical costs if purchased or constructed (except for right-to-use lease assets, the measurement of which is discussed in Note 12 below). Donated capital assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are completed.

Capital assets of the County are depreciated using the straight-line method over the following intended useful lives:

<u>Asset</u>	<u>Years</u>
Bridges and Roads	20
Buildings and Improvements	25-40
Land Improvements	20
Other Improvements	5
Machinery and Equipment	3-30
Furniture and Fixtures	7

5. Deferred Inflows/Outflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has two items that qualifies for reporting in this category. One item is deferred outflow for pensions reported in the government-wide statement of net position. A deferred outflow for pensions results from a difference between projected and actual investment earnings on investments, changes in assumptions, and contributions subsequent to the measurement date. These amounts are deferred and amortized over a closed period beginning in the year in which the difference occurs (current year) except contributions subsequent to the measurement date which are fully recognized in the next year. The second item is a deferred outflow for other post-employment benefits from changes in assumptions. The amount is deferred and amortized over a closed period beginning in the year in which the difference occurs (current year).

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F) Assets, Liabilities, and Net Position or Fund Balance (Continued)

5. Deferred Inflows/Outflows of Resources (Continued)

In addition to liabilities, the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has five items that qualify for reporting in this category. One item is unavailable revenue, reported only in the governmental funds balance sheet. The governmental funds report unavailable revenue from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amount becomes available. The second item is a deferred inflow for opioid settlement, reported only in the governmental funds balance sheet, which will be reduced by received payments. The third item is a deferred inflow for leases, reported in both the governmental funds balance sheet and government-wide statement of net position, which is amortized over the life of the leases. The fourth item is a deferred inflow for pensions reported in the government-wide statement of net position. A deferred inflow for pensions results from a difference between expected and actual experience on investments, net difference between projected and actual earnings on investments, and changes in assumptions. These amounts are deferred and amortized over a closed period beginning in the year the difference occurs (current year). The fifth item is a deferred inflow for other post-employment benefits reported in the government-wide statement of net position. A deferred inflow for other post-employment benefits results from a difference between expected and actual experience on investments. This amount is deferred and amortized over a closed period beginning in the year the difference occurs (current year).

6. Compensated Absences

County policy permits employees to accumulate a limited amount of earned, but unused compensation time. These benefits are payable to employees upon separation of services. All leave pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported. The computed liability is in compliance with GASB 16, *Accounting for Compensated Absences*.

7. Long-Term Obligations

In the government-wide financial statements, the long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F) Assets, Liabilities, and Net Position or Fund Balance (Continued)8. Leases

The County is a lessee for a noncancellable leases of equipment, buildings, and the right-to-use land. The County recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The County recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the County initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured at the initial amount of the lease liability, adjusted for lease payments made at or before the commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgements related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The County uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the County is reasonably certain to exercise.

The County monitors changes in circumstance that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

9. Unearned Revenues

Revenues that are received but not earned are recorded as unearned revenues in the County's financial statements. In the County's governmental funds, unearned revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when resources are received by the government before it has legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for unearned revenue is removed for the governmental funds' balance sheet, and revenue is recognized.

COUNTY OF BLAIR
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F) Assets, Liabilities, and Net Position or Fund Balance (Continued)

10. Net Position/Fund Balances

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent the County is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- *Nonspendable Fund Balance* – Amounts that are not in a spendable form (such as Inventory) or are required to be maintained intact.
- *Restricted Fund Balance* – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.
- *Committed Fund Balance* – Amounts constrained to specific purposes by the County itself, using its highest level of decision-making authority (i.e., Board of Commissioners). To be reported as committed, amounts cannot be used for any other purpose unless the County takes the same level action to remove or change the constraint. This formal action is a Board approved Resolution.
- *Assigned Fund Balance* – Amounts the County intends to be used for a specific purpose but are neither restricted nor committed. Assignments of fund balance can be created by the Finance Director pursuant to authorization established by the Board of Commissioners.
- *Unassigned Fund Balance* – Amounts that are available for any purpose. Positive amounts are reported only in the general fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted resources are available, it is the County's policy to use restricted resources first. The County has not established a formal policy for its use of unrestricted fund balance amounts. As such, the County uses committed fund balances first, followed by assigned resources and then unassigned resources, as appropriate opportunities arise.

The government-wide financial statements utilize a net position presentation. Net Position is categorized as net investment in capital assets, restricted and unrestricted.

- *Net Investment in Capital Assets* – This category groups all capital assets into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- *Restricted Net Position* – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F) Assets, Liabilities, and Net Position or Fund Balance (Continued)

10. Net Position/Fund Balances (Continued)

- *Unrestricted Net Position* – This category represents net position of the County, not restricted for any project or other purpose.

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amount to report as restricted net position and unrestricted net position in the government-wide statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

11. Accounting Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual amounts may differ from those estimates.

12. Interfund Transactions

Quasi-external transactions are accounted for as revenues or expenditures. Transactions that constitute reimbursements to a fund for expenditures initially made from it, which are properly applicable to another fund, are recorded as expenditures in the reimbursing fund, and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

G) Adoption of Governmental Accounting Standards Board Statements

The County adopted the provisions of GASB Statement No. 87, "*Leases*". The adoption of this statement resulted in the recording of leases receivable and payable and a deferred inflow/outflow of resources-leases and a modification of the footnotes.

The County adopted the provisions of GASB Statement No. 91, "*Conduit Debt Obligations*". The adoption of this statement had no effect on previously reported amounts.

The County adopted the provisions of GASB Statement No. 92, "*Omnibus 2020*." The adoption of this statement had no effect on previously reported amounts.

The County adopted certain provisions of GASB Statement No. 93, "*Replacement of Interbank Offered Rates*". The partial adoption of this statement had no effect on previously reported amounts.

The County adopted certain provisions of GASB Statement No. 99, "*Omnibus 2022*". The partial adoption of this statement had no effect on previously reported amounts.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

H) Pending Changes in Accounting Principles

In March 2020, the GASB issued Statement No. 93, “*Replacement of Interbank Offered Rates*”. The County is required to adopt paragraphs 11b, 13, and 14 of Statement No. 93 for its calendar year 2023 financial statements.

In March 2020, the GASB issued Statement No. 94, “*Public-Private and Public-Public Partnerships and Availability Payment Arrangements*”. The County is required to adopt the provisions of Statement No. 94 for its calendar year 2023 financial statements.

In May 2020, the GASB issued Statement No. 96, “*Subscription-Based Information Technology Arrangements*”. The County is required to adopt the provisions of Statement No. 96 for its calendar year 2023 financial statements.

In April 2022, the GASB issued Statement No. 99, “*Omnibus 2022*”. The provisions of Statement No. 99 are effective as follows:

- The County is required to adopt the requirements related to leases, PPPs, and SBITAs for its calendar year 2023 financial statements.
- The County is required to adopt the requirements related to financial guarantees and the classification and reporting of derivative instruments within the scope of Statement No. 53 for its calendar year 2024 financial statements.

In June 2022, the GASB issued Statement No. 100, “*Accounting Changes and Error Corrections - an amendment of GASB Statement No. 62*”. The County is required to adopt Statement No. 100 for its calendar year 2024 financial statements.

In June 2022, the GASB issued Statement No. 101, “*Compensated Absences*”. The County is required to adopt Statement No. 101 for its calendar year 2024 financial statements.

The County has not yet completed the various analysis required to estimate the financial statement impact of these new pronouncements.

I) Component Unit – Summary of Significant Accounting Policies

Blair County Airport Authority (“Authority”)

Basis of Presentation

The Authority has one proprietary fund, an enterprise fund, which includes all the activities.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary funds’ principal ongoing operations. The principal operating revenues of the Authority’s enterprise fund are changes to customers for rent. The Authority also recognizes, as operating revenue, other miscellaneous charges. Operating expenses for the enterprise fund include administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I) Component Unit – Summary of Significant Accounting Policies (Continued)

Blair County Airport Authority (“Authority”) (Continued)

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as soon as all eligibility requirements imposed by the provider have been met.

Net Position Flow Assumption

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the government’s policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Long-Term Obligations

In the financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net position.

Accounts Receivable

The Authority’s accounts receivable are primarily due from facility and hangar rentals from governmental departments and the community. They are recorded at their net realizable value. Credit is extended based on management’s discretion and collateral is not required. Management reviews the receivables periodically and provides an allowance for uncollectible receivables. At December 31, 2022, the Authority had no balance for allowance for uncollectible accounts.

Cash and Cash Equivalents

The Authority’s cash and cash equivalents are cash on hand and demand deposits with original maturities of three months or less from the date of acquisition.

Capital Assets and Depreciation

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., runways, taxiways, aprons, and similar items), are reported in the financial statements. Capital assets, other than infrastructure assets, are defined by the government as assets with an initial, individual cost of more than \$5,000 (amount not rounded) and an estimated useful life in excess of two years. Accordingly, the amounts spent for the construction or acquisition of infrastructure assets are capitalized and reported in the financial statements regardless of their amount.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I) Component Unit – Summary of Significant Accounting Policies (Continued)

Blair County Airport Authority (“Authority”) (Continued)

Capital Assets and Depreciation (Continued)

In the case of the initial capitalization of general infrastructure assets the government chose to include all such items regardless of their acquisition date or amount. The government was able to estimate the historical cost for the initial reporting of these assets through back trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the items or extend its useful life beyond the original estimate. In the case of donations, the government values these capital assets at the estimated fair value of the item at the date of its donation.

Contributions for capital improvements includes funds received from federal, state, and county governments for capital construction.

Property, plant, and equipment is depreciated using the straight-line method over the following estimated useful life:

<u>Asset</u>	<u>Years</u>
Buildings	50
Asphalt Surfaces	35
Concrete Surfaces	40
Lighting and Safety Improvements	25
Vehicles	10
Equipment, Furniture, and Fixtures	5-20

Unearned Revenue

Income from customer prepayments is deferred and recognized on the day it is earned and also includes unearned revenue from project related grants that will be expended in the future.

Prepaid Expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses in the financial statements. The cost of prepaid items is recorded as expenses when consumed rather than when purchased.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 2: BUDGETARY DATA

Commonwealth of Pennsylvania statutes require that all County Governments establish budgetary systems and approve annual operating budgets. The County's annual budget relates to the General Fund and is based on estimates of revenues and expenditures approved by the Board of County Commissioners. The County adopts the budget on the same basis of accounting as reported in the fund financial statements. The County of Blair follows these procedures in establishing the budgetary data reflected in the financial statements:

County Budget Process

1. During October, the department heads are required to submit preliminary operating budgets to the Commissioners. The operating budgets include proposed expenditures and the means of financing them along with a narrative for increased expenditures.
2. During October and November, the Commissioners review submitted operating budgets, meet with department heads, forecast future needs, and compare with the prior year.
3. By early December, the final budget is presented to the County Commissioners. Pursuant to budgetary requirements, as set forth in the County Code, public notice is given that the final budget is available for inspection for a period of twenty days.
4. After the twenty-day inspection period, but prior to December 31, the County Commissioners adopt the final budget by enacting an appropriate resolution.

Level of Control

The County maintains budgeting control at the individual fund level.

Lapsing of Appropriations

Unexpended appropriations lapse at year-end.

Management Amendment Authority

The County Commissioners may at any time, by resolution, make supplemental appropriations for any lawful purpose from any funds on hand or estimated to be received within the fiscal year and not otherwise appropriated, including the proceeds of any borrowings now or hereafter authorized by law. The County Commissioners may authorize the transfer of any unencumbered balance of any appropriate item or any portion thereof.

NOTE 3: DEPOSIT AND INVESTMENT RISK

Custodial Credit Risk – For deposits and investments, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of December 31, 2022, the County's cash balances for its governmental activities which excludes fiduciary funds were \$57,092,366 and its bank balances were \$58,671,350. Of these bank balances, \$58,421,350 was collateralized with securities held by the pledging financial institutions and uninsured. The entire cash and cash equivalent balance of the retirement fund was collateralized with securities held by the pledging institution or by their trust department or agents.

The majority of the County's investments are in the Retirement Trust Fund.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 3: DEPOSIT AND INVESTMENT RISK (CONTINUED)

Fair Value

Investments, including derivative instruments that are not hedging derivatives, are measured at fair value on a recurring basis in accordance with the framework established by GASB Statement No. 72, "Fair Value Measurement and Application". That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The three levels of the fair value hierarchy as described as below:

Level 1 – inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the County has the ability to access.

Level 2 – inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets or in inactive markets; inputs other than quoted prices that are observable for the asset or liability; or inputs that are derived principally from or corroborated by observable market data by correlation or other means.

Level 3 – inputs to the valuation methodology are unobservable and significant to the fair value measurement.

As of December 31, 2022, the County's Retirement Fund investments were as follows:

Investment Type	2022			Total
	Level 1	Level 2	Level 3	
Managed Mutual Funds	\$25,649,159	\$ -	\$ -	\$25,649,159
	<u>\$25,649,159</u>	<u>\$ -</u>	<u>\$ -</u>	25,649,159
Alternative Investments				6,174,255
Total Investments				<u>\$31,823,414</u>

The following table sets forth the additional disclosures for the measurement of investments in certain entities that calculate net asset value per share (or its equivalent):

Investment Type	Fair Value
Clarion Partners Lion Properties Fund	\$ 1,565,434
Principal U.S. Property Account	1,318,104
Nuveen Global Infrastructure	1,600,296
Partners Group Private Credit Strategy	1,465,054
Federated Hermes Institutional High Yield	225,367
	<u>\$ 6,174,255</u>

The Clarion Partners Lion Properties Fund is an open-end, diversified Core real estate fund with a primarily institutional quality real estate assets located throughout the United States. The Fund employs a research-driven approach to portfolio construction to deliver a strong income return to investors with the potential for long-term capital appreciation.

The Principal U.S. Property Account is a core real estate separate account designed to have a low to moderate risk compared to other open-end real estate funds. This risk profile has two components: 1) a low to moderate real estate property risk profile; and 2) a low to moderate risk fund-level operating profile. Low to moderate real estate property risk is accomplished by investing primarily in well-leased properties on an unleveraged basis. Low to moderate fund level risk is accomplished by operating with a strong focus on client diversification and by managing fund-level obligations.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 3: DEPOSIT AND INVESTMENT RISK (CONTINUED)

Fair Value (Continued)

The Nuveen Global Infrastructure invests in U.S. and non-U.S. infrastructure companies that own or operate vital structures, facilities, and services. The team utilizes an expanded universe compared to the primary benchmark. A discounted cash-flow approach is used as the primary valuation tool, complemented by other metrics. An investment Risk Officer and firm Risk Management Committee participate in a quarterly risk review.

The Partners Group Private Credit Strategy is a direct lending fund managed by Partners Group. The Partners Group Private Credit Strategy is a private debt fund used mostly for U.S. direct lending.

The Federated Hermes Institutional High Yield invests primarily in a diversified portfolio of high yield corporate bonds which includes debt securities issued by the U.S. or foreign businesses. The investment seeks high current income and is subject to interest rate risk, inflation risk, and default risk.

Interest Rate Risk – As a means of limiting its exposure to fair value losses arising from rising interest rates, the County's investment policy imposes no limit on the portion of its Fixed Income Portfolio, which may be invested in less than one-year maturities. The County presents its exposure to interest rate changes using the weighted average maturity method, if the information is available. The County's policies limit exposure to interest rate risk by requiring sufficient liquidity in the investment portfolio. The County's investment portfolio experienced negative significant fluctuations in fair value during the year.

Concentration of Credit Risk – The County's investment policy does not allow a single issuer or guarantor to represent more than 10% of total equity, if equity, and 5% of total debt securities, if debt securities, at the time of acquisition. At December 31, 2022, the County had 31.3% and 10.8% invested in Vanguard Total Stock Market Index and Vanguard Short-Term Corporate Bond Index, respectively.

Component Unit – Blair County Airport Authority

Custodial Credit Risk – The Authority has no deposit policy for custodial credit risk. As of December 31, 2022, the Authority had no uninsured bank balances.

Interest Rate Risk – The Authority does not have a depository policy; however, the manage exposure to declines in fair values by limiting average maturity of deposits.

Credit Risk – The board can invest the Authority's funds as authorized for local government units in the *Local Government Unit Debt Act*. Authorized types of investments include the following: U.S. Treasury Bills, short-term obligations of the U.S. government and federal agencies, insured savings and checking accounts, certificates of deposit in banks, savings and loan associations, credit unions, general obligation bonds of the federal government and the Commonwealth of Pennsylvania or any state agency or of any Pennsylvania political division, and shares of mutual funds whose investments are restricted to the above categories. When making investments, the board can combine money from more than one fund under the Authority's control for the purchase of a single investment and join with other political subdivisions and municipal authorities in the purchase of a single investment.

Concentration of Credit Risk – The Authority does not have a depository policy to address deposits in any one issue in excess of five percent of the total government's deposits.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 4: PROPERTY TAXES

Real Estate Property Taxes

Real estate property taxes attach as an enforceable lien on property as of January 1 and are levied on March 1 of each year. Real estate taxes are payable under the following terms: 2% discount March 1 through April 30, face amount, May 1 through June 30, and 10% penalty after June 30. The County bills these taxes which are collected by elected local tax collectors. Real estate property taxes levied for 2022 are recorded as receivables, net of estimated uncollectibles. The net receivables collected during 2022 and expected to be collected within the first sixty (60) days of 2023 are recognized as revenue in 2022. Net receivables estimated to be collectible subsequent to March 1 are reflected in unavailable tax revenue. Prior years' levies are recorded using these same principles and remaining receivables are annually reevaluated as to collectability.

The County is permitted by the County Code of the Commonwealth of Pennsylvania to levy real estate taxes up to 25 mills on every dollar of adjusted valuation for general County purposes exclusive of the requirements for the payment of interest and principal on bonded or funded debt.

The County's 2022 real estate taxes are based on assessed values established by the County's Bureau of Assessments. The total 2022 real estate taxes levied was \$33,913,006 on a total County assessed valuation of \$8,364,924,831. Based on the 2022 levy of 4.10 mills, a property owner would pay \$4.10 per \$1,000 of assessed valuation.

Tax Abatement

Blair County provides tax abatements under two programs: The Keystone Opportunity Zone and The Local Economic Revitalization Tax Assistance Act (LERTA).

Keystone Opportunity Zone (KOEZ)

The Keystone Opportunity Zone, Keystone Opportunity Expansion Zone, and Keystone Opportunity Improvement Zone Act authorizes political subdivisions to apply to the Pennsylvania Department of Community and Economic Development (DCED) for designation of an area within the respective political subdivision as a KOEZ granting exemptions, deductions, abatements, or credits from all local taxes identified in the Act. Approval of benefits provided in the Act will result in improving the economic, physical, and social conditions within the Proposed KOEZ by stimulating existing business employment, creating new employment, and diminishing blight. It is expected that increased private and public-sector investors will reverse the disinvestment and conditions of blight within the Proposed KOEZ by the time of its termination. The Proposed KOEZ is not less than 10 acres but not more than 350 acres in the aggregate.

The Proposed KOEZ is comprised of parcels which are (i) deteriorated, underutilized, or unoccupied or (ii) are occupied by a Qualified Business which creates or retains at least 1,000 full-time jobs in Pennsylvania within three years from the designation by DCED's approval of the application for the proposed new KOEZ and with respect to the parcels in the zone list below the contingency set forth in Paragraph 2 below, the following provisions shall apply:

1. Subject to the provisions of Paragraph 2 of this Resolution, real Property Tax on the Proposed KOEZ is 100% exempt in accordance with the provisions and limitations hereinafter set forth in accordance with the Act, such exemption to begin on January 1, 2014, and to terminate December 31, 2023 (a ten-year period).

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 4: PROPERTY TAXES (CONTINUED)

Tax Abatement (Continued)

Keystone Opportunity Zone (KOEZ) (Continued)

2. Pursuant to Section 310 of the Act, the Altoona Area School District, the City of Altoona, and the County of Blair shall each be paid an amount equal to 110% of the 2013 real estate taxes which would otherwise be due with respect to the parcels set forth in the zone list below for the period of the KOEZ. The approval of the KOEZ for the parcels set forth in the zone list below is contingent upon the three taxing bodies entering a written agreement with the owner of the parcels in the zone list below as required by Section 310, which agreement shall specifically identify the amount of the 2013 taxes in light of the fact that the parcels identified in the zone list below were previously treated as exempt from real estate taxes under a Payment in the Lieu of Taxes Agreement between the three taxing bodies and the owner with the parcels only being returned to taxable status in 2013 removing such real estate tax exemption and the owner challenging such tax exemption removal under the Payment in Lieu of Taxes Agreement.
3. The provisions of the Act not herein enumerated, shall, nevertheless, be incorporated as part of this Ordinance by reference.
4. This resolution shall be effective upon execution, conditioned upon the approval of the application by DCED and conditioned upon the entering of the agreement referenced in Paragraph 2 with respect to the zone list below.

Keystone Opportunity Zone: New Regional KOEZ

- A) Former Wright Elementary
- B) New Southern Blair County Business Park (Claar)
- C) Former Bon Secours Hospital Campus Property

The Local Economic Revitalization Tax Assistance Act (LERTA)

The Local Economic Revitalization Tax Assistance Act establishes tax exemptions for real property located within deteriorated areas of the County designated by local municipalities. There are certain deteriorated areas existing within the County; and the Board of Commissioners of Blair County believes that it is in the best interest of the County to provide tax incentives for the rehabilitation and development of qualified business property, thereby encouraging revitalization and development of these areas to the benefit of all concerned.

In each deteriorated area, business improvements shall be exempted from County real property taxes, in accordance with the following schedule and related conditions.

1. For the remainder of the year, the improvement is completed, and otherwise taxable and the first complete fiscal year, thereafter, one hundred (100%) percent of the eligible assessment shall be exempt;
2. For the second complete fiscal year, eighty (80%) percent;
3. For the third complete fiscal year, sixty (60%) percent;
4. For the fourth complete fiscal year, forty (40%) percent;
5. For the fifth complete fiscal year, twenty (20%) percent;
6. After the fifth complete fiscal year, the exemption shall terminate.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 4: PROPERTY TAXES (CONTINUED)

Tax Abatement (Continued)

The exemption from real property taxes granted pursuant to the provisions hereof shall be upon the property exempted and shall not terminate upon the sale or exchange of the property. In the case of business improvements, exemption from County real property taxes, upon completion, shall be limited to the additional assessment valuation attributable to the actual cost of improvements. In no case shall any tax exemption be granted pursuant to the provisions hereof if the property owner has not secured or does not secure the necessary and proper zoning, building, health, housing, electrical, plumbing, or the required permits prior to initiating the business improvement work.

<u>Tax Abatement Program</u>	<u>Amount of Taxes Abated During the Fiscal Year</u>
Keystone Opportunity Zone (KOEZ)	\$ 85,920
The Local Economic Revitalization Tax Assistance Act (LERTA)	15,556

NOTE 5: CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2022, was as follows:

<u>GOVERNMENTAL ACTIVITIES:</u>	<u>Beginning Balance *</u>	<u>Increases</u>	<u>Decreases</u>	<u>Reclass</u>	<u>Ending Balance</u>
Capital Assets, Not Being Depreciated					
Artifacts	\$ 109,200	\$ -	\$ -	\$ -	\$ 109,200
Land	298,622	-	-	-	298,622
Construction in Progress	1,232,487	2,628,983	-	70,820	3,932,290
Total Capital Assets Not Being Depreciated	<u>1,640,309</u>	<u>2,628,983</u>	<u>-</u>	<u>70,820</u>	<u>4,340,112</u>
Capital Assets, Being Depreciated					
Bridges and Roads	3,513,594	993	-	(70,820)	3,443,767
Buildings and Improvements	53,666,401	16,238	-	-	53,682,639
Land Improvements	1,563,941	-	-	-	1,563,941
Machinery and Equipment	23,364,161	614,235	-	-	23,978,396
Furniture and Fixtures	799,187	24,962	-	-	824,149
Other Improvements	282,567	-	-	-	282,567
Right-to-Use Assets	615,055	91,835	-	-	706,890
Total Capital Assets Being Depreciated	<u>83,804,906</u>	<u>748,263</u>	<u>-</u>	<u>(70,820)</u>	<u>84,482,349</u>
Less Accumulated Depreciation For:					
Bridges and Roads	(154,828)	(13,932)	-	-	(168,760)
Buildings and Improvements	(24,979,499)	(1,256,358)	-	-	(26,235,857)
Land Improvements	(1,482,216)	(4,661)	-	-	(1,486,877)
Machinery and Equipment	(21,871,745)	(796,893)	-	-	(22,668,638)
Furniture and Fixtures	(572,896)	(41,693)	-	-	(614,589)
Other Improvements	(213,301)	(54,037)	-	-	(267,338)
Right-to-Use Assets	-	(88,244)	-	-	(88,244)
Total Accumulated Depreciation	<u>(49,274,485)</u>	<u>(2,255,818)</u>	<u>-</u>	<u>-</u>	<u>(51,530,303)</u>
Total Capital Assets, Being Depreciated, Net	<u>34,530,421</u>	<u>(1,507,555)</u>	<u>-</u>	<u>(70,820)</u>	<u>32,952,046</u>
Governmental Activities Capital Assets, Net	<u>\$36,170,730</u>	<u>\$1,121,428</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$37,292,158</u>

* Beginning balances reflect the opening balance per GASB 87.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 5: CAPITAL ASSETS (CONTINUED)

Depreciation expense was charged to functions/programs of the primary government as follows:

General Government	\$ 1,051,887
Judicial	133,821
Highway	82,750
Health and Hospitals	6,918
Conservation and Development	4,041
Juvenile Welfare	54,690
Public Service	667
Culture and Recreation	27,431
Corrections	202,779
Public Safety	119,592
Other	571,242
Total Depreciation Expense	<u>\$ 2,255,818</u>

Component Unit – Blair County Airport Authority

Capital asset activity, resulting from modified cash basis transactions, for the fiscal year ended December 31, 2022, was as follows:

<u>COMPONENT UNIT:</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital Assets, Not Being Depreciated				
Land	\$ 3,771,330	\$ 3,000	\$ -	\$ 3,774,330
Construction in Progress	1,956,823	414,141	(1,802,889)	568,075
Total Capital Assets Not Being Depreciated	<u>5,728,153</u>	<u>417,141</u>	<u>(1,802,889)</u>	<u>4,342,405</u>
Capital Assets, Being Depreciated				
Infrastructure	16,756,789	1,832,830	-	18,589,619
Buildings and Improvements	14,131,270	-	-	14,131,270
Land Improvements	2,688,347	38,822	-	2,727,169
Equipment, Furniture, and Fixtures	2,955,188	47,423	-	3,002,611
Total Capital Assets Being Depreciated	<u>36,531,594</u>	<u>1,919,075</u>	<u>-</u>	<u>38,450,669</u>
Less Accumulated Depreciation For:				
Infrastructure	(13,879,114)	(253,748)	-	(14,132,862)
Buildings and Improvements	(5,550,723)	(282,833)	-	(5,833,556)
Land Improvements	(1,866,358)	(24,916)	-	(1,891,274)
Equipment, Furniture, and Fixtures	(2,784,295)	(82,898)	-	(2,867,193)
Total Accumulated Depreciation	<u>(24,080,490)</u>	<u>(644,395)</u>	<u>-</u>	<u>(24,724,885)</u>
Total Capital Assets, Being Depreciated, Net	<u>12,451,104</u>	<u>1,274,680</u>	<u>-</u>	<u>13,725,784</u>
Governmental Activities Capital Assets, Net	<u>\$18,179,257</u>	<u>\$1,691,821</u>	<u>\$(1,802,889)</u>	<u>\$18,068,189</u>

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND

Plan Description

Substantially all full-time employees of the County of Blair and its related agencies are covered by the Blair County Employees' Retirement System. The Blair County Employees' Retirement System is the administrator of a single-employer defined benefit pension plan that was established January 1, 1943 in accordance with the Commonwealth of Pennsylvania statutes. The financial statements are shown as a pension trust fund (fiduciary fund type) of the County's financial reporting entity.

Basis of Accounting. The Blair County Employees' Retirement System and Trust financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

Method Used to Value Investments. Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value.

Plan membership. Membership of the Plan is consisted of the following at January 1, 2022, the date of the latest actuarial valuation:

Retirees and Beneficiaries Receiving Benefits	543
Terminated Plan Members Entitled to but not yet Receiving Benefits	42
Active Plan Members	449
Total	1,034
Number of Participating Employers	1

Plan Description. The Blair County Employees' Retirement System and Trust is a single-employer defined benefit pension plan that covers all employees of the County. The plan provides retirement, disability, and death benefits to plan members and their beneficiaries. Cost-of-living adjustments (COLA) are provided at the discretion of the Blair County Employees' Retirement Board. Act 96 of 1971, as amended, cited as the County Pension Law, provides for the creation, maintenance, and operation of this plan.

Reserves

Members' Annuity Reserve Account. The balance of \$10,411,657 in this account is the total of the contributions deducted from the salaries of the active and terminated vested members of the retirement system and the IRC 414(h)(2) pickup contributions together with the interest additions as of January 1, 2022. These contributions may be withdrawn by the member upon termination or retirement, or instead converted to an annuity at retirement. Liabilities are adjusted to reflect this option.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

Reserves (Continued)

County Annuity Reserve Account. The balance of (\$57,656,175) in this account as of January 1, 2022, and the amounts expected to be credited in the future, plus investment earnings, represents the reserves set aside for the payment of the County's share of the retirement allowances.

This is the account out of which regular interest is credited to the member's annuity and retired members' reserve account, administrative expenses may be paid, and the pension obligations of the County are funded. When a County Annuity is scheduled to commence for a particular member, sufficient monies are transferred from the County Annuity Reserve Account to the Retired Members' Reserve Account to provide for such County Annuities actually entered upon.

When this account is negative it means that plan assets are less than the amount needed to cover the benefits of current retirees and accumulated deductions.

Retired Members' Reserve Account. This account out of which monthly retirement allowances including cost-of-living increases and death benefits are paid.

The assets allocated to this reserve account as of January 1, 2022, amount to \$69,048,451. The corresponding liability for those annuitants on the roll is identical. This amount exceeds the actual assets of the plan.

Plan Reporting

Net Pension Liability/(Asset)

The total pension liability (asset) was based on an actuarial valuation dated January 1, 2022. The components of the net pension liability (asset) of the Blair County Employees Pension Plan at January 1, 2022, were as follows:

Total Pension Liability	\$ 104,063,857
Plan Fiduciary Net Position	<u>38,555,965</u>
Net Pension Liability/(Asset)	<u>\$ 65,507,892</u>

Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	37.05%
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COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

Plan Reporting (Continued)Net Pension Liability/(Asset) (Continued)

Changes in the County's net pension liability/(asset) at January 1, 2022, were as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
Balances at January 1, 2021	\$ 104,035,909	\$ 35,521,943	\$ 68,513,966
Service Cost	2,425,615	-	2,425,615
Interest Cost	6,715,627	-	6,715,627
Difference between Expected & Actual Experience	(1,826,046)	-	(1,826,046)
Changes in Assumptions	170,873	-	170,873
Contributions - Employer	-	4,750,000	(4,750,000)
Contributions - Member	-	1,023,738	(1,023,738)
Net Investment Income	-	4,767,771	(4,767,771)
Benefit Payments	(7,458,121)	(7,458,121)	-
Administrative Expenses	-	(41,573)	41,573
Other Changes	-	(7,793)	7,793
Net Changes	<u>27,948</u>	<u>3,034,022</u>	<u>(3,006,074)</u>
Balances at January 1, 2022	<u>\$ 104,063,857</u>	<u>\$ 38,555,965</u>	<u>\$ 65,507,892</u>

Deferred Outflows (Inflows) of Resources

The total pension expense (income) recognized in 2022 for the Plan was \$2,144,861. At January 1, 2022, the County reported deferred outflows of resources and deferred inflows or resources related to the pension plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 715,155	\$ (1,399,730)
Net Difference Between Projected and and Actual Earnings	-	(3,354,069)
Change in Assumption	7,511,688	(16,754,197)
Contributions Subsequent to the Measurement Date	<u>5,000,000</u>	<u>-</u>
Total	<u>\$ 13,226,843</u>	<u>\$ (21,507,996)</u>

\$5.0 million reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2023.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

Deferred Outflows (Inflows) of Resources (Continued)

For the 2022 measurement period, the County recognized expense (income) of \$2,144,861 and amounts reported as deferred outflows of resources and deferred (inflows) of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31:	
2023	\$ (2,628,578)
2024	(3,661,700)
2025	(6,522,749)
2026	<u>(468,126)</u>
Total	<u>\$ (13,281,153)</u>

Investment Policy. The pension Plan's policy in regard to the allocation of invested assets is established and may be amended by the Board by a majority vote of its members. It is the policy of the Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The following was the Board's asset allocation policy as of January 1, 2022:

<u>Asset Class</u>	<u>Target Allocation</u>
U.S. Equity	40%
International Equity	20%
Core Real Estate	7%
Listed Real Assets	5%
Private Credit/High Yield	5%
U.S. Fixed Income	21%
Cash	2%

The long-term expected rate of return on pension Plan investments was determined for each asset class. The long-term geometric, real return projections for each major asset class included in the pension Plan's target asset allocation as of January 1, 2022, are summarized in the following table:

<u>Asset Class</u>	<u>Expected Real Rate of Return</u>
U.S. Equity	5.1%
International Equity	5.5%
Core Real Estate	4.8%
Listed Real Assets	5.0%
Private Credit/High Yield	6.8%
U.S. Fixed Income	1.6%
Cash	0.5%

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

Sensitivity of the net pension liability to changes in the discount rate. The following presents the net position of the County, calculated using the discount rate of 7.0%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.0%) or 1-percentage-point higher (8.0%) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Net Pension Liability	75,056,281	65,507,892	57,408,062

Rate of return. For the year ended January 1, 2022, the annual investment rate of return (loss) on pension plan investments was 13.76 percent.

NOTE 7: OTHER POST-EMPLOYMENT BENEFITS

The County administers a single-employer defined benefit OPEB Plan ("Plan"). The Plan provides postretirement medical benefits for eligible retirees. The County does not issue separate financial reports for the Plan.

Plan Description:

The Blair County Employees' Postretirement Benefits Plan is a non-contributory, single-employer postretirement benefits plan that covers full-time employees of the County. The plan provides postretirement medical benefits upon retirement to plan members, pursuant to a County Resolution approved by the Board of Commissioners that was effective June 1, 1989, which was rescinded by the Commissioners effective December 15, 2009. The plan can be amended by the Board of Commissioners. The plan is administered by a plan administrator appointed by the governing body of the County. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Benefits Provided. An employee enters the plan on the day he becomes a full-time County employee. A County employee who retires at age 55 and has completed 20 years of service or retires at age 60 and has completed 12 years of services is eligible for continued health insurance until age 65. A county employee who terminates employment prior to retirement eligibility will not be eligible for postretirement medical benefits. Upon meeting the eligibility requirements, retired members will continue coverage under the medical program in which they were enrolled during their last year of employment. The Plan benefits are limited to employees who were hired prior to January 1, 2010, subject to certain collective bargaining agreements which may have extended coverage to those hired prior to September 17, 2013.

The County pays the entire cost of the individual rate for the retiree only, until the employee reaches the age of sixty-five. No other medical benefits are provided. Once a retired member reaches sixty-five or dies, health insurance coverage will terminate.

Employees covered by benefit terms. At December 31, 2022, the following employees were covered by the benefit terms:

Inactive Employees Currently Receiving Benefit Payments	49
Active Employees	99
	148

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 7: OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Funding Policy. The County intends to continue its policy of funding OPEB liabilities on a pay-as-you-go basis and to not pre-fund any unfunded annual required contribution as determined under GASB 45.

Total OPEB Liability. The County's total OPEB liability (asset) was based on an actuarial valuation dated December 31, 2022. The components of the total OPEB liability (asset) of the Blair County Other Post-Employment Benefits Plan at December 31, 2022, were as follows:

Total OPEB Liability	\$ 8,039,350
Plan Fiduciary Net Position	-
Net OPEB Liability	\$ 8,039,350

Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.00%
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Actuarial assumptions and other inputs. The total OPEB liability was determined by an actuarial valuation as of December 31, 2022, and update procedures were used to roll forward the Total OPEB Liability to the measurement date using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Measurement Date:	December 31, 2022
Actuarial Valuation Date:	December 31, 2022
Actuarial Cost Method:	Entry Age Normal
Discount Rate:	The plan is not prefunded and the employer's expected return on internal plan assets is based on the S&P Municipal Bond 20 Year Rate Index as of December 31, 2022 of 4.31%. This is the rate used to discount the plan's benefits and determine the actuarial accrued liability. The prior valuation used 2.06%, from the GO Bond Buyer Index.
Mortality:	Pub-10 General Headcount-Weighted for General Employees with Scale MP-2021 based on most recent mortality study for governmental employees issued by the Society of Actuaries.
Turnover:	Same as pension plan, which is based on an experience analysis performed in 2021. Based on actuary's professional judgement and input from the plan sponsor.
Salary Scale:	4.00% Based on an experience analysis performed in 2021.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 7: OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Retirement Age: The same rates as those used by the pension plan, as specified in the following table:

Age at the Beginning of Year	Probability of Retiring during Year
50 – 54	0.02
55	0.5
56 – 59	0.15
60 – 64	0.2
65 – 69	0.35
70+	1

Based on an experience analysis performed in 2021.

Utilization: 100%
Based on input from the plan sponsor.

Valuation of Assets: N/A

Trend: Premiums are assumed to increase annually at a rate starting at 7.5% (2022) and decreasing linearly by 25 basis points each year to an ultimate annual increase of 4.50%.

Per Capita Claims: Claims were developed by using the medical premiums for the ages of the underlying covered population and aging factors. The retiree pre-65 premium was \$871.55 for medical per month with sample claims as follows:

Age	Claims Amount
55	\$12,088
60	\$14,828
64	\$17,603

Changes Since Prior
Valuation:

- 1) Discount rate changed from 2.06% to 4.31%.
- 2) The source for the discount rate was switched from the GO Bond Buyer Index to the S&P Municipal Bond 20 Year Rate Index.
- 3) The Healthcare cost trend assumption was updated to 7.5% for 2022 decreasing by 0.25% per year until it reaches 4.50%.
- 4) Retiree withdrawal rates were updated to same rates used in Pension Plan, based on the 2021 experience analysis.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 7: OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Changes in the total OPEB Liability

The County's change in its total OPEB liability for the year ended December 31, 2022, was as follows:

	Increase (Decrease)		
	Total OPEB Liability (a)	Plan Fiduciary Net Position (b)	Net OPEB Liability/(Asset) (a) - (b)
Balances at January 1, 2022	\$ 5,796,483	\$ -	\$ 5,796,483
Service Cost	93,643	-	93,643
Interest Cost	113,313	-	113,313
Difference between Expected & Actual Experience	797,862	-	797,862
Changes in Assumptions	1,832,776	-	1,832,776
Contributions - Employer	-	594,727	(594,727)
Benefit Payments	(594,727)	(594,727)	-
Net Changes	<u>2,242,867</u>	<u>-</u>	<u>2,242,867</u>
Balances at December 31, 2022	<u>\$ 8,039,350</u>	<u>\$ -</u>	<u>\$ 8,039,350</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources
Related to OPEB

For the year ended December 31, 2022, the County recognized OPEB expense of \$705,670. At December 31, 2022, the County reported deferred outflows of resources and deferred inflows or resources related to the OPEB plan from the following sources:

	Deferred Outflows	Deferred Inflows
Differences between Expected and Actual Experience	\$ 586,787	\$ (253,803)
Changes in Assumptions	1,403,935	-
	<u>\$ 1,990,722</u>	<u>\$ (253,803)</u>

For the 2022 measurement period, the County recognized expense (income) of \$705,670 and amounts reported as deferred outflows of resources and deferred (inflows) of resources related to OPEB will be recognized in pension expense as follows:

Year Ended <u>December 31:</u>	
2023	\$ 544,742
2024	649,347
2025	<u>542,830</u>
Total	<u>\$ 1,736,919</u>

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 7: OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.31 percent) or 1 percentage point higher (5.31 percent) than the current discount rate:

	1% Decrease (3.31%)	Current Discount Rate (4.31%)	1% Increase (5.31%)
Total OPEB Liability	\$ 8,508,171	\$ 8,039,350	\$ 7,596,467

Sensitivity of the total OPEB Liability to Changes in the Healthcare Cost Trend Rates. The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using healthcare trend rates that are 1 percentage point higher or 1 percentage point lower than the current healthcare cost trend rates:

	1% Decrease (6.5% decreasing to 3.5%)	Current Trend Rate (7.5% decreasing to 4.5%)	1% Increase (8.5% decreasing to 5.5%)
Total OPEB Liability	\$ 8,640,055	\$ 8,039,350	\$ 7,502,483

NOTE 8: LONG-TERM OBLIGATIONS

Governmental Activities

A summary of changes in long-term debt obligations is as follows:

	Beginning Balance *	Additions	Reductions	Ending Balance	Amounts Due Within One Year
General Obligation Bonds, Series 2014	\$ 8,645,000	\$ -	\$ (480,000)	\$ 8,165,000	\$ 505,000
General Obligation Bonds, Series 2017	5,300,000	-	(420,000)	4,880,000	435,000
General Obligation Notes, Series 2020	6,522,375	-	(1,307,626)	5,214,749	1,329,100
Plus: Bond Premium	473,898	-	(142,230)	331,668	-
Total General Obligation Debt	20,941,273	-	(2,349,856)	18,591,417	2,269,100
Leases Payable	615,055	91,835	(59,386)	647,504	76,894
Compensated Absences	2,435,129	-	(1,108,364)	1,326,765	-
Net Pension Liability	63,763,966	1,743,926	-	65,507,892	-
Total OPEB Liability	5,796,483	2,242,867	-	8,039,350	-
Total Long-Term Obligations	\$93,551,906	\$4,078,628	\$(3,517,606)	\$94,112,928	\$ 2,345,994

* Beginning balances reflect the opening balance per GASB 87.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 8: LONG-TERM OBLIGATIONS (CONTINUED)

Governmental Activities (Continued)

Compensated absences are liquidated by the General Fund and certain other governmental funds.

An analysis of debt service requirements to maturity on these obligations (with the exception of compensated absences) is as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Debt Service</u>
2023	\$ 2,269,100	\$ 489,130	\$ 2,758,230
2024	2,320,927	438,304	2,759,231
2025	2,283,112	378,594	2,661,706
2026	2,101,610	321,396	2,423,006
2027	2,485,000	277,960	2,762,960
2028 - 2032	6,800,000	409,175	7,209,175
Total	<u>\$ 18,259,749</u>	<u>\$ 2,314,559</u>	<u>\$ 20,574,308</u>

Pertinent information regarding long-term debt obligations outstanding is presented below:

<u>Date of Issue</u>	Amount of Original Issue	<u>Purpose</u>	Balance Outstanding at December 31, 2022
2014	\$ 10,630,000	General Obligation Bonds issued for reassessment and courthouse renovation costs. The bonds bear an interest rate that varies between 2.00% and 5.00% and matures in 2029.	\$ 8,165,000
2017	7,275,000	General Obligation Bonds issued for courthouse renovation project. The bonds bear an interest rate that varies between 2.00% and 4.00% and matures in 2032.	4,880,000
2020	7,915,000	General Obligation Note issued to refund the County's General Obligation Bonds, Series of 2011. The loan bears an interest rate of 1.63% and matures in 2026.	5,214,749
		Plus: Bond Premiums	<u>331,668</u>
		Total Long-Term Obligations	<u>\$ 18,591,417</u>

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 8: LONG-TERM OBLIGATIONS (CONTINUED)

Component Unit – Blair County Airport Authority

The following is a summary of changes in long-term debt for the Blair County Airport Authority for the year ended December 31, 2022:

	Beginning Balance	Increases	Decreases	Ending Balance	Due Within One Year
Line of Credit	\$ 166,000	\$ -	\$ (124,500)	\$ 41,500	\$ 41,500
Line of Credit	-	644,118	(644,118)	-	-
USDA Bond A	1,957,570	-	(15,313)	1,942,257	46,756
USDA Bond B	263,680	40,568	(2,475)	301,773	7,555
	<u>\$ 2,387,250</u>	<u>\$ 684,686</u>	<u>\$ (786,406)</u>	<u>\$ 2,285,530</u>	<u>\$ 95,811</u>

Long-term debt consists of various notes payable, which are described as follows:

Date of Issue	Purpose	Balance Outstanding at December 31, 2022
N/A	Line of Credit with M&T Bank with a maximum principal amount of \$325,000 bearing a floating rate adjustable monthly.	\$ 41,500
2020	USDA Guaranteed Revenue Bond, Series A of 2020. Principal payments are deferred for two years until September 2022, at which time monthly payments of \$7,498 begin. Interest accrues at a rate of 2.25%. The bond matures on August 13, 2052.	1,942,257
2020	USDA Guaranteed Revenue Bond, Series B of 2020. Principal payments are deferred for two years until September 2022, at which time monthly payments of \$1,211 begin. Interest accrues at a rate of 2.25%. The bond matures on August 13, 2052.	301,773
		<u>2,285,530</u>
	Less: Current Portion	(95,811)
	Total Long-Term Debt	<u>\$ 2,189,719</u>

Estimated maturities of long-term debt are as follows:

Year	Principal
2023	\$ 95,811
2024	55,546
2025	56,809
2026	58,100
2027	59,422
Thereafter	<u>1,959,842</u>
Total	<u>\$ 2,285,530</u>

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 9: COMPENSATED ABSENCES

County policy applicable to vacation, sick, and compensatory pay for employees is as follows:

Vacation Pay

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered, and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

Sick Pay

Sick leave benefits are accrued as a liability using the termination method. An accrual for earned sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is an estimate based on the County's past experience of making termination payments.

Component Unit – Blair County Airport Authority

It is the Authority's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There has been a liability accrued in the amount of \$33,480 for the year ended December 31, 2022.

NOTE 10: INTERFUND OPERATING TRANSFERS

Interfund transfers are a result of reimbursements between funds for taxes and operational costs.

	<u>Transfers In</u>	<u>Transfers Out</u>
General Fund	\$ 416,858	\$ 3,114,056
Special Grants Fund	-	364,057
Nonmajor Governmental Funds		
Hotel Tax Fund	-	52,801
Debt Service Fund	2,839,072	-
Fort Roberdeau Reserve Fund	141,225	-
911 Project Fund	133,759	-
Total Nonmajor Governmental Funds	<u>3,114,056</u>	<u>52,801</u>
Total	<u>\$ 3,530,914</u>	<u>\$ 3,530,914</u>

Certain funds are required to fund a portion of all of the expenses of other funds to cover deficits in those funds.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 11: INTERFUND BALANCES

Interfund balances at December 31, 2022, consisted of the following:

	<u>Due From</u>	<u>Due To</u>
General Fund	\$ 2,196,141	\$ -
Special Grants Fund	-	888,912
Social Services Program Fund	-	15,726
Nonmajor Governmental Funds		
Liquid Fuels Fund	-	2,763
Hotel Tax Fund	-	94,569
Debt Service Fund	71,338	-
Fort Roberdeau Fund	-	57,187
Juvenile Probation Fund	-	145,797
Domestic Relations Fund	-	94,308
Victim Witness ARD Fund	-	12,693
911 Project Fund	-	665,293
Affordable Housing	-	12,002
Central Booking Fund	-	23,974
Marcellus Shale Fund	-	26,066
Community Development Fund	-	68,479
Drug Court Fund	-	3,228
DUI Specialty Fund	-	1,825
Offender Supervision Fund	-	154,657
Total Nonmajor Governmental Funds	<u>71,338</u>	<u>1,362,841</u>
Total	<u>\$ 2,267,479</u>	<u>\$ 2,267,479</u>

The various funds have paid expenses or received collections on behalf of other funds; therefore, a corresponding interfund receivable and payable have been recorded.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 12: LEASES

The County's capitalization threshold for leases was \$5,000 in 2022.

Pertinent information regarding leases is presented below.

Date of Issue	Initial Liability	Purpose	Outstanding Liability Balance 12/31/22	Asset Value 12/31/22	Accumulated Depreciation 12/31/22
Various	\$155,320	The County leases various building spaces. The leases consist of offices and other building areas. Terms of each lease vary with yearly payments ranging from \$23,700 to \$26,400 and lease periods ranging from 5 years to 6 years. The County utilized an incremental borrowing rate of 8% for 2022.	\$ 115,886	\$ 155,320	\$ 41,783
Various	413,973	The County leases real estate. The leases consist primary of the right to use land. Terms of each lease vary with yearly payments ranging from \$847 to \$21,534 and lease periods ranging from 20 years to 99 years. The County utilized an incremental borrowing rate of 8% for 2022.	406,941	413,973	17,105
Various	137,597	The County leases various machinery & equipment. The leases consist of printers and other equipment rentals. Terms of each lease vary with yearly payments ranging from \$1,286 to \$21,534 and lease periods of 5 years. The County utilized an incremental borrowing rate of 8% for 2022.	124,677	137,597	29,356
	<u>\$706,890</u>		<u>\$ 647,504</u>	<u>\$ 706,890</u>	<u>\$ 88,244</u>

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 12: LEASES (CONTINUED)

The future principal and interest lease payments as of December 31, 2022, were as follows:

Year Ending	Principal	Interest	Total
2023	\$ 76,894	\$ 41,837	\$ 118,731
2024	76,102	36,323	112,425
2025	57,543	32,059	89,602
2026	47,119	28,479	75,598
2027	27,752	26,819	54,571
2028-2032	62,828	130,548	193,376
2033-2037	75,050	129,134	204,184
2038-2042	111,807	113,863	225,670
2043-2047	56,438	43,625	100,063
2048-2052	639	20,596	21,235
2053-2057	940	20,295	21,235
2058-2062	1,383	19,854	21,237
2063-2067	2,031	19,204	21,235
2068-2072	2,984	18,252	21,236
2073-2077	4,384	16,851	21,235
2078-2082	6,442	14,793	21,235
2083-2087	9,467	11,771	21,238
2088-2092	13,908	7,328	21,236
2093-2096	13,793	1,501	15,294
Totals	<u>\$ 647,504</u>	<u>\$ 733,132</u>	<u>\$ 1,380,636</u>

The County, as the lessor, had entered into a lease of building space with the Garden Gate Florist LLC. An initial lease receivable was recorded in the amount of \$25,407. There was no additional revenue for variable and other payments not included in the measurement of the lease receivable. As of December 31, 2022, the value of the lease receivable is \$19,197 and the related deferred inflow for future payments expected to be collected on the lease is \$19,055. The lessee is required to make monthly fixed payments ranging from \$625 to \$700 through 2025. The lease has an interest rate of 8% for 2022. The County recognized lease revenue and interest of \$6,210 and \$1,390, respectively for the calendar year.

The County, as the lessor, had entered into several leases of land with The Lakemont Partnership and Kulp Family Dairy LLC. An initial lease receivable was recorded in the amount of \$644,323. There was no additional revenue for variable and other payments not included in the measurement of the lease receivable. As of December 31, 2022, the value of the lease receivable is \$620,137 and the related deferred inflow for future payments expected to be collected on the lease is \$597,383. The lessee is required to make yearly fixed payments ranging from \$43,800 to \$52,200 through 2023 to 2056. Additionally, The Lakemont Partnership lease charges variable rent ranging from 6.0% to 7.5% of gross receipts. The lease has an interest rate of 8%. The County recognized lease revenue and interest of \$24,186 and \$45,226, respectively for the fixed payments in 2022.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 12: LEASES (CONTINUED)

Component Unit – Blair County Airport Authority

The Authority entered into various long-term leases for the use of their airplane hangars and terminal space ranging from 2 to 18 years with contractual rent increases for the renewal options and also includes increases for Consumer Price Index (CPI). The Authority's management used an interest rate of 5% for the present value calculations.

The future lease to maturity schedule of leases receivable is as follows:

Year	Principal	Interest	Total
2023	\$ 196,913	\$ 124,239	\$ 321,152
2024	191,816	114,087	305,903
2025	142,650	105,991	248,641
2026	152,114	98,637	250,751
2027	160,321	90,841	251,162
2028-2032	986,825	316,867	1,303,692
2033-2037	619,341	96,852	716,193
2038-2040	123,137	9,722	132,859
Totals	<u>\$ 2,573,117</u>	<u>\$ 957,236</u>	<u>\$ 3,530,353</u>

The future schedule of amortization of the lease revenue in deferred inflows of resources to be recognized in future years is as follows:

Year	Beginning Balance	Amortization	Ending Balance
2023	\$2,501,730	\$258,187	\$ 2,243,543
2024	2,243,543	239,489	2,004,054
2025	2,004,054	183,395	1,820,659
2026	1,820,659	183,395	1,637,264
2027	1,637,264	183,395	1,453,869
2028-2032	1,453,869	909,182	544,687
2033-2037	544,867	463,202	81,665
2038-2040	81,485	81,485	-

The components of lease revenue on long-term leases for the year ended December 31, 2022:

Lease Revenue	\$ 202,093
Interest Income	126,945
	<u>\$ 329,038</u>

Restaurant Management Agreement

On January 14, 2020, the Authority signed a management agreement with La Fiesta Bar and Grill of Martinsburg, Inc. (La Fiesta). The agreement calls for La Fiesta to operate and manage the restaurant located inside the Airport for a management fee of 95% of gross revenues collected monthly. The net revenue retained by the Authority is shown on the statement of revenues, expenses, and changes in net position.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 13: COMMITMENTS AND CONTINGENCIES

- A. The County participates in a variety of federal and state assisted grant programs, which are subject to financial and compliance audits. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.
- B. In the normal course of business, there are various claims and suits pending against the County and its elected officials. Management is of the opinion that these matters will not have a material adverse effect on the County's financial position at December 31, 2022.

Component Unit – Blair County Airport Authority

The Blair County Airport Authority receives revenue from government grants, which are subject to government review. The ultimate determination of amounts received under these programs is generally based on allowable costs reported to and reviewed by the government. Management is of the opinion that no material liability or asset will result from such reviews.

The Authority has entered into several contracts in which construction has not yet been completed and/or invoiced. The Authority is liable for the following amounts as work progresses:

Delta Airport Consultants	\$ 18,272
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In the normal course of conducting the business affairs and to administer the operations, the Blair County Airport sometimes becomes involved with lawsuits. Management indicates that it is presently not involved in a lawsuit.

Debt Agreements with Component Unit

In 2021, the County issued a Note Payable with the Blair County Airport Authority in the amount of \$86,681. The Authority has a monthly payment of \$759 to the County. The Note has an interest rate of 1%. The Authority will use the funds for energy efficient improvements.

NOTE 14: RISK MANAGEMENT

Effective December 26, 1978, the County elected not to purchase worker's compensation coverage for risks of losses to which it is exposed. Instead, the County's management believes it is more economical to manage its risk internally. The County pays all claims for risk of loss which the County is exposed including health claims, which are administered by third parties. The County has purchased stop loss insurance from commercial insurers that will reimburse the County 100% of all medical claims over \$1,000,000 per indemnity.

The County accounts for its self-insurance activity in its General Fund. Liabilities are reported when it is probable that a loss has occurred, and the amount of that loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported. Because of delays between the time a claim is incurred and is reported to the County for payment, the estimated liability does not necessarily result in an exact amount.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2022

NOTE 14: RISK MANAGEMENT (Continued)

The County's claims liabilities amounts for the years ended December 31, 2022 and 2021 were:

	<u>2022</u>	<u>2021</u>
Liability - Beginning of Year	\$ 446,516	\$ 140,071
Add: Incurred Claims Relating to:		
Prior years	122,318	541,412
Current years	17,781	78,304
Less: Payment of Claims Relating to:		
Prior years	173,282	248,294
Current years	13,744	64,977
Liability - End of Year	<u>\$ 399,589</u>	<u>\$ 446,516</u>

The County continues to carry commercial insurance for all other risks of loss including dental, liability and property, and casualty insurance. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years except for the stop loss reimbursements mentioned above. The self-insurance liability is recorded as Accounts Payable in the Governmental Funds Balance Sheet and the Government - Wide Statement of Net Position.

Component Unit – Blair County Airport Authority

The Authority is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; and natural disasters for which the Authority carries commercial insurance.

NOTE 15: RESTATEMENT OF NET POSITION/FUND BALANCE

The following restatements were necessary to record the Special Grants Fund as a major fund and remove the Act 44 funds from the Liquid Fuels Tax Fund. The result of these restatements in Fund Balance is detailed below.

	<u>General Fund</u>	<u>Special Grants Fund</u>	<u>Act 44/89 Fund</u>	<u>Liquid Fuels Tax Fund</u>
Fund Balance/Net Position at January 1, 2022, as previously reported	\$15,785,285	\$ -	\$ 1,152,598	\$ 1,489,484
Fund Balance Reclassification	<u>(8,016)</u>	<u>8,016</u>	<u>777,404</u>	<u>(777,404)</u>
Fund Balance/Net Position at January 1, 2022, as restated	<u>\$15,777,269</u>	<u>\$ 8,016</u>	<u>\$ 1,930,002</u>	<u>\$ 712,080</u>

COUNTY OF BLAIR
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2022

NOTE 16: DEFICIT FUND BALANCE

For the year ended December 31, 2022, the following fund had a deficit fund balance:

Nonmajor Governmental Funds	
CDBG and ESG Grant Fund	\$ (54,976)
Total Deficit Fund Balance	<u>\$ (54,976)</u>

Revenues were not sufficient to fund the expenditures in the above fund. The General Fund will offset this deficit.

NOTE 17: RESTRICTED ASSETS

Assets whose use is limited to a specific purpose have been classified as “Restricted” in the financial statements. \$22,656,609 is restricted cash in the Special Grants Fund for program purposes. \$8,108,475 is restricted cash in the Social Services Fund for program purposes. \$7,446,017 and \$190,527 is restricted cash in the Nonmajor Governmental Funds for program purposes and debt service, respectively.

Component Unit – Blair County Airport Authority

At December 31, 2022, the Authority had \$57,123 in restricted cash accounts that were restricted for future construction projects.

NOTE 18: EXCESS EXPENDITURES OVER APPROPRIATION IN MAJOR FUND

The following major fund had an excess of actual expenditures over budget for the year ended December 31, 2022:

	<u>Appropriations</u>	<u>Expenditures</u>	<u>Percent of Excess Expenditures Over Appropriations</u>
Special Grants Fund	\$ 1,078,263	\$ 2,782,233	158%

The excess expenditures over appropriations were funded by additional intergovernmental revenues received from the Commonwealth of Pennsylvania

NOTE 19: HOTEL TAX FUNDS

During 2022, the County allocated \$85,431 to Fort Roberdeau for operating expenses and for the DCNR Grant match.

REQUIRED
SUPPLEMENTARY
INFORMATION

COUNTY OF BLAIR
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 GENERAL FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Taxes	\$ 34,035,403	\$ 33,335,403	\$ 35,190,566	\$ 1,855,163
Fines, Forfeits, and Costs	650,000	2,509,000	631,443	(1,877,557)
Interest	19,000	15,000	198,013	183,013
Intergovernmental	17,268,247	17,274,347	13,793,599	(3,480,748)
Departmental Charges	2,684,617	4,043,600	2,634,403	(1,409,197)
Payments in Lieu of Taxes	270,000	270,000	272,346	2,346
Other Revenues	2,978,360	190,877	3,006,128	2,815,251
	<hr/>			
Total Revenues	57,905,627	57,638,227	55,726,498	(1,911,729)
<hr/>				
Expenditures				
Current:				
General Government	9,025,707	6,799,516	8,775,987	(1,976,471)
Judicial	10,946,160	11,041,650	11,128,395	(86,745)
Highway	902,348	914,746	827,449	87,297
Conservation and Development	210,204	331,427	219,824	111,603
Juvenile Welfare	16,212,168	16,218,867	13,753,871	2,464,996
Public Service	45,000	45,000	21,423	23,577
Corrections	14,358,753	14,436,188	15,074,435	(638,247)
Public Safety	188,362	397,880	213,984	183,896
Adult Welfare	1,494,363	1,494,363	1,843,516	(349,153)
Other Expenditures	245,685	3,291,459	278,557	3,012,902
Capital Outlay	139,742	216,740	244,022	(27,282)
Debt Service				
Principal	-	-	49,980	(49,980)
Interest	-	-	14,747	(14,747)
	<hr/>			
Total Expenditures	53,768,492	55,187,836	52,446,190	2,741,646
	<hr/>			
(Deficiency)/Excess of Revenues Under Expenditures	4,137,135	2,450,391	3,280,308	829,917
<hr/>				
Other Financing Sources (Uses):				
Lease Proceeds	-	-	84,585	84,585
Operating Transfers In	325,000	325,000	416,858	91,858
Operating Transfers (Out)	(3,096,496)	(3,096,496)	(3,114,056)	(17,560)
	<hr/>			
Total Other Financing Sources	(2,771,496)	(2,771,496)	(2,612,613)	158,883
	<hr/>			
Net Change in Fund Balances	\$ 1,365,639	\$ (321,105)	\$ 667,695	\$ 988,800

COUNTY OF BLAIR
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SPECIAL GRANTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2022

	Budget Amounts		Actual	Variance with
	<u>Original</u>	<u>Final</u>	<u>Amounts</u>	Final Budget Positive (Negative)
Revenues				
Interest	\$ -	\$ -	\$ 287,222	\$ 287,222
Intergovernmental	23,663,855	23,678,815	3,144,528	(20,534,287)
Departmental Charges	-	-	576,147	576,147
Total Revenues	23,663,855	23,678,815	4,007,897	(19,670,918)
Expenditures				
Current:				
General Government	296,708	356,268	2,026,114	(1,669,846)
Judicial	-	14,960	141,513	(126,553)
Juvenile Welfare	-	-	59,978	(59,978)
Corrections	-	-	166,026	(166,026)
Public Safety	-	-	32,099	(32,099)
Other Expenditures	-	-	13,805	(13,805)
Capital Outlay	267,500	707,035	342,698	364,337
Total Expenditures	564,208	1,078,263	2,782,233	(1,703,970)
(Deficiency)/Excess of Revenues Under Expenditures	23,099,647	22,600,552	1,225,664	(21,374,888)
Other Financing Sources (Uses):				
Operating Transfers (Out)	(1,805,332)	(1,805,332)	(364,057)	1,441,275
Total Other Financing Sources	(1,805,332)	(1,805,332)	(364,057)	1,441,275
Net Change in Fund Balances	\$ 21,294,315	\$ 20,795,220	\$ 861,607	\$ (19,933,613)

COUNTY OF BLAIR
 SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
 SOCIAL SERVICES FUND
 FOR THE YEAR ENDED DECEMBER 31, 2022

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$ 5,300	\$ 5,300	\$ 36,813	\$ 31,513
Intergovernmental	8,475,116	8,475,116	15,370,164	6,895,048
Other Revenues	-	-	78	78
	<hr/>			
Total Revenues	8,480,416	8,480,416	15,407,055	6,926,639
<hr/>				
Expenditures				
Current:				
Health and Hospitals	15,220,754	15,216,714	14,910,664	306,050
Capital Outlay	900	5,490	9,417	(3,927)
	<hr/>			
Total Expenditures	15,221,654	15,222,204	14,920,081	302,123
	<hr/>			
(Deficiency)/Excess of Revenues Under Expenditures	(6,741,238)	(6,741,788)	486,974	7,228,762
	<hr/>			
Net Change in Fund Balances	\$ (6,741,238)	\$ (6,741,788)	\$ 486,974	\$ 7,228,762
	<hr/> <hr/>			

COUNTY OF BLAIR
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY
AND RELATED RATIOS
LAST 10 YEARS

	*	*	*	*	*
	2022	2021	2020	2019	2018
Total Pension Liability					
Service Costs	\$ 93,643	\$ 92,645	\$ 116,106	\$ 116,918	\$ 112,692
Interest	113,313	133,866	191,215	259,711	272,199
Differences Between Expected and Actual Experience	797,862	(414,768)	(662,209)	-	-
Changes of Assumptions	1,832,776	18,754	385,249	381,849	-
Benefit Payments, Including Refunds of Member Contributions	<u>(594,727)</u>	<u>(693,222)</u>	<u>(694,878)</u>	<u>(714,168)</u>	<u>(721,572)</u>
Net Change in Total Pension Liability	2,242,867	(862,725)	(664,517)	44,310	(336,681)
Total Pension Liability - beginning	<u>5,796,483</u>	<u>6,659,208</u>	<u>7,323,725</u>	<u>7,279,415</u>	<u>7,616,096</u>
Total Pension Liability - ending (a)	<u><u>\$ 8,039,350</u></u>	<u><u>\$ 5,796,483</u></u>	<u><u>\$ 6,659,208</u></u>	<u><u>\$ 7,323,725</u></u>	<u><u>\$ 7,279,415</u></u>
Plan Fiduciary Net Position					
Contributions - Employer	\$ 594,727	\$ 693,222	\$ 694,878	\$ 714,168	\$ 721,572
Benefit Payments, Including Refunds of Member Contributions	<u>(594,727)</u>	<u>(693,222)</u>	<u>(694,878)</u>	<u>(714,168)</u>	<u>(721,572)</u>
Net Change in Plan Fiduciary Net Position	-	-	-	-	-
Plan Fiduciary Net Position - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Plan Fiduciary Net Position - ending (b)	<u><u>\$ -</u></u>				
County's Net Pension Liability/(Asset) - ending (a) - (b)	<u><u>\$ 8,039,350</u></u>	<u><u>\$ 5,796,483</u></u>	<u><u>\$ 6,659,208</u></u>	<u><u>\$ 7,323,725</u></u>	<u><u>\$ 7,279,415</u></u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability/(Asset)	0.00%	0.00%	0.00%	0.00%	0.00%
Covered Payroll	\$ -	\$ -	\$ -	8,751,961	\$ 8,415,347
County's Net Pension Liability as a Percentage of Covered Payroll	N/A	N/A	N/A	83.68%	86.50%

* GASB 75 was adopted on a prospective basis in 2018; therefore, only five years are presented in the above schedule.

COUNTY OF BLAIR
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE COUNTY'S NET PENSION LIABILITY
AND RELATED RATIOS
LAST 10 YEARS

	*	*	*	*	*	*	*	*
	2021	2020	2019	2018	2017	2016	2015	2014
Total Pension Liability								
Service Costs	\$ 2,425,615	\$ 2,980,275	\$ 2,135,785	\$ 2,296,411	\$ 2,411,038	\$ 2,692,408	\$ 2,672,728	\$ 2,653,621
Interest	6,715,627	5,639,193	5,756,998	5,741,777	5,547,536	4,854,950	4,464,505	4,578,510
Differences Between Expected and Actual Experience	(1,826,046)	1,107,344	(75,490)	253,753	739,279	1,576,351	1,114,202	-
Changes of Assumptions	170,873	(27,923,663)	17,920,222	1,077,219	(3,402,309)	(16,289,666)	186,704	-
Benefit Payments, Including Refunds of Member Contributions	(7,458,121)	(7,505,722)	(7,495,655)	(8,082,560)	(6,235,050)	(6,662,067)	(6,202,558)	(6,061,445)
Net Change in Total Pension Liability	27,948	(25,702,573)	18,241,860	1,286,600	(939,506)	(13,828,024)	2,235,581	1,170,686
Total Pension Liability - beginning	104,035,909	129,738,482	111,496,622	110,210,022	111,149,528	124,977,552	122,741,971	121,571,285
Total Pension Liability - ending (a)	<u>\$ 104,063,857</u>	<u>\$ 104,035,909</u>	<u>\$ 129,738,482</u>	<u>\$ 111,496,622</u>	<u>\$ 110,210,022</u>	<u>\$ 111,149,528</u>	<u>\$ 124,977,552</u>	<u>\$ 122,741,971</u>
Plan Fiduciary Net Position								
Contributions - Employer	\$ 4,750,000	\$ 4,500,000	\$ 4,200,000	\$ 4,000,000	\$ 4,000,000	\$ 3,000,000	\$ 2,000,000	\$ 2,220,000
Contributions - Member	1,023,738	1,019,149	956,611	916,959	907,878	862,080	820,028	801,241
Net Investment Income	4,767,771	3,689,138	5,603,868	(1,470,974)	4,384,836	2,142,371	108,464	2,007,499
Benefit Payments, Including Refunds of Member Contributions	(7,458,121)	(7,505,722)	(7,495,655)	(8,082,560)	(6,235,050)	(6,662,067)	(6,202,558)	(6,061,445)
Administrative Expense	(41,573)	(50,513)	(46,615)	(41,825)	(31,900)	(40,169)	(27,600)	(192,161)
Other Changes	(7,793)	(7,005)	(5,104)	(1,462)	(13,577)	-	-	-
Net Change in Plan Fiduciary Net Position	3,034,022	1,645,047	3,213,105	(4,679,862)	3,012,187	(697,785)	(3,301,666)	(1,224,866)
Plan Fiduciary Net Position - beginning	35,521,943	33,876,896	30,663,791	35,343,653	32,331,466	33,029,251	36,330,917	37,555,783
Plan Fiduciary Net Position - ending (b)	<u>\$ 38,555,965</u>	<u>\$ 35,521,943</u>	<u>\$ 33,876,896</u>	<u>\$ 30,663,791</u>	<u>\$ 35,343,653</u>	<u>\$ 32,331,466</u>	<u>\$ 33,029,251</u>	<u>\$ 36,330,917</u>
County's Net Pension Liability/(Asset) - ending (a) - (b)	<u>\$ 65,507,892</u>	<u>\$ 68,513,966</u>	<u>\$ 95,861,586</u>	<u>\$ 80,832,831</u>	<u>\$ 74,866,369</u>	<u>\$ 78,818,062</u>	<u>\$ 91,948,301</u>	<u>\$ 86,411,054</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability/(Asset)	37.05%	34.14%	26.11%	27.50%	32.07%	29.09%	26.43%	29.60%
Covered Payroll	\$ 16,433,098	\$ 16,506,273	\$ 15,893,716	\$ 15,390,403	\$ 14,739,778	\$ 15,111,809	\$ 14,130,559	\$ 14,207,036
County's Net Pension Liability as a Percentage of Covered Payroll	398.63%	415.08%	603.14%	525.22%	507.92%	521.57%	650.71%	608.23%

* - Information only available for eight years. Future years will be added as information becomes available.

COUNTY OF BLAIR
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF COUNTY CONTRIBUTIONS
 LAST 10 YEARS

	*	*	*	*	*	*	*	*
	2022	2021	2020	2019	2018	2017	2016	2015
Actuarially Determined Contribution	\$ 5,030,020	\$ 5,197,017	\$ 7,088,180	\$ 6,608,016	\$ 6,669,817	\$ 6,393,256	\$ 5,906,015	\$ 6,721,349
Contribution in Relation to the Actuarially Determined Contribution	5,000,000	4,750,000	4,500,000	4,200,000	4,000,000	4,000,000	3,000,000	2,000,000
Contribution Deficiency/(Excess)	\$ 30,020	\$ 447,017	\$ 2,588,180	\$ 2,408,016	\$ 2,669,817	\$ 2,393,256	\$ 2,906,015	\$ 4,721,349
Covered Payroll	\$ 16,433,098	\$ 16,506,273	\$ 15,893,716	\$ 15,390,403	\$ 14,739,778	\$ 15,111,809	\$ 14,130,559	\$ 14,207,036
Contribution as a percentage of Covered Payroll	30.43%	28.78%	28.31%	27.29%	27.14%	26.47%	21.23%	14.08%

Notes to Schedule:

Valuation Date:

January 1, 2022

Methods and Assumptions Used to Determine Contribution Rates:

Actuarial Cost Method (Funding)
 Asset Valuation Method (Funding)

Entry Age Normal
 Effective January 1, 2019, Actuarial Value of assets is the Market Value of assets adjusted to recognize investment gains and losses over 5 years. 2018 is the first year recognized in this fashion.

Actuarial Cost Method (GASB)
 Asset Valuation Method (GASB)
 Investment Rate of Return**
 Projected Salary Increases**

Entry Age Normal
 Market Value
 7.00%
 4.00%

GASB 68 Discount Rate

Based on the current funding policy, plan assets are projected to be sufficient to pay all promised benefits. Therefore, the long-term expected rate of return (7.00%) is used.

** Includes inflation
 Long-term wage-growth

2.50%
 3.00%

BLAIR COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
EMPLOYEES PENSION PLAN
SCHEDULE OF INVESTMENT RETURNS

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Annual Investment Returns	13.76%	11.23%	19.02%	(4.36%)	13.86%	6.78%	0.31%	5.44%	15.67%	11.27%

SUPPLEMENTARY
INFORMATION

COUNTY OF BLAIR
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUND
 DECEMBER 31, 2022

	<u>911 Fund</u>	<u>Act 44/89 Fund</u>	<u>Act 89 VR Fund</u>	<u>Affordable Housing Fund</u>
Assets				
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ 608,119
Prepaid Expenses	26,898	-	-	-
Accounts Receivable	-	42,769	-	7,527
Leases Receivable	-	-	-	-
Due From Other Funds	-	-	-	-
Due From Other Governments	657,764	-	-	-
Restricted Cash	242,026	2,105,667	3,523,712	-
	<u>926,688</u>	<u>2,148,436</u>	<u>3,523,712</u>	<u>615,646</u>
Total Assets	<u>\$ 926,688</u>	<u>\$ 2,148,436</u>	<u>\$ 3,523,712</u>	<u>\$ 615,646</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Accounts Payable and Accrued Expenses	\$ 27,900	\$ 25,994	\$ 8,416	\$ -
Accrued Payroll and Related Liabilities	41,542	-	-	-
Deposits Payable	-	-	-	-
Due To Other Funds	665,293	-	-	12,002
Due To Other Governmental Units	-	-	-	-
Unearned Revenue	121,372	-	-	-
	<u>856,107</u>	<u>25,994</u>	<u>8,416</u>	<u>12,002</u>
Total Liabilities	<u>856,107</u>	<u>25,994</u>	<u>8,416</u>	<u>12,002</u>
Deferred Inflows of Resources				
Leases	-	-	-	-
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances				
Nonspendable	26,898	-	-	-
Restricted	43,683	2,122,442	3,515,296	-
Assigned	-	-	-	603,644
Unassigned	-	-	-	-
Total Fund Balances	<u>70,581</u>	<u>2,122,442</u>	<u>3,515,296</u>	<u>603,644</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 926,688</u>	<u>\$ 2,148,436</u>	<u>\$ 3,523,712</u>	<u>\$ 615,646</u>

COUNTY OF BLAIR
 COMBINING BALANCE SHEET (CONTINUED)
 COMBINING GOVERNMENTAL FUNDS
 DECEMBER 31, 2022

	Airport Loan Reserve <u>Fund</u>	Capital Projects <u>Fund</u>	Capital Reserve <u>Fund</u>	CDBG and ESG Grant <u>Fund</u>	Central Booking Fees <u>Fund</u>
Assets					
Cash and Cash Equivalents	\$ 104,374	\$ 1,799,293	\$ 64,896	\$ 8,415	\$ 394,383
Prepaid Expenses	-	-	-	-	2,601
Accounts Receivable	-	-	-	-	11,147
Leases Receivable	-	-	-	-	-
Due From Other Funds	-	-	-	-	-
Due From Other Governments	-	-	-	42,472	-
Restricted Cash	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 104,374</u>	<u>\$ 1,799,293</u>	<u>\$ 64,896</u>	<u>\$ 50,887</u>	<u>\$ 408,131</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Accounts Payable and Accrued Expenses	\$ -	\$ 13,302	\$ -	\$ 35,728	\$ 750
Accrued Payroll and Related Liabilities	-	-	-	1,656	3,654
Deposits Payable	-	-	-	-	-
Due To Other Funds	-	-	-	68,479	23,974
Due To Other Governmental Units	104,374	-	-	-	-
Unearned Revenue	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>104,374</u>	<u>13,302</u>	<u>-</u>	<u>105,863</u>	<u>28,378</u>
Deferred Inflows of Resources					
Leases	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances					
Nonspendable	-	-	-	-	2,601
Restricted	-	-	-	-	-
Assigned	-	1,785,991	64,896	-	377,152
Unassigned	-	-	-	(54,976)	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>-</u>	<u>1,785,991</u>	<u>64,896</u>	<u>(54,976)</u>	<u>379,753</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 104,374</u>	<u>\$ 1,799,293</u>	<u>\$ 64,896</u>	<u>\$ 50,887</u>	<u>\$ 408,131</u>

COUNTY OF BLAIR
 COMBINING BALANCE SHEET (CONTINUED)
 COMBINING GOVERNMENTAL FUNDS
 DECEMBER 31, 2022

	Clerk of Courts Fund	Coroners Vital Statistics Imp. Fund	Courthouse Preservation Fund	Debt Service Fund	Demolition Fund
Assets					
Cash and Cash Equivalents	\$ 151,726	\$ 36,039	\$ 911	\$ -	\$ 258,441
Prepaid Expenses	-	-	-	-	-
Accounts Receivable	645	-	-	-	8,655
Leases Receivable	-	-	-	-	-
Due From Other Funds	-	-	-	71,338	-
Due From Other Governments	-	-	-	-	-
Restricted Cash	-	-	-	190,527	-
	<u>\$ 152,371</u>	<u>\$ 36,039</u>	<u>\$ 911</u>	<u>\$ 261,865</u>	<u>\$ 267,096</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Accounts Payable and Accrued Expenses	\$ -	\$ 1,070	\$ -	\$ -	\$ -
Accrued Payroll and Related Liabilities	-	-	-	-	-
Deposits Payable	-	-	-	-	-
Due To Other Funds	-	-	-	-	-
Due To Other Governmental Units	-	-	-	-	-
Unearned Revenue	-	-	-	-	-
	<u>-</u>	<u>1,070</u>	<u>-</u>	<u>-</u>	<u>-</u>
Deferred Inflows of Resources					
Leases	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances					
Nonspendable	-	-	-	-	-
Restricted	-	-	-	261,865	-
Assigned	152,371	34,969	911	-	267,096
Unassigned	-	-	-	-	-
	<u>152,371</u>	<u>34,969</u>	<u>911</u>	<u>261,865</u>	<u>267,096</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances					
	<u>\$ 152,371</u>	<u>\$ 36,039</u>	<u>\$ 911</u>	<u>\$ 261,865</u>	<u>\$ 267,096</u>

COUNTY OF BLAIR
 COMBINING BALANCE SHEET (CONTINUED)
 COMBINING GOVERNMENTAL FUNDS
 DECEMBER 31, 2022

	<u>Domestic Relations Fund</u>	<u>Drug Court Fund</u>	<u>DUI Specialty Court Fund</u>	<u>Farm Land Protection Fund</u>	<u>Fort Roberdeau Fund</u>
Assets					
Cash and Cash Equivalents	\$ 2,354,112	\$ 1,831	\$ 939	\$ 141,281	\$ 43,865
Prepaid Expenses	-	-	-	-	106
Accounts Receivable	-	-	-	1,690	-
Leases Receivable	-	-	-	-	71,079
Due From Other Funds	-	-	-	-	-
Due From Other Governments	131,395	3,220	1,995	-	13,101
Restricted Cash	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 2,485,507</u>	<u>\$ 5,051</u>	<u>\$ 2,934</u>	<u>\$ 142,971</u>	<u>\$ 128,151</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Accounts Payable and Accrued Expenses	\$ 4,368	\$ 204	\$ 150	\$ -	\$ 5,782
Accrued Payroll and Related Liabilities	13,763	-	-	-	2,334
Deposits Payable	-	-	-	4,000	-
Due To Other Funds	94,308	3,228	1,825	-	57,187
Due To Other Governmental Units	-	-	-	-	-
Unearned Revenue	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>112,439</u>	<u>3,432</u>	<u>1,975</u>	<u>4,000</u>	<u>65,303</u>
Deferred Inflows of Resources					
Leases	-	-	-	-	61,395
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>61,395</u>
Fund Balances					
Nonspendable	-	-	-	-	106
Restricted	-	-	-	-	-
Assigned	2,373,068	1,619	959	138,971	1,347
Unassigned	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>2,373,068</u>	<u>1,619</u>	<u>959</u>	<u>138,971</u>	<u>1,453</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances					
	<u>\$ 2,485,507</u>	<u>\$ 5,051</u>	<u>\$ 2,934</u>	<u>\$ 142,971</u>	<u>\$ 128,151</u>

COUNTY OF BLAIR
 COMBINING BALANCE SHEET (CONTINUED)
 COMBINING GOVERNMENTAL FUNDS
 DECEMBER 31, 2022

	Hazardous Emergency Response Fund	Hotel Tax Fund	Juvenile Probation Fund	Liquid Fuel Tax Fund	Marcellus Shale Fund
Assets					
Cash and Cash Equivalents	\$ -	\$ -	\$ 123,755	\$ -	\$ 981,687
Prepaid Expenses	14,593	-	-	3,719	-
Accounts Receivable	3,670	161,885	147,003	-	-
Leases Receivable	-	-	-	-	-
Due From Other Funds	-	-	-	-	-
Due From Other Governments	-	-	-	766	56,569
Restricted Cash	313,099	309,781	-	951,732	-
	<u>313,099</u>	<u>309,781</u>	<u>-</u>	<u>951,732</u>	<u>-</u>
Total Assets	<u>\$331,362</u>	<u>\$471,666</u>	<u>\$ 270,758</u>	<u>\$956,217</u>	<u>\$1,038,256</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Accounts Payable and Accrued Expenses	\$ 6,167	\$205,011	\$ 610	\$ 12,116	\$ 97,471
Accrued Payroll and Related Liabilities	-	-	-	-	-
Deposits Payable	-	-	-	-	-
Due To Other Funds	-	94,569	145,797	2,763	26,066
Due To Other Governmental Units	-	-	-	-	-
Unearned Revenue	11,778	-	-	-	-
	<u>11,778</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>17,945</u>	<u>299,580</u>	<u>146,407</u>	<u>14,879</u>	<u>123,537</u>
Deferred Inflows of Resources					
Leases	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances					
Nonspendable	14,593	-	-	3,719	-
Restricted	298,824	172,086	-	937,619	-
Assigned	-	-	124,351	-	914,719
Unassigned	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Fund Balances	<u>313,417</u>	<u>172,086</u>	<u>124,351</u>	<u>941,338</u>	<u>914,719</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$331,362</u>	<u>\$471,666</u>	<u>\$ 270,758</u>	<u>\$956,217</u>	<u>\$1,038,256</u>

COUNTY OF BLAIR
 COMBINING BALANCE SHEET (CONTINUED)
 COMBINING GOVERNMENTAL FUNDS
 DECEMBER 31, 2022

	<u>Offenders Supervision Fund</u>	<u>PHARE Grant Fund</u>	<u>Prothonotary Automation Fund</u>	<u>Records Fund</u>	<u>Recreation Fund</u>
Assets					
Cash and Cash Equivalents	\$ 410,656	\$ 274,418	\$ 15,300	\$ 72,919	\$ 93,341
Prepaid Expenses	638	-	-	-	106
Accounts Receivable	23,941	89	1,487	2,180	10,000
Leases Receivable	-	-	-	-	-
Due From Other Funds	-	-	-	-	-
Due From Other Governments	-	-	-	-	-
Restricted Cash	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 435,235</u>	<u>\$ 274,507</u>	<u>\$ 16,787</u>	<u>\$ 75,099</u>	<u>\$ 103,447</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Accounts Payable and Accrued Expenses	\$ 10,211	\$ 26,887	\$ 1,723	\$ -	\$ 15,235
Accrued Payroll and Related Liabilities	13,417	-	-	-	-
Deposits Payable	-	-	-	-	-
Due To Other Funds	154,657	-	-	-	-
Due To Other Governmental Units	-	-	-	-	-
Unearned Revenue	-	247,620	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>178,285</u>	<u>274,507</u>	<u>1,723</u>	<u>-</u>	<u>15,235</u>
Deferred Inflows of Resources					
Leases	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances					
Nonspendable	638	-	-	-	106
Restricted	-	-	-	-	-
Assigned	256,312	-	15,064	75,099	88,106
Unassigned	-	-	-	-	-
	<u> </u>	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>256,950</u>	<u>-</u>	<u>15,064</u>	<u>75,099</u>	<u>88,212</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	<u>\$ 435,235</u>	<u>\$ 274,507</u>	<u>\$ 16,787</u>	<u>\$ 75,099</u>	<u>\$ 103,447</u>

COUNTY OF BLAIR
 COMBINING BALANCE SHEET (CONTINUED)
 COMBINING GOVERNMENTAL FUNDS
 DECEMBER 31, 2022

	<u>Register & Recorder Fund</u>	<u>Technology Fund</u>	<u>Victim Witness ARD Fund</u>	<u>Total Nonmajor Governmental Funds</u>
Assets				
Cash and Cash Equivalents	\$ 110,530	\$ 144,128	\$ 246,789	\$ 8,442,148
Prepaid Expenses	-	-	-	48,661
Accounts Receivable	3,270	-	1,345	427,303
Leases Receivable	-	-	-	71,079
Due From Other Funds	-	-	-	71,338
Due From Other Governments	-	-	-	907,282
Restricted Cash	-	-	-	7,636,544
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Assets	<u>\$ 113,800</u>	<u>\$ 144,128</u>	<u>\$ 248,134</u>	<u>\$17,604,355</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances				
Accounts Payable and Accrued Expenses	\$ -	\$ -	\$ -	\$ 499,095
Accrued Payroll and Related Liabilities	-	-	-	76,366
Deposits Payable	-	-	-	4,000
Due To Other Funds	-	-	12,693	1,362,841
Due To Other Governmental Units	-	-	-	104,374
Unearned Revenue	-	-	-	380,770
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Liabilities	<u>-</u>	<u>-</u>	<u>12,693</u>	<u>2,427,446</u>
Deferred Inflows of Resources				
Leases	-	-	-	61,395
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>61,395</u>
Fund Balances				
Nonspendable	-	-	-	48,661
Restricted	-	-	-	7,351,815
Assigned	113,800	144,128	235,441	7,770,014
Unassigned	-	-	-	(54,976)
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
Total Fund Balances	<u>113,800</u>	<u>144,128</u>	<u>235,441</u>	<u>15,115,514</u>
Total Liabilities, Deferred Inflows of Resources, and Fund Balances				
	<u>\$ 113,800</u>	<u>\$ 144,128</u>	<u>\$ 248,134</u>	<u>\$17,604,355</u>

COUNTY OF BLAIR
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE (CONTINUED)
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2022

	911 <u>Fund</u>	Act 44/89 <u>Fund</u>	Act 89 VR <u>Fund</u>	Affordable Housing <u>Fund</u>
Revenues				
Interest	\$ 792	\$ 18,291	\$ 39,473	\$ 7,544
Intergovernmental	3,063,773	366,447	595,935	-
Departmental Charges	-	-	-	97,838
Other Revenues	750	-	-	-
	<u>3,065,315</u>	<u>384,738</u>	<u>635,408</u>	<u>105,382</u>
Total Revenues				
Expenditures				
Current				
General Government	-	-	-	-
Judicial	-	-	-	-
Highway	-	154,251	1,815	-
Conservation and Development	-	-	-	-
Juvenile Welfare	-	-	-	-
Public Service	-	-	-	-
Culture and Recreation	-	-	-	-
Corrections	-	-	-	-
Public Safety	3,122,962	-	-	-
Homeless Prevention	-	-	-	-
Housing Rehabilitation	-	-	-	95,312
	<u>3,122,962</u>	<u>154,251</u>	<u>1,815</u>	<u>95,312</u>
Total Current Expenditures				
Capital Outlay	7,250	38,047	24,697	-
	<u>7,250</u>	<u>38,047</u>	<u>24,697</u>	<u>-</u>
Debt Service				
Principal	9,406	-	-	-
Interest	25,973	-	-	-
	<u>35,379</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Debt Service				
Total Expenditures				
	<u>3,165,591</u>	<u>192,298</u>	<u>26,512</u>	<u>95,312</u>
Excess of Revenues Over (Under) Expenditures	<u>(100,276)</u>	<u>192,440</u>	<u>608,896</u>	<u>10,070</u>
Other Financing Sources (Uses):				
Lease Proceeds	7,250	-	-	-
Operating Transfers In	133,759	-	-	-
Operating Transfers (Out)	-	-	-	-
	<u>141,009</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)				
Net Change in Fund Balances	40,733	192,440	608,896	10,070
Fund Balances - Beginning (As Restated, Note 15)	<u>29,848</u>	<u>1,930,002</u>	<u>2,906,400</u>	<u>593,574</u>
Fund Balances - End	<u>\$ 70,581</u>	<u>\$ 2,122,442</u>	<u>\$ 3,515,296</u>	<u>\$ 603,644</u>

COUNTY OF BLAIR
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE (CONTINUED)
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2022

	Airport Loan Reserve Fund	Capital Projects Fund	Capital Reserve Fund	CDBG and ESG Grant Fund	Central Booking Fees Fund
Revenues					
Interest	\$ -	\$ 22,036	\$ 208	\$ 33	\$ 1,756
Intergovernmental	-	-	-	1,098,843	-
Departmental Charges	-	-	-	-	181,092
Other Revenues	-	-	-	2,057	-
	<u>-</u>	<u>22,036</u>	<u>208</u>	<u>1,100,933</u>	<u>182,848</u>
Total Revenues	<u>-</u>	<u>22,036</u>	<u>208</u>	<u>1,100,933</u>	<u>182,848</u>
Expenditures					
Current					
General Government	-	-	-	-	-
Judicial	-	-	-	-	-
Highway	-	-	-	-	-
Conservation and Development	-	-	-	-	-
Juvenile Welfare	-	-	-	-	-
Public Service	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Corrections	-	-	-	-	270,218
Public Safety	-	-	-	-	-
Homeless Prevention	-	-	-	-	-
Housing Rehabilitation	-	-	-	1,153,673	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,153,673</u>	<u>270,218</u>
Total Current Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,153,673</u>	<u>270,218</u>
Capital Outlay	<u>-</u>	<u>40,703</u>	<u>-</u>	<u>-</u>	<u>751</u>
Debt Service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Debt Service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>-</u>	<u>40,703</u>	<u>-</u>	<u>1,153,673</u>	<u>270,969</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>(18,667)</u>	<u>208</u>	<u>(52,740)</u>	<u>(88,121)</u>
Other Financing Sources (Uses):					
Lease Proceeds	-	-	-	-	-
Operating Transfers In	-	-	-	-	-
Operating Transfers (Out)	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>-</u>	<u>(18,667)</u>	<u>208</u>	<u>(52,740)</u>	<u>(88,121)</u>
Fund Balances - Beginning (As Restated, Note 15)	<u>-</u>	<u>1,804,658</u>	<u>64,688</u>	<u>(2,236)</u>	<u>467,874</u>
Fund Balances - End	<u>\$ -</u>	<u>\$ 1,785,991</u>	<u>\$ 64,896</u>	<u>\$ (54,976)</u>	<u>\$ 379,753</u>

COUNTY OF BLAIR
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE (CONTINUED)
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2022

	Clerk of Courts <u>Fund</u>	Coroners Vital Statistics Imp. <u>Fund</u>	Courthouse Preservation <u>Fund</u>	Debt Service <u>Fund</u>	Demolition <u>Fund</u>
Revenues					
Interest	\$ 618	\$ 169	\$ 4	\$ 5,732	\$ 2,196
Intergovernmental	-	16,331	-	-	-
Departmental Charges	11,248	-	-	-	112,815
Other Revenues	-	-	-	-	-
Total Revenues	11,866	16,500	4	5,732	115,011
Expenditures					
Current					
General Government	-	20,940	-	-	-
Judicial	-	-	-	-	-
Highway	-	-	-	-	-
Conservation and Development	-	-	-	-	-
Juvenile Welfare	-	-	-	-	-
Public Service	-	-	-	-	-
Culture and Recreation	-	-	-	-	-
Corrections	-	-	-	-	-
Public Safety	-	-	-	-	-
Homeless Prevention	-	-	-	-	-
Housing Rehabilitation	-	-	-	-	15,250
Total Current Expenditures	-	20,940	-	-	15,250
Capital Outlay	-	-	-	-	-
Debt Service					
Principal	-	-	-	2,207,626	-
Interest	-	-	-	542,579	-
Total Debt Service	-	-	-	2,750,205	-
Total Expenditures	-	20,940	-	2,750,205	15,250
Excess of Revenues Over (Under) Expenditures	11,866	(4,440)	4	(2,744,473)	99,761
Other Financing Sources (Uses):					
Lease Proceeds	-	-	-	-	-
Operating Transfers In	-	-	-	2,839,072	-
Operating Transfers (Out)	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	2,839,072	-
Net Change in Fund Balances	11,866	(4,440)	4	94,599	99,761
Fund Balances - Beginning (As Restated, Note 15)	140,505	39,409	907	167,266	167,335
Fund Balances - End	\$ 152,371	\$ 34,969	\$ 911	\$ 261,865	\$ 267,096

COUNTY OF BLAIR
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE (CONTINUED)
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2022

	Domestic Relations <u>Fund</u>	Drug Court <u>Fund</u>	DUI Specialty Court <u>Fund</u>	Farm Land Protection <u>Fund</u>	Fort Roberdeau <u>Fund</u>
Revenues					
Interest	\$ 9,839	\$ 6	\$ 2	\$ 491	\$ 4,848
Intergovernmental	840,411	10,365	8,321	18,016	105,108
Departmental Charges	-	4,605	1,760	76,891	-
Other Revenues	2,421	-	-	-	126,580
	<u>852,671</u>	<u>14,976</u>	<u>10,083</u>	<u>95,398</u>	<u>236,536</u>
Total Revenues					
Expenditures					
Current					
General Government	-	-	-	-	-
Judicial	1,079,806	-	-	-	-
Highway	-	-	-	-	-
Conservation and Development	-	-	-	-	-
Juvenile Welfare	-	-	-	-	-
Public Service	-	-	-	-	-
Culture and Recreation	-	-	-	112,130	167,916
Corrections	-	15,183	9,818	-	-
Public Safety	-	-	-	-	-
Homeless Prevention	-	-	-	-	-
Housing Rehabilitation	-	-	-	-	-
	<u>1,079,806</u>	<u>15,183</u>	<u>9,818</u>	<u>112,130</u>	<u>167,916</u>
Total Current Expenditures					
Capital Outlay	3,274	-	-	-	170,856
	<u>3,274</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>170,856</u>
Debt Service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Debt Service					
Total Expenditures					
	<u>1,083,080</u>	<u>15,183</u>	<u>9,818</u>	<u>112,130</u>	<u>338,772</u>
Excess of Revenues Over (Under) Expenditures					
	<u>(230,409)</u>	<u>(207)</u>	<u>265</u>	<u>(16,732)</u>	<u>(102,236)</u>
Other Financing Sources (Uses):					
Lease Proceeds	-	-	-	-	-
Operating Transfers In	-	-	-	-	141,225
Operating Transfers (Out)	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>141,225</u>
Total Other Financing Sources (Uses)					
Net Change in Fund Balances					
	(230,409)	(207)	265	(16,732)	38,989
Fund Balances - Beginning (As Restated, Note 15)					
	<u>2,603,477</u>	<u>1,826</u>	<u>694</u>	<u>155,703</u>	<u>(37,536)</u>
Fund Balances - End					
	<u>\$2,373,068</u>	<u>\$ 1,619</u>	<u>\$ 959</u>	<u>\$ 138,971</u>	<u>\$ 1,453</u>

COUNTY OF BLAIR
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE (CONTINUED)
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2022

	Hazardous Emergency Response <u>Fund</u>	Hotel Tax <u>Fund</u>	Juvenile Probation <u>Fund</u>	Liquid Fuel Tax <u>Fund</u>	Marcellus Shale <u>Fund</u>
Revenues					
Interest	\$ 2,805	\$ 2,522	\$ 443	\$ 3,358	\$ 12,443
Intergovernmental	70,170	-	179,943	398,009	2,510,536
Departmental Charges	54,091	1,318,580	5,737	-	-
Other Revenues	-	-	2,394	5	-
	<u>127,066</u>	<u>1,321,102</u>	<u>188,517</u>	<u>401,372</u>	<u>2,522,979</u>
Expenditures					
Current					
General Government	-	-	-	-	-
Judicial	-	-	-	-	-
Highway	-	-	-	133,819	-
Conservation and Development	-	-	-	-	114,894
Juvenile Welfare	-	-	-	-	-
Public Service	-	-	-	-	-
Culture and Recreation	-	1,243,482	-	-	-
Corrections	-	-	180,461	-	-
Public Safety	117,711	-	-	-	-
Homeless Prevention	-	-	-	-	-
Housing Rehabilitation	-	-	-	-	-
	<u>117,711</u>	<u>1,243,482</u>	<u>180,461</u>	<u>133,819</u>	<u>114,894</u>
Total Current Expenditures	<u>117,711</u>	<u>1,243,482</u>	<u>180,461</u>	<u>133,819</u>	<u>114,894</u>
Capital Outlay	<u>1,933</u>	<u>-</u>	<u>-</u>	<u>38,295</u>	<u>2,341,577</u>
Debt Service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Debt Service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>119,644</u>	<u>1,243,482</u>	<u>180,461</u>	<u>172,114</u>	<u>2,456,471</u>
Excess of Revenues Over (Under) Expenditures	<u>7,422</u>	<u>77,620</u>	<u>8,056</u>	<u>229,258</u>	<u>66,508</u>
Other Financing Sources (Uses):					
Lease Proceeds	-	-	-	-	-
Operating Transfers In	-	-	-	-	-
Operating Transfers (Out)	-	(52,801)	-	-	-
	<u>-</u>	<u>(52,801)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>(52,801)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	7,422	24,819	8,056	229,258	66,508
Fund Balances - Beginning (As Restated, Note 15)	<u>305,995</u>	<u>147,267</u>	<u>116,295</u>	<u>712,080</u>	<u>848,211</u>
Fund Balances - End	<u>\$ 313,417</u>	<u>\$ 172,086</u>	<u>\$ 124,351</u>	<u>\$ 941,338</u>	<u>\$ 914,719</u>

COUNTY OF BLAIR
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE (CONTINUED)
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2022

	Offenders Supervision <u>Fund</u>	PHARE Grant <u>Fund</u>	Prothonotary Automation <u>Fund</u>	Records <u>Fund</u>	Recreation <u>Fund</u>
Revenues					
Interest	\$ 1,410	\$ 941	\$ 44	\$ 292	\$ 463
Intergovernmental	440,132	142,501	-	-	10,000
Departmental Charges	273,586	-	19,859	29,176	89,725
Other Revenues	141,496	-	-	-	13,037
	<u>856,624</u>	<u>143,442</u>	<u>19,903</u>	<u>29,468</u>	<u>113,225</u>
Expenditures					
Current					
General Government	-	-	9,390	9,668	-
Judicial	-	-	-	-	-
Highway	-	-	-	-	-
Conservation and Development	-	-	-	-	-
Juvenile Welfare	-	-	-	-	-
Public Service	-	-	-	-	65,035
Culture and Recreation	-	-	-	-	-
Corrections	907,731	-	-	-	-
Public Safety	-	-	-	-	-
Homeless Prevention	-	145,419	-	-	-
Housing Rehabilitation	-	-	-	-	-
	<u>907,731</u>	<u>145,419</u>	<u>9,390</u>	<u>9,668</u>	<u>65,035</u>
Total Current Expenditures	<u>907,731</u>	<u>145,419</u>	<u>9,390</u>	<u>9,668</u>	<u>65,035</u>
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,362</u>	<u>107,364</u>
Debt Service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Debt Service	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>907,731</u>	<u>145,419</u>	<u>9,390</u>	<u>16,030</u>	<u>172,399</u>
Excess of Revenues Over (Under) Expenditures	<u>(51,107)</u>	<u>(1,977)</u>	<u>10,513</u>	<u>13,438</u>	<u>(59,174)</u>
Other Financing Sources (Uses):					
Lease Proceeds	-	-	-	-	-
Operating Transfers In	-	-	-	-	-
Operating Transfers (Out)	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	(51,107)	(1,977)	10,513	13,438	(59,174)
Fund Balances - Beginning (As Restated, Note 15)	<u>308,057</u>	<u>1,977</u>	<u>4,551</u>	<u>61,661</u>	<u>147,386</u>
Fund Balances - End	<u>\$ 256,950</u>	<u>\$ -</u>	<u>\$ 15,064</u>	<u>\$ 75,099</u>	<u>\$ 88,212</u>

COUNTY OF BLAIR
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCE (CONTINUED)
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2022

	Register & Recorder <u>Fund</u>	Technology <u>Fund</u>	Victim Witness ARD <u>Fund</u>	Total Nonmajor Governmental <u>Funds</u>
Revenues				
Interest	\$ 418	\$ -	\$ 2,185	\$ 141,362
Intergovernmental	-	-	-	9,874,841
Departmental Charges	43,764	19,048	22,592	2,362,407
Other Revenues	-	-	-	288,740
	<u>44,182</u>	<u>19,048</u>	<u>24,777</u>	<u>12,667,350</u>
Expenditures				
Current				
General Government	6,869	-	-	46,867
Judicial	-	-	13,318	1,093,124
Highway	-	-	-	289,885
Conservation and Development	-	-	-	114,894
Juvenile Welfare	-	-	-	-
Public Service	-	-	-	65,035
Culture and Recreation	-	-	-	1,523,528
Corrections	-	-	-	1,383,411
Public Safety	-	-	-	3,240,673
Homeless Prevention	-	-	-	145,419
Housing Rehabilitation	-	-	-	1,264,235
	<u>6,869</u>	<u>-</u>	<u>13,318</u>	<u>9,167,071</u>
Total Current Expenditures	<u>6,869</u>	<u>-</u>	<u>13,318</u>	<u>9,167,071</u>
Capital Outlay	-	-	-	2,781,109
	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,781,109</u>
Debt Service				
Principal	-	-	-	2,217,032
Interest	-	-	-	568,552
	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,785,584</u>
Total Debt Service	<u>-</u>	<u>-</u>	<u>-</u>	<u>2,785,584</u>
Total Expenditures	<u>6,869</u>	<u>-</u>	<u>13,318</u>	<u>14,733,764</u>
Excess of Revenues Over (Under) Expenditures	<u>37,313</u>	<u>19,048</u>	<u>11,459</u>	<u>(2,066,414)</u>
Other Financing Sources (Uses):				
Lease Proceeds	-	-	-	7,250
Operating Transfers In	-	-	-	3,114,056
Operating Transfers (Out)	-	-	-	(52,801)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>(52,801)</u>
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,068,505</u>
Net Change in Fund Balances	37,313	19,048	11,459	1,002,091
Fund Balances - Beginning (As Restated, Note 15)	<u>76,487</u>	<u>125,080</u>	<u>223,982</u>	<u>14,113,423</u>
Fund Balances - End	<u>\$ 113,800</u>	<u>\$ 144,128</u>	<u>\$ 235,441</u>	<u>\$ 15,115,514</u>

COUNTY OF BLAIR
 COMBINING STATEMENT OF NET POSITION (CONTINUED)
 CUSTODIAL FUNDS
 DECEMBER 31, 2022

	<u>Children, Youth, and Families</u>	<u>Costs and Fines Office</u>	<u>Domestic Relations</u>	<u>Employee Wellness</u>
Assets				
Cash and Cash Equivalents	\$ 96,933	\$ 240,732	\$ 3,442	\$ 17,199
Taxes Receivable	-	-	-	-
Total Assets	<u>\$ 96,933</u>	<u>\$ 240,732</u>	<u>\$ 3,442</u>	<u>\$ 17,199</u>
Liabilities				
Accounts Payable	\$ 5,290	\$ 77,442	\$ -	\$ 809
Due To Other Governments	-	163,290	-	-
Other Liabilities	91,643	-	3,442	16,390
Total Liabilities	<u>\$ 96,933</u>	<u>\$ 240,732</u>	<u>\$ 3,442</u>	<u>\$ 17,199</u>

COUNTY OF BLAIR
 COMBINING STATEMENT OF NET POSITION (CONTINUED)
 CUSTODIAL FUNDS
 DECEMBER 31, 2022

	<u>Juvenile Probation Restitution</u>	<u>Prison Accounts</u>	<u>Prothonotary's Office</u>	<u>Register & Recorder's Office</u>
Assets				
Cash and Cash Equivalents	\$ 37,860	\$ 207,607	\$ 825,720	\$ 467,180
Taxes Receivable	-	-	-	-
Total Assets	<u>\$ 37,860</u>	<u>\$ 207,607</u>	<u>\$ 825,720</u>	<u>\$ 467,180</u>
Liabilities				
Accounts Payable	\$ -	\$ 65,491	\$ 33,081	\$ 82,684
Due To Other Governments	-	-	792,639	384,496
Other Liabilities	<u>37,860</u>	<u>142,116</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>\$ 37,860</u>	<u>\$ 207,607</u>	<u>\$ 825,720</u>	<u>\$ 467,180</u>

COUNTY OF BLAIR
 COMBINING STATEMENT OF NET POSITION (CONTINUED)
 CUSTODIAL FUNDS
 DECEMBER 31, 2022

	<u>Sheriff's Office</u>	<u>Tax Claim Bureau</u>	<u>Treasurer's Office</u>	<u>Total Custodial Funds</u>
Assets				
Cash and Cash Equivalents	\$ 224,972	\$ 902,317	\$ 19,428	\$ 3,043,390
Taxes Receivable	-	7,016,240	-	7,016,240
	<hr/>	<hr/>	<hr/>	<hr/>
Total Assets	<u>\$ 224,972</u>	<u>\$ 7,918,557</u>	<u>\$ 19,428</u>	<u>\$10,059,630</u>
Liabilities				
Accounts Payable	\$ 32,686	\$ 2,813,198	\$ 3,580	\$ 3,114,261
Due To Other Governments	192,286	4,802,184	15,848	6,350,743
Other Liabilities	-	303,175	-	594,626
	<hr/>	<hr/>	<hr/>	<hr/>
Total Liabilities	<u>\$ 224,972</u>	<u>\$ 7,918,557</u>	<u>\$ 19,428</u>	<u>\$10,059,630</u>

COUNTY OF BLAIR
 COMBINING STATEMENT OF CHANGES IN NET POSITION (CONTINUED)
 CUSTODIAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Children, Youth, and Families</u>	<u>Costs and Fines Office</u>	<u>Domestic Relations</u>	<u>Employee Wellness</u>
Additions				
Contributions:				
Gifts	\$ 27,280	\$ -	\$ 177,287	\$ 3,839
Other Income:				
Collections for Other Governments	-	2,827,044	-	-
Collections for Other Third-Parties	-	-	-	-
	<u>-</u>	<u>2,827,044</u>	<u>-</u>	<u>-</u>
Total Other Income	<u>-</u>	<u>2,827,044</u>	<u>-</u>	<u>-</u>
Total Additions	<u>27,280</u>	<u>2,827,044</u>	<u>177,287</u>	<u>3,839</u>
Deductions				
Payments to Gift Recipients	27,280	-	177,287	3,839
Payments to Other Governments	-	2,827,044	-	-
Payments to Other Third-Parties	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Deductions	<u>27,280</u>	<u>2,827,044</u>	<u>177,287</u>	<u>3,839</u>
Net Increase (Decrease) in Net Position	-	-	-	-
Fund Balances - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - End	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

COUNTY OF BLAIR
 COMBINING STATEMENT OF CHANGES IN NET POSITION (CONTINUED)
 CUSTODIAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Juvenile Probation Restitution</u>	<u>Prison Accounts</u>	<u>Prothonotary's Office</u>	<u>Register & Recorder's Office</u>
Additions				
Contributions:				
Gifts	\$ -	\$ -	\$ -	\$ -
Other Income:				
Collections for Other Governments	-	-	1,216,061	11,630,267
Collections for Other Third-Parties	<u>2,150</u>	<u>912,869</u>	<u>-</u>	<u>-</u>
Total Other Income	<u>2,150</u>	<u>912,869</u>	<u>1,216,061</u>	<u>11,630,267</u>
Total Additions	<u>2,150</u>	<u>912,869</u>	<u>1,216,061</u>	<u>11,630,267</u>
Deductions				
Payments to Gift Recipients	-	-	-	-
Payments to Other Governments	-	-	1,216,061	11,630,267
Payments to Other Third-Parties	<u>2,150</u>	<u>912,869</u>	<u>-</u>	<u>-</u>
Total Deductions	<u>2,150</u>	<u>912,869</u>	<u>1,216,061</u>	<u>11,630,267</u>
Net Increase (Decrease) in Net Position	-	-	-	-
Fund Balances - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - End	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>

COUNTY OF BLAIR
 COMBINING STATEMENT OF CHANGES IN NET POSITION (CONTINUED)
 CUSTODIAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2022

	<u>Sheriff's Office</u>	<u>Tax Claim Bureau</u>	<u>Treasurer's Office</u>	<u>Total Custodial Funds</u>
Additions				
Contributions:				
Gifts	\$ -	\$ -	\$ -	\$ 208,406
Other Income:				
Collections for Other Governments	-	6,238,461	157,812	22,069,645
Collections for Other Third-Parties	<u>757,613</u>	<u>-</u>	<u>-</u>	<u>1,672,632</u>
Total Other Income	<u>757,613</u>	<u>6,238,461</u>	<u>157,812</u>	<u>23,742,277</u>
Total Additions	<u>757,613</u>	<u>6,238,461</u>	<u>157,812</u>	<u>23,950,683</u>
Deductions				
Payments to Gift Recipients	-	-	-	208,406
Payments to Other Governments	-	6,238,461	157,812	22,069,645
Payments to Other Third-Parties	<u>757,613</u>	<u>-</u>	<u>-</u>	<u>1,672,632</u>
Total Deductions	<u>757,613</u>	<u>6,238,461</u>	<u>157,812</u>	<u>23,950,683</u>
Net Increase (Decrease) in Net Position	-	-	-	-
Fund Balances - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - End	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>