

**FINANCIAL REPORT OF THE  
COUNTY OF BLAIR  
BLAIR COUNTY, PENNSYLVANIA**

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**FOR THE YEAR ENDED DECEMBER 31, 2016**

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**INDEPENDENT AUDITOR'S REPORT**

Board of Commissioners  
County of Blair  
Court House  
423 Allegheny Street, Suite 441  
Hollidaysburg, PA 16648-2022

**Report on the Financial Statements**

We have audited the accompanying 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, 2016, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the contents.

**Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes 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.

**Auditor's Responsibility**

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

**INDEPENDENT AUDITOR'S REPORT  
(CONTINUED)**

**Basis for Adverse Opinion on Governmental Activities**

As discussed in Note 1 to the financial statements, management has not recorded certain general infrastructure assets in governmental activities and, accordingly, has not recorded depreciation expense on those assets. Accounting principles generally accepted in the United States of America require that those general infrastructure assets be capitalized and depreciated, which would increase the assets, net position, and expenses of the governmental activities. The amount by which this departure would affect the assets, net position, and expenses of the governmental activities has not been determined.

**Adverse Opinion**

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on Governmental Activities" paragraph, the financial statements referred to above do not present fairly the financial position of the governmental activities of the County of Blair, as of December 31, 2016, or the changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

**Unmodified Opinions**

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the County of Blair, as of December 31, 2016, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with the accounting principles generally accepted in the United States of America.

**Other Matters**

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 4 through 14, defined benefit pension plan information on pages 60 through 62, defined benefit postemployment healthcare plan information on page 63, and budgetary comparison information on pages 64 through 70, be presented to supplement the basic financial statements. Such information, 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 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.

*Other 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 fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

**INDEPENDENT AUDITOR'S REPORT  
(CONTINUED)**

**Other Matters (Continued)**

*Other Information (Continued)*

The combining nonmajor fund financial statements are the responsibility of management and were derived from and relate 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 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 June 16, 2017, 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 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 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 County of Blair's internal control over financial reporting and compliance.

*Young, Beckler, Brown & Company, P.C.*

**COUNTY OF BLAIR  
MANAGEMENT'S DISCUSSION AND ANALYSIS**

The Management Discussion and Analysis section of the County of Blair's annual financial report provides an overall review of the County's financial activities for the year ended December 31, 2016. Please read this section in conjunction with the County's financial statements, which immediately follow this section. The accompanying financial statements have been prepared in accordance with GASB Statement Number 34 and present both government-wide and fund financial statements using the accrual basis of accounting.

**FINANCIAL HIGHLIGHTS**

- Assets for Governmental Activities totaled \$62,383,750 of which 58% represents net capital assets.

The total Governmental Activities revenue for the County totaled \$62,985,887.

The total Governmental Activities expenses totaled \$66,916,495.

Of the \$66,916,495 of Governmental Activities expenses, \$5,295,492 was financed by departmental charges, and \$30,366,567 was financed by government grants and contributions.

- Long Term Debt  
The County increased its outstanding long-term debt in the amount of \$354,224.
- The County's real estate tax levy for 2016 was 30.0 mills for general purposes, 4.164 mills for debt purposes, .225 mills for libraries, and .225 mills for parks and recreation bringing the total millage assessed for 2016 to 34.614 mills.

## OVERVIEW OF THE FINANCIAL STATEMENTS

This annual report consists of four parts: management's discussion and analysis (this section), the basic financial statements, required supplementary information, and supplementary information. The basic financial statements include two kinds of statements that present different views of the County:

- The first two statements are county-wide financial statements that provide both short-term and long-term information about the County's overall financial status.
- The remaining statements are fund financial statements that focus on the individual parts of the County, and reporting the County's operations in more detail than the county-wide statements.
- The governmental funds statements tell how basic services such as Social Services, Judicial Services, Corrections, and 911 Center were financed in the short term as well as what remains for future spending.
- Fiduciary funds statements provide information about the financial relationships in which the county acts solely as a trustee or agent for the benefit of others.

The financial statements also include notes that explain the information in the statements and provide more detailed data. The statements are followed by a section of required supplementary information that further explains and supports the financial statements with a comparison of the County's budget for the year. The required supplementary information is followed by the supplementary information that details the non-major governmental funds and the agency funds.

## COUNTY-WIDE STATEMENTS

The County-wide 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 of the County's assets, outflows of resources, net of the inflows of resources, and liabilities. All of the current year's revenues and expenses are accounted for in the statement of activities regardless of when cash is received or paid.

The two County-wide statements report the County's net position and how it has changed. Net position, which is the County's assets less inflows of resources and liabilities, is one way to measure the County's financial health or position.

- Over time, increases or decreases in the County's net position are an indicator of whether its financial position is improving or deteriorating, respectively.
- To assess the County's overall health, you need to consider additional non-financial factors such as changes in the County's property tax base and the condition of buildings and other facilities.

In the County-wide financial statements, the County's activities are shown in the following category.

- Governmental activities: The County's services are included here, such as Social Services, Economic Development Services, Highway Services, Domestic Relations Services, Judicial Services, the Correction Facility, and 911 Operations.

## FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the County's funds, focusing on its most significant or "major" funds - not the County as a whole. Funds are accounting devices the County uses to keep track of specific sources of funding and spending on particular programs:

- Some funds are required by state law and by bond covenants.
- The County establishes other funds to control and manage money for particular purposes (such as repaying its long-term debts) or to show that it is properly using certain revenues (such as federal grants).

The County has two kinds of funds:

- Governmental funds: The County's basic services are included in governmental funds which generally focus on (1) how cash and other financial assets can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the governmental funds statements provide a detailed short-term view that helps you determine whether there are more or less financial resources that can be spent in the near future to finance the County's programs. Because this information does not encompass the additional long-term focus of the County-wide statements, additional information following the governmental funds statements explain the relationship (or differences) between them.
- Fiduciary funds: The County is the trustee, or fiduciary, for assets that belong to others, such as the Retirement Fund, Register & Recorder's Office, Prothonotary's Office, Sheriff's Office and Tax Claim Office. The County is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those whom the assets belong. The County excludes these activities from the County-wide financial statements because it cannot use these assets to finance its operations.

### **COUNTY AS A WHOLE**

The County's combined net position was a deficit of (\$55,375,165) on December 31, 2016, which was a decrease of \$3,930,608 from 2015. (See Figure 1) Overall the County's financial position was stable, but without regular monitoring of the financial condition in addition to long range planning, the County's financial position will deteriorate. While 2016 has seen some improvement, but diligent and regular observation will be required.

## CONDENSED STATEMENT OF NET POSITION

Figure 1

|  | <u>Governmental<br/>Activities<br/>2016</u> | <u>Governmental<br/>Activities<br/>2015</u> |
|--|---|---|
| <b><u>ASSETS</u></b>                         |   |   |
| Current and Other Assets                     | \$ 26,507,852                               | \$ 36,397,313                               |
| Capital Assets                               | <u>35,875,898</u>                           | <u>33,957,333</u>                           |
| Total Assets                                 | \$ 62,383,750                               | \$ 70,354,646                               |
| <b><u>DEFERRED OUTFLOWS OF RESOURCES</u></b> |   |   |
| Defined Benefit Pension Plan                 | \$ 3,447,452                                | \$ 2,552,130                                |
| <b><u>LIABILITIES</u></b>                    |   |   |
| Long-term Obligations                        | \$114,132,411                               | \$111,493,927                               |
| Other Liabilities                            | <u>6,358,020</u>                            | <u>12,079,986</u>                           |
| Total Liabilities                            | \$120,490,431                               | \$123,573,913                               |
| <b><u>DEFERRED INFLOWS OF RESOURCES</u></b>  |   |   |
| Deferred - Bond Premium                      | <u>\$ 715,936</u>                           | <u>\$ 777,420</u>                           |
| <b><u>NET POSITION</u></b>                   |   |   |
| Net Investment in<br>Capital Assets          | \$ 12,094,152                               | \$ 13,350,513                               |
| Restricted                                   | 4,828,531                                   | 8,390,318                                   |
| Unrestricted (Deficit)                       | <u>(72,297,848)</u>                         | <u>(73,185,388)</u>                         |
| Total Net Position                           | <u>(\$ 55,375,165)</u>                      | <u>(\$ 51,444,557)</u>                      |

Revenues for the County in 2016 totaled \$62,985,887 (See Figure 2). A breakdown by percentage is as follows:

- General Revenue 43%
- Program Revenue 57%

Program Revenues are comprised of charges for services and operating grants and contributions. General Revenues represent taxes levied by the County, unrestricted subsidies and grants, earnings from investments, sale of property and supplies, and rental income.

### **CAPITAL ASSETS AND DEBT ADMINISTRATION**

As of December 31, 2016, the County had a net capital asset value of \$35,875,898 which included land, buildings, machinery and equipment. (See Figure 3) Total depreciation expense for the year totaled \$2,815,277.

### **LONG-TERM DEBT**

At year-end, the County had long-term bond obligations of \$114,132,411 of which \$88,948,301 is related to the County's net pension liability. Payments made on debt service for the year for principal and interest were \$2,279,770 and \$946,917 respectively.

## CHANGES IN NET POSITION

**Figure 2**

|  | <u>Governmental<br/>Activities<br/>2016</u> | <u>Governmental<br/>Activities<br/>2015</u> |
|--|---|---|
| <b>Revenues</b>                        |   |   |
| Program Revenues                       |   |   |
| Charges for Services                   | \$ 5,295,492                                | \$ 5,602,592                                |
| Grants & Contributions                 | 30,366,567                                  | 25,507,594                                  |
| General Revenues                       |   |   |
| Property Taxes                         | 26,198,436                                  | 24,502,880                                  |
| Other                                  | <u>1,125,392</u>                            | <u>690,567</u>                              |
| <b>Total Revenues</b>                  | <b>\$ 62,985,887</b>                        | <b>\$ 56,303,633</b>                        |
| <b>Expenses</b>                        |   |   |
| Administrative                         | \$ 6,382,617                                | \$ 5,413,640                                |
| Adult Welfare                          | 1,155,423                                   | 1,013,425                                   |
| Conservation and Development           | 250,298                                     | 201,670                                     |
| Corrections                            | 9,668,182                                   | 9,013,332                                   |
| Culture and Recreation                 | 1,240,928                                   | 883,848                                     |
| Health and Hospitals                   | 11,149,418                                  | 8,970,581                                   |
| Highway                                | 994,872                                     | 856,609                                     |
| Housing Rehabilitation                 | 139,772                                     | 202,466                                     |
| Homeless Prevention                    | 62,451                                      | 173,638                                     |
| Interest on Long-Term Debt             | 838,742                                     | 1,116,573                                   |
| Judicial                               | 7,115,216                                   | 6,967,920                                   |
| Juvenile Welfare                       | 12,853,639                                  | 11,055,680                                  |
| Other Expenditures                     | 11,899,490                                  | 12,010,925                                  |
| Public Service                         | 338,021                                     | 217,133                                     |
| Public Safety                          | <u>2,827,426</u>                            | <u>1,956,307</u>                            |
| <b>Total Expenses</b>                  | <b>\$ 66,916,495</b>                        | <b>\$ 60,053,747</b>                        |
| Increase (Decrease) in Net<br>Position | \$ (3,930,608)                              | \$ (3,750,114)                              |
| Net Position - Beginning               | \$ (51,444,557)                             | \$ 27,883,618                               |
| Prior Period Adjustment                | <u>\$ -0-</u>                               | <u>\$ (75,578,061)</u>                      |
| Net Position - Beginning (Restated)    | <u>\$ -0-</u>                               | <u>\$ (47,694,443)</u>                      |
| Net Position - Ending                  | <u><u>\$ (55,375,165)</u></u>               | <u><u>\$ (51,444,557)</u></u>               |

**Note:**

The Prior Period Adjustment of \$75,578,061 was related to the implementation of first time reporting of the County's Net Pension Liability because of GASB #68.

## GOVERNMENTAL ACTIVITIES

Expenses for the County's governmental activities totaled \$66,916,495. Program revenues reduced the net expenses to \$31,254,436. Program revenues are as follows:

- Charges for Services \$ 5,295,492
- Operating Grants & Contributions \$30,366,567

The major source that produced general revenue is local tax collections which total \$26,198,436.

## FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS

The budgeted component of the General Fund experienced an operating loss of (\$3,012,730). The governmental funds had total revenues of \$62,983,901 and total expenditures of \$69,484,914. The General Fund's balance as shown on Pages 17 and 19 of the Financial Report is comprised of the following:

|                           |                  |
|---------------------------|------------------|
| Nonspendable Fund Balance | \$ 71,740        |
| Committed Fund Balance    | 3,310,417        |
| Assigned Fund Balance     | 4,541,800        |
| Unassigned Fund Balance   | <u>1,125,445</u> |
| Total                     | \$ 9,049,402     |

## **GENERAL FUND BUDGETARY HIGHLIGHTS**

The County's General Fund budget is prepared on the accrual basis of accounting. The final budget expenditures totaled \$46,997,082 which reflects no change from the original budget.

### **Fringe Benefits**

The actual expenses for employee benefits are approximately \$9,155,907 because the General Fund is being reimbursed for part of the fringe benefits that were budgeted.

### **Budget Variance Analysis**

An analysis of variations between original and final budget amounts and between final budget amounts and actual budget results for the general fund showed little variance, with a few exceptions. Other Revenue Receipts showed an increase of \$172,819 or approximately 18%. This is due primarily to Clean and Green application fees. Administrative Costs saw a reduction of \$817,593 or 21%. Some of this was due to accurate reporting and some was due to a reduction in staff. All other areas of the budget saw only minimal variances.

## CAPITAL ASSETS (NET OF DEPRECIATION)

**Figure 3**

|                                      | <u>Governmental<br/>Activities<br/>2016</u> | <u>Governmental<br/>Activities<br/>2015</u> |
|--------------------------------------|---|---|
| Land and Improvements                | \$ 298,622                                  | \$ 298,622                                  |
| Artifacts                            | 70,000                                      | 70,000                                      |
| Construction in Progress             | 6,378,743                                   | 4,549,591                                   |
| Buildings                            | 41,751,795                                  | 39,647,143                                  |
| Machinery and Equipment              | 21,098,894                                  | 20,697,752                                  |
| Improvements Other Than<br>Buildings | <u>2,125,170</u>                            | <u>2,044,594</u>                            |
| <b>Total</b>                         | <b>\$ 71,723,224</b>                        | <b>\$ 67,307,702</b>                        |
| Accumulated Depreciation             | <u>(35,847,326)</u>                         | <u>(33,350,369)</u>                         |
| Net Capital Assets                   | <u><u>\$ 35,875,898</u></u>                 | <u><u>\$ 33,957,333</u></u>                 |

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

- The unemployment rate for the County of Blair is currently 4.9 percent, which is down from a year ago. This compares favorably to the state's average unemployment rate which increased to 5.6 percent, and unfavorably to the national average rate of 4.7 percent which is unchanged.
- Inflationary trends in the region compare favorably to the national indices.

All of these factors were considered in preparing the County of Blair's budget for the 2016 calendar year.

During the current calendar year, the unassigned fund balance in the General Fund decreased by \$5,114,986.

## **REQUEST FOR ADDITIONAL INFORMATION**

This Financial Report is designed to provide a general overview of the County of Blair's finances for all those with an interest in the government's finances.

Questions concerning any of the information provided in this Report or request for additional financial information should be addressed to the Controller's Office, County of Blair, 423 Allegheny Street, Suite 141, Hollidaysburg, PA 16648; and the component unit should be addressed to Altoona-Blair County Airport Manager, 310 Airport Drive, Suite 310, Martinsburg, PA 16662.

**COUNTY OF BLAIR  
STATEMENT OF NET POSITION  
DECEMBER 31, 2016**

|   | <u>Primary<br/>Government</u>      | <u>Component<br/>Unit</u>                     |
|---|------------------------------------|---|
|   | <u>Governmental<br/>Activities</u> | <u>Blair County<br/>Airport<br/>Authority</u> |
| <b><u>Assets</u></b>                            |                                    |   |
| Cash and Cash Equivalents                       | \$ 12,666,974                      | \$ 109,331                                    |
| Investments                                     | 4,341,464                          | 0   |
| Prepaid Expenses                                | 205,637                            | 14,036  |
| Accounts Receivable                             | 165,696                            | 24,485  |
| Taxes Receivable                                | 3,693,440                          | 0   |
| Due from Other Governmental Units               | 5,374,501                          | 137,155                                       |
| Due from Component Unit                         | 60,140                             | 0   |
| Capital Assets Not Being Depreciated:           |                                    |   |
| Land  | 298,622                            | 3,595,148                                     |
| Artifacts                                       | 70,000                             | 0   |
| Construction in Progress                        | 6,378,743                          | 941,617                                       |
| Capital Assets, Net of Accumulated Depreciation | <u>29,128,533</u>                  | <u>12,859,827</u>                             |
| <b>Total Assets</b>                             | <b>\$ 62,383,750</b>               | <b>\$17,681,599</b>                           |
| <br>  |                                    |   |
| <b><u>Deferred Outflow of Resources</u></b>     |                                    |   |
| Defined Benefit Pension Plan                    | \$ 3,447,452                       | \$ 0  |
| <br>  |                                    |   |
| <b><u>Liabilities</u></b>                       |                                    |   |
| Accounts Payable                                | \$ 5,129,728                       | \$ 123,608                                    |
| Deposits Payable                                | 2,000                              | 0   |
| Due to Other Governments                        | 54,844                             | 0   |
| Due to Primary Government                       | 0                                  | 45,867  |
| Accrued Payroll                                 | 554,628                            | 15,324  |
| Unearned Revenue                                | 406,281                            | 51,265  |
| Accrued Interest                                | 210,539                            | 0   |
| Current Portion of Long-Term Obligations        | 1,471,858                          | 156,498                                       |
| Noncurrent Portion of Long-Term Obligations     | <u>112,660,553</u>                 | <u>367,735</u>                                |
| <b>Total Liabilities</b>                        | <b>\$120,490,431</b>               | <b>\$ 760,297</b>                             |
| <br>  |                                    |   |
| <b><u>Deferred Inflow of Resources</u></b>      |                                    |   |
| Deferred - Bond Premium                         | \$ 715,936                         | \$ 0  |
| <br>  |                                    |   |
| <b><u>Net Position</u></b>                      |                                    |   |
| Net Investment in Capital Assets                | \$ 12,094,152                      | \$16,971,993                                  |
| Restricted                                      | 4,828,531                          | 50,057  |
| Unrestricted (Deficit)                          | ( <u>72,297,848</u> )              | ( <u>100,748</u> )                            |
| <b>Total Net Position</b>                       | <b>( \$ 55,375,165 )</b>           | <b>\$16,921,302</b>                           |

See Accompanying Notes and Independent Auditor's Report

**COUNTY OF BLAIR  
STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2016**

| <u>Functions/Programs</u>                         | <u>Direct<br/>Expenses</u> | <u>Indirect<br/>Expense<br/>Allocation</u> |
|---|----------------------------|--|
| <u>Primary Government</u>                         |                            |  |
| <u>Government Activities</u>                      |                            |  |
| General Government                                | \$ 6,588,890               | (\$206,273)                                |
| Judicial  | 7,009,228                  | 105,988                                    |
| Highway   | 950,949                    | 43,923                                     |
| Health and Hospitals                              | 11,093,056                 | 56,362                                     |
| Conservation and Development                      | 250,298                    | 0  |
| Juvenile Welfare                                  | 12,853,639                 | 0  |
| Public Service                                    | 338,021                    | 0  |
| Culture and Recreation                            | 1,240,928                  | 0  |
| Corrections                                       | 9,668,182                  | 0  |
| Public Safety                                     | 2,827,426                  | 0  |
| Homeless Prevention                               | 62,451                     | 0  |
| Housing Rehabilitation                            | 139,772                    | 0  |
| Adult Welfare                                     | 1,155,423                  | 0  |
| Interest on Long-Term Debt                        | 838,742                    | 0  |
| Other Expenditures                                | <u>11,899,490</u>          | <u>0</u>                                   |
| <br>Total Governmental Activities                 | <br>\$66,916,495           | <br>\$ 0                                   |
| <br>Total Primary Government                      | <br><u>\$66,916,495</u>    | <br><u>\$ 0</u>                            |
| <u>Component Unit</u>                             |                            |  |
| Blair County Airport Authority                    | <u>\$ 1,487,442</u>        | <u>\$ 0</u>                                |
| <u>General Revenues</u>                           |                            |  |
| Real Estate Taxes and<br>Payment in Lieu of Taxes |                            |  |
| Investment Earnings                               |                            |  |
| Gain on the Sale of Capital Assets                |                            |  |
| Other   |                            |  |
| <br>Total General Revenues                        |                            |  |
| <br>Change in Net Position                        |                            |  |

Net Position - Beginning

Net Position - Ending

See Accompanying Notes and Independent Auditor's Report

**COUNTY OF BLAIR  
STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2016**

| <u>Charges for Services</u> | -----<br><u>Program Revenues</u><br>----- | <u>Capital Grants and Contributions</u> | <u>Net (Expense) Revenue and Changes in Net Position</u> | <u>Primary Government</u>      | <u>Component Unit</u>                 |
|-----------------------------|---|---|--|--------------------------------|---------------------------------------|
|                             | <u>Operating Grants and Contributions</u> |   |  | <u>Governmental Activities</u> | <u>Blair County Airport Authority</u> |
| \$ 234,630                  | \$ 308,570                                | \$ 0                                    |  | (\$ 5,839,417)                 | \$ 0                                  |
| 3,019,442                   | 1,635,183                                 | 0                                       |  | ( 2,460,591)                   | 0                                     |
| 0                           | 1,372,404                                 | 0                                       |  | 377,532                        | 0                                     |
| 0                           | 10,678,931                                | 0                                       |  | ( 470,487)                     | 0                                     |
| 0                           | 341,884                                   | 0                                       |  | 91,586                         | 0                                     |
| 127,268                     | 11,406,852                                | 0                                       |  | ( 1,319,519)                   | 0                                     |
| 0                           | 0   | 0                                       |  | ( 338,021)                     | 0                                     |
| 726,841                     | 0   | 0                                       |  | ( 514,087)                     | 0                                     |
| 1,017,919                   | 692,700                                   | 0                                       |  | ( 7,957,563)                   | 0                                     |
| 61,120                      | 2,433,829                                 | 0                                       |  | ( 332,477)                     | 0                                     |
| 0                           | 72,451                                    | 0                                       |  | 10,000                         | 0                                     |
| 108,272                     | 297,313                                   | 0                                       |  | 265,813                        | 0                                     |
| 0                           | 1,126,450                                 | 0                                       |  | ( 28,973)                      | 0                                     |
| 0                           | 0   | 0                                       |  | ( 838,742)                     | 0                                     |
| 0                           | 0   | 0                                       |  | ( 11,899,490)                  | 0                                     |
| \$5,295,492                 | \$30,366,567                              | \$ 0                                    |  | (\$31,254,436)                 | \$ 0                                  |
| \$5,295,492                 | \$30,366,567                              | \$ 0                                    |  | (\$31,254,436)                 | \$ 0                                  |
| \$ 538,249                  | \$ 18,080                                 | \$ 63,820                               |  | \$ 0                           | (\$ 867,293)                          |
|                             |   |   |  | \$26,198,436                   | \$ 0                                  |
|                             |   |   |  | 89,980                         | 0                                     |
|                             |   |   |  | 1,986                          | 0                                     |
|                             |   |   |  | 1,033,426                      | 69,221                                |
|                             |   |   |  | \$27,323,828                   | \$ 69,221                             |
|                             |   |   |  | (\$ 3,930,608)                 | (\$ 798,072)                          |
|                             |   |   |  | (\$51,444,557)                 | \$17,719,374                          |
|                             |   |   |  | (\$55,375,165)                 | \$16,921,302                          |

See Accompanying Notes and Independent Auditor's Report

**COUNTY OF BLAIR  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2016**

|  | <u>General<br/>Fund</u> | <u>Social<br/>Services<br/>Fund</u> | <u>Nonmajor<br/>Governmental<br/>Funds</u> | <u>Total<br/>Governmental<br/>Funds</u> |
|--|-------------------------|-------------------------------------|--|---|
| <b><u>ASSETS</u></b>                           |                         |                                     |  |   |
| Cash and Cash Equivalents                      | \$ 2,612,769            | \$ 869,280                          | \$ 9,184,925                               | \$12,666,974                            |
| Investments                                    | 4,341,464               | 0                                   | 0  | 4,341,464                               |
| Prepaid Expense                                | 71,740                  | 0                                   | 133,897                                    | 205,637                                 |
| Accounts Receivable                            | 21,250                  | 0                                   | 144,446                                    | 165,696                                 |
| Taxes Receivable                               | 458,295                 | 0                                   | 0  | 458,295                                 |
| Due from Other Funds                           | 3,944,714               | 73,349                              | 124,218                                    | 4,142,281                               |
| Due from Other Governmental Units              | 3,940,887               | 240,280                             | 1,193,334                                  | 5,374,501                               |
| Due from Component Unit                        | <u>0</u>                | <u>0</u>                            | <u>60,140</u>                              | <u>60,140</u>                           |
| <b>TOTAL ASSETS</b>                            | <b>\$15,391,119</b>     | <b>\$1,182,909</b>                  | <b>\$10,840,960</b>                        | <b>\$27,414,988</b>                     |
| <b><u>LIABILITIES AND FUND BALANCES</u></b>    |                         |                                     |  |   |
| <b><u>Liabilities</u></b>                      |                         |                                     |  |   |
| Accounts Payable and Accrued Expenses          | \$ 3,694,612            | \$ 774,526                          | \$ 868,476                                 | \$ 5,337,614                            |
| Deposits Payable                               | 0                       | 0                                   | 2,000                                      | 2,000                                   |
| Due to Other Governmental Units                | 0                       | 0                                   | 54,844                                     | 54,844                                  |
| Due to Other Funds                             | 62,444                  | 1,897                               | 942,397                                    | 1,006,738                               |
| Unearned Revenue                               | <u>2,584,661</u>        | <u>397,611</u>                      | <u>8,670</u>                               | <u>2,990,942</u>                        |
| <b>Total Liabilities</b>                       | <b>\$ 6,341,717</b>     | <b>\$1,174,034</b>                  | <b>\$ 1,876,387</b>                        | <b>\$ 9,392,138</b>                     |
| <b><u>Fund Balances</u></b>                    |                         |                                     |  |   |
| Nonspendable                                   | \$ 71,740               | \$ 0                                | \$ 133,897                                 | \$ 205,637                              |
| Restricted                                     | 0                       | 0                                   | 4,828,531                                  | 4,828,531                               |
| Committed                                      | 3,310,417               | 0                                   | 100,000                                    | 3,410,417                               |
| Assigned                                       | 4,541,800               | 8,875                               | 3,401,972                                  | 7,952,647                               |
| Unassigned                                     | <u>1,125,445</u>        | <u>0</u>                            | <u>500,173</u>                             | <u>1,625,618</u>                        |
| <b>Total Fund Balances</b>                     | <b>\$ 9,049,402</b>     | <b>\$ 8,875</b>                     | <b>\$ 8,964,573</b>                        | <b>\$18,022,850</b>                     |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCES</b> | <b>\$15,391,119</b>     | <b>\$1,182,909</b>                  | <b>\$10,840,960</b>                        | <b>\$27,414,988</b>                     |

See Accompanying Notes and Independent Auditor's Report

**COUNTY OF BLAIR  
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET  
WITH THE STATEMENT OF NET POSITION  
DECEMBER 31, 2016**

Total Fund Balances - Governmental Funds \$18,022,850

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources, and, therefore, are not reported as assets in governmental funds.

|                          |                       |            |
|--------------------------|-----------------------|------------|
| Cost of Capital Assets   | \$71,723,223          |            |
| Accumulated Depreciation | ( <u>35,847,325</u> ) | 35,875,898 |

|   |           |
|---|-----------|
| Taxes receivable that are not expected to be received within 60 days of year end, therefore, they are shown as deferred revenue in the fund statements. | 2,684,263 |
|---|-----------|

|  |                |
|--|----------------|
| The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds. | ( 88,948,301 ) |
|--|----------------|

The deferred outflows of resources related to defined benefit pension plans are not reported in the funds since they are measured on the accrual basis.

|                                |           |
|--------------------------------|-----------|
| Deferred Outflows of Resources | 3,447,452 |
|--------------------------------|-----------|

|                                      |            |
|--------------------------------------|------------|
| Other postemployment benefits (OPEB) | ( 57,745 ) |
|--------------------------------------|------------|

Long-term liabilities, and deferred inflows of resources including bonds payable, are not due and payable in the current period, deferred bond premium, which will be amortized over the life of the bonds, and, therefore, are not reported as liabilities in the funds. Long-term liabilities and deferred inflows of resources at year end consist of:

|                             |                    |                |
|-----------------------------|--------------------|----------------|
| Bonds Premium               | (\$ 715,936)       |                |
| Bonds and Notes Payable     | ( 23,065,810 )     |                |
| Compensated Absences        | ( 2,060,555 )      |                |
| Workers Compensation Claims | ( <u>346,742</u> ) | ( 26,189,043 ) |

|  |                    |
|--|--------------------|
| Accrued interest on bonds and notes are not recognized on the fund statements. | ( <u>210,539</u> ) |
|--|--------------------|

|                                      |                |
|--------------------------------------|----------------|
| Total Net Position - Government-Wide | (\$55,375,165) |
|--------------------------------------|----------------|

**See Accompanying Notes and Independent Auditor's Report**

**COUNTY OF BLAIR**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED DECEMBER 31, 2016**

|                                | <u>General<br/>Fund</u> | <u>Social<br/>Services<br/>Fund</u> | <u>Nonmajor<br/>Governmental<br/>Funds</u> | <u>Total<br/>Governmental<br/>Funds</u> |
|--------------------------------|-------------------------|-------------------------------------|--|---|
| <b><u>Revenues</u></b>         |                         |                                     |  |   |
| Taxes                          | \$25,952,758            | \$ 0                                | \$ 0                                       | \$25,952,758                            |
| Fines, Forfeits, and Costs     | 688,575                 | 0                                   | 0  | 688,575                                 |
| Earnings on Investments        | 51,797                  | 6,463                               | 31,720                                     | 89,980                                  |
| Intergovernmental              | 13,595,338              | 10,678,931                          | 6,092,298                                  | 30,366,567                              |
| Departmental Charges           | 2,536,266               | 0                                   | 2,070,651                                  | 4,606,917                               |
| Payments in Lieu of Taxes      | 245,678                 | 0                                   | 0  | 245,678                                 |
| Other Revenues                 | <u>958,402</u>          | <u>0</u>                            | <u>75,024</u>                              | <u>1,033,426</u>                        |
| <br>Total Revenues             | <br><u>\$44,028,814</u> | <br><u>\$10,685,394</u>             | <br><u>\$ 8,269,693</u>                    | <br><u>\$62,983,901</u>                 |
| <br><b><u>Expenditures</u></b> |                         |                                     |  |   |
| Current:                       |                         |                                     |  |   |
| General Government             | \$ 3,852,472            | \$ 0                                | \$ 284,091                                 | \$ 4,136,563                            |
| Judicial                       | 6,069,928               | 0                                   | 911,807                                    | 6,981,735                               |
| Highway                        | 329,138                 | 0                                   | 568,015                                    | 897,153                                 |
| Health and Hospitals           | 399,058                 | 10,685,037                          | 0  | 11,084,095                              |
| Conservation and Development   | 203,031                 | 0                                   | 35,047                                     | 238,078                                 |
| Juvenile Welfare               | 12,843,476              | 0                                   | 0  | 12,843,476                              |
| Public Service                 | 308,100                 | 0                                   | 1,742                                      | 309,842                                 |
| Culture and Recreation         | 219,361                 | 0                                   | 1,011,696                                  | 1,231,057                               |
| Corrections                    | 8,083,007               | 0                                   | 1,537,882                                  | 9,620,889                               |
| Public Safety                  | 104,198                 | 0                                   | 2,468,142                                  | 2,572,340                               |
| Homeless Prevention            | 0                       | 0                                   | 62,452                                     | 62,452                                  |
| Housing Rehabilitation         | 0                       | 0                                   | 139,775                                    | 139,775                                 |
| Adult Welfare                  | 1,155,450               | 0                                   | 0  | 1,155,450                               |
| Other Expenditures             | <u>10,159,587</u>       | <u>0</u>                            | <u>92,498</u>                              | <u>10,252,085</u>                       |
| <br>Total Current Expenditures | <br><u>\$43,726,806</u> | <br><u>\$10,685,037</u>             | <br><u>\$ 7,113,147</u>                    | <br><u>\$61,524,990</u>                 |
| <br>Debt Service:              |                         |                                     |  |   |
| Principal                      | \$ 0                    | \$ 0                                | \$ 2,279,770                               | \$ 2,279,770                            |
| Interest                       | <u>0</u>                | <u>0</u>                            | <u>946,917</u>                             | <u>946,917</u>                          |
| <br>Total Debt Service         | <br><u>\$ 0</u>         | <br><u>\$ 0</u>                     | <br><u>\$ 3,226,687</u>                    | <br><u>\$ 3,226,687</u>                 |

See Accompanying Notes and Independent Auditor's Report

**COUNTY OF BLAIR**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GOVERNMENTAL FUNDS**  
**YEAR ENDED DECEMBER 31, 2016**  
**(CONTINUED)**

|  | <u>General<br/>Fund</u> | <u>Social<br/>Services<br/>Fund</u> | <u>Nonmajor<br/>Governmental<br/>Funds</u> | <u>Total<br/>Governmental<br/>Funds</u> |
|--|-------------------------|-------------------------------------|--|---|
| <b><u>Expenditures</u></b> (Continued)                       |                         |                                     |  |   |
| Capital Outlay:  |                         |                                     |  |   |
| General Government   | \$ 109,964              | \$ 0                                | \$ 45,842                                  | \$ 155,806                              |
| Judicial   | 9,490                   | 0                                   | 0  | 9,490                                   |
| Highway  | 0                       | 0                                   | 14,271                                     | 14,271                                  |
| Health and Hospitals   | 0                       | 6,124                               | 0  | 6,124                                   |
| Conservation and Development                                 | 28,584                  | 0                                   | 33,020                                     | 61,604                                  |
| Juvenile Welfare   | 115,475                 | 0                                   | 0  | 115,475                                 |
| Culture and Recreation                                       | 0                       | 0                                   | 84,637                                     | 84,637                                  |
| Corrections  | 5,742                   | 0                                   | 11,223                                     | 16,965                                  |
| Public Safety  | 0                       | 0                                   | 230,000                                    | 230,000                                 |
| Other Expenditures   | <u>0</u>                | <u>0</u>                            | <u>4,038,865</u>                           | <u>4,038,865</u>                        |
| Total Capital Outlay   | \$ 269,255              | \$ 6,124                            | \$ 4,457,858                               | \$ 4,733,237                            |
| Total Expenditures   | <u>\$43,996,061</u>     | <u>\$10,691,161</u>                 | <u>\$14,797,692</u>                        | <u>\$69,484,914</u>                     |
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | <u>\$ 32,753</u>        | <u>(\$ 5,767)</u>                   | <u>(\$ 6,527,999)</u>                      | <u>(\$ 6,501,013)</u>                   |
| <b><u>Other Financial Sources (Uses)</u></b>                 |                         |                                     |  |   |
| Interfund Transfers In                                       | \$ 17,978               | \$ 0                                | \$ 3,115,246                               | \$ 3,133,224                            |
| Interfund Transfers Out                                      | ( 3,037,604)            | 0                                   | ( 95,620)                                  | ( 3,133,224)                            |
| Proceeds from the Sale of Capital Assets                     | <u>0</u>                | <u>0</u>                            | <u>1,350</u>                               | <u>1,350</u>                            |
| Total Other Financing Sources (Uses)                         | <u>(\$ 3,019,626)</u>   | <u>\$ 0</u>                         | <u>\$ 3,020,976</u>                        | <u>\$ 1,350</u>                         |
| Net Change in Fund Balances                                  | (\$ 2,986,873)          | (\$ 5,767)                          | (\$ 3,507,023)                             | (\$ 6,499,663)                          |
| <b><u>Fund Balances</u></b> - Beginning                      | <u>12,036,275</u>       | <u>14,642</u>                       | <u>12,471,596</u>                          | <u>24,522,513</u>                       |
| <b><u>Fund Balances</u></b> - Ending                         | <u>\$ 9,049,402</u>     | <u>\$ 8,875</u>                     | <u>\$ 8,964,573</u>                        | <u>\$18,022,850</u>                     |

See Accompanying Notes and Independent Auditor's Report

**COUNTY OF BLAIR  
RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES OF  
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2016**

Total Net Change in Fund Balances - Governmental Funds (\$6,499,663)

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays to purchase or build capital assets are reported in governmental funds as expenditures. However, for governmental activities, those costs are capitalized and depreciated over their estimated useful lives as depreciation expense in the statement of activities. This is the amount by which capital outlays in the period exceeds depreciation expense.

|                      |                      |           |
|----------------------|----------------------|-----------|
| Capital Outlay       | \$4,733,206          |           |
| Depreciation Expense | ( <u>2,815,277</u> ) | 1,917,929 |

Repayment of bond and note principal payments are an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

|                         |           |
|-------------------------|-----------|
| Bond and Note Principal | 2,279,770 |
|-------------------------|-----------|

Interest on long-term debt in the statement of activities differs from the amount reported in the governmental funds because interest is recognized as an expenditure in the funds financial statements when it is due, and, thus, requires the use of current financial resources. In the statement of activities, interest expense is recognized as the interest accrues, regardless of when it is due. The interest accrued in the statement of activities amount due is shown here, including amortization of bonds premium.

108,175

In the statement of activities, certain operating expenses - compensated absences (vacations and sick days) are measured by the amounts earned during the year. In the governmental funds; however, expenditures for these items are measured by the amount of financial resources used. This amount represents the difference between amount earned versus the amount used.

( 96,747 )

Workmen's Compensation Payable Adjustment

1,217

The net book value on the disposal of capital assets was reflected in net of sales proceeds on the statement of activities and not on the fund financial statements.

636

The additional pension expense associated with the County's defined benefit pension plan that do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

( 1,641,925 )

Change in Net Position - Government-Wide

(\$3,930,608)

**See Accompanying Notes and Independent Auditor's Report**

**COUNTY OF BLAIR  
STATEMENT OF NET POSITION  
FIDUCIARY FUNDS  
DECEMBER 31, 2016**

|  | <b><u>Employee<br/>Retirement<br/>Plan Fund</u></b> | <b><u>Agency<br/>Funds</u></b> |
|--|---|--------------------------------|
| <b><u>Assets</u></b>                           |   |                                |
| Cash and Cash Equivalents                      | \$ 1,631,549  | \$ 3,012,135                   |
| Taxes Receivable                               | 0   | 9,056,787                      |
| Due from Other Funds                           | 0   | 4,364                          |
| Other Receivables                              | 0   | 74                             |
| Investments, at Fair Value:                    |   |                                |
| Pooled Cash and Cash Equivalents               | 128,523   | 0                              |
| Federal Government Obligations                 | 3,942,740   | 0                              |
| Corporate Bonds                                | 4,521,220   | 0                              |
| Managed Mutual Funds                           | 19,825,779  | 0                              |
| Limited Partnership Interest                   | 1,112,751   | 0                              |
| Private Equity Investment                      | 1,126,879   | 0                              |
| Accrued Interest and Dividends                 | <u>55,181</u>                                       | <u>0</u>                       |
| Total Assets                                   | <u>\$32,344,622</u>                                 | <u>\$12,073,360</u>            |
| <b><u>Liabilities and Net Position</u></b>     |   |                                |
| <b><u>Liabilities</u></b>                      |   |                                |
| Due to Other Governments                       | \$ 0  | \$ 7,960,016                   |
| Due to Other Funds                             | 0   | 3,139,907                      |
| Other Liabilities                              | <u>82</u>   | <u>973,437</u>                 |
| Total Liabilities                              | <u>\$ 82</u>  | <u>\$12,073,360</u>            |
| <b><u>Net Position</u></b>                     |   |                                |
| Held in Trust for Employee Retirement Benefits | <u>\$32,344,540</u>                                 | <u>\$ 0</u>                    |

See Accompanying Notes and Independent Auditor's Report

**COUNTY OF BLAIR  
STATEMENT OF CHANGES IN NET POSITION  
FIDUCIARY FUNDS  
YEAR ENDED DECEMBER 31, 2016**

|  | <b><u>Employee<br/>Retirement<br/>Plan Fund</u></b> |
|--|---|
| <b><u>Additions</u></b>                                    |   |
| Contributions:   |   |
| County   | \$ 3,000,000  |
| Plan Members   | <u>857,083</u>                                      |
| Total Contributions  | <u>\$ 3,857,083</u>                                 |
|  |   |
| Investment Income:   |   |
| Net Unrealized (Appreciation) in Fair Value of Investments | \$ 1,340,823  |
| Realized Gain on Disposal of Investments                   | 133,168   |
| Interest   | 335,897   |
| Dividends  | 405,807   |
| Other Investment Income                                    | <u>19,648</u>                                       |
| Total Investment Income                                    | \$ 2,235,343  |
| Investment Expense   | ( <u>105,622</u> )                                  |
| Net Investment Income                                      | <u>\$ 2,129,721</u>                                 |
|  |   |
| Total Additions  | <u>\$ 5,986,804</u>                                 |
|  |   |
| <b><u>Deductions</u></b>                                   |   |
| Benefits Paid  | \$ 6,642,515  |
| Administrative Expenses                                    | <u>29,000</u>                                       |
| Total Deductions   | <u>\$ 6,671,515</u>                                 |
|  |   |
| Change in Net Position                                     | (\$ 684,711)  |
|  |   |
| <b><u>Net Position</u></b> - Beginning                     | <u>33,029,251</u>                                   |
| <b><u>Net Position</u></b> - Ending                        | <u>\$32,344,540</u>                                 |

See Accompanying Notes and Independent Auditor's Report

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016**

**Note 1: Summary of Significant Accounting Policies**

**A. Description of Government-Wide Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the primary government and its component units. All fiduciary activities are reported only in the fund financial statements. *Governmental activities*, which normally are supported by taxes, intergovernmental revenues, and other nonexchange transactions, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges to external customers for support. The County does not have any business-type activities. Likewise, the *primary government* is reported separately from certain legally discrete component units for which the primary government is financially accountable.

**B. Reporting Entity**

The County of Blair is classified as a 5<sup>th</sup> Class County in the Commonwealth of Pennsylvania incorporated on February 26, 1846. The County's general government is administered by three commissioners who are elected for four-year terms by the registered voters of Blair County.

The accompanying financial statements present the County's primary government and its component unit, over which the County exercises significant influence. Significant influence or accountability is based primarily on operational or financial relationships with the County as opposed to legal relationships. Each discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the government.

**Discretely Presented Component Unit**

The Blair County Airport Authority is responsible for providing air transportation service within Blair County. It is managed by a seven-member board appointed by the County of Blair's Board of Commissioners. The County's responsibility for the Authority's debt obligations is described in Note 2 of these financial statements.

The complete financial statements may be obtained at the Authority's administration office at 2 Airport Drive, Martinsburg, PA 16662.

There are no other government agency's financial statements included in this report.

**C. Basis of Presentation - Government-Wide Financial Statements**

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds. Separate financial statements are provided for governmental funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements.

As discussed earlier, the County has one discretely presented component unit. While the Blair County Airport Authority is considered to be a major component unit, it is shown in a separate column in the government-wide financial statements.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 1: Summary of Significant Accounting Policies (Continued)**

**C. Basis of Presentation - Government-Wide Financial Statements (Continued)**

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements

**D. Basis of Presentation - Fund Financial Statements**

The fund financial statements provide information about the County's funds, including its fiduciary funds, and component unit. Separate statements, for each fund category, governmental and fiduciary, are presented. The emphasis of fund financial statements is on major governmental funds, each displayed in a separate column. All remaining governmental funds are aggregated and reported as nonmajor funds.

The County reports the following major governmental funds:

**General Fund**

The general fund is used to account for the general operations of the County. It is maintained to account for all financial resources, except those required to be accounted for in another fund. Revenues of the general fund are primarily derived from general property taxes, fees for services, and state and federal grants. The important activities accounted for in this fund include operation of general county government, the court system, correctional facility, and the administration of law enforcement, and health and welfare programs.

**Social Services Fund**

The social services fund accounts 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:

**Pension Trust Funds**

Pension trust funds account for fiduciary resources held in trust and the receipt, investment, and distribution of retirement contributions.

**Agency Funds**

The Agency funds account for fiduciary assets held by the County in a custodial capacity as an agent on behalf of others. The County's agency funds are used to account for taxes, various deposits, and escrow monies.

During the course of operations, the County has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities (i.e., the governmental and internal service funds) are eliminated so that only the net amount is included as internal balances in the governmental activities column.

COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)

**Note 1: Summary of Significant Accounting Policies** (Continued)

**D. Basis of Presentation - Fund Financial Statements** (Continued)

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements, these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column.

**E. Measurement Focus and Basis of Accounting**

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources 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. 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.

The 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 collectible 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 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, and claims and judgments, are recorded only when payment is due. General capital asset acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source (within 60 days of year end). All other revenue items are considered to be measurable and available only when cash is received by the government.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 1: Summary of Significant Accounting Policies (Continued)**

**E. Measurement Focus and Basis of Accounting (Continued)**

The pension funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The agency funds have no measurement focus but utilize the *accrual basis of accounting* for reporting their assets and liabilities.

**F. Budgetary Information**

**Budgetary Basis of Accounting**

Annual budgets are adopted on a basis consistent with generally accepted accounting principles for the general fund. The capital projects fund is appropriated on a project-length basis. Other special revenue funds and the permanent fund do not have appropriated budgets since other means control the use of these resources (e.g., grant awards and endowment requirements) and sometimes span a period of more than one fiscal year.

The appropriated budget is prepared by fund, function, and department. The County's department heads may make transfers of appropriations within a department. Transfers of appropriations between departments require the approval of the Board of Commissioners. The legal level of budgetary control (i.e., the level at which expenditures may not legally exceed appropriations) is the department level.

Appropriations in all budgeted funds lapse at the end of the fiscal year even if they have related encumbrances. Encumbrances are commitments related to unperformed (executory) contracts for goods or services (i.e., purchase orders, contracts, and commitments). Encumbrance accounting is utilized to the extent necessary to assure effective budgetary control and accountability and to facilitate effective cash planning and control. While all appropriations and encumbrances lapse at year end, valid outstanding encumbrances (those for which performance under the executory contract is expected in the next year) are re-appropriated and become part of the subsequent year's budget pursuant to state regulations.

**G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance**

**1. Cash and Cash Equivalents**

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

**2. Investments**

Investments for the County are reported at fair value (generally based on quoted market prices).

The County does not have formal deposit and investment policies, except for the Pension Trust Fund. Pension trust funds have investment policies separately approved by their respective oversight boards. Pension trust policies governing deposits and investments are discussed at Note 2. A. 1.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 1: Summary of Significant Accounting Policies (Continued)**

**G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Cont.)**

**3. Inventories and Prepaid Items**

The cost of inventory items is recorded as an expenditure when purchased.

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

**4. Capital Assets and Depreciation**

General capital assets are those assets that generally result from expenditures in the governmental funds. These assets are reported in all the governmental activities column of the government-wide statement of net position, but are not reported in the fund financial statements.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The County's capitalization policy is \$2,500 and is defined by its component unit as assets with an initial individual cost of more than \$5,000. The County's financial statements do not include any infrastructure. Improvements are capitalized and the costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are not.

All reported capital assets except land, land improvements, and construction in progress are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

| <u>Description</u>         | <u>Governmental<br/>Activities<br/>Estimated Lives</u> |
|----------------------------|--|
| Buildings and Improvements | 40 years   |
| Furniture and Equipment    | 5 - 10 years   |

The component unit's property, plant, and equipment is depreciated using the straight-line method over the following estimated useful lives:

| <u>Assets</u>                    | <u>Years</u> |
|----------------------------------|--------------|
| Buildings                        | 50           |
| Asphalt Surfaces                 | 35           |
| Concrete Surfaces                | 40           |
| Lighting and Safety Improvements | 25           |
| Vehicles                         | 10           |
| Office Furniture                 | 20           |
| Equipment                        | 8            |

COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)

Note 1: Summary of Significant Accounting Policies (Continued)

G. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position/Fund Balance (Cont.)

5. Deferred Outflows/Inflows 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 County has three items that qualify for reporting in this category. They are the deferred outflows of resources representing (1) the net differences between projected and actual earnings on pension plan investments; (2) changes of assumptions; and (3) differences between expected and actual experience related to the County's defined benefit pension plan and are reported in the government-wide statement of net position. These amounts are deferred. The deferred outflows are amortized over the next four years.

In addition to liabilities, the statement of financial position 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 County has more than one type of item, which arises under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The County also has deferred-bond premium on the statement of net position, which represents the bond premium acquired on the acquisition date of the bond issue, which will be amortized as an adjustment to interest expense over the life of the bond issue.

6. Net Position Flow Assumption

Sometimes the County 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 government-wide financial statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted - net position to have been depleted before unrestricted - net position is applied.

7. Fund Balance Flow Assumptions

Sometimes the County will fund outlays for a particular purpose from both restricted and unrestricted resources (the total of committed, assigned, and unassigned fund balance). In order to calculate the amounts to report as restricted, committed, assigned, and unassigned fund balance in the governmental fund financial

COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)

Note 1: Summary of Significant Accounting Policies (Continued)

G. 7. Fund Balance Flow Assumptions (Continued)

statements a flow assumption must be made about the order in which the resources are considered to be applied. It is the County's policy to consider restricted fund balance to have been depleted before using any of the components of unrestricted fund balance. Further, when the components of unrestricted fund balance can be used for the same purpose, committed fund balance is depleted first, followed by assigned fund balance. Unassigned fund balance is applied last.

8. Fund Balance Policies

The County has adopted GASB #54, which provides a more structured classification of fund balance and to improve the usefulness of fund balance reporting to the users of the County's financial statements. The reporting standard establishes a hierarchy for fund balance classifications and the constraints imposed on the uses of those resources.

GASB #54 provides for two major types of fund balances, which are nonspendable and spendable. Nonspendable fund balances are balances that cannot be spent because they are not expected to be converted to cash or they are legally or contractually required to remain intact. Examples of this classification are prepaid items and inventories.

In addition to the nonspendable fund balance, GASB #54 has provided a hierarchy of spendable fund balances, based on a hierarchy of spending constraints.

**Restricted** - amounts limited by external parties or legislation. Ex.: Debt covenants.

**Committed** - amounts limited by Board policy or Board action. Ex.: Future anticipated costs. Action must be taken by the Board to commit fund balance for the designated purpose prior to the end of the fiscal year.

**Assigned** - amounts that are intended for a particular purpose.

**Unassigned** - amounts available for consumption or not restricted in any manner.

The County's designee may assign fund balance for items deemed appropriate at any time prior to the issuance of the audited financial statements for a given year.

The County's designee shall be responsible for the enforcement of this policy.

The County has classified its fund balances with the following hierarchy:

**Nonspendable**

The County has nonspendable fund balance in the amount of \$205,637, which consists of prepaid expense.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 1: Summary of Significant Accounting Policies (Continued)**

**G. 8. Fund Balance Policies (Continued)**

**Spendable**

The County has classified the spendable fund balances as Restricted, Committed, Assigned, and Unassigned and considered each to have been spent when expenditures are incurred.

**Restricted**

The restricted fund balance in the amount of \$4,828,531 consists of \$1,407,280 of unexpended bond funds, which are legally restricted for capital expenditures, \$85,563 unexpended funds related to capital improvements, and \$3,335,688 unexpended funds related to various grants.

**Committed**

The County has committed \$3,410,417, which consists of \$3,310,417 of general fund ending fund balance for pension obligations of \$2,000,000, employee postretirement healthcare benefits of \$1,128,941, and employee workers' compensation reserve of \$181,476. In the nonmajor governmental funds, the County has committed \$100,000 of Act 89 VR fee fund to Rails to Trails of Central Pennsylvania, Inc. for a highway underpass and associated trail connections under U.S. Route 22.

**Assigned**

The County has set aside \$7,952,647 of certain spendable fund balances for a general fund future budgeted deficit of \$3,959,724, for workers compensation and unemployment in the amount of \$582,076, and other governmental funds of \$3,410,847.

**Unassigned**

The total unassigned fund balance for the governmental funds is \$1,625,618 of which \$1,125,445 is for the general fund and \$500,173 is for the 911 fund.

**H. Revenues and Expenditures/Expenses**

**1. Program Revenues**

Amounts reported as *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 (including special assessments) that are restricted to meeting the operational or capital requirements of a particular function or segment. All taxes, including those dedicated for specific purposes, and other internally dedicated resources, are reported as general revenues rather than as program revenues.

**2. Property Taxes**

Property taxes attach as an enforceable lien on real property and are levied as of July 1<sup>st</sup>. The tax levy is divided into two billings: the first billing (mailed on July 1) is

COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)

**Note 1: Summary of Significant Accounting Policies (Continued)**

**H. 2. Property Taxes (Continued)**

an estimate of the current year's levy based on the prior year's taxes; the second billing (mailed on January 1) reflects adjustments to the current year's actual levy. The billings are considered past due 30 days after the respective tax billing date, at which time the applicable property is subject to lien, and penalties and interest are assessed.

**3. Compensated Absences**

The County Reports compensated absences in accordance with the provisions of GASB No. 16, Accounting for Compensated Absences. 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 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.

The entire compensated absence liability is reported on the government-wide financial statements.

In the governmental fund financial statements, none of the liability is reported, as it is not expected to be paid using expendable available resources.

**Note: 2: Detailed Notes on Funds and Component Units**

**A. Assets**

**1. Deposits and Investments**

**Deposits**

**Custodial credit risk** for deposits is the risk that in the event of a bank failure, the County's deposits may not be returned or the County will not be able to recover collateral securities in the possession of an outside party. Custodial credit risk for deposits is not formally addressed by the County.

At year end, the carrying amount of the County's deposits was \$17,310,658 and the bank balance was \$18,292,212. Of the bank balance, \$1,039,224 was insured by the FDIC. Each custodian of funds is insured up to \$250,000 for interest bearing and noninterest bearing accounts. The amounts not covered by FDIC are collateralized by securities held by the pledging financial institution on the pooled basis as permitted by Act 72 of the Pennsylvania Code.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note: 2: Detailed Notes on Funds and Component Units**

**A. 1. Deposits and Investments (Continued)**

**Investments**

At December 31, 2016, the County had the following investments:

| <u>Investment Type</u>              | <u>Fair Value/<br/>Carrying Amount</u> | <u>Maturity</u> |
|-------------------------------------|--|-----------------|
| Certificate of Deposit - S & T Bank | \$ 403,417                             | 90 Days         |
| Certificate of Deposit - S & T Bank | 403,417                                | 90 Days         |
| Certificate of Deposit - S & T Bank | 403,417                                | 90 Days         |
| Certificate of Deposit - S & T Bank | 403,417                                | 90 Days         |
| Certificate of Deposit - S & T Bank | 605,729                                | 181 Days        |
| Certificate of Deposit - S & T Bank | 404,021                                | 272 Days        |
| Certificate of Deposit - S & T Bank | 404,021                                | 272 Days        |
| Certificate of Deposit - S & T Bank | 404,021                                | 272 Days        |
| Certificate of Deposit - S & T Bank | 404,021                                | 272 Days        |
| Certificate of Deposit - S & T Bank | 101,055                                | 363 Days        |
| Certificate of Deposit - S & T Bank | 101,106                                | 454 Days        |
| Certificate of Deposit - S & T Bank | 101,207                                | 545 Days        |
| Certificate of Deposit - S & T Bank | <u>202,615</u>                         | 643 Days        |
| <br>Total Investments               | <br>\$4,341,464                        |                 |

**Investment Policies**

Investment policies for the County's reporting entity are maintained by the County Controller. Summaries follow in subsequent sections of this Note.

***County Policy***

***Credit Risk*** is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. Generally, the County's investing activities are managed under the custody of the County Controller. Investing is performed in accordance with investment policies that comply with State Statutes and the County Code of Pennsylvania.

County funds will be invested, if possible, with institutions located as follows:

1. within the County of Blair
2. within the State of Pennsylvania

The instruments to be used for the investment of idle County funds shall follow Section 1706 "Investment of Funds" per the County of Code of Pennsylvania.

COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)

**Note 2: Detailed Notes on Funds and Component Units** (Continued)

**A. 1. Deposits and Investments** (Continued)

**Investment Policies** (Continued)

**Interest Rate Risk** is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The County's policy does not address interest rate risk. **Concentration of Credit Risk** is the risk of loss attributed to the magnitude of the County's investment in a single issuer. The County's investment policy does not address concentration of credit risk; however, as shown above, ten of the certificates of deposit listed above represent in excess of five percent of the government's total investment, i.e. \$217,073.

For investments, **custodial credit risk** is the risk that, in the event of the failure of the counterparty, the County will not be able to recover the value of its investments or collateral securities in the possession of an outside party. The County does not have a policy concerning custodial credit risk.

***Pension Trust Policy***

The County's pension trust is the Blair County Employees Retirement Fund. Investment policies provide for investment managers who have full discretion of assets allocated to them subject to the overall investment guidelines set out in the policies. Overall investment guidelines provide for diversification and allow investment in common stocks, fixed income bonds, and cash equivalents. The policy stipulates that not more than 50% of the portfolio's cost value will be in the equity portion and not less than 50% of the portfolio's cost value will be in the fixed income portion and/or cash equivalent portion. **Custodial credit risk** is not addressed by the policy.

The policy addresses concentration of credit risk by stipulating that no commitment at the time of purchase of common stock should represent more than 10% of the equity portion of the fund's portfolio, nor should commitments to a single bond issue exceed 5%.

Interest rate risk is addressed in the policy by stipulating that there is no limit on the portion of the bond portfolio, which may be invested in less than one-year maturities.

Credit risk and foreign currency risk are not addressed by the policy.

***Investments - Pension Trust Fund***

At December 31, 2016, the County had investments including the Pension Trust Fund.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
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(CONTINUED)**

**Note 2: Detailed Notes on Funds and Component Units (Continued)**

**A. 1. Deposits and Investments (Continued)**

**Investment Policies (Continued)**

***Interest Rate Risk*** - As a means of limiting its exposure to fair value losses arising from rising interest rates, the County 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 positive significant fluctuations in fair value during the year. The County's pension trust funds have no investments in any one issuer that represent 5 percent or more of plan net position. The pension trust funds are managed with long-term objectives that include maximizing total investment earnings. State statutes and County policies allow the pension trust funds a broader range of investments than other County investments. The credit risk of investments of the pension trust funds is summarized as follows:

|                                  | <u>Rating</u>  | <u>Weighted<br/>Average Maturity<br/>(Years)</u> | <u>Fair<br/>Value</u> |
|----------------------------------|----------------|--|-----------------------|
| Pooled Cash and Cash Equivalents | N/A            | N/A  | \$ 128,523            |
| Federal Government Obligations   | N/A            | (1)  | 3,942,740             |
| Corporate Bonds                  | AAA to Unrated | (1)  | 4,521,220             |
| Managed Mutual Funds             | Not Rated      | 0.00   | 19,825,779            |
| Limited Partnership Interest     | N/A            | N/A  | 1,112,751             |
| Private Equity Investment        | N/A            | NA   | <u>1,126,879</u>      |
|                                  |                |  | <u>\$30,657,892</u>   |

(1) Information Not Available

**Discretely Presented Component Unit**

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.

Deposits at December 31, 2016, appear in the financial statements as summarized below:

|                                      |                  |
|--------------------------------------|------------------|
| Cash and Cash Equivalents            | \$ 59,274        |
| Restricted Cash and Cash Equivalents | <u>50,057</u>    |
| Total Cash and Cash Equivalents      | <u>\$109,331</u> |

***Interest Rate Risk***

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

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 2: Detailed Notes on Funds and Component Units (Continued)**

**A. 1. Deposits and Investments (Continued)**

**Credit Risk**

***Investment of Authority Funds***

The board can invest the authority's funds as authorized for local government units in the Local Government Unit Debt Act, and also invest the general fund and special funds as provided in the Municipality Authorities Act. Authorized types of investment include the following.

1. U.S. Treasury Bills
2. Short-term obligations of the U.S. government and federal agencies.
3. Insured savings and checking accounts, certificates of deposit in banks, savings and loan associations, and credit unions.
4. General obligation bonds of the federal government, the Commonwealth of Pennsylvania, or any state agency, or of any Pennsylvania political subdivision.
5. Shares of mutual funds whose investments are restricted to the above categories. When making investments, the board can combine moneys 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.

***Custodial Credit Risk - Deposits***

In the case of, this is the risk that in the event of a bank failure, the Authority's deposits may not be returned to it. The Authority has no deposit policy for custodial credit risk. As of December 31, 2016, the Authority does not have a bank balance, which is not covered by Federal Deposit Insurance Corporation (FDIC).

**2. Receivables, Uncollectible Accounts, and Deferred Revenue**

**Property Taxes Receivable, Deferred Revenue, and Property Tax Calendar**

Real estate taxes for the County of Blair are collected from the City of Altoona and all boroughs and townships located in Blair County. The tax on real estate in these municipalities for County purposes for fiscal year 2016 was 30.000 mills for general expenditures and 4.164 mills for debt service, 0.225 mills for library, and 0.225 mills for parks (\$34.614 per \$1,000 of assessed valuation) as levied by the commissioners. Assessed valuations of property are determined by the County and the elected tax collectors are responsible for collection. The schedule for real estate taxes levied for each fiscal year is as follows:

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 2: Detailed Notes on Funds and Component Units (Continued)**

**A. 2. Receivables, Uncollectible Accounts, and Deferred Revenue (Continued)**

**Property Taxes Receivable, Deferred Revenue, and Property Tax Calendar (Cont.)**

|                         |                       |
|-------------------------|-----------------------|
| March 1 (approximately) | - Levy Date           |
| 1 <sup>st</sup> 60 Days | - 2% Discount Period  |
| 2 <sup>nd</sup> 60 Days | - Face Payment Period |
| After 120 Days          | - 10% Penalty Period  |
| December 31             | - Lien Date           |

The amount shown as taxes receivable on the governmental fund financial statements represents taxes received from the tax claim bureau within 60 days of December 31, 2016. The prior year taxes are shown as part of due from other funds, since those taxes will be received from the tax claim office. The government-wide financial statements include prior year's taxes and unpaid 2016 taxes as of December 31, 2016.

***Intergovernmental Receivables, Deferred Revenue, and Noncurrent Notes Receivable***  
Intergovernmental receivables are primarily comprised of amounts due from the federal and state government (grants). Revenue is recorded as earned when eligibility requirements are met. Grant revenues deferred in the governmental fund financial statements include unearned revenue.

**3. Capital Assets**

***Changes in Capital Assets***

The following table provides a summary of changes in capital assets:

|  | Capital Assets Not Depreciated        |                  |                                     |                  | Capital Assets Depreciated                       |  |                       | Totals       |
|--|---------------------------------------|------------------|-------------------------------------|------------------|--|--|-----------------------|--------------|
|  | <u>Land and Land<br/>Improvements</u> | <u>Artifacts</u> | <u>Construction<br/>In Progress</u> | <u>Buildings</u> | <u>Improvements<br/>Other than<br/>Buildings</u> | <u>Furniture,<br/>Machinery, &amp;<br/>Equipment</u> | <u>Infrastructure</u> |              |
| <b>Primary Government</b>                      |                                       |                  |                                     |                  |  |  |                       |              |
| Governmental Activities:                       |                                       |                  |                                     |                  |  |  |                       |              |
| Balance December 31, 2015                      | \$ 298,622                            | \$70,000         | \$4,549,591                         | \$39,647,143     | \$2,044,594                                      | \$20,697,752   | \$ 0                  | \$67,307,702 |
| Increases                                      | 0                                     | 0                | 3,422,843                           | 522,131          | 69,406   | 718,827  | 0                     | 4,733,207    |
| Decreases                                      | 0                                     | 0                | 0                                   | 0                | 0  | ( 317,685)   | 0                     | ( 317,685)   |
| Transfers                                      | 0                                     | 0                | ( 1,593,691)                        | 1,582,521        | 11,170   | 0  | 0                     | 0            |
| Balance December 31, 2016                      | \$ 298,622                            | \$70,000         | \$6,378,743                         | \$41,751,795     | \$2,125,170                                      | \$21,098,894   | \$ 0                  | \$71,723,224 |
| Accumulated Depreciation:                      |                                       |                  |                                     |                  |  |  |                       |              |
| Balance December 31, 2015                      | \$ 0                                  | \$ 0             | \$ 0                                | \$17,518,157     | \$1,431,286                                      | \$14,400,926   | \$ 0                  | \$33,350,369 |
| Increases                                      | 0                                     | 0                | 0                                   | 1,019,242        | 74,060   | 1,721,975  | 0                     | 2,815,277    |
| Decreases                                      | 0                                     | 0                | 0                                   | ( 1,453)         | 0  | ( 316,867)   | 0                     | ( 318,320)   |
| Transfers                                      | 0                                     | 0                | 0                                   | 0                | 0  | 0  | 0                     | 0            |
| Balance December 31, 2016                      | \$ 0                                  | \$ 0             | \$ 0                                | \$18,535,946     | \$1,505,346                                      | \$15,806,034   | \$ 0                  | \$35,847,326 |
| Governmental Activities:<br>Capital Assets Net | \$ 298,622                            | \$70,000         | \$6,378,743                         | \$23,215,849     | \$ 619,824                                       | \$ 5,292,860   | \$ 0                  | \$35,875,898 |

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 2: Detailed Notes on Funds and Component Units (Continued)**

**A. 3. Capital Assets (Continued)**

|                                  | Capital Assets Not Depreciated |             |                          |                     | Capital Assets Depreciated        |                                   |                     |                     | Totals |
|----------------------------------|--------------------------------|-------------|--------------------------|---------------------|-----------------------------------|-----------------------------------|---------------------|---------------------|--------|
|                                  | Land and Land Improvements     | Artifacts   | Construction In Progress | Buildings           | Improvements Other than Buildings | Furniture, Machinery, & Equipment | Infrastructure      |                     |        |
| <b>Component Units</b>           |                                |             |                          |                     |                                   |                                   |                     |                     |        |
| Balance December 31, 2015        | \$2,502,380                    | \$ 0        | \$2,339,743              | \$11,491,405        | \$1,746,730                       | \$ 2,469,151                      | \$16,756,789        | \$37,306,198        |        |
| Increases                        | 0                              | 0           | 68,954                   | 0                   | 0                                 | 33,021                            | 0                   | 101,975             |        |
| Decreases                        | 0                              | 0           | 0                        | 0                   | 0                                 | 0                                 | 0                   | 0                   |        |
| Transfers                        | <u>1,092,768</u>               | <u>0</u>    | <u>( 1,487,090)</u>      | <u>0</u>            | <u>0</u>                          | <u>374,312</u>                    | <u>0</u>            | <u>0</u>            |        |
| Balance December 31, 2016        | <u>\$3,595,148</u>             | <u>\$ 0</u> | <u>\$ 941,617</u>        | <u>\$11,491,405</u> | <u>\$1,746,730</u>                | <u>\$ 2,876,484</u>               | <u>\$16,756,789</u> | <u>\$37,408,173</u> |        |
| <b>Accumulated Depreciation:</b> |                                |             |                          |                     |                                   |                                   |                     |                     |        |
| Balance December 31, 2015        | \$ 0                           | \$ 0        | \$ 0                     | \$ 4,104,435        | \$1,659,031                       | \$ 1,472,199                      | \$11,812,483        | \$19,048,148        |        |
| Increases                        | 0                              | 0           | 0                        | 232,526             | 58,847                            | 265,238                           | 406,822             | 963,433             |        |
| Decreases                        | 0                              | 0           | 0                        | 0                   | 0                                 | 0                                 | 0                   | 0                   |        |
| Transfers                        | <u>0</u>                       | <u>0</u>    | <u>0</u>                 | <u>0</u>            | <u>0</u>                          | <u>0</u>                          | <u>0</u>            | <u>0</u>            |        |
| Balance December 31, 2016        | <u>\$ 0</u>                    | <u>\$ 0</u> | <u>\$ 0</u>              | <u>\$ 4,336,961</u> | <u>\$1,717,878</u>                | <u>\$ 1,737,437</u>               | <u>\$12,219,305</u> | <u>\$20,011,581</u> |        |
| <b>Component Units</b>           |                                |             |                          |                     |                                   |                                   |                     |                     |        |
| Capital Assets Net               | <u>\$3,595,148</u>             | <u>\$ 0</u> | <u>\$ 941,617</u>        | <u>\$ 7,154,444</u> | <u>\$ 28,852</u>                  | <u>\$ 1,139,047</u>               | <u>\$ 4,537,484</u> | <u>\$17,396,592</u> |        |

There is an historic artifact that is not depreciated.

***Depreciation Expense***

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

|                              | <b>Governmental Activities</b> |
|------------------------------|--------------------------------|
| General Government           | \$2,470,935                    |
| Judicial                     | 13,973                         |
| Highway                      | 30,139                         |
| Health and Hospitals         | 2,427                          |
| Corrections                  | 31,647                         |
| Culture and Recreation       | 9,900                          |
| Conservation and Development | 10,072                         |
| Public Service               | 1,596                          |
| Public Safety                | <u>244,588</u>                 |
|                              | <u>\$2,815,277</u>             |

**4. Long-Term Liabilities**

**A. General Obligation Bonds - Series of 2011**

In 2011, the County issued a \$12,485,000 General Obligation Bonds Series of 2011 Bonds, which were used to advance refund \$3,420,000 of the General Obligation Bonds Series of 2007AA, to refund \$400,000 of the General Obligation Bonds Series of 2001B, and for certain 911 related and other miscellaneous capital projects. The net present value savings was \$18,829.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 2: Detailed Notes on Funds and Component Units (Continued)**

**A. 4. Long-Term Liabilities (Continued)**

**A. General Obligation Bonds - Series of 2011 (Continued)**

The interest rate on this loan is tax-free with a coupon range of 2% to 5% throughout the life of the general obligation bonds. The balance as of December 31, 2016 was \$11,995,000.

The debt service for the general obligation bonds payable is as follows:

| <u>Year Ended December 31</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u>     |
|-------------------------------|------------------|-----------------|------------------|
| 2017                          | \$ 1,050,000     | \$ 455,350      | \$ 1,505,350     |
| 2018                          | 1,075,000        | 431,725         | 1,506,725        |
| 2019                          | 840,000          | 377,975         | 1,217,975        |
| 2020                          | 1,155,000        | 354,875         | 1,509,875        |
| 2021                          | 1,190,000        | 320,225         | 1,510,225        |
| 2022-2026                     | <u>6,685,000</u> | <u>849,950</u>  | <u>7,534,950</u> |
|                               | \$11,995,000     | \$2,790,100     | \$14,785,100     |

**B. General Obligation Note - 2003**

In 2003, the County obtained a general obligation note in the amount of \$1,000,000 payable with semi-annual payments over a twenty-year period. Interest was fixed for the first five years at 4.05%; the interest rate was increased to 5.885% January 1, 2009. The proceeds were used to redeem the remaining balance of the 1998 bank note and to finance the addition to the prison. The annual payment, including interest, is \$82,129. The balance as of December 31, 2016 was \$445,810.

| <u>Year Ended December 31</u> | <u>Principal</u> | <u>Interest</u> | <u>Total</u>  |
|-------------------------------|------------------|-----------------|---------------|
| 2017                          | \$ 71,858        | \$10,271        | \$ 82,129     |
| 2018                          | 73,593           | 8,536           | 82,129        |
| 2019                          | 75,370           | 6,759           | 82,129        |
| 2020                          | 77,189           | 4,940           | 82,129        |
| 2021                          | 79,053           | 3,076           | 82,129        |
| 2022                          | <u>68,747</u>    | <u>1,167</u>    | <u>69,914</u> |
|                               | \$445,810        | \$34,749        | \$480,559     |

**C. General Obligation Bonds - Series A of 2001**

***General Obligation Bonds***

In 2001, the Board of Commissioners adopted County Ordinance No. 8-01, authorizing the issue of General Obligation Refunding Bonds, Series of 2001, in

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 2: Detailed Notes on Funds and Component Units (Continued)**

**A. 4. C. General Obligation Bonds - Series A of 2001 (Continued)**

***General Obligation Bonds* (Continued)**

the amount of \$17,340,000. This issue was used to defease a portion of the 1996 Bonds with the balance used for capital improvements. The 2001 Series B was repaid in 2011 and the 2001 Series A was repaid in 2016.

**D. General Obligation Bonds - Series of 2014**

In 2014, the County issued an \$11,166,780 General Obligation Bonds Series of 2014 Bonds, which \$75,943 was used to pay bond issue costs, \$697,022 to pay debt service, and \$10,393,815 for reassessment costs and courthouse and various other County projects.

The interest rate on this loan is tax-free with a coupon range of 2% to 5% throughout the life of the general obligation bonds. The balance as of December 31, 2016 was \$10,625,000.

The debt service for the general obligation bonds payable is as follows:

| <u>Year Ended December 31</u> | <u>Principal</u> | <u>Interest</u>  | <u>Total</u>      |
|-------------------------------|------------------|------------------|-------------------|
| 2017                          | \$ 350,000       | \$ 370,000       | \$ 720,000        |
| 2018                          | 5,000            | 359,500          | 364,500           |
| 2019                          | 720,000          | 359,400          | 1,079,400         |
| 2020                          | 445,000          | 345,000          | 790,000           |
| 2021                          | 460,000          | 327,200          | 787,200           |
| 2022-2029                     | <u>8,645,000</u> | <u>1,738,900</u> | <u>10,383,900</u> |
|                               | \$10,625,000     | \$3,500,000      | \$14,125,000      |

**E. Capital Lease - Telephone System**

In 2011, the County entered into a lease agreement as lessee for financing the acquisition of a telephone system valued at \$461,204. This lease agreement qualifies as a capital lease for accounting purposes and, therefore, has been recorded similar to a purchase. The balance of this capital lease was paid off during 2016.

***Changes in Long-Term Liabilities***

|   | <u>Balance<br/>01/01/16</u> | <u>Additions</u> | <u>Reductions</u> | <u>Balance<br/>12/31/16</u> | <u>Due Within<br/>One Year</u> |
|---|-----------------------------|------------------|-------------------|-----------------------------|--------------------------------|
| <b><u>Governmental Activities</u></b>         |                             |                  |                   |                             |                                |
| General Obligation Bonds - Series A of 2011   | \$ 12,140,000               | \$ 0             | (\$ 145,000)      | \$ 11,995,000               | \$1,050,000                    |
| Notes Payable 2003                            | 503,340                     | 0                | ( 57,530)         | 445,810                     | 71,858                         |
| General Obligation Bonds - Series A of 2001   | 1,980,000                   | 0                | ( 1,980,000)      | 0                           | 0                              |
| General Obligation Bonds - Series A of 2014   | 10,630,000                  | 0                | ( 5,000)          | 10,625,000                  | 350,000                        |
| Capital Lease                                 | 92,240                      | 0                | ( 92,240)         | 0                           | 0                              |
| Compensated Absences                          | 1,963,808                   | 96,747           | 0                 | 2,060,555                   | 0                              |
| Net Pension Obligation                        | 86,411,054                  | 2,537,247        | 0                 | 88,948,301                  | 0                              |
| Other Postemployment Benefits (OPEB)          | <u>57,745</u>               | <u>0</u>         | <u>0</u>          | <u>57,745</u>               | <u>0</u>                       |
| Governmental Activities Long-Term Liabilities | \$113,778,187               | \$2,633,994      | (\$2,279,770)     | \$114,132,411               | \$1,471,858                    |

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 2: Detailed Notes on Funds and Component Units (Continued)**

**A. 4. E. Capital Lease - Telephone System (Continued)**

***Changes in Long-Term Liabilities* (Continued)**

The net pension liability of \$91,948,301 was reduced by the \$3,000,000 2016 pension contribution made after the measurement date of the net pension liability.

|                                      |                      |
|--------------------------------------|----------------------|
| Total Net Pension Liability          | \$91,948,301         |
| Less: 2016 Pension Contribution      | ( <u>3,000,000</u> ) |
| <br>Total Reported Pension Liability | <br>\$88,948,301     |

**B. Liabilities**

**1. Lease Commitments, Notes Payable, and Short-Term Debt**

***Operating Leases***

The government leases buildings and other equipment under noncancellable operating leases. Total costs for such leases for the year ended December 31, 2016 approximated \$91,979. The future minimum lease payments for these leases are as follows:

| <u>Year</u> | <u>Amount</u>  |
|-------------|----------------|
| 2017        | \$ 78,899      |
| 2018        | 37,014         |
| 2019        | 23,915         |
| 2020        | 20,375         |
| 2021        | 11,362         |
| Thereafter  | <u>255,000</u> |
|             | <br>\$426,565  |

**Discretely Presented Component Unit**

The Blair County Airport Authority long-term liability activity for the year ended December 31, 2016:

|               | <u>Beginning<br/>Balance</u> | <u>Additions</u> | <u>Reductions</u> | <u>Ending<br/>Balance</u> | <u>Due Within<br/>One Year</u> |
|---------------|------------------------------|------------------|-------------------|---------------------------|--------------------------------|
| Notes Payable | \$618,754                    | \$34,900         | (\$83,554)        | \$570,100                 | \$165,606                      |

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 2: Detailed Notes on Funds and Component Units (Continued)**

**B. 1. Lease Commitments, Notes Payable, and Short-Term Debt (Continued)**

**Discretely Presented Component Unit (Continued)**

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

|  |                    |
|--|--------------------|
| Note payable of \$545,000 to M & T Bank. Monthly payment is approximately \$6,146, including interest; interest rate was bank qualified tax-exempt rate of 4.4%. Loan was used for various building improvements. In 2014, the note was refinanced. Monthly payment is approximately \$5,170 including interest; interest rate was bank qualified tax-exempt rate of 3.5%. Maturity is March 2021. | \$243,939          |
| Line of credit with M & T Bank with an interest rate equal to the Bank, prime rate of interest and maximum credit line is \$100,000.   | 99,935             |
| Note Payable of \$86,681 to County of Blair. Monthly payment is approximately \$759, including interest; interest rate of 1% through the Commonwealth Financing Authority (CFA) Alternative/Clean Energy Program for Energy Efficient Improvements. Maturity is February 2022.   | 45,867             |
| Note Payable of \$132,000 to M & T Bank. Monthly payment is approximately \$800, including interest; interest rate was bank qualified tax-exempt rate of 3.5%. Loan was used for the fuel farm renovations.  | <u>180,359</u>     |
|  | <u>\$570,100</u>   |
| Less: Current Portion  | ( <u>165,606</u> ) |
| Total Long-Term Debt   | <u>\$404,494</u>   |
| Reclass:   |                    |
| Due to Primary Government  | \$ 45,867          |
| Current Portion of Long-Term Obligations   | 156,498            |
| Noncurrent Portion of Long-Term Obligations  | <u>367,735</u>     |
|  | <u>\$570,100</u>   |

Estimated maturities of long-term debt are as follows:

| <u>December 31</u> | <u>Amount</u>    |
|--------------------|------------------|
| 2017               | \$165,606        |
| 2018               | 67,814           |
| 2019               | 70,031           |
| 2020               | 72,302           |
| 2021               | 73,178           |
| Thereafter         | <u>121,169</u>   |
|                    | <u>\$570,100</u> |

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 2: Detailed Notes on Funds and Component Units (Continued)**

**B. Liabilities (Continued)**

**2. Commitments and Contingencies**

**A. Government Programs**

The County of Blair receives revenue from government contracts, which are subject to government audit. The ultimate determination of amounts received under these programs generally is based upon allowable costs reported to and audited by the government. Management is of the opinion that no material liability or asset will result from such audits.

**B. Loan Guarantee**

1. The Board of Commissioners approved Ordinance 4-99 to guarantee the \$2,000,000 General Revenue Note, Series of 1999, issued by the Blair County Convention Center and Sports Facilities Authority to construct the Convention Center. The County also guaranteed payment of \$17,380,000 of revenue bonds issued by the authority. The Commonwealth of Pennsylvania has awarded the County a \$17,500,000 grant for this project.
2. The Board of Commissioners adopted an ordinance in February 2003 to guaranty a loan made by the Fort Roberdeau Association. The purpose of the \$531,330 loan is to purchase adjoining land to expand the park.

**3. Risk Management**

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

At the December 26, 1978 meeting of the Board of County Commissioners, the Commissioners established a self-insured worker's compensation plan. The Plan was initiated through an irrevocable agreement of trust. The trustees designated were the President of the Board of Commissioners, the County Controller, and the County Treasurer.

The County established two funds to handle the worker's compensation self-insured plan. The worker's compensation fund is used to handle current claims and costs. The claims are serviced through the use of an independent "Third Party Administrator," Babb Absence Management Services. The costs of paying the service company fee, maintaining a surety bond, and paying legal fees in connection with the Plan are paid through this fund. The County maintains an insurance policy to protect against excess workers compensation claims, the self-insured retention amount per occurrence is \$500,000, and the annual premium of approximately \$50,604 is included in the caption - claims cost and fees.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 2: Detailed Notes on Funds and Component Units (Continued)**

**B. 3. Risk Management (Continued)**

The worker's compensation trust fund is used to maintain funds in escrow to cover payment of future claim amounts. As of December 31, 2009, it was determined it was not necessary to transfer any additional funds from the general fund to the worker's compensation fund. The State of Pennsylvania monitors claims payment histories and sets the required reserve balance for the workers compensation trust fund based on these amounts. The most recently established reserve determined by the state for an actuarial determined liability for claims incurred through loss year ending December 31, 2012 could not be located. The balance in the two funds maintained by the County as of December 31, 2016 was \$581,822.

**4. Litigation**

In the normal course of operations, there are various claims made against the County for a number of reasons. As of the date of this report, however, no uninsured losses, which are measurable and material in amounts or the likelihood of their being settled against the County, have been disclosed by the solicitors.

**C. Balances and Transfers/Payments within the Reporting Entity**

**1. Receivables and Payables**

Generally, outstanding balances between funds reported as "due to/from other funds" include outstanding charges by one fund to another for services or goods, subsidy commitments outstanding at year-end, and other miscellaneous receivables/payables between funds. Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year are described as "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other fund" (i.e., the noncurrent portion of interfund loans).

| <u>Due To</u>                     | <u>Due From</u>                            | <u>Amount</u> | <u>For</u>   |
|-----------------------------------|--|---------------|--|
| General Fund                      | Liquid Fuel Tax Fund                       | \$ 10,754     | Payroll and Benefits   |
| General Fund                      | Central Booking Fees Fund                  | 5,152         | Payroll and Benefits   |
| General Fund                      | Costs and Fines Agency Fund                | 67,770        | December Collections   |
| General Fund                      | Domestic Relations Fund                    | 23,512        | Payroll, Benefits, and Indirect Costs                            |
| General Fund                      | Hazardous Emergency Response Fund          | 84            | Gas  |
| General Fund                      | Hotel Tax Fund                             | 5,571         | Administration Fees  |
| General Fund                      | Juvenile Probation Fund                    | 153,165       | Payroll, Benefits, Grant Reimbursement, and Administrative Costs |
| General Fund                      | Offender Supervision Fund                  | 427           | Telephone and Gas  |
| General Fund                      | Prison Operational Reserve Fund            | 1,088         | Nurse Visits   |
| General Fund                      | Prison Agency Fund                         | 431           | December Kiosk Commission  |
| General Fund                      | Prothonotary Agency Fund                   | 92,717        | December Collections   |
| General Fund                      | Register and Recorder Agency Fund          | 113,660       | December Collections and Clean and Green December Collection     |
| General Fund                      | Social Services Fund                       | 1,897         | Telephone and Miscellaneous Expenses                             |
| General Fund                      | Sheriff Agency Fund                        | 32,982        | December Collections and Advertising                             |
| General Fund                      | Tax Claim Bureau Agency Fund               | 2,770,832     | Delinquent Taxes   |
| General Fund                      | Treasurer's Office Agency Fund             | 3,019         | December Collections   |
| General Fund                      | 911 Fund                                   | 416,589       | Payroll and Benefits   |
| General Fund                      | Capital Projects Fund                      | 245,064       | Capital Expenditures   |
| Affordable Housing Fund           | Register and Recorder Agency Fund          | 7,670         | December Collections   |
| Central Booking Fees Fund         | General Fund                               | 27,763        | June and December Collections                                    |
| Clerk of Courts Fund              | Costs and Fines Agency Fund                | 613           | December Collections   |
| Clerk of Courts Fund              | Prothonotary Agency Fund                   | 305           | December Collections   |
| Fort Roberdeau Fund               | General Fund                               | 21,683        | Allocation of Real Estate Taxes                                  |
| Hazardous Emergency Response Fund | General Fund                               | 118           | Expense Overpayment  |
| Hotel Tourism Tax Reserve Fund    | Hotel Tax Fund                             | 7,642         | Allocation of Hotel Tax  |
| Juvenile Probation Fund           | Costs and Fines Agency Fund                | 513           | December Fees  |
| Juvenile Probation Fund           | Juvenile Probation Restitution Agency Fund | 604           | Fund Agency Bank Account   |

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 2: Detailed Notes on Funds and Component Units (Continued)**

**C. 1. Receivables and Payables (Continued)**

| <u>Due To</u>                   | <u>Due From</u>                   | <u>Amount</u>      | <u>For</u>                                       |
|---------------------------------|-----------------------------------|--------------------|--|
| Liquid Fuel Tax Fund            | General Fund                      | \$ 10,277          | Payroll Overpayment                              |
| Offender Supervision Fund       | Costs and Fines Agency Fund       | 25,410             | December Collections                             |
| Prison Operational Reserve Fund | General Fund                      | 2,603              | Inmate Wages                                     |
| Prison Operational Reserve Fund | Prison Agency Fund                | 2,524              | December Fees, Cash Advance, and Interest Earned |
| Prothonotary Agency Fund        | Costs and Fines Agency Fund       | 4,364              | December Collections                             |
| Prothonotary Automation Fund    | Prothonotary Agency Fund          | 1,376              | December Collections                             |
| Register and Recorder Fund      | Register and Recorder Agency Fund | 6,339              | December Collections                             |
| Records Fund                    | Register and Recorder Agency Fund | 4,226              | December Collections                             |
| Social Services Fund            | CDBG Grant Fund                   | 73,349             | Grant Expenditures                               |
| Victim Witness ARD Fund         | Costs and Fines Agency Fund       | <u>4,553</u>       | December Collections                             |
|                                 |                                   | <u>\$4,146,646</u> |  |

**2. Transfers and Payments**

Transfers and payments within the reporting entity are substantially for the purposes of subsidizing operating functions, funding capital projects and asset acquisitions, or maintaining debt service on a routine basis.

The government-wide statement of activities eliminates transfers reported within the segregated governmental activities column.

During the year ended December 31, 2016, the following interfund transfers were made:

| <u>From</u>          | <u>To</u>                      | <u>Amount</u>      | <u>For</u>                  |
|----------------------|--------------------------------|--------------------|-----------------------------|
| Hotel Tax Fund       | General Fund                   | \$ 17,978          | Administrative Fee          |
| General Fund         | Debt Service Fund              | 2,856,587          | Bond Principal and Interest |
| General Fund         | Fort Roberdeau Fund            | 142,242            | Recreation Tax              |
| General Fund         | Capital Reserve Fund           | 38,775             | Capital Expenditures        |
| Hotel Tax Fund       | Hotel Tourism Tax Reserve Fund | 7,642              | Allocation                  |
| Marcellus Shale Fund | Farm Land Protection Fund      | <u>70,000</u>      | Contribution                |
|                      |                                | <u>\$3,133,224</u> |                             |

**D. Nonmonetary Transactions**

The County receives USDA donated commodities from the U.S. Department of Agriculture. The Board of Commissioners have contracted the Salvation Army to distribute the food to eligible persons. The value of the commodities received from July 2015-June 2016, which is not included in the financial statements, is \$127,235.

**Note 3: Pension Plan**

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.

Unless otherwise indicated, the pension information in this note is provided as of the latest actuarial valuation, January 1, 2016.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 3: Pension Plan (Continued)**

**Summary of Significant Accounting Policies**

**Basis of Accounting**

The Blair County Employees' Retirement System 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 as 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 Descriptions and Contribution Information**

Membership of the plan consisted of the following at January 1, 2016, the date of the latest actuarial valuation:

|   |            |
|---|------------|
| Retirees and Beneficiaries Receiving Benefits                         | 481        |
| Terminated Plan Members Entitled to<br>But Not Yet Receiving Benefits | 41         |
| Active Plan Members   |            |
| Vested (267)  |            |
| Nonvested (157)   | <u>434</u> |
| Total   | 956        |
|   | <hr/>      |
| Number of Participating Employers                                     | 1          |

**Plan Description**

The Blair County Employees' Pension Plan (Plan) 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. The Plan does not issue stand-alone financial statements.

**Contributions**

Plan members are required to contribute 5% of their annual covered salary. The County is required to contribute at an actuarially determined rate. Per Act 96 of 1971, as amended, contribution requirements of the plan members and the County are established and may be amended by the General Assembly of the Commonwealth of Pennsylvania. Administrative costs may be financed through investment earnings.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 3: Pension Plan (Continued)**

**Plan Descriptions and Contribution Information (Continued)**

**Effective Date**

The effective date of this plan is January 1, 1943.

**Eligibility for Plan Membership**

An employee shall be eligible to become a participant immediately upon becoming an employee.

**Accrued Benefit**

The Retirement Board has authorized benefits equal to a percentage of the members Final Average Salary for each year of service the member has participated in the following Classes:

| <u>Class</u> | <u>Percentage</u> | <u>Effective</u> |
|--------------|-------------------|------------------|
| 1/120        | .833%             | 1/1/43           |
| 1/100        | 1.000%            | 1/1/50           |
| 1/80         | 1.250%            | 3/1/56           |
| 1/60         | 1.667%            | 1/1/88           |

**Normal Retirement (Superannuation)**

**Eligibility**

Retirement occurs at age 60 or at age 55, if the participant has completed 20 years of service.

**Pension**

A monthly pension equal to (a) and (b) as follows:

(a) .833% of 1/12<sup>th</sup> of Final "Average" Salary multiplied by years of credited service on the 1/120 Class,

1.000% of 1/12<sup>th</sup> of Final "Average" Salary multiplied by years of credited service on the 1/100 Class,

1.250% of 1/12<sup>th</sup> of Final "Average" Salary multiplied by years of credited service on the 1/80 Class,

1.667% of 1/12<sup>th</sup> of Final "Average" Salary multiplied by years of credited service on the 1/60 Class,

PLUS

(b) a monthly annuity based on the actuarial equivalent of the member's accumulated contributions with credited interest.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 3: Pension Plan (Continued)**

**Plan Descriptions and Contribution Information (Continued)**

**Final "Average" Salary**

The average of the member's annual compensation received for the three years which produce the highest such average.

**Compensation**

Pick-up contributions plus remuneration received as a county employee excluding refunds for expenses, contingency and accountable expense allowances, and excluding severance payments or payments for unused vacation or sick leave.

**Early Retirement**

**Eligibility**

**Voluntary**

Upon completion of 20 years of service.

**Involuntary**

Upon completion of 8 years of service.

**Pension**

(a) a monthly pension equal to the actuarial equivalent of benefits.

PLUS

(b) a monthly annuity based on the actuarial equivalent of the member's accumulated contributions with credited interest.

**Vesting**

One Hundred Percent (100%) upon completion of five years of credited service. A member who terminates employment after five years of credited service will receive a deferred annuity commencing at age 60 (or at age 55, if the member has at least 20 years of service at termination). The deferred benefit shall be calculated using the normal retirement pension formula but based on credited service, final average salary and accumulated contributions at termination.

If a member terminates employment prior to entitlement to Plan benefits, he will receive his accumulated contributions with interest.

**Postponed Retirement**

A member may work past normal retirement age and continue to accrue pension credits.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 3: Pension Plan (Continued)**

**Plan Descriptions and Contribution Information (Continued)**

**Disability Retirement**

**Eligibility**

Total and permanent disability prior to Superannuation (Normal Retirement) age and after completion of five years of credited service.

**Pension**

A total monthly pension commencing on the last day of the month following disability retirement equal to 25% of the 1/12<sup>th</sup> of Final Average Salary at time of retirement. Such total monthly pension shall include the monthly disability that is actuarially equivalent to the member's accumulated contributions at retirement.

**Normal Form of Pension**

Benefits are payable in the form of a modified cash refund life annuity, that is for the member's lifetime only, except that disability benefits shall cease upon cessation of disability.

**Optional Retirement Benefits**

A member may elect to receive the actuarial equivalent of his retirement benefit as a full cash refund annuity (Option One) or a reduced joint and survivor pension payable for the remainder of his life, with either 100% or 50% of the member's pension continuing after death to the designated beneficiary. A member may also elect to receive, in one payment, the full amount of his accumulated deductions and continue to receive the annuity provided by the County.

**Death Benefits**

**Pre-Retirement**

If a member dies after having attained age 60 or having completed ten years of credited service, his beneficiary will receive a lump sum equal to the actuarially determined present value of the benefits calculated based on the member's Final Average Salary and credited service at time of death plus the member's accumulated contributions with interest at time of death.

**Post-Retirement**

Upon the death of a terminated or retired member, his beneficiary will receive survivor benefits, if any, in accordance with the form under which benefits were being paid to the member. In any event, the total amount of benefits paid to the deceased member and beneficiary must, at least, equal the member's accumulated contributions with interest.

**Employee Contributions**

The Retirement Board has authorized each member of the retirement system to individually elect to contribute between 5% and 15% of his salary.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 3: Pension Plan (Continued)**

**Plan Descriptions and Contribution Information (Continued)**

**Administration**

Retirement Board as designated in Act 96 of 1971, the County Pension Law.

**Cost-of-Living**

The cost-of-living increase shall be reviewed at least once in every three years by the Retirement Board. The Board has granted cost-of-living increases in the past as follows:

| PERCENTAGE CHANGE<br>IN CPI | EFFECTIVE DATE<br>OF INCREASE |
|-----------------------------|-------------------------------|
| 50%                         | 1/1/80                        |
| 50%                         | 1/1/83                        |
| 70%                         | 1/1/86                        |
| 80%                         | 1/1/88                        |
| 70%                         | 1/1/91                        |
| 70%                         | 1/1/94                        |
| 70%                         | 1/1/98                        |
| 70%                         | 1/1/01                        |
| 70%                         | 1/1/04                        |
| 70%                         | 1/1/07                        |
| 70%                         | 1/1/11                        |
| 70%                         | 1/1/13                        |

**Reserves**

**Members' Annuity Reserve Account**

The balance of \$12,540,924 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, 2016. Since these accumulations represent the present value as of January 1, 2016, of future benefits, the reserve balance and liability are identical. If participants convert their deduction to an annuity at retirement, the liability may be higher or lower than this amount depending on the age of the participant's spouse, and the optional form of payment elected.

**County Annuity Reserve Account**

The balance of (\$32,691,841) in this account as of January 1, 2016, and the amounts expected to be credited in the future, plus investment earnings, represent 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

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 3: Pension Plan (Continued)**

**Plan Descriptions and Contribution Information (Continued)**

**Reserves (Continued)**

**County Annuity Reserve Account (Continued)**

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 amounts needed to cover the benefits of current retirees and accumulated deductions.

**Retired Members' Reserve Account**

This is the 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, 2016 amount to \$53,716,258. The corresponding liability for those annuitants on the roll is identical. This amount exceeds the actual assets of the Plan.

**Adjustment for Market Value Fluctuation**

In order to reduce the fluctuations in the County normal cost which can result from full recognition of the unrealized appreciation or depreciation of the Fund's securities each year, the value of assets used to determine costs was determined by adjusting the cost value of the assets by the average ratio of market to cost value for the past five years:

**Asset Averaging Method**

Ratio of Market Value to Cost Value of Assets

| <u>January 1</u>              | <u>(1)<br/>Cost Value<br/>of Assets</u> | <u>(2)<br/>Market Value<br/>of Assets</u> | <u>Ratio<br/>(2)/(1)</u> |
|-------------------------------|---|---|--------------------------|
| 2012                          | \$36,513,583                            | \$37,464,916                              | 1.0261                   |
| 2013                          | \$34,770,824                            | \$38,697,860                              | 1.1129                   |
| 2014                          | \$31,996,848                            | \$37,555,783                              | 1.1737                   |
| 2015                          | \$36,089,231                            | \$36,330,917                              | 1.0067                   |
| 2016                          | \$33,565,341                            | \$33,029,251                              | .9840                    |
| Average                       |   |   | 1.0664                   |
| (1) Cost Value of Assets      |   | \$33,565,341                              |                          |
| (2) Average Ratio             |   |   | 1.0664                   |
| (3) Actuarial Value of Assets |   | \$35,794,751                              |                          |

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 3: Pension Plan (Continued)**

**Trend Information**

| <b>REVENUES BY SOURCE</b> |                               |                               |                                 |                      |              |
|---------------------------|-------------------------------|-------------------------------|---------------------------------|----------------------|--------------|
| <b>Fiscal Year</b>        | <b>Employee Contributions</b> | <b>Employer Contributions</b> | <b>Investment Income/(Loss)</b> | <b>Miscellaneous</b> | <b>Total</b> |
| 2006                      | \$1,131,349                   | \$ 0                          | \$ 3,245,696                    | \$ 950               | \$ 4,377,995 |
| 2007                      | 1,140,779                     | 0                             | 4,400,769                       | 2,464                | 5,544,012    |
| 2008                      | 1,130,185                     | 0                             | ( 13,302,197)                   | 2,464                | 12,169,548   |
| 2009                      | 1,121,876                     | 200,000                       | ( 1,679,915)                    | 14,511               | ( 343,528)   |
| 2010                      | 1,152,420                     | 200,000                       | 1,233,335                       | 76,148               | 2,661,903    |
| 2011                      | 1,183,199                     | 200,000                       | 1,948,272                       | 40,797               | 3,372,268    |
| 2012                      | 1,221,524                     | 200,000                       | 2,083,789                       | 404,675              | 3,909,988    |
| 2013                      | 998,782                       | 0                             | 3,909,277                       | 22,696               | 4,930,755    |
| 2014                      | 801,241                       | 2,220,000                     | 7,273,410                       | 56,084               | 10,350,735   |
| 2015                      | 820,028                       | 2,000,000                     | 1,003,067                       | 0                    | 3,823,095    |

| <b>EXPENSES BY TYPE</b> |                 |                |  |              |
|-------------------------|-----------------|----------------|--|--------------|
| <b>Fiscal Year</b>      | <b>Benefits</b> | <b>Refunds</b> | <b>Administrative/<br/>Miscellaneous</b> | <b>Total</b> |
| 2006                    | \$2,260,648     | \$ 403,770     | \$126,444                                | \$2,790,862  |
| 2007                    | 2,341,619       | 902,982        | 132,420                                  | 3,377,021    |
| 2008                    | 2,893,795       | 529,848        | 119,009                                  | 3,542,652    |
| 2009                    | 3,040,012       | 505,661        | 410,797                                  | 3,956,470    |
| 2010                    | 3,377,559       | 513,971        | 289,269                                  | 4,180,799    |
| 2011                    | 3,559,485       | 523,305        | 284,068                                  | 4,366,858    |
| 2012                    | 3,590,207       | 471,980        | 593,971                                  | 4,656,158    |
| 2013                    | 4,685,572       | 2,843,836      | 175,322                                  | 7,704,730    |
| 2014                    | 5,318,854       | 742,591        | 196,907                                  | 6,258,352    |
| 2015                    | 6,202,558*      | 0              | 27,600                                   | 6,230,158    |

\* Includes Refunds



**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 3: Pension Plan (Continued)**

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate as of 1/1/16**

|                       | <b>NPL<br/>at 1%<br/>Decrease in<br/>Discount Rate (2.99%)</b> | <b>NPL<br/>at Current<br/>Discount Rate (3.99%)</b> | <b>NPL<br/>at 1%<br/>Increase in<br/>Discount Rate (4.99%)</b> |
|-----------------------|--|---|--|
| Net Pension Liability | \$107,412,015  | \$91,948,301  | \$79,205,332   |

**Investments**

Target allocation and long-term expected real rate of return for each asset class:

| <b>Target<br/>Allocation</b> | <b>Long-Term<br/>Expected Real<br/>Rate of Return</b> |
|------------------------------|---|
|------------------------------|---|

This information was not provided by the actuary.

**Changes in Net Pension Liability**

|  | <b>Increase/(Decrease)</b>         |  |                                  |
|--|------------------------------------|--|----------------------------------|
|  | <b>Total Pension<br/>Liability</b> | <b>Plan Fiduciary<br/>Net Position</b> | <b>Net Pension<br/>Liability</b> |
| Balance at January 1, 2015                           | \$122,741,971                      | \$36,330,917                           | \$86,411,054                     |
| Changes for the Year:                                |                                    |  |                                  |
| Service Cost   | \$ 2,672,728                       | \$ 0                                   | \$ 2,672,728                     |
| Interest   | 4,464,505                          | 0                                      | 4,464,505                        |
| Difference Between Expected<br>and Actual Experience | 1,114,202                          | 0                                      | 1,114,202                        |
| Assumption Changes                                   | 186,704                            | 0                                      | 186,704                          |
| Contributions - Employer                             | 0                                  | 2,000,000                              | ( 2,000,000)                     |
| Contributions - Employee                             | 0                                  | 820,028                                | ( 820,028)                       |
| Net Investment Income                                | 0                                  | 108,464                                | ( 108,464)                       |
| Benefit Payments                                     | ( 6,202,558)                       | ( 6,202,558)                           | 0                                |
| Administrative Expense                               | 0                                  | ( 27,600)                              | 27,600                           |
| Net Changes  | \$ 2,235,581                       | (\$ 3,301,666)                         | \$ 5,537,247                     |
| Balance at January 1, 2016                           | \$124,977,552                      | \$33,029,251                           | \$91,948,301                     |

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 3: Pension Plan (Continued)**

**Deferred Outflows of Resources and Deferred Inflows of Resources**

|   | <u>Deferred<br/>Outflows</u> | <u>Deferred<br/>Inflows</u> |
|---|------------------------------|-----------------------------|
| Differences Between Expected and Actual Experience                                  | \$ 891,362                   | \$ 0                        |
| Changes of Assumptions  | 149,363                      | 0                           |
| Net Difference Between Projected and Actual<br>Earnings on Pension Plan Investments | <u>2,406,727</u>             | <u>0</u>                    |
| Total   | <u>\$3,447,452</u>           | <u>\$ 0</u>                 |

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

|            |                    |
|------------|--------------------|
| 2017       | \$ 896,371         |
| 2018       | 896,371            |
| 2019       | 896,371            |
| 2020       | 758,339            |
| 2021       | 0                  |
| Thereafter | <u>0</u>           |
| Total      | <u>\$3,447,452</u> |

**Note 4: Other Postemployment Benefits**

Separate financial statements are not prepared for the defined benefit healthcare described below.

**Summary of Plan Provisions**

**Health Benefits**

**Eligibility:** Full-time employees hired prior to January 1, 2010, who retire from the County with twenty (20) years of service at the age of fifty-five (55), or twelve (12) years of service at the age of sixty (60). Certain collective bargaining agreements may have extended coverage to those hired up to September 17, 2013.

**Benefits:** The County pays the entire cost of the individual rate for the retiree only, until the employee reaches the age of sixth-five (65). No other medical benefits are provided.

The County changed its accounting and financial reporting for postretirement benefits.

**Plan Description**

Blair County sponsors a single-employer post-retirement medical plan. The plan provides medical benefits to eligible retirees until they reach age 65. Employees must have been hired prior to January 1, 2010, subject to certain collective bargaining agreements, meet certain age and service requirements to be eligible for coverage.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 4: Other Postemployment Benefits (Continued)**

**Funding Policy**

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

**Annual OPEB Cost and Net OPEB Obligation**

The County's annual other post-retirement benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

The following table shows the components of the County's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the County's net OPEB Obligation.

| <b><u>Components of Net OPEB Obligation</u></b> |                          |
|---|--------------------------|
| Annual Required Contribution                    | \$720,934                |
| Interest on Net OPEB Obligation                 | 0                        |
| Adjustment to Annual Required Contribution      | <u>0</u>                 |
| <br>Annual OPEB Cost (Expense)                  | <br>\$720,934            |
| <br>Contributions Made or Accrued               | <br>( 663,189)           |
| <br>Increase in Net Obligation                  | <br>\$ 57,745            |
| Net OPEB Obligation (BOY)                       | <u>0</u>                 |
| <br>Net OPEB Obligation (EOY)                   | <br>\$ 57,745            |
|   | <u><u>          </u></u> |

The County's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2015 is as follows:

| <b><u>Fiscal Year<br/>Ended</u></b> | <b><u>Annual<br/>OPEB Cost</u></b> | <b><u>OPEB Cost<br/>Contributed</u></b> | <b><u>Net OPEB<br/>Obligation</u></b> |
|-------------------------------------|------------------------------------|---|---------------------------------------|
| 12/31/2015                          | \$720,934                          | 92.0%                                   | \$57,745                              |

**Funded Status and Funding Progress**

As of January 1, 2015, the most recent actuarial date, the plan was 0% funded. The actuarial accrued liability for benefits as determined under the valuation was \$10,376,913 and the actuarial value of assets was \$0 resulting in an unfunded actuarial accrued liability (UAAL) of \$10,376,913. The estimated covered payroll (annual payroll of active employees covered by the plan) was \$9,322,000 and the ratio of the UAAL to the covered payroll was 111%.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 4: Other Postemployment Benefits (Continued)**

**Funded Status and Funding Progress (Continued)**

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

**Actuarial Methods and Assumptions**

Projections of benefits for financial reporting purposes are based on substantive plan (the plan as understood by the employer and the plan members) and includes the type of benefits provided at the time of each valuation and the historical pattern of sharing the benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2015 actuarial valuation, the Entry Age Normal actuarial cost method was used. The actuarial assumptions included a 3.75% investment rate of return (net of administrative expenses), which is based on the expected long-term investment returns on the employer's own investments, and an annual healthcare cost trend rate of 8% initially, reduced by decrements to an ultimate rate of 5%. The UAAL is being amortized as over an open 30-year period.

**Note 5: 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**

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 ten acres but not more than 350 acres in the aggregate.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 5: Tax Abatement (Continued)**

**Keystone Opportunity Zone (Continued)**

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 of the Proposed KOEZ and makes a capital investment of at least \$500,000,000 in the Proposed KOEZ within three years from the designation by DCED of the Proposed KOEZ.

Be it resolved by the Board of Commissioners of the County of Blair that contingent upon 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).
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

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2016  
(CONTINUED)**

**Note 5: Tax Abatement (Continued)**

**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.

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 or the required permits prior to initiating the business improvement work.

| <u>Tax Abatement Program</u>                                 | <u>Amount of Taxes Abated<br/>During the Fiscal Year</u> |
|--|--|
| Keystone Opportunity Zone (KOEZ)                             | \$250,560  |
| The Local Economic Revitalization Tax Assistance Act (LERTA) | \$ 19,275  |

**Note 6: Subsequent Events**

Subsequent events were evaluated through June 16, 2017, which is the date the financial statements were available to be issued.

**COUNTY OF BLAIR  
REQUIRED SUPPLEMENTARY INFORMATION  
DEFINED BENEFIT PENSION PLAN INFORMATION  
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS**

**I. Total Pension Liability**

|   | <u>2015</u>          | <u>2014</u>          |
|---|----------------------|----------------------|
| Service Cost  | \$ 2,672,728         | \$ 2,653,621         |
| Interest  | 4,464,505            | 4,578,510            |
| Difference Between Expected<br>and Actual Experience              | 1,114,202            | 0                    |
| Assumption Changes  | 186,704              | 0                    |
| Benefit Payments, Including Refunds<br>of Employees Contributions | ( 6,202,558)         | ( 6,061,445)         |
| Net Change in Total Pension Liability                             | \$ 2,235,581         | \$ 1,170,686         |
| Total Pension Liability - Beginning                               | <u>122,741,971</u>   | <u>121,571,285</u>   |
| Total Pension Liability - Ending                                  | <u>\$124,977,552</u> | <u>\$122,741,971</u> |

**Plan's Fiduciary Net Position**

|   |                      |                      |
|---|----------------------|----------------------|
| Contributions - Employer  | \$ 2,000,000         | \$ 2,220,000         |
| Contributions - Employees   | 820,028              | 801,241              |
| Net Investment Income   | 108,464              | 2,007,499            |
| Benefit Payments, Including Refunds<br>of Employees Contributions           | ( 6,202,558)         | ( 6,061,445)         |
| Administrative Expense  | ( 27,600)            | ( 192,161)           |
| Net Change in Plan's Fiduciary Net Position                                 | (\$ 3,301,666)       | (\$ 1,224,866)       |
| Plan's Fiduciary Net Position - Beginning                                   | <u>36,330,917</u>    | <u>37,555,783</u>    |
| Plan's Fiduciary Net Position - Ending                                      | <u>\$ 33,029,251</u> | <u>\$ 36,330,917</u> |
| County's Net Pension Liability - Ending                                     | <u>\$ 91,948,301</u> | <u>\$ 86,411,054</u> |
| Plan's Fiduciary Net Position as a Percentage<br>of Total Pension Liability | <u>26.43%</u>        | <u>29.60%</u>        |
| Estimated Covered Payroll   | <u>\$ 14,130,559</u> | <u>\$ 14,207,036</u> |
| Net Liability as a Percentage of Covered Payroll                            | <u>650.71%</u>       | <u>608.23%</u>       |

**COUNTY OF BLAIR  
 REQUIRED SUPPLEMENTARY INFORMATION  
 DEFINED BENEFIT PENSION PLAN INFORMATION  
 SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS  
 (CONTINUED)**

**II. Notes to Required Supplementary Information**

The information presented in the required supplementary schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

|                                  |                        |
|----------------------------------|------------------------|
| Valuation Date                   | 1/1/16                 |
| Actuarial Cost Method (GASB)     | Entry Age Normal       |
| Actuarial Cost Method (Funding)  | Entry Age Normal       |
| Asset Valuation Method (GASB)    | Market Value           |
| Asset Valuation Method (Funding) | 5-Year Smoothed Market |
| Actuarial Assumptions:           |                        |
| Investment Rate of Return*       | 7.0%                   |
| Projected Salary Increases*      | 4.0%                   |

\* Includes Inflation at 3%

**GASB 68 Discount Rate** - The Plan's net fiduciary position is projected to deplete during 2026 based on current benefit payments, projected employer contributions, and the assumed investment return. After depletion, the Plan's benefit payments are discounted back at an assumed municipal bond rate of 3.6%. The combined effective discount rate for GASB 68 purposes was 3.99%.

**Mortality** - The life expectancy of all members (active and retired) is determined in accordance with mortality rates set forth in the RP 2000 with Scale AA Combined Mortality Tables for Males and Females.

**Withdrawal Rates** - Members not eligible to retire are assumed to terminate employment in accordance with a percentage of the withdrawal rates set forth in Table T-7 of the Actuary's Handbook. It is further assumed that a percentage of members who terminate after having met the Plan's five-year vesting requirement will elect an immediate refund of their own contributions with interest, thus forfeiting the County provided pension. The applicable percentage is 100% for termination ages up to age 30. After age 30, the applicable percentage is determined as: 100% less (age - 30) times 3.33%.

**COUNTY OF BLAIR  
REQUIRED SUPPLEMENTARY INFORMATION  
DEFINED BENEFIT PENSION PLAN INFORMATION  
SCHEDULE OF EMPLOYER CONTRIBUTION**

|  | <u>2016</u>         | <u>2015</u>         |
|--|---------------------|---------------------|
| Actuarially Determined Contribution              | \$ 5,906,015        | \$ 6,721,349        |
| County Contribution                              | <u>3,000,000</u>    | <u>2,000,000</u>    |
| Contribution Deficiency                          | <u>\$ 2,906,015</u> | <u>\$ 4,721,349</u> |
| Covered Payroll - Estimated                      | <u>\$14,130,559</u> | <u>\$14,207,036</u> |
| Contributions as a Percentage of Covered Payroll | <u>21.23%</u>       | <u>14.08%</u>       |

**COUNTY OF BLAIR  
 REQUIRED SUPPLEMENTARY INFORMATION  
 DEFINED BENEFIT POSTEMPLOYMENT HEALTHCARE PLAN  
 DECEMBER 31, 2016**

| <b>Actuarial<br/>Valuation<br/>Date</b> | <b>Actuarial<br/>Value of<br/>Assets<br/>(a)</b> | <b>Actuarial Accrued<br/>Liability (AAL)<br/>Entry Age<br/>(b)</b> | <b>Unfunded<br/>AAL<br/>(UAAL)<br/>(b-a)</b> | <b>Funded<br/>Ratio<br/>(a/b)</b> | <b>Covered<br/>Payroll<br/>(c)</b> | <b>UAAL as a<br/>Percentage<br/>of Covered<br/>Payroll<br/>((b-a)/c)</b> |
|---|--|--|--|-----------------------------------|------------------------------------|--|
| 12/31/15                                | \$0  | \$10,376,913   | (\$10,376,913)                               | 0%                                | \$9,322,000                        | 111%   |

TBD=To be determined

**COUNTY OF BLAIR  
REQUIRED SUPPLEMENTARY INFORMATION  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GENERAL FUND  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2016**

|   | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>  |
|---|----------------------------|-------------------------|----------------|
| <b><u>Revenues</u></b>                                |                            |                         |                |
| <b><u>Taxes</u></b>                                   |                            |                         |                |
| Current   | \$23,602,641               | \$23,602,641            | \$23,701,459   |
| Delinquent  | 1,400,000                  | 1,400,000               | 1,357,345      |
| Fees  | 625,000                    | 625,000                 | 659,235        |
| Commissions   | <u>202,000</u>             | <u>202,000</u>          | <u>234,719</u> |
| Total Taxes   | \$25,829,641               | \$25,829,641            | \$25,952,758   |
|   | <hr/>                      | <hr/>                   | <hr/>          |
| <b><u>Fines, Forfeits, and Costs</u></b>              | \$ 734,500                 | \$ 734,500              | \$ 688,575     |
|   | <hr/>                      | <hr/>                   | <hr/>          |
| <b><u>Earnings on Temporary Investments</u></b>       | \$ 16,000                  | \$ 16,000               | \$ 49,958      |
|   | <hr/>                      | <hr/>                   | <hr/>          |
| <b><u>Intergovernmental</u></b>                       |                            |                         |                |
| Child Welfare   | \$10,649,609               | \$10,649,609            | \$11,406,952   |
| Adult Parole  | 94,134                     | 94,134                  | 81,012         |
| Court Operations                                      | 334,000                    | 334,000                 | 230,470        |
| Jury Reimbursements                                   | 2,000                      | 2,000                   | 2,557          |
| Victim Witness  | 0                          | 0                       | 159,329        |
| Aging - MATP  | 1,215,600                  | 1,215,600               | 1,126,450      |
| Emergency Management                                  | 84,862                     | 84,862                  | 94,251         |
| Juvenile Title IV-E                                   | 14,000                     | 14,000                  | 14,364         |
| Juvenile Intensive Care                               | 135,000                    | 135,000                 | 0              |
| Judges Support Reimbursement                          | 8,392                      | 8,392                   | 7,801          |
| Judiciary   | 0                          | 0                       | 28,742         |
| Nile Virus Reimbursement                              | 0                          | 0                       | 26,725         |
| Zika Virus Reimbursement                              | 0                          | 0                       | 3,950          |
| HUD-EDI   | 0                          | 0                       | 243,500        |
| MDIT Coordinator                                      | 99,759                     | 99,759                  | 0              |
| Miscellaneous   | <u>0</u>                   | <u>0</u>                | <u>169,235</u> |
| Total Intergovernmental                               | \$12,637,356               | \$12,637,356            | \$13,595,338   |
|   | <hr/>                      | <hr/>                   | <hr/>          |
| <b><u>Departmental Reimbursements and Charges</u></b> |                            |                         |                |
| Treasurer   | \$ 58,850                  | \$ 58,850               | \$ 46,246      |
| Register and Recorder                                 | 645,000                    | 645,000                 | 688,285        |
| Sheriff   | 403,500                    | 403,500                 | 393,000        |
| Prothonotary  | 410,000                    | 410,000                 | 564,308        |
| Magistrates   | 520,000                    | 520,000                 | 532,485        |
| Foster Homes Paid by Individuals                      | 216,325                    | 216,325                 | 127,268        |
| County Prison   | 143,000                    | 143,000                 | 35,309         |
| Election Fees   | 60                         | 60                      | 63             |

**COUNTY OF BLAIR**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GENERAL FUND**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**(CONTINUED)**

|   | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>       |
|---|----------------------------|-------------------------|---------------------|
| <b><u>Revenues</u></b> (Continued)                            |                            |                         |                     |
| <b><u>Departmental Reimbursements and Charges</u></b> (Cont.) |                            |                         |                     |
| Tax Claim Bureau  | \$ 14,500                  | \$ 14,500               | \$ 16,357           |
| Coroner   | 21,500                     | 21,500                  | 20,861              |
| District Attorney - Salary Reimbursement                      | 108,000                    | 108,000                 | 109,552             |
| Office Services   | 0                          | 0                       | 1,309               |
| Other   | <u>0</u>                   | <u>0</u>                | <u>1,223</u>        |
| Total Departmental Reimbursements and Charges                 | \$ 2,540,735               | \$ 2,540,735            | \$ 2,536,266        |
| <b><u>Payments in Lieu of Taxes</u></b>                       |                            |                         |                     |
| State Game Lands  | \$ 70,000                  | \$ 70,000               | \$ 70,496           |
| Housing Authorities   | 18,893                     | 18,893                  | 20,366              |
| Public Utility Realty   | 27,900                     | 27,900                  | 24,715              |
| Hospitals   | <u>130,101</u>             | <u>130,101</u>          | <u>130,101</u>      |
| Total Payments in Lieu of Taxes                               | \$ 246,894                 | \$ 246,894              | \$ 245,678          |
| <b><u>State Tax Equalization</u></b>                          |                            |                         |                     |
| State Tax Equalization  | \$ 700                     | \$ 700                  | \$ 696              |
| <b><u>Other Revenue Receipts</u></b>                          |                            |                         |                     |
| Indirect Costs and Administration Fees                        | \$ 536,953                 | \$ 536,953              | \$ 612,951          |
| Surplus Foods   | 210,000                    | 210,000                 | 216,833             |
| Miscellaneous   | 20,000                     | 20,000                  | 28,758              |
| Clean and Green Filling Fees                                  | 0                          | 0                       | 81,650              |
| Rent and Leases   | <u>10,320</u>              | <u>10,320</u>           | <u>9,900</u>        |
| Total Other Revenue Receipts                                  | \$ 777,273                 | \$ 777,273              | \$ 950,092          |
| Total Revenues  | <u>\$42,783,099</u>        | <u>\$42,783,099</u>     | <u>\$44,019,361</u> |
| <b><u>Other Financing Sources</u></b>                         |                            |                         |                     |
| <b><u>Sale of Property and Supplies</u></b>                   |                            |                         |                     |
| Garage  | \$ 2,000                   | \$ 2,000                | \$ 0                |
| Fuel  | 0                          | 0                       | 4,165               |
| Court House   | <u>20,000</u>              | <u>20,000</u>           | <u>3,449</u>        |
| Total Sale of Property and Supplies                           | \$ 22,000                  | \$ 22,000               | \$ 7,614            |

**COUNTY OF BLAIR  
REQUIRED SUPPLEMENTARY INFORMATION  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GENERAL FUND  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2016  
(CONTINUED)**

|  | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u> |
|--|----------------------------|-------------------------|---------------|
| <b><u>Revenues</u></b> (Continued)         |                            |                         |               |
| <b><u>Transfers from Other Funds</u></b>   | \$ 0                       | \$ 0                    | \$ 17,978     |
|  | -----                      | -----                   | -----         |
| Total Other Financing Sources              | \$ 22,000                  | \$ 22,000               | \$ 25,592     |
|  | -----                      | -----                   | -----         |
| Total Revenues and Other Financing Sources | \$42,805,099               | \$42,805,099            | \$44,044,953  |
|  | -----                      | -----                   | -----         |
| <b><u>Expenditures</u></b>                 |                            |                         |               |
| <b><u>Governmental</u></b>                 |                            |                         |               |
| <b><u>Administration</u></b>               |                            |                         |               |
| Commissioners                              | \$ 370,225                 | \$ 370,225              | \$ 347,861    |
| Solicitor                                  | 109,981                    | 109,981                 | 83,609        |
| County Buildings                           | 1,005,845                  | 1,005,845               | 841,664       |
| Conduct of Elections                       | 320,781                    | 320,781                 | 322,337       |
| Tax Assessment                             | 340,992                    | 340,992                 | 362,666       |
| Treasurer                                  | 136,071                    | 136,071                 | 132,557       |
| Tax Collectors                             | 106,542                    | 106,542                 | 105,275       |
| Delinquent Tax Office                      | 511,120                    | 511,120                 | 389,238       |
| Controller                                 | 215,824                    | 215,824                 | 211,653       |
| GIS  | 75,050                     | 75,050                  | 78,445        |
| Planning and Zoning                        | 86,934                     | 86,934                  | 69,908        |
| MDIT Coordinator                           | 99,759                     | 99,759                  | 24,616        |
| Central Telephone Service                  | 84,320                     | 84,320                  | 20,773        |
| Data Processing                            | 466,786                    | 466,786                 | 465,660       |
| Central Purchasing                         | 69,258                     | 69,258                  | 31,467        |
| Microfilming and Photo Recording           | 70,772                     | 70,772                  | 65,970        |
| Office Services                            | 108,325                    | 108,325                 | 65,085        |
| Finance                                    | 108,369                    | 108,369                 | 97,474        |
| Human Resources                            | 165,551                    | 165,551                 | 121,766       |
| 911  | 327,611                    | 327,611                 | 80,601        |
| MDIT                                       | 0                          | 0                       | 44,625        |
| General                                    | 0                          | 0                       | ( 727)        |
|  | -----                      | -----                   | -----         |
| Total Administration                       | \$ 4,780,116               | \$ 4,780,116            | \$ 3,962,523  |
|  | -----                      | -----                   | -----         |
| <b><u>Judicial</u></b>                     |                            |                         |               |
| Register and Recorder                      | \$ 304,039                 | \$ 304,039              | \$ 325,441    |
| Sheriff                                    | 1,044,423                  | 1,044,423               | 1,040,005     |
| Coroner                                    | 314,575                    | 314,575                 | 312,846       |
| Prothonotary                               | 432,007                    | 432,007                 | 394,137       |
| Costs and Fines                            | 143,394                    | 143,394                 | 95,778        |

**COUNTY OF BLAIR  
REQUIRED SUPPLEMENTARY INFORMATION  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GENERAL FUND  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2016  
(CONTINUED)**

|   | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u>       |
|---|----------------------------|-------------------------|---------------------|
| <b><u>Expenditures</u> (Continued)</b>                              |                            |                         |                     |
| <b><u>Governmental</u> (Continued)</b>                              |                            |                         |                     |
| <b><u>Judicial</u> (Continued)</b>                                  |                            |                         |                     |
| Public Defender   | \$ 417,850                 | \$ 417,850              | \$ 395,532          |
| District Attorney   | 821,982                    | 821,982                 | 730,320             |
| Law Library   | 38,257                     | 38,257                  | 37,006              |
| Courts - All Other  | 1,430,741                  | 1,430,741               | 1,384,981           |
| District Justices   | 647,342                    | 647,342                 | 638,080             |
| Constables  | 375,000                    | 375,000                 | 379,798             |
| Victim Witness  | 0                          | 0                       | 87,060              |
| Domestic Relations  | <u>254,082</u>             | <u>254,082</u>          | <u>258,434</u>      |
| Total Judicial  | <u>\$ 6,223,692</u>        | <u>\$ 6,223,692</u>     | <u>\$ 6,079,418</u> |
| <br>  |                            |                         |                     |
| <b><u>Corrections</u></b>   |                            |                         |                     |
| Probation and Parole:   |                            |                         |                     |
| Adults  | \$ 381,841                 | \$ 381,841              | \$ 411,978          |
| Juvenile  | 765,078                    | 765,078                 | 551,429             |
| Juvenile Detention Home   | 84,546                     | 84,546                  | 43,120              |
| Maintenance of Adjudicated Juveniles<br>in Private Training Schools | 766,260                    | 766,260                 | 554,921             |
| County Jail   | <u>5,958,437</u>           | <u>5,958,437</u>        | <u>6,527,301</u>    |
| Total Corrections   | <u>\$ 7,956,162</u>        | <u>\$ 7,956,162</u>     | <u>\$ 8,088,749</u> |
| <br>  |                            |                         |                     |
| <b><u>Adult Welfare</u></b>   |                            |                         |                     |
| Adult Day Care Center   | \$ 4,000                   | \$ 4,000                | \$ 4,000            |
| Blair County Office of Aging  | <u>1,240,600</u>           | <u>1,240,600</u>        | <u>1,151,450</u>    |
| Total Adult Welfare Service   | <u>\$ 1,244,600</u>        | <u>\$ 1,244,600</u>     | <u>\$ 1,155,450</u> |
| <br>  |                            |                         |                     |
| <b><u>Juvenile Welfare Service</u></b>                              |                            |                         |                     |
| Child Welfare General Supervision                                   | \$ 2,920,412               | \$ 2,920,412            | \$ 3,211,368        |
| Maintenance of Children under<br>Supervision of Foster Care         | 5,874,144                  | 5,874,144               | 5,007,137           |
| Maintenance of Children Except<br>Dependent or Delinquent           | 1,182,400                  | 1,182,400               | 1,416,454           |
| Services to Children in Their Own Home                              | 2,732,150                  | 2,732,150               | 3,323,992           |
| Day Care Program  | <u>0</u>                   | <u>0</u>                | <u>0</u>            |
| Total Juvenile Welfare Service                                      | <u>\$12,709,106</u>        | <u>\$12,709,106</u>     | <u>\$12,958,951</u> |

**COUNTY OF BLAIR  
REQUIRED SUPPLEMENTARY INFORMATION  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GENERAL FUND  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2016  
(CONTINUED)**

|   | <u>Original<br/>Budget</u> | <u>Final<br/>Budget</u> | <u>Actual</u> |
|---|----------------------------|-------------------------|---------------|
| <b><u>Expenditures</u></b> (Continued)      |                            |                         |               |
| <b><u>Governmental</u></b> (Continued)      |                            |                         |               |
| <b><u>Highways</u></b>                      |                            |                         |               |
| Maintenance of Roads and Bridges            | \$ 318,255                 | \$ 318,255              | \$ 329,138    |
|   | <hr/>                      | <hr/>                   | <hr/>         |
| <b><u>Health and Hospitals</u></b>          |                            |                         |               |
| Mental Health                               | \$ 0                       | \$ 0                    | \$ 3,091      |
| Public Health Service                       | 395,967                    | 395,967                 | 395,967       |
|   | <hr/>                      | <hr/>                   | <hr/>         |
| Total Health and Hospitals                  | \$ 395,967                 | \$ 395,967              | \$ 399,058    |
|   | <hr/>                      | <hr/>                   | <hr/>         |
| <b><u>Other Programs</u></b>                |                            |                         |               |
| Emergency Management                        | \$ 132,655                 | \$ 132,655              | \$ 104,198    |
| Military Affairs                            | 93,100                     | 93,100                  | 90,239        |
| Employee Benefits                           | 8,291,592                  | 8,291,592               | 9,155,907     |
| Insurance                                   | 891,100                    | 891,100                 | 225,442       |
| Historic and Civic Association              | 1,000                      | 1,000                   | 2,000         |
| Extension Office                            | 48,634                     | 48,634                  | 77,557        |
| Soil Conservation                           | 134,493                    | 134,493                 | 191,190       |
| Solid Waste                                 | 0                          | 0                       | 40,425        |
| Airport                                     | 50,000                     | 50,000                  | 18,080        |
| Libraries                                   | 162,153                    | 162,153                 | 191,449       |
| Fort Roberdeau                              | 162,153                    | 162,153                 | 25,862        |
| ABCD Grant                                  | 0                          | 0                       | 243,500       |
| Surplus Food                                | 0                          | 0                       | 308,010       |
| Miscellaneous                               | 521,468                    | 521,468                 | 144,782       |
|   | <hr/>                      | <hr/>                   | <hr/>         |
| Total Other Programs                        | \$10,488,348               | \$10,488,348            | \$10,818,641  |
|   | <hr/>                      | <hr/>                   | <hr/>         |
| Total Governmental                          | \$44,116,246               | \$44,116,246            | \$43,791,928  |
|   | <hr/>                      | <hr/>                   | <hr/>         |
| <b><u>Other Financing Uses</u></b>          |                            |                         |               |
| Transfers to Other Funds                    | \$ 2,860,836               | \$ 2,860,836            | \$ 3,265,755  |
| Refunds                                     | 20,000                     | 20,000                  | 0             |
|   | <hr/>                      | <hr/>                   | <hr/>         |
| Total Other Financing Uses                  | \$ 2,880,836               | \$ 2,880,836            | \$ 3,265,755  |
|   | <hr/>                      | <hr/>                   | <hr/>         |
| Total Expenditures and Other Financing Uses | \$46,997,082               | \$46,997,082            | \$47,057,683  |
|   | <hr/>                      | <hr/>                   | <hr/>         |

**COUNTY OF BLAIR**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**GENERAL FUND**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**  
**(CONTINUED)**

|   | <u>Original<br/>Budget</u>  | <u>Final<br/>Budget</u>     | <u>Actual</u>       |
|---|-----------------------------|-----------------------------|---------------------|
| Excess of Revenues and Other Financing<br>Sources Over (Under) Expenditures<br>and Other Financing Uses | (\$ 4,191,983)              | (\$ 4,191,983)              | (\$ 3,012,730)      |
| <b><u>Fund Balance</u></b> - Beginning  | <u>                    </u> | <u>                    </u> | <u>11,477,684</u>   |
| <b><u>Fund Balance</u></b> - Ending   |                             |                             | <u>\$ 8,464,954</u> |

**Note:** The Actual column does not include activity from the workmen's compensation funds, the unemployment compensation fund, and the employee wage tax fund.

|   |                    |
|---|--------------------|
| General Fund Fund Balance                   | \$8,464,954        |
| Workmen's Compensation Funds Fund Balance   | 581,820            |
| Unemployment Compensation Fund Fund Balance | 254                |
| Employee Wage Tax Fund Fund Balance         | <u>2,374</u>       |
|   | <u>\$9,049,402</u> |

The budget also does not include the \$6,000,000 TAN Note and the subsequent repayment.

**COUNTY OF BLAIR**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**NOTES TO STATEMENT OF REVENUES, EXPENDITURES,**  
**AND CHANGES IN FUND BALANCES**  
**GENERAL FUND**  
**BUDGET AND ACTUAL**  
**YEAR ENDED DECEMBER 31, 2016**

**Budgets and Budgetary Accounting**

The budget prepared for the year ended December 31, 2016 was comprised of the unassigned general fund.

The budget is maintained on a modified accrual basis by fund, function, and object, with expenditures controlled by line item. Appropriations lapse at the end of each year and must be reappropriated. Encumbrances are not reported. The County Commissioners authorize the transfer of budget amounts between departments within any fund; and any supplemental appropriations, which alter the total expenditures of any fund also, require resolution by the County Commissioners. Budgeted amounts are as originally adopted or as amended by the Commissioners at various times.

The County has adopted the following procedures in establishing the budgetary data reflected in the financial statements:

1. During October, County department heads are required to submit to the County Commissioners preliminary operating budgets for the fiscal year commencing the following January 1. The operating budgets submitted include proposed expenditures and the means of financing them, as well as narrative justification for increases of operating expenditures.
2. Budgets, as submitted, are subject to a detailed review by the Controller and County Commissioners. This review process, which continues through November, includes meeting with the department heads, comparisons with prior years' spending patterns, and forecasting of future needs.
3. As required by the County Code, the proposed budget is made available for public inspection for at least twenty (20) days prior to the date of adoption, with adoption required by December 31. Subsequent to the budget approval, the Commissioners adopt the appropriation's measures required to put the budget into effect, and fix the rate of taxation.
4. Within fifteen (15) days subsequent to the legal adoption of the budget, the Commissioners file a copy of the budget with the Department of Community Affairs of the Commonwealth of Pennsylvania. Should supplemental budget appropriations be required, the Commissioners may authorize the transfer of funds between line items by means of budget changes approved at the weekly Commissioners' meeting.
5. Formal budgetary integration is employed as a management control device during the year for the general fund.
6. At the end of the year, any remaining amount in a budgeted item must be closed, as it is not permissible to carry the balance into the next year.
7. The following is a schedule of final budgetary comparison with an excess of expenditures over appropriations.

|                          | <u>Final Budget</u> | <u>Actual</u> | <u>Excess</u> |
|--------------------------|---------------------|---------------|---------------|
| Corrections              | \$ 7,956,162        | \$ 8,088,749  | \$132,587     |
| Juvenile Welfare Service | 12,709,106          | 12,958,951    | 249,845       |
| Highways                 | 318,255             | 329,138       | 10,883        |
| Health and Hospitals     | 395,967             | 399,058       | 3,091         |
| Other Programs           | 10,488,348          | 10,818,641    | 330,293       |

**COUNTY OF BLAIR  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2016**

|  | <u>911<br/>Fund</u> | <u>Act 89<br/>Fund</u> | <u>Act 89<br/>VR Fee<br/>Fund</u> | <u>Affordable<br/>Housing<br/>Fund</u> |
|--|---------------------|------------------------|-----------------------------------|--|
| <b><u>ASSETS</u></b>                           |                     |                        |                                   |  |
| Cash and Cash Equivalents                      | \$ 380,254          | \$401,990              | \$874,572                         | \$288,347                              |
| Prepaid Expenses                               | 108,765             | 0                      | 0                                 | 0                                      |
| Accounts Receivable                            | 0                   | 0                      | 0                                 | 14,867                                 |
| Due from Other Funds                           | 0                   | 0                      | 0                                 | 7,670                                  |
| Due from Other Governmental Units              | 564,148             | 0                      | 0                                 | 0                                      |
| Due from Component Unit                        | <u>0</u>            | <u>0</u>               | <u>0</u>                          | <u>0</u>                               |
| <b>TOTAL ASSETS</b>                            | <b>\$1,053,167</b>  | <b>\$401,990</b>       | <b>\$874,572</b>                  | <b>\$310,884</b>                       |
| <b><u>LIABILITIES AND FUND BALANCES</u></b>    |                     |                        |                                   |  |
| <b><u>Liabilities</u></b>                      |                     |                        |                                   |  |
| Accounts Payable and Accrued Expenses          | \$ 27,640           | \$ 0                   | \$ 0                              | \$ 0                                   |
| Deposits Payable                               | 0                   | 0                      | 0                                 | 0                                      |
| Due to Other Governmental Units                | 0                   | 0                      | 0                                 | 0                                      |
| Due to Other Funds                             | 416,589             | 0                      | 0                                 | 0                                      |
| Unearned Revenue                               | <u>0</u>            | <u>0</u>               | <u>0</u>                          | <u>0</u>                               |
| Total Liabilities                              | <b>\$ 444,229</b>   | <b>\$ 0</b>            | <b>\$ 0</b>                       | <b>\$ 0</b>                            |
| <b><u>Fund Balances</u></b>                    |                     |                        |                                   |  |
| Nonspendable                                   | \$ 108,765          | \$ 0                   | \$ 0                              | \$ 0                                   |
| Restricted                                     | 0                   | 401,990                | 774,572                           | 0                                      |
| Committed                                      | 0                   | 0                      | 100,000                           | 0                                      |
| Assigned                                       | 0                   | 0                      | 0                                 | 310,884                                |
| Unassigned                                     | <u>500,173</u>      | <u>0</u>               | <u>0</u>                          | <u>0</u>                               |
| Total Fund Balances                            | <b>\$ 608,938</b>   | <b>\$401,990</b>       | <b>\$874,572</b>                  | <b>\$310,884</b>                       |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCES</b> | <b>\$1,053,167</b>  | <b>\$401,990</b>       | <b>\$874,572</b>                  | <b>\$310,884</b>                       |

**COUNTY OF BLAIR  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2016**

| <u>Alternative<br/>Clean<br/>Energy<br/>Fund</u> | <u>Capital<br/>Projects<br/>Fund</u> | <u>Capital<br/>Reserve<br/>Fund</u> | <u>CDBG<br/>Grant<br/>Fund</u> | <u>Central<br/>Booking<br/>Fees<br/>Fund</u> | <u>Clerk of<br/>Courts<br/>Fund</u> | <u>Coroners<br/>Vital<br/>Statistics Imp.<br/>Fund</u> | <u>Debt<br/>Service<br/>Fund</u> |
|--|--------------------------------------|-------------------------------------|--------------------------------|--|-------------------------------------|--|----------------------------------|
| \$ 8,343   | \$2,271,912                          | \$85,563                            | \$ 1,940                       | \$229,314                                    | \$85,485                            | \$23,888   | \$0                              |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 27,763                                       | 918                                 | 0  | 0                                |
| 0  | 0                                    | 0                                   | 78,626                         | 0  | 0                                   | 0  | 0                                |
| <u>45,146</u>                                    | <u>0</u>                             | <u>0</u>                            | <u>0</u>                       | <u>0</u>                                     | <u>0</u>                            | <u>0</u>   | <u>0</u>                         |
| <u>\$53,489</u>                                  | <u>\$2,271,912</u>                   | <u>\$85,563</u>                     | <u>\$80,566</u>                | <u>\$257,077</u>                             | <u>\$86,403</u>                     | <u>\$23,888</u>  | <u>\$0</u>                       |
| \$ 0   | \$ 619,568                           | \$ 0                                | \$ 5,862                       | \$ 77  | \$ 187                              | \$ 2,630   | \$0                              |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 53,489   | 0                                    | 0                                   | 1,355                          | 0  | 0                                   | 0  | 0                                |
| 0  | 245,064                              | 0                                   | 73,349                         | 5,152  | 0                                   | 0  | 0                                |
| <u>0</u>   | <u>0</u>                             | <u>0</u>                            | <u>0</u>                       | <u>0</u>                                     | <u>0</u>                            | <u>0</u>   | <u>0</u>                         |
| <u>\$53,489</u>                                  | <u>\$ 864,632</u>                    | <u>\$ 0</u>                         | <u>\$80,566</u>                | <u>\$ 5,229</u>                              | <u>\$ 187</u>                       | <u>\$ 2,630</u>  | <u>\$0</u>                       |
| \$ 0   | \$ 0                                 | \$ 0                                | \$ 0                           | \$ 0   | \$ 0                                | \$ 0   | \$0                              |
| 0  | 1,407,280                            | 85,563                              | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 251,848                                      | 86,216                              | 21,258   | 0                                |
| <u>0</u>   | <u>0</u>                             | <u>0</u>                            | <u>0</u>                       | <u>0</u>                                     | <u>0</u>                            | <u>0</u>   | <u>0</u>                         |
| <u>\$ 0</u>                                      | <u>\$1,407,280</u>                   | <u>\$85,563</u>                     | <u>\$ 0</u>                    | <u>\$251,848</u>                             | <u>\$86,216</u>                     | <u>\$21,258</u>  | <u>\$0</u>                       |
| \$53,489   | \$2,271,912                          | \$85,563                            | \$80,566                       | \$257,077                                    | \$86,403                            | \$23,888   | \$0                              |

**COUNTY OF BLAIR  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2016  
(CONTINUED)**

|  | <u>Domestic<br/>Relations<br/>Fund</u> | <u>Drug<br/>Court<br/>Fund</u> | <u>DUI<br/>Specialty<br/>Court<br/>Fund</u> |
|--|--|--------------------------------|---|
| <b><u>ASSETS</u></b>                           |  |                                |   |
| Cash and Cash Equivalents                      | \$1,523,135                            | \$7,437                        | \$2,872                                     |
| Prepaid Expenses                               | 0                                      | 0                              | 0   |
| Accounts Receivable                            | 0                                      | 0                              | 0   |
| Due from Other Funds                           | 0                                      | 0                              | 0   |
| Due from Other Governmental Units              | 137,398                                | 0                              | 0   |
| Due from Component Unit                        | <u>0</u>                               | <u>0</u>                       | <u>0</u>                                    |
| <b>TOTAL ASSETS</b>                            | <b><u>\$1,660,533</u></b>              | <b><u>\$7,437</u></b>          | <b><u>\$2,872</u></b>                       |
| <b><u>LIABILITIES AND FUND BALANCES</u></b>    |  |                                |   |
| <b><u>Liabilities</u></b>                      |  |                                |   |
| Accounts Payable and Accrued Expenses          | \$ 1,639                               | \$ 908                         | \$1,834                                     |
| Deposits Payable                               | 0                                      | 0                              | 0   |
| Due to Other Governmental Units                | 0                                      | 0                              | 0   |
| Due to Other Funds                             | 23,512                                 | 0                              | 0   |
| Unearned Revenue                               | <u>0</u>                               | <u>0</u>                       | <u>0</u>                                    |
| Total Liabilities                              | <b><u>\$ 25,151</u></b>                | <b><u>\$ 908</u></b>           | <b><u>\$1,834</u></b>                       |
| <b><u>Fund Balances</u></b>                    |  |                                |   |
| Nonspendable                                   | \$ 0                                   | \$ 0                           | \$ 0  |
| Restricted                                     | 0                                      | 0                              | 0   |
| Committed                                      | 0                                      | 0                              | 0   |
| Assigned                                       | 1,635,382                              | 6,529                          | 1,038                                       |
| Unassigned                                     | <u>0</u>                               | <u>0</u>                       | <u>0</u>                                    |
| Total Fund Balances                            | <b><u>\$1,635,382</u></b>              | <b><u>\$6,529</u></b>          | <b><u>\$1,038</u></b>                       |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCES</b> | <b><u>\$1,660,533</u></b>              | <b><u>\$7,437</u></b>          | <b><u>\$2,872</u></b>                       |

**COUNTY OF BLAIR  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2016  
(CONTINUED)**

| <u>ESG<br/>Grant<br/>Fund</u> | <u>Farm Land<br/>Protection<br/>Fund</u> | <u>Fort<br/>Roberdeau<br/>Fund</u> | <u>Hazardous<br/>Emergency<br/>Response<br/>Fund</u> | <u>Hotel<br/>Tax<br/>Fund</u> | <u>Hotel<br/>Tourism<br/>Tax Reserve<br/>Fund</u> | <u>Juvenile<br/>Probation<br/>Fund</u> | <u>Liquid<br/>Fuel Tax<br/>Fund</u> |
|-------------------------------|--|------------------------------------|--|-------------------------------|---|--|-------------------------------------|
| \$0                           | \$69,530                                 | \$ 79,068                          | \$189,428  | \$ 46,298                     | \$ 0  | \$104,963                              | \$878,298                           |
| 0                             | 0  | 0                                  | 19,361   | 0                             | 0   | 0                                      | 0                                   |
| 0                             | 0  | 8,525                              | 0  | 120,686                       | 0   | 0                                      | 0                                   |
| 0                             | 0  | 21,683                             | 118  | 0                             | 7,642   | 1,117                                  | 10,277                              |
| 0                             | 0  | 0                                  | 20,607   | 0                             | 0   | 177,184                                | 24,316                              |
| 0                             | 0  | 0                                  | 0  | 0                             | 0   | 0                                      | 0                                   |
| \$0                           | \$69,530                                 | \$109,276                          | \$229,514  | \$166,984                     | \$7,642   | \$283,264                              | \$912,891                           |
| ==                            | ==                                       | ==                                 | ==   | ==                            | ==  | ==                                     | ==                                  |
| \$0                           | \$ 0                                     | \$ 5,533                           | \$ 321   | \$153,771                     | \$ 0  | \$ 1,119                               | \$ 17,233                           |
| 0                             | 2,000                                    | 0                                  | 0  | 0                             | 0   | 0                                      | 0                                   |
| 0                             | 0  | 0                                  | 0  | 0                             | 0   | 0                                      | 0                                   |
| 0                             | 0  | 0                                  | 84   | 13,213                        | 0   | 153,165                                | 10,754                              |
| 0                             | 0  | 0                                  | 8,670  | 0                             | 0   | 0                                      | 0                                   |
| \$0                           | \$ 2,000                                 | \$ 5,533                           | \$ 9,075   | \$166,984                     | \$ 0  | \$154,284                              | \$ 27,987                           |
| -                             | ==                                       | ==                                 | ==   | ==                            | ==  | ==                                     | ==                                  |
| \$0                           | \$ 0                                     | \$ 0                               | \$ 19,361  | \$ 0                          | \$ 0  | \$ 0                                   | \$ 0                                |
| 0                             | 0  | 0                                  | 201,078  | 0                             | 0   | 0                                      | 884,904                             |
| 0                             | 0  | 0                                  | 0  | 0                             | 0   | 0                                      | 0                                   |
| 0                             | 67,530                                   | 103,743                            | 0  | 0                             | 7,642   | 128,980                                | 0                                   |
| 0                             | 0  | 0                                  | 0  | 0                             | 0   | 0                                      | 0                                   |
| \$0                           | \$67,530                                 | \$103,743                          | \$220,439  | \$ 0                          | \$7,642   | \$128,980                              | \$884,904                           |
| -                             | ==                                       | ==                                 | ==   | ==                            | ==  | ==                                     | ==                                  |
| \$0                           | \$69,530                                 | \$109,276                          | \$229,514  | \$166,984                     | \$7,642   | \$283,264                              | \$912,891                           |
| ==                            | ==                                       | ==                                 | ==   | ==                            | ==  | ==                                     | ==                                  |

**COUNTY OF BLAIR  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2016  
(CONTINUED)**

|  | <u>Marcellus<br/>Shale<br/>Fund</u> | <u>Offenders<br/>Supervision<br/>Fund</u> | <u>PHARE<br/>Grant<br/>Fund</u> | <u>Prison<br/>Operational<br/>Reserve<br/>Fund</u> |
|--|-------------------------------------|---|---------------------------------|--|
| <b><u>ASSETS</u></b>                           |                                     |   |                                 |  |
| Cash and Cash Equivalents                      | \$1,069,375                         | \$173,954                                 | \$3,769                         | \$50,545   |
| Prepaid Expenses                               | 0                                   | 0   | 0                               | 0  |
| Accounts Receivable                            | 0                                   | 0   | 0                               | 0  |
| Due from Other Funds                           | 0                                   | 25,410                                    | 0                               | 5,126  |
| Due from Other Governmental Units              | 0                                   | 191,055                                   | 0                               | 0  |
| Due from Component Unit                        | <u>0</u>                            | <u>14,994</u>                             | <u>0</u>                        | <u>0</u>   |
| <b>TOTAL ASSETS</b>                            | <b><u>\$1,069,375</u></b>           | <b><u>\$405,413</u></b>                   | <b><u>\$3,769</u></b>           | <b><u>\$55,671</u></b>                             |
| <b><u>LIABILITIES AND FUND BALANCES</u></b>    |                                     |   |                                 |  |
| <b><u>Liabilities</u></b>                      |                                     |   |                                 |  |
| Accounts Payable and Accrued Expenses          | \$ 0                                | \$ 20,083                                 | \$ 0                            | \$ 5,603   |
| Deposits Payable                               | 0                                   | 0   | 0                               | 0  |
| Due to Other Governmental Units                | 0                                   | 0   | 0                               | 0  |
| Due to Other Funds                             | 0                                   | 427                                       | 0                               | 1,088  |
| Unearned Revenue                               | <u>0</u>                            | <u>0</u>                                  | <u>0</u>                        | <u>0</u>   |
| Total Liabilities                              | <u>\$ 0</u>                         | <u>\$ 20,510</u>                          | <u>\$ 0</u>                     | <u>\$ 6,691</u>                                    |
| <b><u>Fund Balances</u></b>                    |                                     |   |                                 |  |
| Nonspendable                                   | \$ 0                                | \$ 0                                      | \$ 0                            | \$ 0   |
| Restricted                                     | 1,069,375                           | 0   | 3,769                           | 0  |
| Committed                                      | 0                                   | 0   | 0                               | 0  |
| Assigned                                       | 0                                   | 384,903                                   | 0                               | 48,980   |
| Unassigned                                     | <u>0</u>                            | <u>0</u>                                  | <u>0</u>                        | <u>0</u>   |
| Total Fund Balances                            | <u>\$1,069,375</u>                  | <u>\$384,903</u>                          | <u>\$3,769</u>                  | <u>\$48,980</u>                                    |
| <b>TOTAL LIABILITIES AND<br/>FUND BALANCES</b> | <b><u>\$1,069,375</u></b>           | <b><u>\$405,413</u></b>                   | <b><u>\$3,769</u></b>           | <b><u>\$55,671</u></b>                             |

**COUNTY OF BLAIR  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2016  
(CONTINUED)**

| <u>Prothonotary<br/>Automation<br/>Fund</u> | <u>Records<br/>Fund</u> | <u>Recreation<br/>Fund</u> | <u>Register<br/>&amp;<br/>Recorder<br/>Fund</u> | <u>Sheriff's<br/>K-9<br/>Fund</u> | <u>Technology<br/>Fund</u> | <u>Victim<br/>Witness<br/>ARD<br/>Fund</u> | <u>Total<br/>Nonmajor<br/>Governmental<br/>Funds</u> |
|---|-------------------------|----------------------------|---|-----------------------------------|----------------------------|--|--|
| \$22,967                                    | \$41,932                | \$57,135                   | \$26,594  | \$14,387                          | \$50,987                   | \$120,643                                  | \$ 9,184,925   |
| 5,771                                       | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 133,897  |
| 0   | 0                       | 0                          | 0   | 0                                 | 368                        | 0  | 144,446  |
| 1,376                                       | 4,226                   | 0                          | 6,339   | 0                                 | 0                          | 4,553                                      | 124,218  |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 1,193,334  |
| <u>0</u>                                    | <u>0</u>                | <u>0</u>                   | <u>0</u>  | <u>0</u>                          | <u>0</u>                   | <u>0</u>                                   | <u>60,140</u>  |
| <u>\$30,114</u>                             | <u>\$46,158</u>         | <u>\$57,135</u>            | <u>\$32,933</u>                                 | <u>\$14,387</u>                   | <u>\$51,355</u>            | <u>\$125,196</u>                           | <u>\$10,840,960</u>                                  |
| <br>  |                         |                            |   |                                   |                            |  |  |
| \$ 1,552                                    | \$ 1,416                | \$ 526                     | \$ 401  | \$ 28                             | \$ 0                       | \$ 545                                     | \$ 868,476   |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 2,000  |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 54,844   |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 942,397  |
| <u>0</u>                                    | <u>0</u>                | <u>0</u>                   | <u>0</u>  | <u>0</u>                          | <u>0</u>                   | <u>0</u>                                   | <u>8,670</u>   |
| <u>\$ 1,552</u>                             | <u>\$ 1,416</u>         | <u>\$ 526</u>              | <u>\$ 401</u>                                   | <u>\$ 28</u>                      | <u>\$ 0</u>                | <u>\$ 545</u>                              | <u>\$ 1,876,387</u>                                  |
| <br>  |                         |                            |   |                                   |                            |  |  |
| \$ 5,771                                    | \$ 0                    | \$ 0                       | \$ 0  | \$ 0                              | \$ 0                       | \$ 0                                       | \$ 133,897   |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 4,828,531  |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 100,000  |
| 22,791                                      | 44,742                  | 56,609                     | 32,532  | 14,359                            | 51,355                     | 124,651                                    | 3,401,972  |
| <u>0</u>                                    | <u>0</u>                | <u>0</u>                   | <u>0</u>  | <u>0</u>                          | <u>0</u>                   | <u>0</u>                                   | <u>500,173</u>                                       |
| <u>\$28,562</u>                             | <u>\$44,742</u>         | <u>\$56,609</u>            | <u>\$32,532</u>                                 | <u>\$14,359</u>                   | <u>\$51,355</u>            | <u>\$124,651</u>                           | <u>\$ 8,964,573</u>                                  |
| <br>  |                         |                            |   |                                   |                            |  |  |
| <u>\$30,114</u>                             | <u>\$46,158</u>         | <u>\$57,135</u>            | <u>\$32,933</u>                                 | <u>\$14,387</u>                   | <u>\$51,355</u>            | <u>\$125,196</u>                           | <u>\$10,840,960</u>                                  |

**COUNTY OF BLAIR  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED DECEMBER 31, 2016**

|                              | <u>911<br/>Fund</u> | <u>Act 89<br/>Fund</u> | <u>Act 89<br/>VR Fee<br/>Fund</u> | <u>Affordable<br/>Housing<br/>Fund</u> |
|------------------------------|---------------------|------------------------|-----------------------------------|--|
| <b>Revenues</b>              |                     |                        |                                   |  |
| Earnings on Investment       | \$ 3,015            | \$ 924                 | \$ 659                            | \$ 772                                 |
| Intergovernmental            | 2,265,888           | 172,440                | 593,235                           | 0                                      |
| Departmental Charges         | 0                   | 0                      | 0                                 | 108,272                                |
| Other Revenues               | <u>656</u>          | <u>0</u>               | <u>0</u>                          | <u>0</u>                               |
| Total Revenues               | <u>\$2,269,559</u>  | <u>\$173,364</u>       | <u>\$593,894</u>                  | <u>\$109,044</u>                       |
| <b>Expenditures</b>          |                     |                        |                                   |  |
| <b>Current:</b>              |                     |                        |                                   |  |
| General Government           | \$ 0                | \$ 0                   | \$ 0                              | \$ 0                                   |
| Judicial                     | 0                   | 0                      | 0                                 | 0                                      |
| Highway                      | 0                   | 0                      | 0                                 | 0                                      |
| Health and Hospitals         | 0                   | 0                      | 0                                 | 0                                      |
| Conservation and Development | 0                   | 0                      | 0                                 | 0                                      |
| Public Service               | 0                   | 0                      | 0                                 | 0                                      |
| Culture and Recreation       | 0                   | 0                      | 0                                 | 0                                      |
| Corrections                  | 0                   | 0                      | 0                                 | 0                                      |
| Public Safety                | 2,382,889           | 0                      | 0                                 | 0                                      |
| Homeless Prevention          | 0                   | 0                      | 0                                 | 0                                      |
| Housing Rehabilitation       | 0                   | 0                      | 0                                 | 18,448                                 |
| Adult Welfare                | 0                   | 0                      | 0                                 | 0                                      |
| Other Expenditures           | <u>0</u>            | <u>0</u>               | <u>0</u>                          | <u>0</u>                               |
| Total Current Expenditures   | <u>\$2,382,889</u>  | <u>\$ 0</u>            | <u>\$ 0</u>                       | <u>\$ 18,448</u>                       |
| <b>Debt Service:</b>         |                     |                        |                                   |  |
| Principal                    | \$ 0                | \$ 0                   | \$ 0                              | \$ 0                                   |
| Interest                     | <u>0</u>            | <u>0</u>               | <u>0</u>                          | <u>0</u>                               |
| Total Debt Service           | <u>\$ 0</u>         | <u>\$ 0</u>            | <u>\$ 0</u>                       | <u>\$ 0</u>                            |
| <b>Capital Outlay:</b>       |                     |                        |                                   |  |
| General Government           | \$ 0                | \$ 0                   | \$ 0                              | \$ 0                                   |
| Judicial                     | 0                   | 0                      | 0                                 | 0                                      |
| Highway                      | 0                   | 0                      | 0                                 | 0                                      |
| Conservation and Development | 0                   | 0                      | 0                                 | 0                                      |
| Public Service               | 0                   | 0                      | 0                                 | 0                                      |
| Culture and Recreation       | 0                   | 0                      | 0                                 | 0                                      |
| Corrections                  | 0                   | 0                      | 0                                 | 0                                      |
| Public Safety                | 230,000             | 0                      | 0                                 | 0                                      |
| Other Expenditures           | <u>0</u>            | <u>0</u>               | <u>0</u>                          | <u>0</u>                               |
| Total Capital Outlay         | <u>\$ 230,000</u>   | <u>\$ 0</u>            | <u>\$ 0</u>                       | <u>\$ 0</u>                            |
| Total Expenditures           | <u>\$2,612,889</u>  | <u>\$ 0</u>            | <u>\$ 0</u>                       | <u>\$ 18,448</u>                       |

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2016**

| <u>Alternative<br/>Clean<br/>Energy<br/>Fund</u> | <u>Capital<br/>Projects<br/>Fund</u> | <u>Capital<br/>Reserve<br/>Fund</u> | <u>CDBG<br/>Grant<br/>Fund</u> | <u>Central<br/>Booking<br/>Fees<br/>Fund</u> | <u>Clerk of<br/>Courts<br/>Fund</u> | <u>Coroners Vital<br/>Statistics Imp.<br/>Fund</u> | <u>Debt<br/>Service<br/>Fund</u> |
|--|--------------------------------------|-------------------------------------|--------------------------------|--|-------------------------------------|--|----------------------------------|
| \$0  | \$ 10,776                            | \$ 234                              | \$ 18                          | \$ 756                                       | \$ 248                              | \$ 133   | \$ 0                             |
| 0  | 0                                    | 0                                   | 297,313                        | 0  | 0                                   | 17,915   | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 196,036                                      | 13,099                              | 0  | 0                                |
| 0  | <u>0</u>                             | <u>0</u>                            | <u>0</u>                       | <u>0</u>                                     | <u>0</u>                            | <u>10,925</u>                                      | <u>0</u>                         |
| \$0  | \$ 10,776                            | \$ 234                              | \$297,331                      | \$196,792                                    | \$13,347                            | \$28,973   | \$ 0                             |
| -  | <u>          </u>                    | <u>          </u>                   | <u>          </u>              | <u>          </u>                            | <u>          </u>                   | <u>          </u>                                  | <u>          </u>                |
| \$0  | \$ 0                                 | \$ 0                                | \$176,004                      | \$ 0   | \$ 2,931                            | \$ 8,889   | \$ 0                             |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 158,642                                      | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 121,327                        | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | <u>92,498</u>                        | <u>0</u>                            | <u>0</u>                       | <u>0</u>                                     | <u>0</u>                            | <u>0</u>   | <u>0</u>                         |
| \$0  | \$ 92,498                            | \$ 0                                | \$297,331                      | \$158,642                                    | \$ 2,931                            | \$ 8,889   | \$ 0                             |
| -  | <u>          </u>                    | <u>          </u>                   | <u>          </u>              | <u>          </u>                            | <u>          </u>                   | <u>          </u>                                  | <u>          </u>                |
| \$0  | \$ 0                                 | \$ 0                                | \$ 0                           | \$ 0   | \$ 0                                | \$ 0   | \$2,279,770                      |
| 0  | <u>0</u>                             | <u>0</u>                            | <u>0</u>                       | <u>0</u>                                     | <u>0</u>                            | <u>0</u>   | <u>946,917</u>                   |
| \$0  | \$ 0                                 | \$ 0                                | \$ 0                           | \$ 0   | \$ 0                                | \$ 0   | \$3,226,687                      |
| -  | <u>          </u>                    | <u>          </u>                   | <u>          </u>              | <u>          </u>                            | <u>          </u>                   | <u>          </u>                                  | <u>          </u>                |
| \$0  | \$ 0                                 | \$ 0                                | \$ 0                           | \$ 0   | \$ 0                                | \$38,716   | \$ 0                             |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | <u>4,027,469</u>                     | <u>11,396</u>                       | <u>0</u>                       | <u>0</u>                                     | <u>0</u>                            | <u>0</u>   | <u>0</u>                         |
| \$0  | \$4,027,469                          | \$11,396                            | \$ 0                           | \$ 0   | \$ 0                                | \$38,716   | \$ 0                             |
| -  | <u>          </u>                    | <u>          </u>                   | <u>          </u>              | <u>          </u>                            | <u>          </u>                   | <u>          </u>                                  | <u>          </u>                |
| \$0  | \$4,119,967                          | \$11,396                            | \$297,331                      | \$158,642                                    | \$ 2,931                            | \$47,605   | \$3,226,687                      |
| -  | <u>          </u>                    | <u>          </u>                   | <u>          </u>              | <u>          </u>                            | <u>          </u>                   | <u>          </u>                                  | <u>          </u>                |

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2016  
 (CONTINUED)**

|  | <u>911<br/>Fund</u> | <u>Act 89<br/>Fund</u> | <u>Act 89<br/>VR Fee<br/>Fund</u> | <u>Affordable<br/>Housing<br/>Fund</u> |
|--|---------------------|------------------------|-----------------------------------|--|
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | (\$ 343,330)        | \$173,364              | \$593,894                         | \$ 90,596                              |
| <b><u>Other Financial Sources (Uses)</u></b>                 |                     |                        |                                   |  |
| Interfund Transfers In                                       | \$ 0                | \$ 0                   | \$ 0                              | \$ 0                                   |
| Interfund Transfers Out                                      | 0                   | 0                      | 0                                 | 0                                      |
| Proceeds from the Sale of<br>Capital Assets and Supplies     | <u>0</u>            | <u>0</u>               | <u>0</u>                          | <u>0</u>                               |
| Total Other Financing Sources (Uses)                         | \$ 0                | \$ 0                   | \$ 0                              | \$ 0                                   |
| Net Change in Fund Balances                                  | (\$ 343,330)        | \$173,364              | \$593,894                         | \$ 90,596                              |
| <b><u>Fund Balances - Beginning</u></b>                      | <u>952,268</u>      | <u>228,626</u>         | <u>280,678</u>                    | <u>220,288</u>                         |
| <b><u>Fund Balances - Ending</u></b>                         | <u>\$ 608,938</u>   | <u>\$401,990</u>       | <u>\$874,572</u>                  | <u>\$310,884</u>                       |

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2016  
 (CONTINUED)**

| <u>Alternative<br/>Clean<br/>Energy<br/>Fund</u> | <u>Capital<br/>Projects<br/>Fund</u> | <u>Capital<br/>Reserve<br/>Fund</u> | <u>CDBG<br/>Grant<br/>Fund</u> | <u>Central<br/>Booking<br/>Fees<br/>Fund</u> | <u>Clerk of<br/>Courts<br/>Fund</u> | <u>Coroners Vital<br/>Statistics Imp.<br/>Fund</u> | <u>Debt<br/>Service<br/>Fund</u> |
|--|--------------------------------------|-------------------------------------|--------------------------------|--|-------------------------------------|--|----------------------------------|
| \$0  | (\$4,109,191)                        | (\$11,162)                          | \$ 0                           | \$ 38,150                                    | \$10,416                            | (\$18,632)   | (\$3,226,687)                    |
| -  |                                      |                                     |                                |  |                                     |  |                                  |
| \$0  | \$ 0                                 | \$38,775                            | \$ 0                           | \$ 0   | \$ 0                                | \$ 0   | \$2,856,587                      |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| 0  | 0                                    | 0                                   | 0                              | 0  | 0                                   | 0  | 0                                |
| \$0  | \$ 0                                 | \$38,775                            | \$ 0                           | \$ 0   | \$ 0                                | \$ 0   | \$2,856,587                      |
| -  |                                      |                                     |                                |  |                                     |  |                                  |
| \$0  | (\$4,109,191)                        | \$27,613                            | \$ 0                           | \$ 38,150                                    | \$10,416                            | (\$18,632)   | (\$ 370,100)                     |
| -  | <u>5,516,471</u>                     | <u>57,950</u>                       | <u>0</u>                       | <u>213,698</u>                               | <u>75,800</u>                       | <u>39,890</u>                                      | <u>370,100</u>                   |
| \$0  | \$1,407,280                          | \$85,563                            | \$ 0                           | \$251,848                                    | \$86,216                            | \$21,258   | \$ 0                             |
| =  |                                      |                                     |                                |  |                                     |  |                                  |

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2016  
 (CONTINUED)**

|                              | <u>Domestic<br/>Relations<br/>Fund</u> | <u>Drug<br/>Court<br/>Fund</u> | <u>DUI Specialty<br/>Court<br/>Fund</u> |
|------------------------------|--|--------------------------------|---|
| <b><u>Revenues</u></b>       |  |                                |   |
| Earnings on Investment       | \$ 4,376                               | \$ 26                          | \$ 8                                    |
| Intergovernmental            | 1,135,167                              | 0                              | 0                                       |
| Departmental Charges         | 0                                      | 7,285                          | 5,653                                   |
| Other Revenues               | <u>0</u>                               | <u>0</u>                       | <u>0</u>                                |
| Total Revenues               | <u>\$1,139,543</u>                     | <u>\$7,311</u>                 | <u>\$5,661</u>                          |
| <b><u>Expenditures</u></b>   |  |                                |   |
| Current:                     |  |                                |   |
| General Government           | \$ 0                                   | \$ 0                           | \$ 0                                    |
| Judicial                     | 895,657                                | 0                              | 0                                       |
| Highway                      | 0                                      | 0                              | 0                                       |
| Health and Hospitals         | 0                                      | 0                              | 0                                       |
| Conservation and Development | 0                                      | 0                              | 0                                       |
| Public Service               | 0                                      | 0                              | 0                                       |
| Culture and Recreation       | 0                                      | 0                              | 0                                       |
| Corrections                  | 0                                      | 8,180                          | 5,407                                   |
| Public Safety                | 0                                      | 0                              | 0                                       |
| Homeless Prevention          | 0                                      | 0                              | 0                                       |
| Housing Rehabilitation       | 0                                      | 0                              | 0                                       |
| Adult Welfare                | 0                                      | 0                              | 0                                       |
| Other Expenditures           | <u>0</u>                               | <u>0</u>                       | <u>0</u>                                |
| Total Current Expenditures   | <u>\$ 895,657</u>                      | <u>\$8,180</u>                 | <u>\$5,407</u>                          |
| Debt Service:                |  |                                |   |
| Principal                    | \$ 0                                   | \$ 0                           | \$ 0                                    |
| Interest                     | <u>0</u>                               | <u>0</u>                       | <u>0</u>                                |
| Total Debt Service           | <u>\$ 0</u>                            | <u>\$ 0</u>                    | <u>\$ 0</u>                             |
| Capital Outlay:              |  |                                |   |
| General Government           | \$ 0                                   | \$ 0                           | \$ 0                                    |
| Judicial                     | 0                                      | 0                              | 0                                       |
| Highway                      | 0                                      | 0                              | 0                                       |
| Conservation and Development | 0                                      | 0                              | 0                                       |
| Public Service               | 0                                      | 0                              | 0                                       |
| Culture and Recreation       | 0                                      | 0                              | 0                                       |
| Corrections                  | 0                                      | 0                              | 0                                       |
| Public Safety                | 0                                      | 0                              | 0                                       |
| Other Expenditures           | <u>0</u>                               | <u>0</u>                       | <u>0</u>                                |
| Total Capital Outlay         | <u>\$ 0</u>                            | <u>\$ 0</u>                    | <u>\$ 0</u>                             |
| Total Expenditures           | <u>\$ 895,657</u>                      | <u>\$8,180</u>                 | <u>\$5,407</u>                          |

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2016  
 (CONTINUED)**

| <u>ESG Grant Fund</u> | <u>Farm Land Protection Fund</u> | <u>Fort Roberdeau Fund</u> | <u>Hazardous Emergency Response Fund</u> | <u>Hotel Tax Fund</u> | <u>Hotel Tourism Tax Reserve Fund</u> | <u>Juvenile Probation Fund</u> | <u>Liquid Fuel Tax Fund</u> |
|-----------------------|----------------------------------|----------------------------|--|-----------------------|---------------------------------------|--------------------------------|-----------------------------|
| \$ 6                  | \$ 279                           | \$ 332                     | \$ 658                                   | \$ 201                | \$ 0                                  | \$ 216                         | \$ 2,601                    |
| 22,451                | 9,656                            | 0                          | 43,015                                   | 0                     | 0                                     | 179,764                        | 606,729                     |
| 0                     | 0                                | 0                          | 61,120                                   | 643,374               | 0                                     | 12,906                         | 0                           |
| <u>0</u>              | <u>0</u>                         | <u>56,088</u>              | <u>0</u>                                 | <u>0</u>              | <u>0</u>                              | <u>5,609</u>                   | <u>0</u>                    |
| \$22,457              | \$ 9,935                         | \$ 56,420                  | \$104,793                                | \$643,575             | \$ 0                                  | \$198,495                      | \$609,330                   |
| <u>          </u>     | <u>          </u>                | <u>          </u>          | <u>          </u>                        | <u>          </u>     | <u>          </u>                     | <u>          </u>              | <u>          </u>           |
| \$ 9,468              | \$ 0                             | \$ 0                       | \$ 0                                     | \$ 0                  | \$ 0                                  | \$ 0                           | \$ 0                        |
| 0                     | 0                                | 0                          | 0  | 0                     | 0                                     | 0                              | 0                           |
| 0                     | 0                                | 0                          | 0  | 0                     | 0                                     | 0                              | 568,015                     |
| 0                     | 0                                | 0                          | 0  | 0                     | 0                                     | 0                              | 0                           |
| 0                     | 0                                | 0                          | 0  | 0                     | 0                                     | 0                              | 0                           |
| 0                     | 169,496                          | 148,146                    | 0  | 617,955               | 0                                     | 0                              | 0                           |
| 0                     | 0                                | 0                          | 0  | 0                     | 0                                     | 204,253                        | 0                           |
| 0                     | 0                                | 0                          | 85,253                                   | 0                     | 0                                     | 0                              | 0                           |
| 12,989                | 0                                | 0                          | 0  | 0                     | 0                                     | 0                              | 0                           |
| 0                     | 0                                | 0                          | 0  | 0                     | 0                                     | 0                              | 0                           |
| 0                     | 0                                | 0                          | 0  | 0                     | 0                                     | 0                              | 0                           |
| <u>0</u>              | <u>0</u>                         | <u>0</u>                   | <u>0</u>                                 | <u>0</u>              | <u>0</u>                              | <u>0</u>                       | <u>0</u>                    |
| \$22,457              | \$169,496                        | \$148,146                  | \$ 85,253                                | \$617,955             | \$ 0                                  | \$204,253                      | \$568,015                   |
| <u>          </u>     | <u>          </u>                | <u>          </u>          | <u>          </u>                        | <u>          </u>     | <u>          </u>                     | <u>          </u>              | <u>          </u>           |
| \$ 0                  | \$ 0                             | \$ 0                       | \$ 0                                     | \$ 0                  | \$ 0                                  | \$ 0                           | \$ 0                        |
| <u>0</u>              | <u>0</u>                         | <u>0</u>                   | <u>0</u>                                 | <u>0</u>              | <u>0</u>                              | <u>0</u>                       | <u>0</u>                    |
| \$ 0                  | \$ 0                             | \$ 0                       | \$ 0                                     | \$ 0                  | \$ 0                                  | \$ 0                           | \$ 0                        |
| <u>          </u>     | <u>          </u>                | <u>          </u>          | <u>          </u>                        | <u>          </u>     | <u>          </u>                     | <u>          </u>              | <u>          </u>           |
| \$ 0                  | \$ 0                             | \$ 0                       | \$ 0                                     | \$ 0                  | \$ 0                                  | \$ 0                           | \$ 0                        |
| 0                     | 0                                | 0                          | 0  | 0                     | 0                                     | 0                              | 0                           |
| 0                     | 0                                | 0                          | 0  | 0                     | 0                                     | 0                              | 14,271                      |
| 0                     | 0                                | 0                          | 0  | 0                     | 0                                     | 0                              | 0                           |
| 0                     | 0                                | 34,436                     | 0  | 0                     | 0                                     | 0                              | 0                           |
| 0                     | 0                                | 0                          | 0  | 0                     | 0                                     | 0                              | 0                           |
| 0                     | 0                                | 0                          | 0  | 0                     | 0                                     | 0                              | 0                           |
| <u>0</u>              | <u>0</u>                         | <u>0</u>                   | <u>0</u>                                 | <u>0</u>              | <u>0</u>                              | <u>0</u>                       | <u>0</u>                    |
| \$ 0                  | \$ 0                             | \$ 34,436                  | \$ 0                                     | \$ 0                  | \$ 0                                  | \$ 0                           | \$ 14,271                   |
| <u>          </u>     | <u>          </u>                | <u>          </u>          | <u>          </u>                        | <u>          </u>     | <u>          </u>                     | <u>          </u>              | <u>          </u>           |
| \$22,457              | \$169,496                        | \$182,582                  | \$ 85,253                                | \$617,955             | \$ 0                                  | \$204,253                      | \$582,286                   |
| <u>          </u>     | <u>          </u>                | <u>          </u>          | <u>          </u>                        | <u>          </u>     | <u>          </u>                     | <u>          </u>              | <u>          </u>           |

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2016  
 (CONTINUED)**

|  | <b>Domestic<br/>Relations<br/>Fund</b> | <b>Drug<br/>Court<br/>Fund</b> | <b>DUI Specialty<br/>Court<br/>Fund</b> |
|--|--|--------------------------------|---|
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | \$ 243,886                             | (\$ 869)                       | \$ 254                                  |
| <b><u>Other Financial Sources (Uses)</u></b>                 |  |                                |   |
| Interfund Transfers In                                       | \$ 0                                   | \$ 0                           | \$ 0                                    |
| Interfund Transfers Out                                      | 0                                      | 0                              | 0                                       |
| Proceeds from the Sale of<br>Capital Assets and Supplies     | <u>0</u>                               | <u>0</u>                       | <u>0</u>                                |
| Total Other Financing Sources (Uses)                         | \$ 0                                   | \$ 0                           | \$ 0                                    |
| Net Change in Fund Balances                                  | \$ 243,886                             | (\$ 869)                       | \$ 254                                  |
| <b><u>Fund Balances</u> - Beginning</b>                      | <u>1,391,496</u>                       | <u>7,398</u>                   | <u>784</u>                              |
| <b><u>Fund Balances</u> - Ending</b>                         | <u>\$1,635,382</u>                     | <u>\$6,529</u>                 | <u>\$1,038</u>                          |

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2016  
 (CONTINUED)**

| <u>ESG<br/>Grant<br/>Fund</u> | <u>Farm Land<br/>Protection<br/>Fund</u> | <u>Fort<br/>Roberdeau<br/>Fund</u> | <u>Hazardous<br/>Emergency<br/>Response<br/>Fund</u> | <u>Hotel<br/>Tax<br/>Fund</u> | <u>Hotel<br/>Tourism<br/>Tax Reserve<br/>Fund</u> | <u>Juvenile<br/>Probation<br/>Fund</u> | <u>Liquid<br/>Fuel Tax<br/>Fund</u> |
|-------------------------------|--|------------------------------------|--|-------------------------------|---|--|-------------------------------------|
| \$ 0                          | (\$159,561)                              | (\$126,162)                        | \$ 19,540  | \$ 25,620                     | \$ 0  | (\$ 5,758)                             | \$ 27,044                           |
| <u>0</u>                      | <u>0</u>                                 | <u>0</u>                           | <u>0</u>   | <u>0</u>                      | <u>0</u>  | <u>0</u>                               | <u>1,350</u>                        |
| \$ 0                          | \$ 70,000                                | \$142,242                          | \$ 0   | \$ 0                          | \$7,642   | \$ 0                                   | \$ 0                                |
| <u>0</u>                      | <u>0</u>                                 | <u>0</u>                           | <u>0</u>   | <u>( 25,620)</u>              | <u>0</u>  | <u>0</u>                               | <u>0</u>                            |
| \$ 0                          | \$ 70,000                                | \$142,242                          | \$ 0   | (\$ 25,620)                   | \$7,642   | \$ 0                                   | \$ 1,350                            |
| <u>0</u>                      | <u>157,091</u>                           | <u>87,663</u>                      | <u>200,899</u>                                       | <u>0</u>                      | <u>0</u>  | <u>134,738</u>                         | <u>856,510</u>                      |
| \$ 0                          | \$ 67,530                                | \$103,743                          | \$220,439  | \$ 0                          | \$7,642   | \$128,980                              | \$884,904                           |
| <u>0</u>                      | <u>67,530</u>                            | <u>103,743</u>                     | <u>220,439</u>                                       | <u>0</u>                      | <u>7,642</u>                                      | <u>128,980</u>                         | <u>884,904</u>                      |

**COUNTY OF BLAIR  
COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
AND CHANGES IN FUND BALANCES  
NONMAJOR GOVERNMENTAL FUNDS  
YEAR ENDED DECEMBER 31, 2016  
(CONTINUED)**

|                              | <u>Marcellus<br/>Shale<br/>Fund</u> | <u>Offenders<br/>Supervision<br/>Fund</u> | <u>PHARE<br/>Grant<br/>Fund</u> | <u>Prison<br/>Operational<br/>Reserve<br/>Fund</u> |
|------------------------------|-------------------------------------|---|---------------------------------|--|
| <b>Revenues</b>              |                                     |   |                                 |  |
| Earnings on Investment       | \$ 3,038                            | \$ 1,195                                  | \$ 77                           | \$ 240   |
| Intergovernmental            | 290,655                             | 408,070                                   | 50,000                          | 0  |
| Departmental Charges         | 0                                   | 520,761                                   | 0                               | 239,969  |
| Other Revenues               | <u>0</u>                            | <u>0</u>                                  | <u>0</u>                        | <u>14</u>  |
| Total Revenues               | <u>\$ 293,693</u>                   | <u>\$930,026</u>                          | <u>\$ 50,077</u>                | <u>\$240,223</u>                                   |
| <b>Expenditures</b>          |                                     |   |                                 |  |
| Current:                     |                                     |   |                                 |  |
| General Government           | \$ 0                                | \$ 0                                      | \$ 0                            | \$ 0   |
| Judicial                     | 0                                   | 0   | 0                               | 0  |
| Highway                      | 0                                   | 0   | 0                               | 0  |
| Health and Hospitals         | 0                                   | 0   | 0                               | 0  |
| Conservation and Development | 35,047                              | 0   | 0                               | 0  |
| Public Service               | 0                                   | 0   | 0                               | 0  |
| Culture and Recreation       | 0                                   | 0   | 0                               | 0  |
| Corrections                  | 0                                   | 920,891                                   | 0                               | 240,509  |
| Public Safety                | 0                                   | 0   | 0                               | 0  |
| Homeless Prevention          | 0                                   | 0   | 49,463                          | 0  |
| Housing Rehabilitation       | 0                                   | 0   | 0                               | 0  |
| Adult Welfare                | 0                                   | 0   | 0                               | 0  |
| Other Expenditures           | <u>0</u>                            | <u>0</u>                                  | <u>0</u>                        | <u>0</u>   |
| Total Current Expenditures   | <u>\$ 35,047</u>                    | <u>\$920,891</u>                          | <u>\$ 49,463</u>                | <u>\$240,509</u>                                   |
| Debt Service:                |                                     |   |                                 |  |
| Principal                    | \$ 0                                | \$ 0                                      | \$ 0                            | \$ 0   |
| Interest                     | <u>0</u>                            | <u>0</u>                                  | <u>0</u>                        | <u>0</u>   |
| Total Debt Service           | <u>\$ 0</u>                         | <u>\$ 0</u>                               | <u>\$ 0</u>                     | <u>\$ 0</u>  |
| Capital Outlay:              |                                     |   |                                 |  |
| General Government           | \$ 0                                | \$ 0                                      | \$ 0                            | \$ 0   |
| Judicial                     | 0                                   | 0   | 0                               | 0  |
| Highway                      | 0                                   | 0   | 0                               | 0  |
| Conservation and Development | 33,020                              | 0   | 0                               | 0  |
| Public Service               | 0                                   | 0   | 0                               | 0  |
| Culture and Recreation       | 0                                   | 0   | 0                               | 0  |
| Corrections                  | 0                                   | 11,223                                    | 0                               | 0  |
| Public Safety                | 0                                   | 0   | 0                               | 0  |
| Other Expenditures           | <u>0</u>                            | <u>0</u>                                  | <u>0</u>                        | <u>0</u>   |
| Total Capital Outlay         | <u>\$ 33,020</u>                    | <u>\$ 11,223</u>                          | <u>\$ 0</u>                     | <u>\$ 0</u>  |
| Total Expenditures           | <u>\$ 68,067</u>                    | <u>\$932,114</u>                          | <u>\$ 49,463</u>                | <u>\$240,509</u>                                   |

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2016  
 (CONTINUED)**

| <u>Prothonotary<br/>Automation<br/>Fund</u> | <u>Records<br/>Fund</u> | <u>Recreation<br/>Fund</u> | <u>Register &amp;<br/>Recorder<br/>Fund</u> | <u>Sheriff's<br/>K-9<br/>Fund</u> | <u>Technology<br/>Fund</u> | <u>Victim<br/>Witness<br/>ARD<br/>Fund</u> | <u>Total<br/>Nonmajor<br/>Governmental<br/>Funds</u> |
|---|-------------------------|----------------------------|---|-----------------------------------|----------------------------|--|--|
| \$ 86                                       | \$ 137                  | \$ 283                     | \$ 54                                       | \$ 44                             | \$ 0                       | \$ 328                                     | \$ 31,720  |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 6,092,298  |
| 20,456                                      | 32,048                  | 83,467                     | 48,072                                      | 0                                 | 34,896                     | 43,237                                     | 2,070,651  |
| <u>0</u>                                    | <u>0</u>                | <u>0</u>                   | <u>0</u>                                    | <u>1,732</u>                      | <u>0</u>                   | <u>0</u>                                   | <u>75,024</u>  |
| <u>\$20,542</u>                             | <u>\$32,185</u>         | <u>\$ 83,750</u>           | <u>\$48,126</u>                             | <u>\$ 1,776</u>                   | <u>\$34,896</u>            | <u>\$ 43,565</u>                           | <u>\$ 8,269,693</u>                                  |
| <br>  |                         |                            |   |                                   |                            |  |  |
| \$28,022                                    | \$21,160                | \$ 0                       | \$37,617                                    | \$ 0                              | \$ 0                       | \$ 0                                       | \$ 284,091   |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 16,150                                     | 911,807  |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 568,015  |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 0  |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 35,047   |
| 0   | 0                       | 0                          | 0   | 1,742                             | 0                          | 0  | 1,742  |
| 0   | 0                       | 76,099                     | 0   | 0                                 | 0                          | 0  | 1,011,696  |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 1,537,882  |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 2,468,142  |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 62,452   |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 139,775  |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 0  |
| <u>0</u>                                    | <u>0</u>                | <u>0</u>                   | <u>0</u>                                    | <u>0</u>                          | <u>0</u>                   | <u>0</u>                                   | <u>92,498</u>  |
| <u>\$28,022</u>                             | <u>\$21,160</u>         | <u>\$ 76,099</u>           | <u>\$37,617</u>                             | <u>\$ 1,742</u>                   | <u>\$ 0</u>                | <u>\$ 16,150</u>                           | <u>\$ 7,113,147</u>                                  |
| <br>  |                         |                            |   |                                   |                            |  |  |
| \$ 0  | \$ 0                    | \$ 0                       | \$ 0  | \$ 0                              | \$ 0                       | \$ 0                                       | \$ 2,279,770   |
| <u>0</u>                                    | <u>0</u>                | <u>0</u>                   | <u>0</u>                                    | <u>0</u>                          | <u>0</u>                   | <u>0</u>                                   | <u>946,917</u>                                       |
| <br>  |                         |                            |   |                                   |                            |  |  |
| \$ 0  | \$ 0                    | \$ 0                       | \$ 0  | \$ 0                              | \$ 0                       | \$ 0                                       | \$ 3,226,687   |
| <u>0</u>                                    | <u>0</u>                | <u>0</u>                   | <u>0</u>                                    | <u>0</u>                          | <u>0</u>                   | <u>0</u>                                   | <u>0</u>   |
| <br>  |                         |                            |   |                                   |                            |  |  |
| \$ 0  | \$ 7,126                | \$ 0                       | \$ 0  | \$ 0                              | \$ 0                       | \$ 0                                       | \$ 45,842  |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 0  |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 14,271   |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 33,020   |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 0  |
| 0   | 0                       | 50,201                     | 0   | 0                                 | 0                          | 0  | 84,637   |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 11,223   |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | 230,000  |
| <u>0</u>                                    | <u>0</u>                | <u>0</u>                   | <u>0</u>                                    | <u>0</u>                          | <u>0</u>                   | <u>0</u>                                   | <u>4,038,865</u>                                     |
| <u>\$ 0</u>                                 | <u>\$ 7,126</u>         | <u>\$ 50,201</u>           | <u>\$ 0</u>                                 | <u>\$ 0</u>                       | <u>\$ 0</u>                | <u>\$ 0</u>                                | <u>\$ 4,457,858</u>                                  |
| <br>  |                         |                            |   |                                   |                            |  |  |
| \$28,022                                    | \$28,286                | \$126,300                  | \$37,617                                    | \$ 1,742                          | \$ 0                       | \$ 16,150                                  | \$14,797,692   |
| <u>28,022</u>                               | <u>28,286</u>           | <u>126,300</u>             | <u>37,617</u>                               | <u>1,742</u>                      | <u>0</u>                   | <u>16,150</u>                              | <u>14,797,692</u>                                    |

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2016  
 (CONTINUED)**

|  | <b>Marcellus<br/>Shale<br/>Fund</b> | <b>Offenders<br/>Supervision<br/>Fund</b> | <b>PHARE<br/>Grant<br/>Fund</b> | <b>Prison<br/>Operational<br/>Reserve<br/>Fund</b> |
|--|-------------------------------------|---|---------------------------------|--|
| Excess (Deficiency) of Revenues<br>Over (Under) Expenditures | \$ 225,626                          | (\$ 2,088)                                | \$ 614                          | (\$ 286)   |
| <b><u>Other Financial Sources (Uses)</u></b>                 |                                     |   |                                 |  |
| Interfund Transfers In                                       | \$ 0                                | \$ 0                                      | \$ 0                            | \$ 0   |
| Interfund Transfers Out                                      | ( 70,000)                           | 0   | 0                               | 0  |
| Proceeds from the Sale of<br>Capital Assets and Supplies     | <u>0</u>                            | <u>0</u>                                  | <u>0</u>                        | <u>0</u>   |
| Total Other Financing Sources (Uses)                         | (\$ 70,000)                         | \$ 0                                      | \$ 0                            | \$ 0   |
| Net Change in Fund Balances                                  | \$ 155,626                          | (\$ 2,088)                                | \$ 614                          | (\$ 286)   |
| <b><u>Fund Balances - Beginning</u></b>                      | <u>913,749</u>                      | <u>386,991</u>                            | <u>3,155</u>                    | <u>49,266</u>                                      |
| <b><u>Fund Balances - Ending</u></b>                         | <u>\$1,069,375</u>                  | <u>\$384,903</u>                          | <u>\$ 3,769</u>                 | <u>\$ 48,980</u>                                   |

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2016  
 (CONTINUED)**

| <b>Prothonotary<br/>Automation<br/>Fund</b> | <b>Records<br/>Fund</b> | <b>Recreation<br/>Fund</b> | <b>Register &amp;<br/>Recorder<br/>Fund</b> | <b>Sheriff's<br/>K-9<br/>Fund</b> | <b>Technology<br/>Fund</b> | <b>Victim<br/>Witness<br/>ARD<br/>Fund</b> | <b>Total<br/>Nonmajor<br/>Governmental<br/>Funds</b> |
|---|-------------------------|----------------------------|---|-----------------------------------|----------------------------|--|--|
| <u>(\$ 7,480)</u>                           | <u>\$ 3,899</u>         | <u>(\$ 42,550)</u>         | <u>\$10,509</u>                             | <u>\$ 34</u>                      | <u>\$34,896</u>            | <u>\$ 27,415</u>                           | <u>(\$ 6,527,999)</u>                                |
| \$ 0  | \$ 0                    | \$ 0                       | \$ 0  | \$ 0                              | \$ 0                       | \$ 0                                       | \$ 3,115,246   |
| 0   | 0                       | 0                          | 0   | 0                                 | 0                          | 0  | ( 95,620)  |
| <u>0</u>                                    | <u>0</u>                | <u>0</u>                   | <u>0</u>                                    | <u>0</u>                          | <u>0</u>                   | <u>0</u>                                   | <u>1,350</u>   |
| <u>\$ 0</u>                                 | <u>\$ 0</u>             | <u>\$ 0</u>                | <u>\$ 0</u>                                 | <u>\$ 0</u>                       | <u>\$ 0</u>                | <u>\$ 0</u>                                | <u>\$ 3,020,976</u>                                  |
| <u>(\$ 7,480)</u>                           | <u>\$ 3,899</u>         | <u>(\$ 42,550)</u>         | <u>\$10,509</u>                             | <u>\$ 34</u>                      | <u>\$34,896</u>            | <u>\$ 27,415</u>                           | <u>(\$ 3,507,023)</u>                                |
| <u>36,042</u>                               | <u>40,843</u>           | <u>99,159</u>              | <u>22,023</u>                               | <u>14,325</u>                     | <u>16,459</u>              | <u>97,236</u>                              | <u>12,471,596</u>                                    |
| <u>\$28,562</u>                             | <u>\$44,742</u>         | <u>\$ 56,609</u>           | <u>\$32,532</u>                             | <u>\$14,359</u>                   | <u>\$51,355</u>            | <u>\$124,651</u>                           | <u>\$ 8,964,573</u>                                  |

**COUNTY OF BLAIR  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS  
DECEMBER 31, 2016**

|                           | <u>Children,<br/>Youth,<br/>and Families</u> | <u>Costs and<br/>Fines'<br/>Office</u> | <u>Domestic<br/>Relations</u> | <u>Employee<br/>Wellness</u> |
|---------------------------|--|--|-------------------------------|------------------------------|
| <b><u>ASSETS</u></b>      |  |  |                               |                              |
| Cash and Cash Equivalents | \$71,366                                     | \$266,891                              | \$2,520                       | \$5,727                      |
| Taxes Receivable          | 0  | 0                                      | 0                             | 0                            |
| Due from Other Funds      | 0  | 0                                      | 0                             | 0                            |
| Other Receivables         | <u>0</u>                                     | <u>0</u>                               | <u>0</u>                      | <u>0</u>                     |
| <b>TOTAL ASSETS</b>       | <b><u>\$71,366</u></b>                       | <b><u>\$266,891</u></b>                | <b><u>\$2,520</u></b>         | <b><u>\$5,727</u></b>        |
| <b><u>LIABILITIES</u></b> |  |  |                               |                              |
| Due to Other Governments  | \$ 0   | \$ 73,900                              | \$ 0                          | \$ 0                         |
| Due to Other Funds        | 0  | 103,223                                | 0                             | 0                            |
| Other Liabilities         | <u>71,366</u>                                | <u>89,768</u>                          | <u>2,520</u>                  | <u>5,727</u>                 |
| <b>TOTAL LIABILITIES</b>  | <b><u>\$71,366</u></b>                       | <b><u>\$266,891</u></b>                | <b><u>\$2,520</u></b>         | <b><u>\$5,727</u></b>        |

**COUNTY OF BLAIR  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUNDS  
DECEMBER 31, 2016**

| <u>Juvenile<br/>Probation<br/>Restitution</u> | <u>Prison<br/>Accounts</u> | <u>Prothonotary's<br/>Office</u> | <u>Register &amp;<br/>Recorder's<br/>Office</u> | <u>Sheriff's<br/>Office</u> | <u>Tax<br/>Claim<br/>Bureau</u> | <u>Treasurer's<br/>Office</u> | <u>Total<br/>Agency<br/>Funds</u> |
|---|----------------------------|----------------------------------|---|-----------------------------|---------------------------------|-------------------------------|-----------------------------------|
| \$604   | \$47,856                   | \$636,309                        | \$536,990                                       | \$284,576                   | \$ 1,143,979                    | \$15,317                      | \$ 3,012,135                      |
| 0   | 0                          | 0                                | 0   | 0                           | 9,056,787                       | 0                             | 9,056,787                         |
| 0   | 0                          | 4,364                            | 0   | 0                           | 0                               | 0                             | 4,364                             |
| <u>0</u>                                      | <u>74</u>                  | <u>0</u>                         | <u>0</u>  | <u>0</u>                    | <u>0</u>                        | <u>0</u>                      | <u>74</u>                         |
| <hr/>   | <hr/>                      | <hr/>                            | <hr/>   | <hr/>                       | <hr/>                           | <hr/>                         | <hr/>                             |
| \$604   | \$47,930                   | \$640,673                        | \$536,990                                       | \$284,576                   | \$10,200,766                    | \$15,317                      | \$12,073,360                      |
| <hr/>   | <hr/>                      | <hr/>                            | <hr/>   | <hr/>                       | <hr/>                           | <hr/>                         | <hr/>                             |
| \$ 0  | \$ 0                       | \$ 30,401                        | \$405,095                                       | \$ 8,388                    | \$ 7,429,934                    | \$12,298                      | \$ 7,960,016                      |
| 604   | 2,954                      | 94,398                           | 131,895   | 32,982                      | 2,770,832                       | 3,019                         | 3,139,907                         |
| <u>0</u>                                      | <u>44,976</u>              | <u>515,874</u>                   | <u>0</u>  | <u>243,206</u>              | <u>0</u>                        | <u>0</u>                      | <u>973,437</u>                    |
| <hr/>   | <hr/>                      | <hr/>                            | <hr/>   | <hr/>                       | <hr/>                           | <hr/>                         | <hr/>                             |
| \$604   | \$47,930                   | \$640,673                        | \$536,990                                       | \$284,576                   | \$10,200,766                    | \$15,317                      | \$12,073,360                      |
| <hr/>   | <hr/>                      | <hr/>                            | <hr/>   | <hr/>                       | <hr/>                           | <hr/>                         | <hr/>                             |