

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

**\*\*\*\*\***

**FOR THE YEAR ENDED DECEMBER 31, 2019**

## CONTENTS

	<b>Page</b>
<b>INDEPENDENT AUDITOR'S REPORT</b>	1 - 3
<b>MANAGEMENT'S DISCUSSION AND ANALYSIS</b>	4 - 14
<b>BASIC FINANCIAL STATEMENTS</b>	
Government-Wide Financial Statements:	
Statement of Net Position	15
Statement of Activities	16
Fund Financial Statements:	
Balance Sheet - Governmental Funds	17
Reconciliation of the Governmental Funds Balance Sheet with the Statement of Net Position	18
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	19 - 20
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	21
Statement of Net Position - Fiduciary Funds	22
Statement of Changes in Net Position - Fiduciary Funds	23
Notes to Financial Statements	24 - 63
<b>REQUIRED SUPPLEMENTARY INFORMATION</b>	
Defined Benefit Pension Plan Information:	
Schedule of Changes in the Net Pension Liability and Related Ratios	64 - 67
Schedule of Employer Contribution	68
Defined Benefit Postemployment Healthcare Plan Information:	
Schedule of Changes to Total OPEB Liability and Related Ratios	69
Schedule of Contributions	70
Notes to Required Supplementary Information	71
Statement of Revenues, Expenditures, and Changes in Fund Balances - General Fund - Budget and Actual	72 - 77
Notes to Statement of Revenues, Expenditures, and Changes in Fund Balances - General Fund - Budget and Actual	78
<b>SUPPLEMENTARY INFORMATION</b>	
Combining Fund Statements:	
Combining Balance Sheet - Nonmajor Governmental Funds	79 - 81
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds	82 - 87
Combining Statement of Net Position - Custodial Funds	88
Combining Statement of Changes in Net Position - Custodial Funds	89

**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, 2019, 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 unmodified and adverse 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, 2019, 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, 2019, 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 64 through 68, defined benefit postemployment healthcare plan information on pages 69 through 71, and budgetary comparison information on pages 72 through 78, 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 May 20, 2020, 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 the effectiveness of the County of Blair's 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.

**Change in Accounting Principle**

As discussed in Note 8 to the financial statements, in 2019 the County adopted new accounting guidance, GASB No. 84, *Fiduciary Activities*. Our opinion is not modified with respect to this matter.

*Young, Beck, 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, 2019.

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 using the accrual basis of accounting and fund financial statements using the modified accrual basis of accounting.

## FINANCIAL HIGHLIGHTS

- Assets for Government Activities totaled \$65,012,463 of which 56% represents net capital assets.

The total Governmental Activities revenue for the County totaled \$72,490,066.

The total Governmental Activities expenses totaled \$70,565,237.

Of the \$70,565,237 of Governmental Activities expenses, \$5,599,855 was financed by departmental charges, and \$32,286,352 was financed by government grants and contributions.

- Long Term Debt

The County increased its outstanding long-term debt in the amount of \$3,912,962. This was primarily related to an increase in the net pension obligation

- The County's real estate tax levy for 2019 was 3.517 mills for general purposes, 0.377 mills for debt purposes, 0.019 mills for libraries, and 0.012 mills for parks and recreation bringing the total millage for 2019 to 3.925 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 custodial 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 and outflows of resources 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:

- Government 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 governments 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 (\$55,565,588) on December 31, 2019, which was an increase of \$ 2,374,829 from 2018.

(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 2019 has seen some improvement, diligent and regular observation will be required.

## CONDENSED STATEMENT OF NET POSITION

### FIGURE 1

	Governmental Activities 2019	Governmental Activities 2018
<b>ASSETS</b>		
Current and Other Assets	\$28,406,549	\$ 30,885,176
Capital Assets	<u>\$36,605,914</u>	<u>\$ 32,828,979</u>
<b>Total Assets</b>	<b><u>\$65,012,463</u></b>	<b><u>\$ 63,714,155</u></b>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>		
Defined Benefit Pension Plan	<u>\$ 5,993,742</u>	<u>\$ 3,235,116</u>
<b>LIABILITIES</b>		
Long-term Obligations	\$108,619,656	\$ 108,961,464
Other Liabilities	<u>\$ 7,243,299</u>	<u>\$ 7,642,990</u>
<b>Total Liabilities</b>	<b><u>\$115,862,955</u></b>	<b><u>\$ 116,604,454</u></b>
<b>DEFERRED INFLOWS OF RESOURCES</b>		
Deferred-Bond Premium	\$ 608,842	\$ 478,064
Deferred Pension Plan	<u>\$9,858,290</u>	<u>\$ 14,230,364</u>
<b>Total Deferred Inflows of Resources</b>	<b><u>\$10,467,132</u></b>	<b><u>\$ 14,708,428</u></b>
<b>NET POSITION</b>		
Net Investment in Capital Assets	\$ 1,925,914	\$ 17,910,011
Restricted	\$ 7,056,335	\$ 10,844,599
Unrestricted (Deficit)	<u>(\$74,547,837)</u>	<u>(\$ 93,118,221)</u>
<b>Total Net Position</b>	<b><u>(\$55,565,588)</u></b>	<b><u>(\$ 64,363,611)</u></b>

Revenues for the County in 2019 totaled \$72,940,066 (See Figure 2.)

A breakdown by percentage is as follows:

- General Revenue 48%
- Program Revenue 52%

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, 2019, the County had a net capital asset value of \$36,605,914 which included land, buildings, machinery and equipment. (See Figure 3.) Total depreciation expense for the year totaled \$ 3,609,661.

### LONG-TERM DEBT

At year-end, the County had long-term obligations of \$110,663,420 of which \$76,632,831 is related to the County's net pension liability. Payments made on debt service for the year for principal and interest were \$ 1,987,313 and \$ 926,214 respectively.

**CHANGES IN NET POSITION**  
**FIGURE 2**

	<b>Governmental Activities 2019</b>	<b>Governmental Activities 2018</b>
Revenue		
Program Revenues		
Charges for Services	\$ 5,599,855	\$ 5,608,261
Grants & Contributions	\$32,286,352	\$ 28,097,086
General Revenues		
Property Taxes	\$33,477,746	\$ 33,628,491
Other	<u>\$ 1,576,113</u>	<u>\$ 1,186,195</u>
<b>Total Revenues</b>	<b><u>\$72,940,066</u></b>	<b><u>\$ 68,520,033</u></b>
Expenses		
Administrative	\$ 8,960,082	\$ 7,324,888
Adult Welfare	\$ 1,287,777	\$ 1,389,793
Conservation & Development	\$ 309,155	\$ 279,441
Corrections	\$14,689,104	\$ 13,512,125
Culture & Recreation	\$ 1,486,989	\$ 1,420,511
Health & Hospitals	\$ 8,658,003	\$ 7,371,192
Highway	\$ 2,493,847	\$ 2,170,206
Housing Rehabilitation	\$ 449,965	\$ 143,862
Homeless Prevention	\$ 83,455	\$ 193,599
Interest on Long-Term Debt	\$ 863,813	\$ 908,292
Judicial	\$11,595,015	\$ 10,280,501
Juvenile Welfare	\$14,324,338	\$ 14,865,629
Other Expenditures	\$ 1,325,383	\$ 6,296,455
Public Service	\$ 406,930	\$ 281,337
Public Safety	<u>\$ 3,631,381</u>	<u>\$ 3,444,415</u>
<b>Total Expenses</b>	<b><u>\$ 70,565,237</u></b>	<b><u>\$ 69,882,246</u></b>
<b>Increase (Decrease) in Net Position</b>	<b>\$ 2,374,829</b>	<b>(\$ 8,920,564)</b>
<b>Net Position – Beginning (Restated)</b>	<b><u>(\$ 57,940,417)</u></b>	<b><u>(\$ 55,443,047)</u></b>
<b>Net Position – Ending</b>	<b><u>(\$ 55,565,588)</u></b>	<b><u>(\$ 64,363,611)</u></b>



## GENERAL FUND BUDGETARY HIGHLIGHTS

The County's General Fund budget is prepared on the modified accrual basis of accounting. The final budget expenditures totaled \$ 55,476,127 which reflects an increase of \$159,261 from the original budget.

### FRINGE BENEFITS

The actual expenses for employee benefits for 2019 were \$ 6,938,691. 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 show little variance with a few exceptions. Intergovernmental revenue showed a decrease from budget of \$1,201,713 or approximately 7%.

The actual expenses for the prison exceeded the budgeted amount by \$366,802 or 3%. 2019 saw an increase in inmate population, often at or near capacity. The additional costs are primarily related to food and medical costs for the inmates.

The actual expenses for juvenile probations also exceeded the budgeted amount by \$332,587 or nearly 30%. This is also due to increased activity.

CAPITAL ASSETS (NET OF DEPRECIATION)

FIGURE 3

	Governmental Activities 2019	Governmental Activities 2018
Land and Improvements	\$ 1,844,363	\$ 1,832,712
Artifacts	\$ 109,200	\$ 109,200
Construction in Progress	\$ 1,404,795	\$ 1,480,353
Bridges & Roads	\$ 634,917	\$ 332,026
Buildings	\$ 53,487,556	\$ 49,675,813
Machinery and Equipment	\$ 22,209,367	\$ 20,595,830
Improvements Other Than Buildings	\$ 266,132	\$ 204,048
Furniture & Fixtures	<u>\$ 579,643</u>	<u>\$ 553,198</u>
 Total:	 \$ 80,535,973	 74,783,180
 Accumulated Depreciation	 <u>(\$ 43,930,059)</u>	 <u>(\$40,364,648)</u>
 Net Capital Assets	 <u>\$ 36,605,914</u>	 <u>\$ 34,418,532</u>

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

The unemployment rate for the County of Blair stayed consistent at 4.0%, a decrease of .2% from last year. This is consistent with the state's unemployment rate of 3.9% and the national rate of 3.5% as of December 31, 2019.

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 2019 calendar year.

During the current calendar year, the unassigned fund balance in the General Fund **increased** by \$907,625.

The COVID-19 pandemic and will likely have a negative impact on 2020 and future years.

## 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:

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

Questions concerning 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, 2019**

	<u>Primary Government</u>	<u>Component Unit</u>
	<u>Governmental Activities</u>	<u>Blair County Airport Authority</u>
<b><u>Assets</u></b>		
Cash and Cash Equivalents	\$ 17,431,980	\$ 133,475
Investments	312,159	-
Prepaid Expenses	369,546	17,779
Accounts Receivable	554,967	18,776
Taxes Receivable	3,622,018	-
Due from Other Governmental Units	6,097,098	154,912
Due from Component Unit	18,781	-
Capital Assets Not Being Depreciated:		
Land	-	3,595,148
Artifacts	109,200	-
Construction in Progress	1,404,795	2,236,060
Capital Assets, Net of Accumulated Depreciation	<u>35,091,919</u>	<u>11,122,873</u>
 Total Assets	 \$ 65,012,463	 \$17,279,023
<b><u>Deferred Outflow of Resources</u></b>		
Defined Benefit Pension Plan	\$ 5,993,742	\$ -
 Total Deferred Outflows of Resources	 \$ 5,993,742	 \$ -
<b><u>Liabilities</u></b>		
Accounts Payable	\$ 3,739,006	\$ 338,392
Deposits Payable	6,000	-
Due to Other Governments	96,352	-
Due to Primary Government	-	19,524
Accrued Payroll	1,219,959	29,079
Unearned Revenue	179,333	5,103
Accrued Interest	200,591	-
Current Portion of Long-Term Obligations	2,043,764	1,614,840
Noncurrent Portion of Long-Term Obligations	<u>108,619,656</u>	<u>-</u>
 Total Liabilities	 \$116,104,661	 \$ 2,006,938
<b><u>Deferred Inflows of Resources</u></b>		
Deferred - Bond Premium	\$ 608,842	\$ -
Defined Benefit Pension Plan	<u>9,858,290</u>	<u>-</u>
 Total Deferred Inflows of Resources	 \$ 10,467,132	 \$ -
<b><u>Net Position</u></b>		
Invested in Capital Assets, Net of Related Debt	\$ 11,925,914	\$15,319,717
Restricted	7,056,335	19,786
Unrestricted (Deficit)	( 74,547,837)	( 67,418)
 Total Net Position	 (\$ 55,565,588)	 \$15,272,085

See Accompanying Notes and Independent Auditor's Report

**COUNTY OF BLAIR  
STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2019**

<u>Functions/Programs</u>	<u>Direct Expenses</u>	<u>Indirect Expense Allocation</u>
<u>Primary Government</u>		
<u>Government Activities</u>		
General Government	\$ 9,143,717	(\$183,635)
Judicial	11,508,171	86,844
Highway	2,449,884	43,963
Health and Hospitals	8,605,175	52,828
Conservation and Development	309,155	-
Juvenile Welfare	14,324,338	-
Public Service	406,930	-
Culture and Recreation	1,486,989	-
Corrections	14,689,104	-
Public Safety	3,631,381	-
Homeless Prevention	83,455	-
Housing Rehabilitation	449,965	-
Adult Welfare	1,287,777	-
Interest on Long-Term Debt	863,813	-
Other Expenditures	<u>1,325,383</u>	<u>-</u>
Total Governmental Activities	\$70,565,237	\$ -
Total Primary Government	<u>\$70,565,237</u>	<u>\$ -</u>
<u>Component Unit</u>		
Blair County Airport Authority	\$ 1,326,076	\$ -
<u>General Revenues (Expenses)</u>		
Real Estate Taxes and Payment in Lieu of Taxes		
Investment Earnings (Net)		
Other		
Total General Revenues		
Change in Net Position		
<u>Net Position - Beginning</u>		
Adjustment		
<u>Net Position - Beginning (Restated)</u>		
<u>Net Position - Ending</u>		

See Accompanying Notes and Independent Auditor's Report

**COUNTY OF BLAIR  
STATEMENT OF ACTIVITIES  
YEAR ENDED DECEMBER 31, 2019**

<u>----- Program Revenues -----</u>			<u>Net (Expense) Revenue and Changes in Net Position</u>	
<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>	<u>Primary Government Governmental Activities</u>	<u>Component Unit Blair County Airport Authority</u>
\$ 261,963	\$ 899,564	\$ -	(\$ 7,798,555)	\$ -
2,810,861	1,549,175	-	( 7,234,979)	-
-	2,529,282	-	35,435	-
-	8,275,698	-	( 382,305)	-
-	22,545	-	( 286,610)	-
71,785	13,238,847	-	( 1,013,706)	-
-	272,898	-	( 134,032)	-
1,278,633	-	-	( 208,356)	-
1,018,914	579,604	-	( 13,090,586)	-
61,061	2,890,746	-	( 679,574)	-
-	82,701	-	( 754)	-
96,638	384,655	-	31,328	-
-	1,560,637	-	272,860	-
-	-	-	( 863,813)	-
-	-	-	( 1,325,383)	-
<u>\$5,599,855</u>	<u>\$32,286,352</u>	<u>\$ -</u>	<u>(\$32,679,030)</u>	<u>\$ -</u>
<u>\$5,599,855</u>	<u>\$32,286,352</u>	<u>\$ -</u>	<u>(\$32,679,030)</u>	<u>\$ -</u>
<u>\$ 512,170</u>	<u>\$ 18,080</u>	<u>\$943,452</u>	<u>\$ -</u>	<u>\$ 147,626</u>
			\$33,477,746	\$ -
			184,478	-
			<u>1,391,635</u>	<u>( 36,444)</u>
			<u>\$35,053,859</u>	<u>(\$ 36,444)</u>
			<u>\$ 2,374,829</u>	<u>\$ 111,182</u>
			(\$64,363,611)	\$15,160,903
			<u>6,423,194</u>	-
			(\$57,940,417)	\$15,160,903
			(\$55,565,588)	\$15,272,085

See Accompanying Notes and Independent Auditor's Report

**COUNTY OF BLAIR  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2019**

	<u>General Fund</u>	<u>Social Services Fund</u>
<b><u>ASSETS</u></b>		
Cash and Cash Equivalents	\$ 4,752,839	\$ 682,440
Investments	312,159	-
Prepaid Expense	251,290	527
Accounts Receivable	278,000	-
Taxes Receivable	654,343	-
Due from Other Funds	4,920,639	4,945
Due from Other Governmental Units	4,264,158	98,011
Due from Component Unit	<u>-</u>	<u>-</u>
<b>TOTAL ASSETS</b>	<b>\$15,433,428</b>	<b>\$ 785,923</b>
 <b><u>LIABILITIES AND FUND BALANCES</u></b>		
<b><u>Liabilities</u></b>		
Accounts Payable and Accrued Expenses	\$ 2,594,498	\$ 637,041
Deposits Payable	-	-
Due to Other Governmental Units	68,468	-
Due to Other Funds	26,664	17,754
Unearned Revenue	<u>3,649,428</u>	<u>-</u>
Total Liabilities	<u>\$ 6,339,058</u>	<u>\$ 654,795</u>
 <b><u>Fund Balances</u></b>		
Nonspendable	\$ 251,290	\$ -
Restricted	-	-
Committed	593,099	-
Assigned	2,487,105	131,128
Unassigned	<u>5,762,876</u>	<u>-</u>
Total Fund Balances	<u>\$ 9,094,370</u>	<u>\$ 131,128</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$15,433,428</b>	<b>\$ 785,923</b>

See Accompanying Notes and Independent Auditor's Report

**COUNTY OF BLAIR  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2019**

<u>Capital Projects Fund</u>	<u>911 Fund</u>	<u>Act 89 VR Fee Fund</u>	<u>Domestic Relations Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$1,848,721	\$ 87	\$2,323,109	\$2,128,134	\$5,696,650	\$17,431,980
-	-	-	-	-	312,159
-	94,749	-	-	22,980	369,546
-	-	-	-	276,967	554,967
-	-	-	-	-	654,343
-	-	-	-	175,435	5,101,019
-	766,511	-	223,890	744,528	6,097,098
-	-	-	-	18,781	18,781
<u>\$1,848,721</u>	<u>\$861,347</u>	<u>\$2,323,109</u>	<u>\$2,352,024</u>	<u>\$6,935,341</u>	<u>\$30,539,893</u>
\$ 335,036	\$206,402	\$ 51,827	\$ 32,560	\$ 859,895	\$ 4,717,259
-	-	-	-	6,000	6,000
-	-	-	-	27,884	96,352
-	766,555	-	1,477	355,731	1,168,181
-	-	-	-	179,333	3,828,761
<u>\$ 335,036</u>	<u>\$972,957</u>	<u>\$ 51,827</u>	<u>\$ 34,037</u>	<u>\$1,428,843</u>	<u>\$ 9,816,553</u>
\$ -	\$ 94,749	\$ -	\$ -	\$ 22,163	\$ 368,202
1,513,685	-	2,271,282	-	3,271,368	7,056,335
-	-	-	-	-	593,099
-	-	-	2,317,987	2,148,724	7,084,944
-	( 206,359)	-	-	64,243	5,620,760
<u>\$1,513,685</u>	<u>(\$111,610)</u>	<u>\$2,271,282</u>	<u>\$2,317,987</u>	<u>\$5,506,498</u>	<u>\$20,723,340</u>
\$1,848,721	\$861,347	\$2,323,109	\$2,352,024	\$6,935,341	\$30,539,893

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, 2019**

Total Fund Balances - Governmental Funds \$20,723,340

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	\$80,535,973	
Accumulated Depreciation	( <u>43,930,059</u> )	36,605,914

Taxes receivable that are not expected to be received within 60 days of year end, therefore, they are shown as unearned revenue in the fund statements.	2,684,264
---	-----------

The net pension liability is not due and payable in the current period and, therefore, is not reported in the funds.	( 76,632,831 )
--	----------------

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

Deferred Outflow of Resources		5,993,742
Deferred Inflow of Resources		( 9,858,290 )

Other postemployment benefits (OPEB)	( 7,323,725 )
--------------------------------------	---------------

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

Bonds Premium	(\$ 608,842)	
Bonds and Notes Payable	( 24,887,743 )	
Compensated Absences	( 1,819,121 )	
Workers Compensation Claims	( <u>241,705</u> )	( 27,557,411 )

Accrued interest on bonds and notes are not recognized on the fund statements.	( <u>200,591</u> )
--	--------------------

Total Net Position - Government-Wide	(\$55,565,588)
--------------------------------------	----------------

**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, 2019**

	<u>General Fund</u>	<u>Social Services Fund</u>
<b><u>Revenues</u></b>		
Taxes	\$33,213,009	\$ -
Fines, Forfeits, and Costs	656,934	-
Earnings on Investments	71,694	8,288
Intergovernmental	15,699,182	8,275,698
Departmental Charges	2,609,823	-
Payments in Lieu of Taxes	264,737	-
Other Revenues	<u>1,281,807</u>	<u>-</u>
 Total Revenues	 <u>\$53,797,186</u>	 <u>\$8,283,986</u>
 <b><u>Expenditures</u></b>		
Current:		
General Government	\$ 7,936,596	\$ -
Judicial	10,514,872	-
Highway	703,680	-
Health and Hospitals	-	8,583,599
Conservation and Development	268,580	-
Juvenile Welfare	14,242,629	-
Public Service	225,518	-
Culture and Recreation	-	-
Corrections	13,132,508	-
Public Safety	164,892	-
Homeless Prevention	-	-
Housing Rehabilitation	-	-
Adult Welfare	1,286,287	-
Other Expenditures	<u>561,906</u>	<u>-</u>
 Total Current Expenditures	 <u>\$49,037,468</u>	 <u>\$8,583,599</u>
 Debt Service:		
Principal	\$ -	\$ -
Interest	<u>-</u>	<u>-</u>
 Total Debt Service	 <u>\$ -</u>	 <u>\$ -</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, 2019**

<u>Capital Projects Fund</u>	<u>911 Fund</u>	<u>Act 89 VR Fee Fund</u>	<u>Domestic Relations Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$33,213,009
-	-	-	-	-	656,934
28,186	246	14,495	14,840	46,729	184,478
-	2,714,004	608,134	1,030,620	3,958,714	32,286,352
-	-	-	-	2,333,098	4,942,921
-	-	-	-	-	264,737
<u>5,647</u>	<u>550</u>	<u>-</u>	<u>-</u>	<u>103,631</u>	<u>1,391,635</u>
\$ 33,833	\$2,714,800	\$ 622,629	\$1,045,460	\$6,442,172	\$72,940,066
\$ -	\$ -	\$ -	\$ -	\$ 228,235	\$ 8,164,831
-	-	-	813,720	56,238	11,384,830
-	-	100,000	-	1,635,032	2,438,712
-	-	-	-	-	8,583,599
-	-	-	-	13,991	282,571
-	-	-	-	-	14,242,629
-	-	-	-	230,813	456,331
-	-	-	-	1,452,368	1,452,368
-	-	-	-	1,329,166	14,461,674
-	3,112,932	-	-	104,393	3,382,217
-	-	-	-	83,358	83,358
-	-	-	-	449,444	449,444
-	-	-	-	-	1,286,287
<u>15,554</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>40,643</u>	<u>618,103</u>
\$ 15,554	\$3,112,932	\$ 100,000	\$ 813,720	\$5,623,681	\$67,286,954
\$ -	\$ -	\$ -	\$ -	\$1,987,313	\$ 1,987,313
-	-	-	-	941,036	941,036
\$ -	\$ -	\$ -	\$ -	\$2,928,349	\$ 2,928,349

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, 2019**  
**(CONTINUED)**

	<u>General Fund</u>	<u>Social Services Fund</u>
<b><u>Expenditures</u></b> (Continued)		
Capital Outlay:		
General Government	\$ 184,874	\$ -
Judicial	88,985	-
Highway	-	-
Conservation and Development	-	-
Public Service	-	-
Culture and Recreation	-	-
Corrections	10,974	-
Public Safety	-	-
Other Expenditures	-	-
	<hr/>	<hr/>
Total Capital Outlay	\$ 284,833	\$ -
	<hr/>	<hr/>
Total Expenditures	\$49,322,301	\$8,583,599
	<hr/>	<hr/>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ 4,474,885	(\$ 299,613)
	<hr/>	<hr/>
<b><u>Other Financial Sources (Uses)</u></b>		
Interfund Transfers In	\$ -	\$ -
Interfund Transfers Out	( 3,634,697)	-
	<hr/>	<hr/>
Total Other Financing Sources (Uses)	(\$ 3,634,697)	\$ -
	<hr/>	<hr/>
Net Change in Fund Balances	\$ 840,188	(\$ 299,613)
	<hr/>	<hr/>
<b><u>Fund Balances</u></b> - Beginning	\$ 5,830,988	\$ 430,741
Prior Period Adjustment	2,423,194	-
	<hr/>	<hr/>
<b><u>Fund Balances</u></b> - Beginning (Restated)	\$ 8,254,182	\$ 430,741
	<hr/>	<hr/>
<b><u>Fund Balances</u></b> - Ending	\$ 9,094,370	\$ 131,128
	<hr/> <hr/>	<hr/> <hr/>

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, 2019**  
**(CONTINUED)**

<u>Capital Projects Fund</u>	<u>911 Fund</u>	<u>Act 89 VR Fee Fund</u>	<u>Domestic Relations Fund</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ 4,622	\$ 189,496
-	-	-	4,431	32,360	125,776
-	-	277,038	-	124,814	401,852
-	-	-	-	1,005,214	1,005,214
-	-	-	-	28,599	28,599
-	-	-	-	9,504	9,504
-	-	-	-	57,866	68,840
-	131,139	-	-	-	131,139
<u>3,836,626</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,836,626</u>
\$3,836,626	\$ 131,139	\$ 277,038	\$ 4,431	\$1,262,979	\$ 5,797,046
<u>3,852,180</u>	<u>\$3,244,071</u>	<u>\$ 377,038</u>	<u>\$ 818,151</u>	<u>\$9,815,009</u>	<u>\$76,012,349</u>
(\$3,818,347)	(\$ 529,271)	\$ 245,591	\$ 227,309	(\$3,372,837)	(\$ 3,072,283)
\$ -	\$ 413,390	\$ -	\$ -	\$3,414,900	\$ 3,828,290
-	-	-	-	( 193,593)	( 3,828,290)
\$ -	\$ 413,390	\$ -	\$ -	\$3,221,307	\$ -
(\$3,818,347)	(\$ 115,881)	\$ 245,591	\$ 227,309	(\$ 151,530)	(\$ 3,072,283)
\$5,332,032	\$ 4,271	\$2,025,691	\$2,090,678	\$5,658,028	\$21,372,429
-	-	-	-	-	2,423,194
\$5,332,032	\$ 4,271	\$2,025,691	\$2,090,678	\$5,658,028	\$23,795,623
\$1,513,685	(\$ 111,610)	\$2,271,282	\$2,317,987	\$5,506,498	\$20,723,340

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, 2019**

Total Net Change in Fund Balances - Governmental Funds (\$3,072,283)

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 outlay in the period exceeds depreciation expense.

Capital Outlay	\$5,797,046	
Depreciation Expense	( <u>3,609,661</u> )	2,187,385

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	1,987,313
-------------------------	-----------

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.

77,223

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.

( 89,504)

Workmen's Compensation Payable Adjustment

( 35,233)

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.

1,364,238

The change in the Other Postemployment Benefits (OPEB) is recorded in the government-wide statements.

( 44,310 )

Change in Net Position - Government-Wide

\$2,374,829

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

**COUNTY OF BLAIR  
STATEMENT OF NET POSITION  
FIDUCIARY FUNDS  
DECEMBER 31, 2019**

	<b>Employee Retirement Plan Fund</b>	<b>Custodial Funds</b>
<b><u>Assets</u></b>		
Cash and Cash Equivalents	\$ 93,544	\$ 3,835,587
Taxes Receivable	-	6,587,122
Due from Other Funds	-	4,973
Other Receivables	-	1,695
Investments, at Fair Value:		
Pooled Cash and Cash Equivalents	306,131	-
Managed Mutual Funds	27,842,980	-
Private Equity Investment	<u>5,655,996</u>	<u>-</u>
Total Assets	<u>\$33,898,651</u>	<u>\$10,429,377</u>
 <b><u>Liabilities and Net Position</u></b>		
<b><u>Liabilities</u></b>		
Accounts Payable	\$ 21,756	\$ -
Due to Other Governments	-	4,402,241
Due to Other Funds	<u>-</u>	<u>3,937,811</u>
Total Liabilities	<u>\$ 21,756</u>	<u>\$ 8,340,052</u>
 <b><u>Net Position</u></b>		
Restricted for:		
Employee Retirement Benefits	\$33,876,895	\$ -
Individuals, Organizations, and Other Third-Parties	<u>-</u>	<u>2,089,325</u>
Total Net Position	<u>\$33,876,895</u>	<u>\$ 2,089,325</u>

See Accompanying Notes and Independent Auditor's Report

**COUNTY OF BLAIR  
STATEMENT OF CHANGES IN NET POSITION  
FIDUCIARY FUNDS  
YEAR ENDED DECEMBER 31, 2019**

	<b>Employee Retirement Plan Fund</b>	<b>Custodial Funds</b>
<b><u>Additions</u></b>		
Contributions:		
County	\$ 4,200,000	\$ -
Plan Members	956,611	-
Gifts	<u>-</u>	<u>122,867</u>
Total Contributions	<u>\$ 5,156,611</u>	<u>\$ 122,867</u>
 Investment Income:		
Net Unrealized Appreciation in Fair Value of Investments	\$ 4,351,690	\$ -
Realized Gain on Disposal of Investments	525,391	-
Interest	9,828	-
Dividends	689,697	-
Other Investment Income	<u>5,809</u>	<u>-</u>
Total Investment Income	\$ 5,582,415	\$ -
 Investment Expense	( <u>86,693</u> )	<u>-</u>
Net Investment Income	<u>\$ 5,495,722</u>	<u>\$ -</u>
 Other Income:		
Collections for Other Governments	\$ -	\$5,318,977
Collections for Other Third-Parties	<u>-</u>	<u>938,440</u>
Total Other Income	<u>\$ -</u>	<u>\$6,257,417</u>
 Total Additions	<u>\$10,652,333</u>	<u>\$6,380,284</u>
<b><u>Deductions</u></b>		
Benefits Paid	\$ 7,495,655	\$ -
Administrative Expenses	43,150	-
Payments to Gift Recipient	-	109,871
Payments to Other Governments	-	4,998,524
Payments to Other Third-Parties	<u>-</u>	<u>778,994</u>
Total Deductions	<u>\$ 7,538,805</u>	<u>\$5,887,389</u>
 Change in Net Position	<u>\$ 3,113,528</u>	<u>\$ 492,895</u>
 <b><u>Net Position</u></b> - Beginning	<u>30,763,367</u>	<u>1,596,430</u>
 <b><u>Net Position</u></b> - Ending	<u>\$33,876,895</u>	<u>\$2,089,325</u>

See Accompanying Notes and Independent Auditor's Report

**COUNTY OF BLAIR**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2019**

**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 custodial'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, 2019**  
**(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.

**Capital Projects Fund**

The capital projects fund accounts for the acquisition and construction of the government's major capital facilities.

**911 Fund**

The 911 fund accounts for the receipt and disbursement of grants related to 911 services.

**Act 89 VR Fee Fund**

The Act 89 VR fee fund accounts for receipt and disbursements of the \$5 fee for local use on nonexempt vehicles registered to an address located in the County. The disbursements are for the construction and maintenance of highways and bridges.

**Domestic Relations Fund**

The domestic relations fund accounts for receipt and disbursement of grants related to domestic relations services.

COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)

Note 1: Summary of Significant Accounting Policies (Continued)

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

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.

Custodial Funds

The custodial funds account for fiduciary assets held by the County in a custodial capacity as an agent on behalf of others. The County's custodial 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 funds) are eliminated so that only the net amount is included as internal balances in the governmental activities' column.

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

COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)

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

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

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.

The pension funds are reported using the *economic resources measurement focus* and the *accrual basis of accounting*. The custodial 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.

COUNTY OF BLAIR  
 NOTES TO FINANCIAL STATEMENTS  
 DECEMBER 31, 2019  
 (CONTINUED)

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

**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.

**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 Activities Estimated Lives</u>
Buildings and Improvements	40 years
Furniture and Equipment	5 - 10 years

COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)

Note 1: Summary of Significant Accounting Policies (Continued)

G. 4. Capital Assets and Depreciation (Continued)

The component unit's property, plant, and equipment are 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
Equipment, Furniture, and Fixtures	5 - 20

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 one item that qualifies for reporting in this category. It is the deferred outflows of resources representing the County's defined benefit pension plan and is reported in the government-wide statement of net position. This amount is deferred. The deferred outflow is 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 items, 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 has deferred-bond premium and deferred inflows related to the County pension plan 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. In addition, the County has deferred inflows from its defined pension plan, which will be amortized over the next four years.

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.

COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)

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

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

**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 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.

COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)

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

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

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

**Nonspendable**

The County has nonspendable fund balance in the amount of \$368,202, which consists of prepaid expense.

**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 \$7,056,335 consists of \$1,513,685 of unexpended bond funds, which are legally restricted for capital expenditures, \$4,292,201 unexpended funds related to capital improvements, including roads and bridges, \$159,213 unexpended funds related to hotel tax, and \$1,091,236 unexpended funds related to various grants.

**Committed**

The County has committed \$593,099, which consists of general fund ending fund balance for employee postretirement healthcare benefits of \$533,189, and employee workers' compensation reserve of \$59,910.

**Assigned**

The County has set aside \$7,084,944 of certain spendable fund balances for a general fund future budgeted deficit of \$1,893,721, for workers compensation and unemployment in the amount of \$593,384, and other governmental funds of \$4,597,839.

**Unassigned**

The total unassigned fund balance for the governmental funds is \$5,620,760 of which \$5,762,876 is for the general fund, (\$206,359) is for the 911 fund, \$76,170 is for the debt service fund, and (\$11,927) is for the Fort Roberdeau 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.

**COUNTY OF BLAIR**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2019**  
**(CONTINUED)**

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

**H. Revenues and Expenditures/Expenses** (Continued)

**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 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 \$21,361,111 and the bank balance was \$22,711,392. Of the bank balance, \$250,000 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, 2019  
(CONTINUED)

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

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

**Investments**

At December 31, 2019, the County had the following investments:

<u>Investment Type</u>	<u>Fair Value/ Carrying Amount</u>	<u>Maturity</u>
Certificate of Deposit - S & T Bank	\$103,298	266 Days
Certificate of Deposit - S & T Bank	<u>208,861</u>	643 Days
Total Investments	<u>\$312,159</u>	

**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.

***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, all of the certificates of deposit listed above represent in excess of five percent of the government's total investment, i.e. \$15,608.

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.

COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)

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

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

**Investment Policies (Continued)**

***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, 2019, the County had investments including the Pension Trust Fund.

***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:

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

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

**Investment Policies (Continued)**

	<u>Rating</u>	<u>Weighted Average Maturity (Years)</u>	<u>Fair Value</u>	<u>Cost</u>
Pooled Cash and Cash Equivalents	N/A	N/A	\$ 306,131	\$ 306,131
Managed Mutual Funds	Not Rated	0.00	27,842,980	22,848,658
Private Equity Investment	N/A	NA	<u>5,655,996</u>	<u>5,019,245</u>
			<u>\$33,805,107</u>	<u>\$28,174,034</u>

**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, 2019, appear in the financial statements as summarized below:

Cash and Cash Equivalents	\$113,689
Restricted Cash and Cash Equivalents	<u>19,786</u>
Total Cash and Cash Equivalents	<u>\$133,475</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.

**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.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

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

**Credit Risk (Continued)**

***Investment of Authority Funds* (Continued)**

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, 2019, 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 2019 was 3.517 mills for general expenditures and 0.377 mills for debt service, 0.019 mills for library, and 0.012 mills for parks (3.925 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:

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, 2019. 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 2019 taxes as of December 31, 2019.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

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

***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
	Artifacts	Construction in Progress	Bridges & Roads	Building & Improvements	Land & Land Improvements	Other Improvements	Machinery & Equipment	Furniture & Fixtures	Infrastructure	
<b>Primary Government</b>										
Governmental Activities:										
Balance December 31, 2018	\$109,200	\$1,480,353	\$332,026	\$49,675,813	\$1,832,712	\$ 204,048	\$20,595,827	\$553,198	\$ -	\$74,783,177
Increases	-	1,069,950	307,981	2,695,451	-	47,220	1,621,207	55,237	-	5,797,046
Decreases	-	-	( 5,090)	-	-	-	( 10,368)	( 28,792)	-	( 44,250)
Transfers	-	( 1,145,508)	-	1,116,292	11,651	14,864	2,701	-	-	-
Balance December 31, 2019	\$109,200	\$1,404,795	\$634,917	\$53,487,556	\$1,844,363	\$ 266,132	\$22,209,367	\$579,643	\$ -	\$80,535,973
Accumulated Depreciation:										
Balance December 31, 2018	\$ -	\$ -	\$106,189	\$21,042,161	\$1,475,885	\$ 44,143	\$17,176,521	\$519,749	\$ -	\$40,364,648
Increases	-	-	12,629	1,404,529	6,937	54,278	2,120,981	10,307	-	3,609,661
Decreases	-	-	( 5,090)	-	-	-	( 10,368)	( 28,792)	-	( 44,250)
Transfers	-	-	-	7	( 8,791)	-	14,908	( 6,124)	-	-
Balance December 31, 2019	\$ -	\$ -	\$113,728	\$22,446,697	\$1,474,031	\$ 98,421	\$19,302,042	\$495,140	\$ -	\$43,930,059
Governmental Activities:										
Capital Assets Net	\$109,200	\$1,404,795	\$521,189	\$31,040,859	\$ 370,332	\$ 167,711	\$ 2,907,325	\$ 84,503	\$ -	\$36,605,914
<b>Component Unit</b>										
Governmental Activities:										
Balance December 31, 2018	\$ -	\$ 370,000	\$ -	\$11,491,405	\$3,595,148	\$2,688,347	\$ 2,916,134	\$ -	\$16,756,789	\$37,817,823
Increases	-	1,866,060	-	-	-	-	-	-	-	1,866,060
Decreases	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Balance December 31, 2019	\$ -	\$2,236,060	\$ -	\$11,491,405	\$3,595,148	\$2,688,347	\$ 2,916,134	\$ -	\$16,756,789	\$39,683,883
Accumulated Depreciation:										
Balance December 31, 2018	\$ -	\$ -	\$ -	\$ 4,803,394	\$ -	\$1,794,362	\$ 2,269,828	\$ -	\$13,030,651	\$21,898,235
Increases	-	-	-	232,527	-	23,540	220,210	-	355,290	831,567
Decreases	-	-	-	-	-	-	-	-	-	-
Transfers	-	-	-	-	-	-	-	-	-	-
Balance December 31, 2019	\$ -	\$ -	\$ -	\$ 5,035,921	\$ -	\$1,817,902	\$ 2,490,038	\$ -	\$13,385,941	\$22,729,802
Governmental Activities:										
Capital Assets Net	\$ -	\$2,236,060	\$ -	\$ 6,455,484	\$3,595,148	\$ 870,445	\$ 426,096	\$ -	\$ 3,370,848	\$16,954,081

There is an historic artifact that is not depreciated.

COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)

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

A. 3. Capital Assets (Continued)

**Depreciation Expense**

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

	<u>Governmental Activities</u>
General Government	\$ 922,228
Judicial	73,485
Highway	69,699
Health and Hospitals	625
Conservation and Development	21,525
Juvenile Welfare	66,802
Public Service	800
Culture and Recreation	32,927
Corrections	103,240
Public Safety	243,119
Other	<u>2,075,211</u>
	<u>\$3,609,661</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.

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, 2019 was \$9,030,000.

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>
2020	\$ 1,155,000	\$ 354,875	\$ 1,509,875
2021	1,190,000	320,225	1,510,225
2022	1,225,000	283,037	1,508,037
2023	1,285,000	221,788	1,506,788
2024	1,330,000	176,813	1,506,813
2025-2026	<u>2,845,000</u>	<u>168,312</u>	<u>3,013,312</u>
	<u>\$ 9,030,000</u>	<u>\$1,525,050</u>	<u>\$10,555,050</u>

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

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

**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 \$63,318. The balance as of December 31, 2019 was \$207,743.

<u>Year Ended December 31</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2020	\$ 48,764	\$ 8,089	\$ 56,853
2021	50,802	6,051	56,853
2022	52,924	3,930	56,854
2023	<u>55,253</u>	<u>1,722</u>	<u>56,975</u>
	\$207,743	\$19,792	\$227,535

**C. 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, 2019 was \$9,550,000.

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>
2020	\$ 445,000	\$ 345,000	\$ 790,000
2021	460,000	327,200	787,200
2022	480,000	308,800	788,800
2023	505,000	289,600	794,600
2024	525,000	269,400	794,400
2025-2029	<u>7,135,000</u>	<u>871,100</u>	<u>8,006,100</u>
	\$ 9,550,000	\$2,411,100	\$11,961,100

**D. General Obligation Bonds - Series of 2017**

In 2017, the County issued a \$7,275,000 General Obligation Bonds Series of 2017 Bonds, which will be used for various renovation projects within the Courthouse.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

**A. 4. D. General Obligation Bonds - Series of 2017 (Continued)**

The interest rate on this loan is tax-free with a coupon range of 2% to 4% throughout the life of the general obligation bonds. The balance as of December 31, 2019 was \$6,100,000.

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>
2020	\$ 395,000	\$ 165,632	\$ 560,632
2021	405,000	151,657	556,657
2022	420,000	137,182	557,182
2023	435,000	124,433	559,433
2024	445,000	115,633	560,633
2025-2032	<u>4,000,000</u>	<u>476,241</u>	<u>4,476,241</u>
	\$6,100,000	\$1,170,778	\$7,270,778

**Changes in Long-Term Liabilities**

	<u>Balance 01/01/19</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance 12/31/19</u>	<u>Due Within One Year</u>
<b><u>Governmental Activities</u></b>					
General Obligation Bonds - Series A of 2011	\$ 9,870,000	\$ 0	(\$ 840,000)	\$ 9,030,000	\$1,155,000
Notes Payable 2003	255,056	0	( 47,313)	207,743	48,764
General Obligation Bonds - Series A of 2014	10,270,000	0	( 720,000)	9,550,000	445,000
General Obligation Bonds - Series A of 2017	6,480,000	0	( 380,000)	6,100,000	395,000
Compensated Absences	1,729,618	89,503	-	1,819,121	-
Net Pension Obligation	70,866,369	5,766,462	-	76,632,831	-
Other Postemployment Benefits (OPEB)	<u>7,279,415</u>	<u>44,310</u>	<u>-</u>	<u>7,323,725</u>	<u>-</u>
Governmental Activities Long-Term Liabilities	\$106,750,458	\$5,900,275	(\$ 1,987,313)	\$110,663,420	\$2,043,764

The net pension liability of \$80,832,831 was reduced by the \$4,200,000 2019 pension contribution made after the measurement date of the net pension liability.

Net Pension Liability	\$80,832,831
Less: 2019 Pension Contribution	( 4,200,000)
Total Reported Pension Liability	<u>\$76,632,831</u>

**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, 2019 approximated \$80,894. The future minimum lease payments for these leases are as follows:

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

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

**Operating Leases (Continued)**

<u>Year</u>	<u>Amount</u>
2020	\$ 60,623
2021	38,742
2022	19,671
2023	11,939
2024	9,485
Thereafter	<u>269,678</u>
	<u>\$410,138</u>

**Discretely Presented Component Unit**

The Blair County Airport Authority long-term liability activity for the year ended December 31, 2019:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Line of Credit	\$310,000	\$ 6,000	\$ -	\$ 316,000	\$ 316,000
Interim Construction Loan	382,374	916,466	-	1,298,840	1,298,840
Notes Payable	<u>28,393</u>	<u>0</u>	( 8,869)	<u>19,524</u>	<u>8,958</u>
	<u>\$720,767</u>	<u>\$922,466</u>	<u>(\$ 8,869)</u>	<u>\$1,634,364</u>	<u>\$1,623,798</u>

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

Line of credit with M & T Bank in the maximum principal amount of \$325,000 bearing a floating rate adjustable monthly. \$ 316,000

During 2018, the Authority issued a guaranteed revenue note, series of 2018, to be used for two airplane hangars and refinance existing debt. M & T Bank issued their interim construction loan for this project, which upon completion will be paid off by a loan from USDA. The M & T Bank interim construction loan has a variable interest rate subject to 6.50% ceiling and 4.4658% floor and a maturity of June 1, 2020. 1,298,840

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. 19,524

	\$1,634,364
Less: Current Portion	( <u>1,623,798</u> )
Total Long-Term Debt	<u>\$ 10,566</u>

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(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)**

Reclass:	
Due to Primary Government	\$ 19,524
Current Portion of Long-Term Obligations	1,614,840
Noncurrent Portion of Long-Term Obligations	-
	<u>\$1,634,364</u>

Estimated maturities of long-term debt are as follows:

<u>December 31</u>	<u>Amount</u>
2020	\$1,623,798
2021	9,048
2022	1,518
2023	-
2024	-
Thereafter	-
	<u>\$1,634,364</u>

**2. Commitments and Contingencies**

**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.

**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.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

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

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 \$69,063 is included in the caption - claims cost and fees.

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 Commonwealth of Pennsylvania monitors claim 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 fund maintained by the County as of December 31, 2019 was \$593,384. During 2017, the two funds were combined into one fund.

**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).

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(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>
Affordable Housing Fund	Register & Recorder Custodial Fund	\$ 7,267	December Collections Owed
Central Booking	Cost & Fines Custodial Fund	13,845	December Collections Owed
CDBG and ESG Grant Fund	Marcellus Shale	1,602	Allocation
CDBG and ESG Grant Fund	Social Services	17,502	CDBG Grant Funds
Clerk of Courts	Cost & Fines Custodial Fund	554	December Collections Owed
Clerk of Courts	Prothonotary Custodial	240	December Collections Owed
Debt Service Fund	General Fund	17,714	4th Quarter Debt Service Distribution
Demolition	Register & Recorder Custodial Fund	4,193	December Collections Owed
Farmland Protection	Register & Recorder Custodial Fund	616	4th Quarter Rollback Taxes
Fort Roberdeau	General Fund	564	4th Quarter Real Estate Taxes
Fort Roberdeau	Hotel Tax	57,752	Hotel Tourism Tax
General Fund	PHARE Grant	736	Payroll & Benefits
General Fund	CDBG and ESG Grant	80,627	Administration Fees
General Fund	Fort Roberdeau	57,437	Expenses
General Fund	Prison Custodial Fund	24,314	Encartele Commission, Oasis Commission & December 2019 Cost Recovery
General Fund	Juvenile Probation Grant	137,741	October - December Salary & Benefits Reimbursement
General Fund	Children & Youth Custodial Fund	4,690	Fees Owed to General Fund
General Fund	Cost & Fines Custodial Fund	52,785	December Collections Owed
General Fund	Prothonotary Custodial	33,278	December Collections Owed
General Fund	Register Recorder Custodial	62,384	December Collections Owed
General Fund	Sheriff Custodial	30,568	December Collections Owed
General Fund	Treasurer Custodial	3,476	December Fees Owed
General Fund	Tax Claim Custodial	3,649,428	Delinquent Taxes
General Fund	Domestic Relations	1,477	Expenses
General Fund	Victim Witness ARD	215	Expenses
General Fund	Drug Court	39	Expenses
General Fund	DUI Specialty Court	1,264	Expenses
General Fund	911 Project Fund	766,555	4th Quarter PEMA Funds
General Fund	Affordable Housing	4,958	Administrative Services Fees
General Fund	Central Booking	7,441	Payroll Reimbursement
General Fund	Juvenile Title IV-E	754	Salary Reimbursement
General Fund	Social Services Fund	252	Expenses
General Fund	Offenders Supervision	220	Expenses
Hotel Tax	General Fund	7,532	Refund of Voided Check
Juvenile Supervision Fee	Cost & Fines Custodial Fund	835	December Collections Owed
Juvenile Supervision Fee	Juvenile Probation Custodial	2,884	Collections Owed to Juvenile Supervision
Liquid Fuels Fund	General Fund	854	Refund of Voided Checks
Offenders Supervision Fund	Cost & Fines Custodial Fund	23,489	December Collections Owed
Prothonotary Custodial Fund	Cost & Fines Custodial Fund	3,879	December Collections Owed
Prothonotary Custodial Fund	Tax Claim Custodial Fund	839	Judgement Satisfactions
Prothonotary Automation	Prothonotary Custodial	1,811	December Collections Owed
Records Improvement Fund	Register & Recorder Custodial Fund	2,162	December Collections Owed
Register & Recorder Improvement Fund	Register & Recorder Custodial Fund	3,243	December Collections Owed
Sheriff Custodial Fund	Prothonotary Custodial Fund	255	December Collections Owed
Social Services Fund	CDBG and ESG Grant	4,945	December Expenses
Unemployment Fund	General Fund	20,929	Amount due to cover payables
Victim Witness ARD Fund	Cost & Fines Custodial Fund	10,776	December Collections Owed
		<u>\$5,126,921</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.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

**C. 2. Transfers and Payments (Continued)**

During the year ended December 31, 2019, the following interfund transfers were made:

<u>From</u>	<u>To</u>	<u>Amount</u>	<u>For</u>
General Fund	Debt Service Fund	\$3,054,021	Bond Principal & Interest
General Fund	Fort Roberdeau Fund	97,210	Recreation Tax
General Fund	Workman's Compensation Fund	180,712	Insurance
General Fund	Unemployment Fund	82,554	Benefits
General Fund	911 Project Fund	413,390	Expenses
General Fund	Demolition Fund	70,076	Activity for new fund
Marcellus Shale Fund	Farmland Protection	120,000	Contribution
Marcellus Shale Fund	CDBG and ESG Grant Fund	10,486	Contribution
Marcellus Shale Fund	PHARE Grant Fund	603	Contribution
Hotel Tax Fund	Fort Roberdeau Fund	<u>62,504</u>	Hotel Tourism Tax
		<u>\$4,091,556</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 2018-June 2019, which is not included in the financial statements, is \$92,020.

**E. Future Operating Lease Revenue**

The County leases various parcels of land including Lakemont Park to tenants under noncancellable operating leases with extended terms. The following is a schedule by years of future minimum rentals under the leases at December 31, 2019:

<u>Year</u>	<u>Amount</u>
2020	\$ 76,427
2021	76,427
2022	53,545
2023	44,851
2024	44,851
Thereafter	<u>2,081,989</u>
	<u>\$2,378,090</u>

**Discretely Presented Component Unit**

The Blair County Airport Authority leases hangers, land, office, and terminal space to tenants under noncancellable operating leases with terms of one to fifteen years. The following is a schedule by years of future minimum rentals under the leases at December 31, 2019:

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

**E. Future Operating Lease Revenue (Continued)**

**Discretely Presented Component Unit (Continued)**

<u>December 31</u>	<u>Amount</u>
2020	\$309,679
2021	171,192
2022	166,382
2023	166,382
2024	<u>122,002</u>
	<u>\$935,637</u>

**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, 2019.

**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 the 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 the 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.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

**Plan Descriptions and Contribution Information**

Membership of the plan consisted of the following at January 1, 2019, the date of the latest actuarial valuation:

Retirees and Beneficiaries Receiving Benefits	527
Terminated Plan Members Entitled to But Not Yet Receiving Benefits	33
Active Plan Members	<u>462</u>
Total	<u>1,022</u>
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. Administrative costs may be financed through investment earnings.

**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
1/80	1.250%	1/1/18

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

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

**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.

**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.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

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

**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.

**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.

**COUNTY OF BLAIR  
 NOTES TO FINANCIAL STATEMENTS  
 DECEMBER 31, 2019  
 (CONTINUED)**

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

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

**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.

**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 IN CPI	EFFECTIVE DATE 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

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

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

**Reserves**

**Members' Annuity Reserve Account**

The balance of \$10,631,624 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, 2019. These contributions may be withdrawn by the member upon termination or retirement, or instead converted to an annuity at retirement. Liabilities are adjusted to reflect this option.

**County Annuity Reserve Account**

The balance of (\$47,480,774) in this account as of January 1, 2019, 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 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, 2019 amount to \$63,593,520. The corresponding liability for those annuitants on the roll is identical. This amount exceeds the actual assets of the Plan.

**Annual Pension Expense**

The County pension expense for the year ended December 31, 2018 was computed as follows:

Service Cost	\$2,296,411
Interest Cost	5,741,777
Recognized Liability Losses/(Gains)	736,717
Change of Assumptions	( 3,685,610)
Employee Contributions	( 916,959)
Expected Return on Pension Investments	( 2,363,695)
Recognized Asset Losses/(Gains)	983,833
Administrative Expenses	41,825
Other Changes in Fiduciary Net Position	<u>1,462</u>
Total Pension Expense	<u>\$2,835,761</u>

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

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

**County Contributions**

The County contributions for 2019 totaled \$4,200,000.

**Plan Related Financial Statement Items**

As of December 31, 2018, the Plan had the following:

Pension Related Assets	\$30,663,791
Deferred Outflows of Resources	\$ 5,993,742
Net Pension Liability	\$80,832,831
Deferred Inflows of Resources	\$ 9,858,290

For the year ended December 31, 2018, the Plan had the following:

Pension Expense	\$ 2,835,761
Pension Expenditure	\$ 4,000,000

**Components of Net Pension Liability at January 1, 2019**

**Measurement Date**

Total Pension Liability	\$111,496,622
Plan Fiduciary Net Position	30,663,791

Net Pension Liability	\$ 80,832,831
-----------------------	---------------

Fiduciary Net Position as a Percentage of Total Pension Liability	27.50%
---	--------

Estimated Covered Payroll	\$15,390,403
---------------------------	--------------

Net Liability as a Percentage of Covered Payroll	525.22%
--	---------

**Sensitivity of the Net Pension Liability to Changes in the Discount Rate as of 1/1/19**

	<b>NPL at 1% Decrease in Discount Rate (4.49%)</b>	<b>at Current Discount Rate (5.49%)</b>	<b>NPL at 1% Increase in Discount Rate (6.49%)</b>
Net Pension Liability	\$92,752,395	\$80,832,831	\$70,870,628

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

**Investments**

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

	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
This information was not provided by the actuary.		

**Changes in Net Pension Liability**

	<u>Increase/(Decrease)</u>		
	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Balance at January 1, 2018	\$110,210,022	\$35,343,653	\$74,866,369
Changes for the Year:			
Service Cost	\$ 2,296,411	\$ 0	\$ 2,296,411
Interest	5,741,777	0	5,741,777
Difference Between Expected and Actual Experience	253,753	0	253,753
Assumption Changes	1,077,219	0	1,077,219
Contributions - Employer	0	4,000,000	( 4,000,000)
Contributions - Employee	0	916,959	( 916,959)
Net Investment Income	0	( 1,470,974)	1,470,974
Benefit Payments	( 8,082,560)	( 8,082,560)	0
Administrative Expense	0	( 41,825)	41,825
Other Changes	0	( 1,462)	1,462
Net Changes	\$ 1,286,600	(\$ 4,679,862)	\$ 5,966,462
Balance at January 1, 2019	\$111,496,622	\$30,663,791	\$80,832,831

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

	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Differences Between Expected and Actual Experience	\$1,499,952	\$ 0
Changes of Assumptions	899,114	8,557,252
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	3,594,676	1,301,038
Total	\$5,993,742	\$9,858,290

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

**Deferred Outflows of Resources and Deferred Inflows of Resources (Continued)**

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

2020	(\$ 2,103,091)
2021	( 2,861,429)
2022	66,844
2023	1,033,128
2024	0
Thereafter	<u>0</u>
Total	<u><u>(\$ 3,864,548)</u></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 sixty-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.

**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.

**Postemployment Benefits Other Than Pensions (OPEB)**

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

The County changed its accounting and financial reporting for post-retirement benefits.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

**Summary of Principal Actuarial Assumptions**

Measurement date: December 31, 2019

Actuarial valuation date: January 1, 2019

Actuarial cost method: Entry Age Normal

Discount rate: The plan is not prefunded and the employer's expected return on internal plan assets based on, the 20 Municipal Bond Rate as of December 31, 2019 is 2.74%. This is the rate used to discount the plan's benefits and determine the actuarial accrued liability. The prior valuation used was 3.75%.

Mortality: Pub-10 General Headcount-Weighted for General Employees with Scale MP-2019. Previous valuation used RP-2000 Combined Mortality with Scale AA. The Pub-10 table represents the most recent mortality table for governmental employees issued by the Society in Actuaries.

Turnover: Same as pension plan. Based on actuary's professional judgement and input from plan sponsor.

Salary scale: 4.0%

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

<u>Age at the beginning of year</u>	<u>Probability of retiring during year</u>
55-59	0.07
60-61	0.08
62-64	0.15
65	0.34
66-70	0.23
71-79	0.21
80	1.00

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

Valuation of assets: N/A

Trend: Premiums are assumed to increase annually at a rate starting at 7% (2019) and decreasing linearly by 50 basis points each year to an ultimate annual increase of 5%.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

**Postemployment Benefits Other Than Pensions (OPEB) (Continued)**

**Summary of Principal Actuarial Assumptions (Continued)**

Per Capita Claims: The average single premium of \$675.52 per month was used to establish the per capita claims cost. The equivalent premium rates were age adjusted to approximate the actual per capita claims costs for pre-65 retirees. Premiums were age adjusted using the morbidity factors released in the 2013 paper by the Society of Actuaries titled "Health Care Costs - From Birth to Death." The CMS unisex cost curve was used with sample claims as follows:

<u>Age</u>	<u>Claims Amount</u>
55	\$11,570
60	\$14,065
64	\$15,520

**Summary of Net Investment Changes**

Assets on hand as of January 1, 2019		\$	0
<u>Receipts</u>			
Trust Contributions		\$	0
Equivalent Claims/Premiums		714,168	
Employee Contribution		0	
Other Inflows		0	
Interest and Dividend Income		0	
Realized Gains/(Losses)		0	
Unrealized Gains/(Losses)		<u>0</u>	
Total Receipts			714,168
<u>Disbursements</u>			
Total Equivalent Claims		(\$714,168)	
Fees		0	
Other		<u>0</u>	
Total Disbursements			( <u>714,168</u> )
Assets on hand as of December 31, 2019		\$	<u>0</u>
Annual Money Weighted Rate of Return			0.00%

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

**Postemployment Benefits Other Than Pensions (OPEB) (Continued)**

**Summary of Net Investment Changes (Continued)**

Statement of Fiduciary Net Position  
December 31, 2019 Assets

Cash and Cash Equivalents	\$	0
Government and Corporate Bonds		0
Common Stock		0
Mutual Funds		0
Accrued Income and Receivables		0
 Net Position Restricted for OPEB	 \$	 0
		0

**Net OPEB Liability**

The information shown below and on the following page is required for disclosure by Statement No 75 of the Governmental Accounting Standards Board (GASB). "Total OPEB Liability" is GASB terminology for the Actuarial Accrued Liability calculated according to the Individual Entry Age Normal cost method. This cost method attributes the actuarial present value of a projected benefit payment to each employee based on a level percentage of compensation basis. This method is not used to determine the annual contributions to the plan.

The difference between the Total OPEB Liability and the Plan's Fiduciary Net Position is used to determine the Net OPEB Liability. The Total OPEB Liability below is based on the last actuarial valuation as of January 1, 2019 and rolled forward to the measurement date of December 31, 2019.

**Net OPEB Liability at December 31, 2019:**

A. Total OPEB Liability		\$7,323,725
B. Plan Fiduciary Net Position		0
C. Net OPEB Liability		\$7,323,725
 D. Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability		 0.00%

**Sensitivity of the Net OPEB Liability to Changes in Discount Rates:**

A. Net OPEB Liability at Current Discount Rate (2.74%)		\$7,323,725
B. Net OPEB Liability with 1% Decrease (1.74%)		\$7,779,604
C. Net OPEB Liability with 1% Increase (3.74%)		\$6,890,567

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

**Postemployment Benefits Other Than Pensions (OPEB) (Continued)**

**Net OPEB Liability (Continued)**

**Sensitivity of the Net OPEB Liability to Changes in Health Care Trend Rates:**

A. Net OPEB Liability at Current Trend Rate (7.0% to 5.0%)	\$7,323,725
B. Net OPEB Liability with 1% Decrease (6.0% to 4.0%)	\$6,783,446
C. Net OPEB Liability with 1% Increase (8.0% to 6.0%)	\$7,937,483

**Annual OPEB Expense**

Under GASB No. 75, the annual OPEB expense is intended to recognize certain changes in the Net OPEB Liability compared to the previous measurement date. Changes not recorded as an OPEB expense will be recorded and tracked separately as deferred inflows and outflows to be recognized in a future period's OPEB expense. Changes in the Total OPEB Liability due to differences between actual experience and assumptions are recognized over a closed period equal to the future remaining service of plan participants. Differences between actual and expected investment performance are recognized over a five-year period. Any changes due to plan amendment or other benefit changes will be recognized in the year of adoption.

**Net Periodic GASB No. 75 OPEB Expense for FY 2019:**

A. Service Cost	\$116,918
B. Interest Cost	259,711
C. Recognized Liability Losses/(Gains)	-
D. Change of Assumptions	107,867
E. Employee Contributions	-
F. Expected Return on OPEB Investments	-
G. Recognized Asset Losses/(Gains)	-
H. Administrative Expenses	-
I. Other Changes in Fiduciary Net Position	-
J. Total OPEB Expense	<u>\$484,496</u>

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

**Postemployment Benefits Other Than Pensions (OPEB) (Continued)**

**Changes in Net OPEB Liability**

	Increase/(Decrease)		
	<u>Total OPEB Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net OPEB Liability</u>
Balance at January 1, 2019	\$7,279,415	\$ -	\$7,279,415
Changes for the year:			
Service cost	\$ 116,918	\$ -	\$ 116,918
Interest	259,711	-	259,711
Difference between expected & actual experience	-	-	-
Assumption changes	381,849	-	381,849
Contributions - employer	-	714,168	( 714,168)
Contributions - employee	-	-	-
Net investment income	-	-	-
Benefit payments	( 714,168)	( 714,168)	-
Administrative expense	-	-	-
Other changes	-	-	-
Net changes	\$ 44,310	\$ -	\$ 44,310
Balance at December 31, 2019	\$7,323,725	\$ -	\$7,323,725

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

	<u>Deferred Outflows</u>	<u>Deferred Inflows</u>
Differences between expected and actual experience	\$ 0	\$0
Changes of assumptions	273,982	0
Net difference between projected and actual earnings on OPEB plan investments	<u>0</u>	<u>0</u>
Total	<u>\$273,982</u>	<u>\$0</u>

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

FY 2020	\$107,867
FY 2021	107,867
FY 2022	58,248
FY 2023	0
FY 2024	0
Thereafter	0

**COUNTY OF BLAIR**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2019**  
**(CONTINUED)**

**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.

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.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

**Keystone Opportunity Zone (Continued)**

3. The provisions of the Act not herein enumerated, shall, nevertheless, be incorporated as part of this Ordinance by reference.
4. This resolution shall be effective upon execution, conditioned upon the approval of the application by DCED and conditioned upon the entering of the agreement referenced in paragraph 2 with respect to the zone list below.

Keystone Opportunity Zone: New Regional KOEZ

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

**The Local Economic Revitalization Tax Assistance Act (LERTA)**

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

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

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

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

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

**The Local Economic Revitalization Tax Assistance Act (LERTA) (Continued)**

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

<u>Tax Abatement Program</u>	<u>Amount of Taxes Abated During the Fiscal Year</u>
Keystone Opportunity Zone (KOEZ)	\$39,610
The Local Economic Revitalization Tax Assistance Act (LERTA)	\$42,888

**Note 6: Subsequent Events**

The County of Blair evaluated subsequent events and transactions that occurred after the statement of net position date through May 20, 2020, the date that the financial statements were issued. Management is currently evaluating the impact of COVID-19 pandemic on the County and has concluded that while it is reasonably possible that virus could have a negative impact on the County's financial position, results of its operations, the specific financial impact is not readily determinable as of the date of these financial statements. The financial statements do not include any adjustments that might result from the outcome of this uncertainty.

**Note 7: Beginning General Fund/Fund Balance and Net Position - Restated**

The beginning general fund/fund balance was restated because of revenue related to children and youth from 2018 in the amount of \$2,423,194 that was not received until late into 2019.

<u>General Fund</u>	
General Fund/Fund Balance - Beginning	\$5,830,988
Adjustment	<u>2,423,194</u>
General Fund/Fund Balance - Beginning - Restated	\$8,254,182
<hr/>	
<u>Net Position</u>	
Net Position - Beginning	(\$64,363,611)
Adjustment	<u>6,423,194</u>
Net Position - Beginning - Restated	(\$57,940,417)
<hr/>	

The beginning net position was restated in the amount of \$6,423,194 because of revenue related to children and youth from 2018 in the amount of \$2,423,194 that was not received until late into 2019 and the \$4,000,000 2018 pension contribution that should had been a reduction of the net pension liability.

**COUNTY OF BLAIR  
NOTES TO FINANCIAL STATEMENTS  
DECEMBER 31, 2019  
(CONTINUED)**

**Note 8: Change in Accounting Principle - Fiduciary Activities**

During 2019, the County of Blair adopted new accounting guidance GASB No. 84, related to fiduciary activities. The objective of this statement is to improve guidance regarding the identification of fiduciary activities for accounting and financial reporting purposes and how those activities should be reported.

**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**

	<b><u>2018</u></b>
Service Cost	\$ 2,296,411
Interest	5,741,777
Difference Between Expected and Actual Experience	253,753
Assumption Changes	1,077,219
Benefit Payments, Including Refunds of Employees Contributions	( 8,082,560)
 Net Change in Total Pension Liability	 \$ 1,286,600
 Total Pension Liability - Beginning	 <u>110,210,022</u>
 Total Pension Liability - Ending	 <u>\$111,496,622</u>
 <b><u>Plan's Fiduciary Net Position</u></b>	
Contributions - Employer	\$ 4,000,000
Contributions - Employees	916,959
Net Investment Income	( 1,470,974)
Benefit Payments, Including Refunds of Employees Contributions	( 8,082,560)
Administrative Expense	( 41,825)
Other Changes	( 1,462)
 Net Change in Plan's Fiduciary Net Position	 (\$ 4,679,862)
 Plan's Fiduciary Net Position - Beginning	 <u>35,343,653</u>
 Plan's Fiduciary Net Position - Ending	 <u>\$ 30,663,791</u>
 County's Net Pension Liability - Ending	 <u>\$ 80,832,831</u>
 Plan's Fiduciary Net Position as a Percentage of Total Pension Liability	 <u>27.50%</u>
 Estimated Covered Payroll	 <u>\$ 15,390,403</u>
 Net Liability as a Percentage of Covered Payroll	 <u>525.22%</u>

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

**I. Total Pension Liability**

	<u>2017</u>	<u>2016</u>
Service Cost	\$ 2,411,038	\$ 2,692,408
Interest	5,547,536	4,854,950
Difference Between Expected and Actual Experience	739,279	1,576,351
Assumption Changes	( 3,402,309)	( 16,289,666)
Benefit Payments, Including Refunds of Employees Contributions	( 6,235,050)	( 6,662,067)
Net Change in Total Pension Liability	(\$ 939,506)	(\$ 13,828,024)
Total Pension Liability - Beginning	<u>111,149,528</u>	<u>124,977,552</u>
Total Pension Liability - Ending	<u>\$110,210,022</u>	<u>\$111,149,528</u>
 <b><u>Plan's Fiduciary Net Position</u></b>		
Contributions - Employer	\$ 4,000,000	\$ 3,000,000
Contributions - Employees	907,878	862,080
Net Investment Income	4,384,836	2,142,371
Benefit Payments, Including Refunds of Employees Contributions	( 6,235,050)	( 6,662,067)
Administrative Expense	( 31,900)	( 40,169)
Other Changes	( 13,577)	0
Net Change in Plan's Fiduciary Net Position	\$ 3,012,187	(\$ 697,785)
Plan's Fiduciary Net Position - Beginning	<u>32,331,466</u>	<u>33,029,251</u>
Plan's Fiduciary Net Position - Ending	<u>\$ 35,343,653</u>	<u>\$ 32,331,466</u>
County's Net Pension Liability - Ending	<u>\$ 74,866,369</u>	<u>\$ 78,818,062</u>
Plan's Fiduciary Net Position as a Percentage of Total Pension Liability	<u>32.07%</u>	<u>29.09%</u>
Estimated Covered Payroll	<u>\$ 14,739,778</u>	<u>\$ 15,111,809</u>
Net Liability as a Percentage of Covered Payroll	<u>507.92%</u>	<u>521.57%</u>

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

**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 and Actual Experience	1,114,202	0
Assumption Changes	186,704	0
Benefit Payments, Including Refunds 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>
 <b><u>Plan's Fiduciary Net Position</u></b>		
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 of Employees Contributions	( 6,202,558)	( 6,061,445)
Administrative Expense	( 27,600)	( 192,161)
Other Changes	<u>0</u>	<u>0</u>
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 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	1/1/19
Actuarial Cost Method (GASB)	Entry Age Normal
Actuarial Cost Method (Funding)	Entry Age Normal
Asset Valuation Method (GASB)	Market Value
Asset Valuation Method (Funding)	Market Value adjusted to recognize investment gains and losses over 5 years
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 2039 based on current benefit payments, projected employer contributions, and the assumed investment return. After depletion, the Plan's benefit payments are discounted using the S & P 20-year municipal bond index of 4.47%. The combined effective discount rate for GASB 68 purposes was 5.49%.

**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**

	<b><u>2019</u></b>	
Actuarially Determined Contribution	\$ 6,608,016	
County Contribution	<u>4,200,000</u>	
Contribution Deficiency	\$ 2,408,016	
	<hr/> <hr/>	
Covered Payroll - Estimated	\$16,128,090	
	<hr/> <hr/>	
Contributions as a Percentage of Covered Payroll	26.04%	
	<hr/> <hr/>	
	<b><u>2018</u></b>	<b><u>2017</u></b>
Actuarially Determined Contribution	\$ 6,669,817	\$ 6,393,256
County Contribution	<u>4,000,000</u>	<u>4,000,000</u>
Contribution Deficiency	\$ 2,669,817	\$ 2,393,256
	<hr/> <hr/>	<hr/> <hr/>
Covered Payroll - Estimated	\$14,739,778	\$15,111,809
	<hr/> <hr/>	<hr/> <hr/>
Contributions as a Percentage of Covered Payroll	27.13%	26.47%
	<hr/> <hr/>	<hr/> <hr/>
	<b><u>2016</u></b>	<b><u>2015</u></b>
Actuarially Determined Contribution	\$ 5,906,015	\$ 6,721,349
County Contribution	<u>3,000,000</u>	<u>2,000,000</u>
Contribution Deficiency	\$ 2,906,015	\$ 4,721,349
	<hr/> <hr/>	<hr/> <hr/>
Covered Payroll - Estimated	\$14,130,559	\$14,207,036
	<hr/> <hr/>	<hr/> <hr/>
Contributions as a Percentage of Covered Payroll	21.23%	14.08%
	<hr/> <hr/>	<hr/> <hr/>

**COUNTY OF BLAIR  
 REQUIRED SUPPLEMENTARY INFORMATION  
 DEFINED BENEFIT POSTEMPLOYMENT HEALTHCARE PLAN INFORMATION  
 SCHEDULE OF CHANGES TO TOTAL OPEB LIABILITY AND RELATED RATIOS**

<u>Total OPEB Liability</u>	<u>2019</u>
Service Cost	\$ 116,918
Interest	259,711
Assumption Changes	381,849
Contributions - Employer	( 714,168)
Net Change in Total OPEB Liability	\$ 44,310
<u>Total OPEB Liability</u> - Beginning	<u>7,279,415</u>
<u>Total OPEB Liability</u> - Ending	<u>\$7,323,725</u>
Covered Employee Payroll	<u>\$8,751,961</u>
Total OPEB Liability as a Percentage of Covered Employee Payroll	<u>83.68%</u>

**COUNTY OF BLAIR  
REQUIRED SUPPLEMENTARY INFORMATION  
DEFINED BENEFIT POSTEMPLOYMENT HEALTHCARE PLAN INFORMATION  
SCHEDULE OF CONTRIBUTIONS**

**Schedule of Contributions**

**2019**

Actuarially Determined Contribution

N/A

Contributions in Relation to the Actuarially Determined Contribution

N/A

Contribution Deficiency (Excess)

N/A

Covered Employee Payroll

\$8,751,961

Contributions as a Percentage of Covered Employee Payroll

N/A

**Schedule of Investment Returns**

Annual Money-Weighted Rate of Return,  
Net of Investment Expense

N/A

**COUNTY OF BLAIR**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**DEFINED BENEFIT POSTEMPLOYMENT HEALTHCARE PLAN INFORMATION**  
**NOTES TO REQUIRED SUPPLEMENTARY INFORMATION**

	<b><u>2019</u></b>
<b><u>Plan Membership</u></b>	
Number of Active	196
Number of Retirees	<u>74</u>
	270
	<u>      </u>
<b><u>Total OPEB Liability by Active/Inactive at December 31, 2019</u></b>	
Active Employees	\$4,197,594
Inactive Participants	<u>3,126,131</u>
Total OPEB Liability	<u>\$7,323,725</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, 2019  
(CONTINUED)**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
<b><u>Revenues</u></b> (Continued)			
<b><u>Departmental Reimbursements and Charges</u></b> (Cont.)			
Prison	\$ 375,000	\$ 375,000	\$ 324,802
Election Fees	2,540	2,540	2,534
Coroner	41,000	41,000	48,763
District/Assistant District Attorney - Salary Reimbursement	120,000	120,000	-
Public Defenders Fees	-	-	300
Transcript Requests	14,520	14,520	13,704
Records Management	-	-	9,732
Victim Witness	-	-	510
911	-	-	17,100
Discovery and Copy Revenue	4,000	4,000	2,147
Bad Checks & Restitution	<u>2,500</u>	<u>2,500</u>	<u>3,010</u>
 Total Departmental Reimbursements and Charges	 <u>\$ 2,861,519</u>	 <u>\$ 2,861,519</u>	 <u>\$ 2,609,823</u>
 <b><u>Payments in Lieu of Taxes</u></b>			
Payments in Lieu of Taxes	\$ 230,000	\$ 230,000	\$ 264,737
 <b><u>State Tax Equalization</u></b>			
State Tax Equalization	\$ -	\$ -	\$ -
 <b><u>Other Revenue Receipts</u></b>			
Indirect Costs and Administration Fees	\$ 640,033	\$ 640,033	\$ 662,242
911	15,000	15,000	-
Soil Conservation Payroll and Benefits	34,700	34,700	35,167
Copy Request Fees	250	250	-
Clean and Green Filing Fees	7,000	7,000	-
Miscellaneous	-	-	98,826
District Attorney	-	-	87,236
Assessment	-	-	11,319
Rent and Leases	10,600	10,600	10,700
Insurance Proceeds and Rebates	-	-	346,261
Refund of Prior Year Expenditure	<u>-</u>	<u>-</u>	<u>13,325</u>
 Total Other Revenue Receipts	 <u>\$ 707,583</u>	 <u>\$ 707,583</u>	 <u>\$ 1,265,076</u>
 Total Revenues	 <u>\$54,669,480</u>	 <u>\$54,669,480</u>	 <u>\$53,774,929</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, 2019  
(CONTINUED)**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
<b><u>Other Financing Sources</u></b>			
<b><u>Sale of Property and Supplies</u></b>			
Sale of Surplus Property	\$ 250	\$ 250	\$ 16,731
	_____	_____	_____
<b><u>Transfers from Other Funds</u></b>			
	\$ -	\$ -	\$ -
	_____	_____	_____
Total Other Financing Sources	\$ 250	\$ 250	\$ 16,731
	_____	_____	_____
Total Revenues and Other Financing Sources	\$54,669,730	\$54,669,730	\$53,791,660
	_____	_____	_____
<b><u>Expenditures</u></b>			
<b><u>Governmental</u></b>			
<b><u>Administration</u></b>			
Commissioners	\$ 822,269	\$ 825,463	\$ 2,425,325
Solicitor	132,312	132,312	139,784
County Buildings	1,434,559	1,442,440	1,459,175
Conduct of Elections	461,596	581,761	603,515
Tax Assessment	761,597	762,735	689,345
Treasurer	240,871	246,312	249,530
Tax Collectors	115,434	115,434	124,938
Delinquent Tax Office	580,907	581,397	457,516
Controller	471,442	482,885	514,604
Geographic Information Systems	104,510	104,510	96,445
Planning Commission	50,318	53,654	-
Central Telephone Service	5,721	5,721	12,488
Information Technology	681,138	637,016	564,168
Central Purchasing	37,482	37,534	39,976
Records Management	143,803	146,308	109,403
Office Services	136,407	136,407	142,720
Finance	143,949	145,549	154,434
Human Resources	481,689	318,292	338,104
911	2,307	7,027	-
General	-	-	-
	_____	_____	_____
Total Administration	\$ 6,808,311	\$ 6,762,757	\$ 8,121,470
	_____	_____	_____

**COUNTY OF BLAIR  
REQUIRED SUPPLEMENTARY INFORMATION  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GENERAL FUND  
BUDGET AND ACTUAL  
YEAR ENDED DECEMBER 31, 2019  
(CONTINUED)**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
<b><u>Expenditures</u></b> (Continued)			
<b><u>Governmental</u></b> (Continued)			
<b><u>Judicial</u></b>			
Register and Recorder	\$ 491,521	\$ 494,142	\$ 518,020
Sheriff	1,812,601	1,853,099	2,081,194
Coroner	472,496	517,240	513,299
Prothonotary	754,058	744,824	749,926
Costs and Fines	199,872	200,367	193,745
Public Defender	816,382	826,042	883,030
District Attorney	1,435,238	1,458,631	1,505,236
Law Library	48,033	51,390	52,575
Court Administration	892,384	917,105	941,817
Custody Office	186,727	187,032	185,320
Court Reporters	364,242	365,766	391,159
Jury System	108,192	107,713	94,699
Judges	611,259	618,825	594,833
District Justices	1,365,346	1,427,432	1,504,470
Constables	-	-	-
Victim Witness	217,585	217,909	145,755
Domestic Relations	<u>239,278</u>	<u>239,499</u>	<u>248,779</u>
 Total Judicial	 <u>\$10,015,214</u>	 <u>\$10,227,016</u>	 <u>\$10,603,857</u>
 <b><u>Corrections</u></b>			
Probation and Parole:			
Adults	\$ 735,453	\$ 737,464	\$ 623,278
Juvenile	1,109,118	1,109,193	1,441,780
Juvenile Detention Home	136,665	136,665	-
Probation and Parole	724,185	720,577	-
County Jail	<u>10,656,794</u>	<u>10,711,622</u>	<u>11,078,424</u>
 Total Corrections	 <u>\$13,362,215</u>	 <u>\$13,415,521</u>	 <u>\$13,143,482</u>
 <b><u>Adult Welfare</u></b>			
Blair County Office of Aging	\$ 1,516,049	\$ 1,548,505	\$ 1,286,287
 <b><u>Juvenile Welfare Service</u></b>			
Child Welfare General Supervision	<u>\$15,855,284</u>	<u>\$15,805,503</u>	<u>\$14,242,629</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, 2019  
(CONTINUED)**

	<u>Original Budget</u>	<u>Final 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	\$ 625,431	\$ 628,099	\$ 703,680
	<hr/>	<hr/>	<hr/>
<b><u>Health and Hospitals</u></b>			
Public Health Service	\$ -	\$ -	\$ 225,518
	<hr/>	<hr/>	<hr/>
<b><u>Other Programs</u></b>			
Emergency Management	\$ 225,699	\$ 233,742	\$ 164,892
Veterans Affairs	105,680	114,044	114,301
Employee Benefits	11,184	-	-
Insurance	247,500	247,500	-
Historic and Civic Association	-	-	-
Extension Office	110,469	110,469	111,376
Conservation District	178,882	178,882	268,580
Airport	-	-	-
Libraries	-	-	-
Fort Roberdeau	-	-	-
Miscellaneous	<u>6,254,948</u>	<u>6,204,089</u>	<hr/>
Total Other Programs	\$ 7,134,362	\$ 7,088,726	\$ 659,149
	<hr/>	<hr/>	<hr/>
Total Governmental	\$55,316,866	\$55,476,127	\$48,986,072
	<hr/>	<hr/>	<hr/>
<b><u>Other Financing Uses</u></b>			
Transfers to Other Funds	\$ -	\$ -	\$ 3,897,963
Refunds	<hr/>	<hr/>	<hr/>
Total Other Financing Uses	\$ -	\$ -	\$ 3,897,963
	<hr/>	<hr/>	<hr/>
Total Expenditures and Other Financing Uses	\$55,316,866	\$55,476,127	\$52,884,035
	<hr/>	<hr/>	<hr/>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(\$ 647,136)	(\$ 806,397)	\$ 907,625
	<hr/> <hr/>	<hr/> <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, 2019**  
**(CONTINUED)**

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>
<b><u>Fund Balance</u></b> - Beginning			\$ 5,170,167
Prior Period Adjustment			<u>2,423,194</u>
<b><u>Fund Balance</u></b> - Beginning (Restated)			\$ 7,593,361
 			<hr/>
<b><u>Fund Balance</u></b> - Ending			\$ 8,500,986
			<hr/> <hr/>

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

General Fund Fund Balance	\$8,500,986
Workmen's Compensation Funds Fund Balance	593,384
Unemployment Compensation Fund Fund Balance	<u>          -</u>
	 \$9,094,370
	<hr/> <hr/>

The budget also does not include \$10,000,000 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, 2019**

**Budgets and Budgetary Accounting**

The budget prepared for the year ended December 31, 2019 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>
Administration	\$ 6,762,757	\$ 8,121,470	\$1,358,713
Judicial	10,227,016	10,603,857	376,841
Highways	628,099	703,680	75,581
Health and Hospitals	0	225,518	225,518

**COUNTY OF BLAIR  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2019**

	<u>Act 89 Fund</u>	<u>Affordable Housing Fund</u>
<b><u>ASSETS</u></b>		
Cash and Cash Equivalents	\$986,858	\$495,636
Prepaid Expenses	-	-
Accounts Receivable	-	-
Due from Other Funds	-	7,267
Due from Other Governmental Units	-	-
Due from Component Unit	-	-
	<hr/>	<hr/>
<b>TOTAL ASSETS</b>	<b>\$986,858</b>	<b>\$502,903</b>
	<hr/>	<hr/>
<b><u>LIABILITIES AND FUND BALANCES</u></b>		
<b><u>Liabilities</u></b>		
Accounts Payable and Accrued Expenses	\$ -	\$ 974
Deposits Payable	-	-
Due to Other Governmental Units	-	-
Due to Other Funds	-	4,958
Unearned Revenue	-	-
	<hr/>	<hr/>
Total Liabilities	\$ -	\$ 5,932
	<hr/>	<hr/>
<b><u>Fund Balances</u></b>		
Nonspendable	\$ -	\$ -
Restricted	986,858	-
Committed	-	-
Assigned	-	496,971
Unassigned	-	-
	<hr/>	<hr/>
Total Fund Balances	\$986,858	\$496,971
	<hr/>	<hr/>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$986,858</b>	<b>\$502,903</b>
	<hr/>	<hr/>

**COUNTY OF BLAIR  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2019**

<u>Airport Loan Reserve Fund</u>	<u>Capital Reserve Fund</u>	<u>CDBG and ESG Grant Fund</u>	<u>Central Booking Fees Fund</u>	<u>Clerk of Courts Fund</u>	<u>Coroners Vital Statistics Imp. Fund</u>	<u>Courthouse Preservation Fund</u>	<u>Debt Service Fund</u>
\$ 9,103	\$75,504	\$ 215	\$380,065	\$118,336	\$26,963	\$903	\$58,456
-	-	-	1,750	-	2,685	-	-
-	-	1,076	-	-	-	-	-
-	-	19,104	13,845	794	-	-	17,714
-	-	399,769	-	-	-	-	-
<u>18,781</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$27,884	\$75,504	\$420,164	\$395,660	\$119,130	\$29,648	\$903	\$76,170
<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>
\$ -	\$11,042	\$334,376	\$ 6,356	\$ 75	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-
27,884	-	-	-	-	-	-	-
-	-	85,572	7,441	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$27,884	\$11,042	\$419,948	\$ 13,797	\$ 75	\$ -	\$ -	\$ -
<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
\$ -	\$ -	\$ -	\$ 1,750	\$ -	\$ 2,685	\$ -	\$ -
-	64,462	216	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	380,113	119,055	26,963	903	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>76,170</u>
\$ -	\$64,462	\$ 216	\$381,863	\$119,055	\$29,648	\$903	\$76,170
<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>	<u>          </u>
\$27,884	\$75,504	\$420,164	\$395,660	\$119,130	\$29,648	\$903	\$76,170
<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>	<u><u>          </u></u>

**COUNTY OF BLAIR  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2019**

	<u>Demolition Fund</u>	<u>Drug Court Fund</u>	<u>DUI Specialty Court Fund</u>
<b><u>ASSETS</u></b>			
Cash and Cash Equivalents	\$76,512	\$ 8,658	\$ 570
Prepaid Expenses	-	-	-
Accounts Receivable	-	-	-
Due from Other Funds	4,193	-	-
Due from Other Governmental Units	-	1,698	2,323
Due from Component Unit	-	-	-
	<u>          </u>	<u>          </u>	<u>          </u>
<b>TOTAL ASSETS</b>	<b>\$80,705</b>	<b>\$10,356</b>	<b>\$2,893</b>
	<u>          </u>	<u>          </u>	<u>          </u>
<b><u>LIABILITIES AND FUND BALANCES</u></b>			
<b><u>Liabilities</u></b>			
Accounts Payable and Accrued Expenses	\$ -	\$ 858	\$ 470
Deposits Payable	-	-	-
Due to Other Governmental Units	-	-	-
Due to Other Funds	-	39	1,264
Unearned Revenue	-	-	-
	<u>          </u>	<u>          </u>	<u>          </u>
Total Liabilities	\$ -	\$ 897	\$1,734
	<u>          </u>	<u>          </u>	<u>          </u>
<b><u>Fund Balances</u></b>			
Nonspendable	\$ -	\$ -	\$ -
Restricted	-	-	-
Committed	-	-	-
Assigned	80,705	9,459	1,159
Unassigned	-	-	-
	<u>          </u>	<u>          </u>	<u>          </u>
Total Fund Balances	\$80,705	\$ 9,459	\$1,159
	<u>          </u>	<u>          </u>	<u>          </u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$80,705</b>	<b>\$10,356</b>	<b>\$2,893</b>
	<u>          </u>	<u>          </u>	<u>          </u>

**COUNTY OF BLAIR  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2019**

<u>Farm Land Protection Fund</u>	<u>Fort Roberdeau Fund</u>	<u>Hazardous Emergency Response Fund</u>	<u>Hotel Tax Fund</u>	<u>Juvenile Probation Fund</u>	<u>Liquid Fuel Tax Fund</u>	<u>Marcellus Shale Fund</u>
\$ 96,990	\$ 27	\$226,130	\$270,434	\$128,418	\$1,006,806	\$ 868,851
-	817	13,457	-	-	-	-
-	-	75	107,239	-	1,702	-
616	58,316	-	7,532	3,719	854	-
5,360	-	36,960	-	154,118	47,477	96,823
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$102,966	\$59,160	\$276,622	\$385,205	\$286,255	\$1,056,839	\$ 965,674
<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>
\$ 989	\$13,650	\$ 484	\$168,240	\$ 597	\$ 87,240	\$ 136,934
6,000	-	-	-	-	-	-
-	-	-	-	-	-	-
-	57,437	-	57,752	138,495	-	1,602
<u>-</u>	<u>-</u>	<u>250</u>	<u>-</u>	<u>525</u>	<u>-</u>	<u>-</u>
\$ 6,989	\$71,087	\$ 734	\$225,992	\$139,617	\$ 87,240	\$ 138,536
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$ -	\$ -	\$ 13,457	\$ -	\$ -	\$ -	\$ -
-	-	262,431	159,213	-	969,599	827,138
-	-	-	-	-	-	-
95,977	-	-	-	146,638	-	-
<u>-</u>	<u>( 11,927)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$ 95,977	(\$11,927)	\$275,888	\$159,213	\$146,638	\$ 969,599	\$ 827,138
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
\$102,966	\$59,160	\$276,622	\$385,205	\$286,255	\$1,056,839	\$ 965,674
<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>	<u><u>-</u></u>

**COUNTY OF BLAIR  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2019**

	<u>Offenders Supervision Fund</u>	<u>PHARE Grant Fund</u>	<u>Prothonotary Automation Fund</u>
<b><u>ASSETS</u></b>			
Cash and Cash Equivalents	\$232,032	\$187,525	\$10,216
Prepaid Expenses	-	-	4,271
Accounts Receivable	166,875	-	-
Due from Other Funds	23,489	-	1,811
Due from Other Governmental Units	-	-	-
Due from Component Unit	-	-	-
<b>TOTAL ASSETS</b>	<b>\$422,396</b>	<b>\$187,525</b>	<b>\$16,298</b>
<b><u>LIABILITIES AND FUND BALANCES</u></b>			
<b><u>Liabilities</u></b>			
Accounts Payable and Accrued Expenses	\$ 44,634	\$ 6,780	\$ 1,120
Deposits Payable	-	-	-
Due to Other Governmental Units	-	-	-
Due to Other Funds	220	736	-
Unearned Revenue	-	178,558	-
Total Liabilities	\$ 44,854	\$186,074	\$ 1,120
<b><u>Fund Balances</u></b>			
Nonspendable	\$ -	\$ -	\$ 4,271
Restricted	-	1,451	-
Committed	-	-	-
Assigned	377,542	-	10,907
Unassigned	-	-	-
Total Fund Balances	\$377,542	\$ 1,451	\$15,178
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$422,396</b>	<b>\$187,525</b>	<b>\$16,298</b>

**COUNTY OF BLAIR  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
DECEMBER 31, 2019**

<u>Records Fund</u>	<u>Recreation Fund</u>	<u>Register &amp; Recorder Fund</u>	<u>Sheriff's K-9 Fund</u>	<u>Technology Fund</u>	<u>Victim Witness ARD Fund</u>	<u>Total Nonmajor Governmental Funds</u>
\$31,862	\$98,739	\$12,339	\$7,526	\$86,421	\$194,555	\$ 5,696,650
-	-	-	-	-	-	22,980
-	-	-	-	-	-	276,967
2,162	-	3,243	-	-	10,776	175,435
-	-	-	-	-	-	744,528
-	-	-	-	-	-	18,781
<u>\$34,024</u>	<u>\$98,739</u>	<u>\$15,582</u>	<u>\$7,526</u>	<u>\$86,421</u>	<u>\$205,331</u>	<u>\$ 6,935,341</u>
\$12,262	\$ 1,935	\$ 396	\$7,526	\$ -	\$ 22,957	\$ 859,895
-	-	-	-	-	-	6,000
-	-	-	-	-	-	27,884
-	-	-	-	-	215	355,731
-	-	-	-	-	-	179,333
<u>\$12,262</u>	<u>\$ 1,935</u>	<u>\$ 396</u>	<u>\$7,526</u>	<u>\$ -</u>	<u>\$ 23,172</u>	<u>\$ 1,428,843</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 22,163
-	-	-	-	-	-	3,271,368
-	-	-	-	-	-	-
21,762	96,804	15,186	-	86,421	182,159	2,148,724
-	-	-	-	-	-	64,243
<u>\$21,762</u>	<u>\$96,804</u>	<u>\$15,186</u>	<u>\$ -</u>	<u>\$86,421</u>	<u>\$182,159</u>	<u>\$ 5,506,498</u>
<u>\$34,024</u>	<u>\$98,739</u>	<u>\$15,582</u>	<u>\$7,526</u>	<u>\$86,421</u>	<u>\$205,331</u>	<u>\$ 6,935,341</u>

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2019**

	<u>Act 89 Fund</u>	<u>Affordable Housing Fund</u>
<b><u>Revenues</u></b>		
Earnings on Investment	\$ 6,355	\$ 3,444
Intergovernmental	186,724	-
Departmental Charges	-	96,638
Other Revenues	-	-
	<hr/>	<hr/>
Total Revenues	\$193,079	\$100,082
	<hr/>	<hr/>
<b><u>Expenditures</u></b>		
Current:		
General Government	\$ -	\$ -
Judicial	-	-
Highway	-	-
Health and Hospitals	-	-
Conservation and Development	-	-
Public Service	-	-
Culture and Recreation	-	-
Corrections	-	-
Public Safety	-	-
Homeless Prevention	-	-
Housing Rehabilitation	-	56,939
Adult Welfare	-	-
Other Expenditures	-	-
	<hr/>	<hr/>
Total Current Expenditures	\$ -	\$ 56,939
	<hr/>	<hr/>
Debt Service:		
Principal	\$ -	\$ -
Interest	-	-
	<hr/>	<hr/>
Total Debt Service	\$ -	\$ -
	<hr/>	<hr/>

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2019**

<u>Airport Loan Reserve Fund</u>	<u>Capital Reserve Fund</u>	<u>CDBG and ESG Grant Fund</u>	<u>Central Booking Fees Fund</u>	<u>Clerk of Courts Fund</u>	<u>Corners Vital Statistics Imp. Fund</u>	<u>Courthouse Preservation Fund</u>	<u>Debt Service Fund</u>
\$-	\$ 471	\$ 245	\$ 2,778	\$ 810	\$ 221	\$ 3	\$ 2,792
-	15,950	1,831,692	-	-	16,427	-	-
-	-	-	202,722	11,842	-	-	-
-	-	20,124	-	-	-	850	-
\$-	\$16,421	\$1,852,061	\$205,500	\$ 12,652	\$16,648	\$ 853	\$ 2,792
-	-	-	-	-	-	-	-
\$-	\$ -	\$ 123,305	\$ -	\$ 2,317	\$18,503	\$ -	\$ -
-	-	-	-	-	-	-	-
-	-	1,156,678	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	189,976	-	-	-	-	-
-	-	-	172,107	-	-	-	-
-	-	-	-	-	-	-	-
-	-	392,505	-	-	-	-	-
-	-	-	-	-	-	-	-
\$-	\$ -	\$1,862,464	\$172,107	\$ 2,317	\$18,503	\$ -	\$ -
-	-	-	-	-	-	-	-
\$-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$1,987,313
-	-	-	-	-	-	-	941,036
\$-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$2,928,349
-	-	-	-	-	-	-	-

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2019  
 (CONTINUED)**

	<b><u>Act 89</u></b>	<b><u>Affordable</u></b>
	<b><u>Fund</u></b>	<b><u>Housing</u></b>
		<b><u>Fund</u></b>
<b><u>Expenditures</u></b> (Continued)		
Capital Outlay:		
General Government	\$ -	\$ -
Judicial	-	-
Highway	-	-
Conservation and Development	-	-
Public Service	-	-
Culture and Recreation	-	-
Corrections	-	-
Public Safety	-	-
Other Expenditures	-	-
	<hr/>	<hr/>
Total Capital Outlay	\$ -	\$ -
	<hr/>	<hr/>
Total Expenditures	\$ -	\$ 56,939
	<hr/>	<hr/>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$193,079	\$ 43,143
	<hr/>	<hr/>
<b><u>Other Financial Sources (Uses)</u></b>		
Interfund Transfers In	\$ -	\$ -
Interfund Transfers Out	-	-
Bond Proceeds	-	-
Premium on Bond Issued	-	-
	<hr/>	<hr/>
Total Other Financing Sources (Uses)	\$ -	\$ -
	<hr/>	<hr/>
Net Change in Fund Balances	\$193,079	\$ 43,143
	<hr/>	<hr/>
<b><u>Fund Balances</u></b> - Beginning	793,779	453,828
	<hr/>	<hr/>
<b><u>Fund Balances</u></b> - Ending	\$986,858	\$496,971
	<hr/> <hr/>	<hr/> <hr/>

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2019  
 (CONTINUED)**

<u>Airport Loan Reserve Fund</u>	<u>Capital Reserve Fund</u>	<u>CDBG and ESG Grant Fund</u>	<u>Central Booking Fees Fund</u>	<u>Clerk of Courts Fund</u>	<u>Corners Vital Statistics Imp. Fund</u>	<u>Courthouse Preservation Fund</u>	<u>Debt Service Fund</u>
\$-	\$ -	\$ -	\$ -	\$ -	\$ 4,622	\$ -	\$ -
-	32,360	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	5,809	-	17,000	-	-	-	-
-	-	-	-	-	-	-	-
\$-	\$38,169	\$ -	\$ 17,000	\$ -	\$ 4,622	\$ -	\$ -
-	-	-	-	-	-	-	-
\$-	\$38,169	\$1,862,464	\$189,107	\$ 2,317	\$23,125	\$ -	\$2,928,349
-	-	-	-	-	-	-	-
\$-	(\$21,748)	(\$ 10,403)	\$ 16,393	\$ 10,335	(\$ 6,477)	\$ 853	(\$2,925,557)
-	-	-	-	-	-	-	-
\$-	\$ -	\$ 10,486	\$ -	\$ -	\$ -	\$ -	\$3,054,021
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
\$-	\$ -	\$ 10,486	\$ -	\$ -	\$ -	\$ -	\$3,054,021
-	-	-	-	-	-	-	-
\$-	(\$21,748)	\$ 83	\$ 16,393	\$ 10,335	(\$ 6,477)	\$ 853	\$ 128,464
-	-	-	-	-	-	-	-
-	<u>86,210</u>	<u>133</u>	<u>365,470</u>	<u>108,720</u>	<u>36,125</u>	<u>50</u>	( <u>52,294</u> )
\$-	\$64,462	\$ 216	\$381,863	\$119,055	\$29,648	\$ 903	\$ 76,170
-	-	-	-	-	-	-	-

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2019  
 (CONTINUED)**

	<u>Demolition Fund</u>	<u>Drug Court Fund</u>	<u>DUI Specialty Court Fund</u>
<b><u>Revenues</u></b>			
Earnings on Investment	\$ 587	\$ 72	\$ 10
Intergovernmental	-	1,898	2,623
Departmental Charges	50,685	10,477	4,835
Other Revenues	<u>-</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>\$51,272</u>	<u>\$12,447</u>	<u>\$7,468</u>
<b><u>Expenditures</u></b>			
Current:			
General Government	\$ -	\$ -	\$ -
Judicial	-	-	-
Highway	-	-	-
Health and Hospitals	-	-	-
Conservation and Development	-	-	-
Public Service	-	-	-
Culture and Recreation	-	-	-
Corrections	-	12,420	6,944
Public Safety	-	-	-
Homeless Prevention	-	-	-
Housing Rehabilitation	-	-	-
Adult Welfare	-	-	-
Other Expenditures	<u>40,643</u>	<u>-</u>	<u>-</u>
Total Current Expenditures	<u>\$40,643</u>	<u>\$12,420</u>	<u>\$6,944</u>
Debt Service:			
Principal	\$ -	\$ -	\$ -
Interest	<u>-</u>	<u>-</u>	<u>-</u>
Total Debt Service	<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, 2019  
 (CONTINUED)**

<u>Farm Land Protection Fund</u>	<u>Fort Roberdeau Fund</u>	<u>Hazardous Emergency Response Fund</u>	<u>Hotel Tax Fund</u>	<u>Juvenile Probation Fund</u>	<u>Liquid Fuel Tax Fund</u>	<u>Marcellus Shale Fund</u>
\$ 490	\$ 72	\$ 3,118	\$ 2,121	\$ 828	\$ 6,529	\$ 9,600
22,545	-	56,568	-	183,188	596,943	619,628
3,292	-	61,061	1,188,579	11,057	-	-
<u>-</u>	<u>38,994</u>	<u>56</u>	<u>-</u>	<u>1,071</u>	<u>-</u>	<u>-</u>
<u>\$ 26,327</u>	<u>\$ 39,066</u>	<u>\$120,803</u>	<u>\$1,190,700</u>	<u>\$196,144</u>	<u>\$603,472</u>	<u>\$ 629,228</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-
-	-	-	-	-	478,354	-
-	-	-	-	-	-	-
-	-	-	-	-	-	13,991
-	-	-	-	-	-	-
137,964	203,659	-	1,110,745	-	-	-
-	-	-	-	178,929	-	-
-	-	104,393	-	-	-	-
-	-	-	-	-	-	-
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>\$137,964</u>	<u>\$203,659</u>	<u>\$104,393</u>	<u>\$1,110,745</u>	<u>\$178,929</u>	<u>\$478,354</u>	<u>\$ 13,991</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<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, 2019  
(CONTINUED)**

	<u>Demolition Fund</u>	<u>Drug Court Fund</u>	<u>DUI Specialty Court Fund</u>
<b><u>Expenditures</u></b> (Continued)			
Capital Outlay:			
General Government	\$ -	\$ -	\$ -
Judicial	-	-	-
Highway	-	-	-
Conservation and Development	-	-	-
Public Service	-	-	-
Culture and Recreation	-	-	-
Corrections	-	-	-
Public Safety	-	-	-
Other Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Total Capital Outlay	\$ -	\$ -	\$ -
	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	\$40,643	\$12,420	\$6,944
	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$10,629	\$ 27	\$ 524
	<u>-</u>	<u>-</u>	<u>-</u>
<b><u>Other Financial Sources (Uses)</u></b>			
Interfund Transfers In	\$70,076	\$ -	\$ -
Interfund Transfers Out	-	-	-
Bond Proceeds	-	-	-
Premium on Bond Issued	<u>-</u>	<u>-</u>	<u>-</u>
Total Other Financing Sources (Uses)	\$70,076	\$ -	\$ -
	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	\$80,705	\$ 27	\$ 524
<b><u>Fund Balances</u></b> - Beginning	<u>-</u>	<u>9,432</u>	<u>635</u>
<b><u>Fund Balances</u></b> - Ending	<u>\$80,705</u>	<u>\$ 9,459</u>	<u>\$1,159</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, 2019  
 (CONTINUED)**

<u>Farm Land Protection Fund</u>	<u>Fort Roberdeau Fund</u>	<u>Hazardous Emergency Response Fund</u>	<u>Hotel Tax Fund</u>	<u>Juvenile Probation Fund</u>	<u>Liquid Fuel Tax Fund</u>	<u>Marcellus Shale Fund</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	124,814	-
-	-	-	-	-	-	1,005,214
-	9,504	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ 9,504</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$124,814</u>	<u>\$1,005,214</u>
<u>\$137,964</u>	<u>\$213,163</u>	<u>\$104,393</u>	<u>\$1,110,745</u>	<u>\$178,929</u>	<u>\$603,168</u>	<u>\$1,019,205</u>
<u>(\$111,637)</u>	<u>(\$174,097)</u>	<u>\$ 16,410</u>	<u>\$ 79,955</u>	<u>\$ 17,215</u>	<u>\$ 304</u>	<u>(\$ 389,977)</u>
\$120,000	\$159,714	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	( 62,504)	-	-	( 131,089)
-	-	-	-	-	-	-
<u>\$120,000</u>	<u>\$159,714</u>	<u>\$ -</u>	<u>(\$ 62,504)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>(\$ 131,089)</u>
\$ 8,363	(\$ 14,383)	\$ 16,410	\$ 17,451	\$ 17,215	\$ 304	(\$ 521,066)
<u>87,614</u>	<u>2,456</u>	<u>259,478</u>	<u>141,762</u>	<u>129,423</u>	<u>969,295</u>	<u>1,348,204</u>
<u>\$ 95,977</u>	<u>(\$ 11,927)</u>	<u>\$275,888</u>	<u>\$ 159,213</u>	<u>\$146,638</u>	<u>\$969,599</u>	<u>\$ 827,138</u>

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2019  
 (CONTINUED)**

	<b>Offenders Supervision Fund</b>	<b>PHARE Grant Fund</b>	<b>Prothonotary Automation Fund</b>
<b><u>Revenues</u></b>			
Earnings on Investment	\$ 2,662	\$ 890	\$ 93
Intergovernmental	341,827	82,701	-
Departmental Charges	465,021	-	21,649
Other Revenues	<u>7,434</u>	<u>-</u>	<u>-</u>
Total Revenues	<u>\$816,944</u>	<u>\$83,591</u>	<u>\$21,742</u>
 <b><u>Expenditures</u></b>			
Current:			
General Government	\$ -	\$ -	\$19,576
Judicial	-	-	-
Highway	-	-	-
Health and Hospitals	-	-	-
Conservation and Development	-	-	-
Public Service	-	-	-
Culture and Recreation	-	-	-
Corrections	951,240	-	-
Public Safety	-	-	-
Homeless Prevention	-	83,358	-
Housing Rehabilitation	-	-	-
Adult Welfare	-	-	-
Other Expenditures	<u>-</u>	<u>-</u>	<u>-</u>
Total Current Expenditures	<u>\$951,240</u>	<u>\$83,358</u>	<u>\$19,576</u>
 Debt Service:			
Principal	\$ -	\$ -	\$ -
Interest	<u>-</u>	<u>-</u>	<u>-</u>
Total Debt Service	<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, 2019  
 (CONTINUED)**

<u>Records Fund</u>	<u>Recreation Fund</u>	<u>Register &amp; Recorder Fund</u>	<u>Sheriff's K-9 Fund</u>	<u>Technology Fund</u>	<u>Victim Witness ARD Fund</u>	<u>Total Nonmajor Governmental Funds</u>
\$ 212	\$ 728	\$ 93	\$ 105	\$ -	\$ 1,400	\$ 46,729
-	-	-	-	-	-	3,958,714
26,072	86,762	39,108	-	18,124	35,174	2,333,098
-	45	-	35,057	-	-	103,631
<u>\$26,284</u>	<u>\$87,535</u>	<u>\$39,201</u>	<u>\$35,162</u>	<u>\$18,124</u>	<u>\$ 36,574</u>	<u>\$6,442,172</u>
\$32,501	\$ -	\$29,650	\$ -	\$ 2,383	\$ -	\$ 228,235
-	-	-	-	-	56,238	56,238
-	-	-	-	-	-	1,635,032
-	-	-	-	-	-	-
-	-	-	-	-	-	13,991
-	40,837	-	-	-	-	230,813
-	-	-	-	-	-	1,452,368
-	-	-	7,526	-	-	1,329,166
-	-	-	-	-	-	104,393
-	-	-	-	-	-	83,358
-	-	-	-	-	-	449,444
-	-	-	-	-	-	-
-	-	-	-	-	-	40,643
<u>\$32,501</u>	<u>\$40,837</u>	<u>\$29,650</u>	<u>\$7,526</u>	<u>\$ 2,383</u>	<u>\$ 56,238</u>	<u>\$5,623,681</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$1,987,313
-	-	-	-	-	-	941,036
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$2,928,349</u>

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2019  
 (CONTINUED)**

	<u>Offenders Supervision Fund</u>	<u>PHARE Grant Fund</u>	<u>Prothonotary Automation Fund</u>
<b><u>Expenditures</u></b> (Continued)			
Capital Outlay:			
General Government	\$ -	\$ -	\$ -
Judicial	-	-	-
Highway	-	-	-
Conservation and Development	-	-	-
Public Service	-	-	-
Culture and Recreation	-	-	-
Corrections	-	-	-
Public Safety	-	-	-
Other Expenditures	-	-	-
Total Capital Outlay	\$ -	\$ -	\$ -
Total Expenditures	\$951,240	\$83,358	\$19,576
Excess (Deficiency) of Revenues Over (Under) Expenditures	(\$134,296)	\$ 233	\$ 2,166
<b><u>Other Financial Sources (Uses)</u></b>			
Interfund Transfers In	\$ -	\$ 603	\$ -
Interfund Transfers Out	-	-	-
Bond Proceeds	-	-	-
Premium on Bond Issued	-	-	-
Total Other Financing Sources (Uses)	\$ -	\$ 603	\$ -
Net Change in Fund Balances	(\$134,296)	\$ 836	\$ 2,166
<b><u>Fund Balances</u></b> - Beginning	<u>511,838</u>	<u>615</u>	<u>13,012</u>
<b><u>Fund Balances</u></b> - Ending	<u>\$377,542</u>	<u>\$ 1,451</u>	<u>\$15,178</u>

**COUNTY OF BLAIR  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES,  
 AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 YEAR ENDED DECEMBER 31, 2019  
 (CONTINUED)**

<u>Records Fund</u>	<u>Recreation Fund</u>	<u>Register &amp; Recorder Fund</u>	<u>Sheriff's K-9 Fund</u>	<u>Technology Fund</u>	<u>Victim Witness ARD Fund</u>	<u>Total Nonmajor Governmental Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,622
-	-	-	-	-	-	32,360
-	-	-	-	-	-	124,814
-	28,599	-	-	-	-	1,005,214
-	-	-	-	-	-	28,599
-	-	-	35,057	-	-	9,504
-	-	-	-	-	-	57,866
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$28,599</u>	<u>\$ -</u>	<u>\$35,057</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$1,262,979</u>
<u>\$32,501</u>	<u>\$69,436</u>	<u>\$29,650</u>	<u>\$42,583</u>	<u>\$ 2,383</u>	<u>\$ 56,238</u>	<u>\$9,815,009</u>
<u>(\$ 6,217)</u>	<u>\$18,099</u>	<u>\$ 9,551</u>	<u>(\$ 7,421)</u>	<u>\$15,741</u>	<u>(\$ 19,664)</u>	<u>(\$3,372,837)</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$3,414,900
-	-	-	-	-	-	( 193,593)
-	-	-	-	-	-	-
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$3,221,307</u>
<u>(\$ 6,217)</u>	<u>\$18,099</u>	<u>\$ 9,551</u>	<u>(\$ 7,421)</u>	<u>\$15,741</u>	<u>(\$ 19,664)</u>	<u>(\$ 151,530)</u>
<u>27,979</u>	<u>78,705</u>	<u>5,635</u>	<u>7,421</u>	<u>70,680</u>	<u>201,823</u>	<u>5,658,028</u>
<u>\$21,762</u>	<u>\$96,804</u>	<u>\$15,186</u>	<u>\$ -</u>	<u>\$86,421</u>	<u>\$182,159</u>	<u>\$5,506,498</u>

**COUNTY OF BLAIR  
COMBINING STATEMENT OF NET POSITION  
CUSTODIAL FUNDS  
DECEMBER 31, 2019**

	<u>Children, Youth, and Families</u>	<u>Costs and Fines Office</u>	<u>Domestic Relations</u>	<u>Employee Wellness</u>
<b><u>Assets</u></b>				
Cash and Cash Equivalents	\$84,130	\$281,876	\$1,806	\$11,447
Taxes Receivable	-	-	-	-
Due from Other Funds	-	-	-	-
Other Receivables	-	-	-	-
<b>Total Assets</b>	<b>\$84,130</b>	<b>\$281,876</b>	<b>\$1,806</b>	<b>\$11,447</b>
<b><u>Liabilities</u></b>				
Due to Other Governments	\$ -	\$ 71,651	\$ -	\$ -
Due to Other Funds	<u>4,690</u>	<u>106,163</u>	-	-
<b>Total Liabilities</b>	<b>\$ 4,690</b>	<b>\$177,814</b>	<b>\$ -</b>	<b>\$ -</b>
<b><u>Net Position</u></b>				
Restricted for:				
Individuals, Organizations, and Other Third-Parties	\$79,440	\$104,062	\$1,806	\$11,447
<b>Total Net Position</b>	<b>\$79,440</b>	<b>\$104,062</b>	<b>\$1,806</b>	<b>\$11,447</b>

**COUNTY OF BLAIR  
COMBINING STATEMENT OF NET POSITION  
CUSTODIAL FUNDS  
DECEMBER 31, 2019**

<u>Juvenile Probation Restitution</u>	<u>Prison Accounts</u>	<u>Prothonotary's Office</u>	<u>Register &amp; Recorder's Office</u>	<u>Sheriff's Office</u>	<u>Tax Claim Bureau</u>	<u>Treasurer's Office</u>	<u>Total Custodial Funds</u>
\$2,884	\$107,567	\$947,232	\$430,682	\$290,375	\$1,659,649	\$17,939	\$ 3,835,587
-	-	-	-	-	6,587,122	-	6,587,122
-	-	4,718	-	255	-	-	4,973
-	-	-	1,695	-	-	-	1,695
<u>\$2,884</u>	<u>\$107,567</u>	<u>\$951,950</u>	<u>\$432,377</u>	<u>\$290,630</u>	<u>\$8,246,771</u>	<u>\$17,939</u>	<u>\$10,429,377</u>
\$ -	\$ -	\$ 6,398	\$352,512	\$ 20,724	\$3,936,493	\$14,463	\$ 4,402,241
<u>2,884</u>	<u>24,314</u>	<u>35,584</u>	<u>79,865</u>	<u>30,568</u>	<u>3,650,267</u>	<u>3,476</u>	<u>3,937,811</u>
<u>\$2,884</u>	<u>\$ 24,314</u>	<u>\$ 41,982</u>	<u>\$432,377</u>	<u>\$ 51,292</u>	<u>\$7,586,760</u>	<u>\$17,939</u>	<u>\$ 8,340,052</u>
\$ -	\$ 83,253	\$909,968	\$ -	\$239,338	\$ 660,011	\$ -	\$ 2,089,325
<u>\$ -</u>	<u>\$ 83,253</u>	<u>\$909,968</u>	<u>\$ -</u>	<u>\$239,338</u>	<u>\$ 660,011</u>	<u>\$ -</u>	<u>\$ 2,089,325</u>

**COUNTY OF BLAIR  
COMBINING STATEMENT OF CHANGES IN NET POSITION  
CUSTODIAL FUNDS  
DECEMBER 31, 2019**

	<u>Children, Youth, and Families</u>	<u>Costs and Fines Office</u>	<u>Domestic Relations</u>	<u>Employee Wellness</u>
<b><u>Additions</u></b>				
Contributions:				
Gifts	\$61,099	\$ -	\$59,248	\$ 2,520
	<hr/>	<hr/>	<hr/>	<hr/>
Other Income:				
Collections for Other Governments	\$ -	\$ 87,435	\$ -	\$ -
Collections for Other Third-Parties	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
Total Other Income	\$ -	\$ 87,435	\$ -	\$ -
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total Additions</b>	<b>\$61,099</b>	<b>\$ 87,435</b>	<b>\$59,248</b>	<b>\$ 2,520</b>
	<hr/>	<hr/>	<hr/>	<hr/>
<b><u>Deductions</u></b>				
Payments to Gift Recipients	\$47,480	\$ -	\$62,262	\$ 129
Payments to Other Governments	-	105,092	-	-
Payments to Other Third-Parties	-	-	-	-
	<hr/>	<hr/>	<hr/>	<hr/>
<b>Total Deductions</b>	<b>\$47,480</b>	<b>\$105,092</b>	<b>\$62,262</b>	<b>\$ 129</b>
	<hr/>	<hr/>	<hr/>	<hr/>
Net Increase (Decrease) in Fiduciary Net Position	\$13,619	(\$ 17,657)	(\$ 3,014)	\$ 2,391
<b><u>Net Position</u></b> - Beginning	<b>65,821</b>	<b>121,719</b>	<b>4,820</b>	<b>9,056</b>
<b><u>Net Position</u></b> - Ending	<b>\$79,440</b>	<b>\$104,062</b>	<b>\$ 1,806</b>	<b>\$11,447</b>
	<hr/>	<hr/>	<hr/>	<hr/>

**COUNTY OF BLAIR  
COMBINING STATEMENT OF CHANGES IN NET POSITION  
CUSTODIAL FUNDS  
DECEMBER 31, 2019**

<u>Juvenile Probation Restitution</u>	<u>Prison Accounts</u>	<u>Prothonotary's Office</u>	<u>Register &amp; Recorder's Office</u>	<u>Sheriff's Office</u>	<u>Tax Claim Bureau</u>	<u>Treasurer's Office</u>	<u>Total Custodial Funds</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 122,867
<u>-</u>	<u>753,494</u>	<u>-</u>	<u>-</u>	<u>184,946</u>	<u>-</u>	<u>-</u>	<u>938,440</u>
\$ -	\$ 753,494	\$ 451,870	\$ 168,943	\$ 184,946	\$ 4,610,729	\$ -	\$ 6,257,417
<u>-</u>	<u>753,494</u>	<u>451,870</u>	<u>168,943</u>	<u>184,946</u>	<u>4,610,729</u>	<u>-</u>	<u>6,380,284</u>
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 109,871
<u>-</u>	<u>748,333</u>	<u>157,962</u>	<u>189,158</u>	<u>30,661</u>	<u>4,546,312</u>	<u>-</u>	<u>4,998,524</u>
\$ -	\$ 748,333	\$ 157,962	\$ 189,158	\$ 30,661	\$ 4,546,312	\$ -	\$ 5,887,389
<u>-</u>	<u>748,333</u>	<u>157,962</u>	<u>189,158</u>	<u>30,661</u>	<u>4,546,312</u>	<u>-</u>	<u>778,994</u>
\$ -	\$ 5,161	\$ 293,908	(\$ 20,215)	\$ 154,285	\$ 64,417	\$ -	\$ 492,895
<u>-</u>	<u>78,092</u>	<u>616,060</u>	<u>20,215</u>	<u>85,053</u>	<u>595,594</u>	<u>-</u>	<u>1,596,430</u>
\$ -	\$ 83,253	\$ 909,968	\$ -	\$ 239,338	\$ 660,011	\$ -	\$ 2,089,325
<u>-</u>	<u>83,253</u>	<u>909,968</u>	<u>-</u>	<u>239,338</u>	<u>660,011</u>	<u>-</u>	<u>2,089,325</u>