

**COUNTY OF JEFFERSON
BROOKVILLE, PENNSYLVANIA**

FINANCIAL STATEMENTS

YEAR ENDED DECEMBER 31, 2020

COUNTY OF JEFFERSON
YEAR ENDED DECEMBER 31, 2020

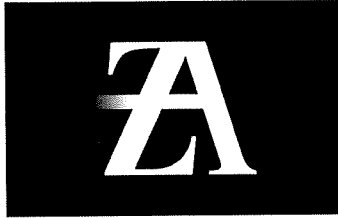
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YEAR ENDED DECEMBER 31, 2020

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INDEPENDENT AUDITOR'S REPORT

County Commissioners
County of Jefferson
Brookville, Pennsylvania

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of COUNTY OF JEFFERSON, PENNSYLVANIA as of and for the year ended December 31, 2020, and the related notes to the financial statements, which collectively comprise the COUNTY OF JEFFERSON, PENNSYLVANIA's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

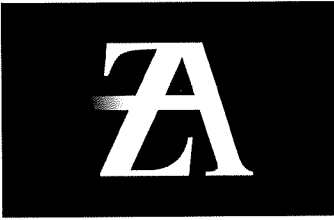
Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and 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 did not audit the financial statements of the Jefferson County Conservation District, which represents 87.1%, 95.7%, and 91.6%, respectively, of the assets, net position, and revenues of the discretely presented component units. Those financial statements were audited by another auditor whose report thereon has been furnished to us. Our opinion, insofar as it relates to the amounts included for the Jefferson County Conservation District, is based solely on the report of the other auditor. 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. The financial statements of the Jefferson County Fair Authority were not audited in accordance with *Government Auditing Standards*. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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



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Opinion

In our opinion, based on our audit and the report of the other auditor, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the COUNTY OF JEFFERSON, PENNSYLVANIA, as of December 31, 2020, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

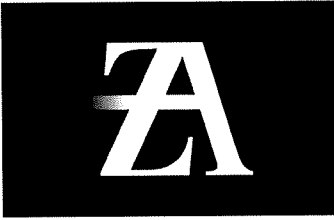
Adoption of GASB Statements

As described in Note 1 to the financial statements, in 2020 the County adopted the provisions of Governmental Accounting Standards Board Statement No. 83, "*Certain Asset Retirement Obligations*", Statement No. 84, "*Fiduciary Activities*", Statement No. 88, "*Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*", Statement No. 90, "*Majority Equity Interests – an amendment of GASB Statements No. 14 and No. 61*", certain requirements of Statement No. 97, "*Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – and amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*", and Statement No. 98, "*The Annual Comprehensive Financial Report*". Our opinion is not modified with respect to these matters.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, Schedule of Changes in the County's Net Pension Liability and Related Ratios – Last 10 Years, and Schedule of Employer Contributions – Last 10 Years on pages 4 through 16 and 53 through 59 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.



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Supplementary and Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the COUNTY OF JEFFERSON, PENNSYLVANIA's basic financial statements. The accompanying other supplementary information on pages 61 through 74 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements is the responsibility of management and was derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information is fairly stated, in all material respects, in relation to the financial statements as a whole.

Zelenkofske Axlerod LLC

ZELENKOFKSKE AXELROD LLC

Pittsburgh, Pennsylvania
February 2, 2022

MANAGEMENT'S DISCUSSION AND ANALYSIS

The COUNTY OF JEFFERSON, hereafter referred to as the "COUNTY", is pleased to present its financial statements developed in compliance with Statement of Governmental Accounting Standard No. 34, entitled "Basic Financial Statements – Management's Discussion and Analysis – For State and Local Governments (hereafter "GASB 34"), and related standards. GASB 34 enhances information provided to the users of its financial statements. This section of the financial reporting package presents our discussion and analysis of the COUNTY's financial performance during the year ended December 31, 2020. We recommend that it be read in conjunction with the accompanying basic financial statements in order to obtain a thorough understanding of the COUNTY's financial condition at December 31, 2020.

FINANCIAL HIGHLIGHTS**Real Estate Taxes**

The COUNTY'S assessed valuation increased from \$856,342,640 in 2019 to \$859,008,625 in 2020. The COUNTY's millage rate was 12.50 mills for 2020. In 2020, \$10,718,283 of real estate tax revenue was received for General Fund purposes. The COUNTY transferred \$1,616,186 from the General Fund to the Debt Service Fund for Debt Service purposes.

COUNTY'S NET POSITION

The COUNTY's Statement of Net Position in 2020 has a total Net Position of \$30,079,837.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

OVERVIEW OF THE FINANCIAL STATEMENTS

This financial section of this report consists of four parts:

- Management's discussion and analysis (this section)
- Basic financial statements (including notes)
- Required supplementary information
- Other supplementary information

Management's discussion and analysis is a guide to reading the financial statements and provides related information to help the reader to better understand the COUNTY's government. The basic financial statements include notes that provide additional information essential to a full understanding of the financial data provided in the government-wide and fund financial statements. Required supplementary information is provided on the COUNTY's budget to actual figures for the General Fund and major special revenue funds, as well as certain pension information. In addition to the required elements, an other supplementary section is included with combining and other statements that provide particulars about non-major funds.

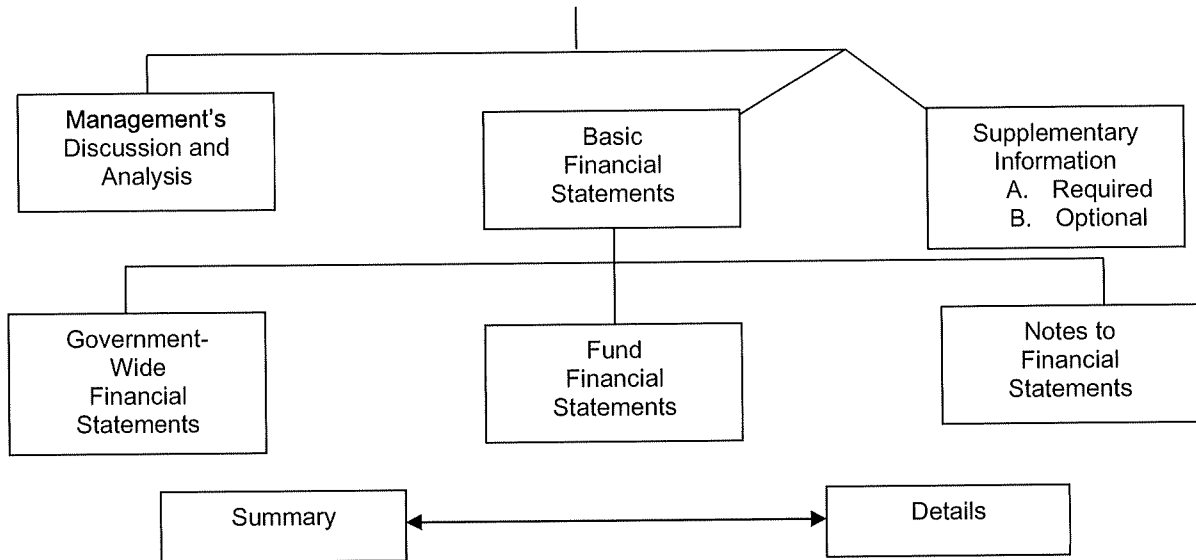
The basic financial statements present two different views of the COUNTY.

- *Government-wide financial statements*, the first two statements, provide information about the COUNTY's overall financial status as well as the financial status of the COUNTY's discrete and blended component units.
- *Fund financial statements*, the remaining statements, focus on individual parts of the COUNTY's government. They provide more detail on operations than the government-wide statements. There are three types of fund financial statements:
 - *Governmental funds statements* show how general government services such as public safety, public works, human services, culture and recreation, and conservation and economic development were financed in the short term, as well as what remains for future spending.
 - *Proprietary fund statements* offer short-term and long-term financial information about the activities the COUNTY operates like a business, such as the Internal Service Fund.
 - *Fiduciary funds statements* reflect activities involving resources that are held by the COUNTY as a trustee or agent for the benefit of others. Fiduciary funds are not reflected in the government-wide statements because the resources cannot be used to support the COUNTY's programs.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Table A-1: Organization of the County's annual financial report

Required Components of the Annual Financial Statements



MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Table A-2 summarizes the major features of the COUNTY's financial statements, including the area of the COUNTY's activities they cover and the types of information they contain.

Table A-2: Major features of the government-wide and fund financial statements

	Government-wide Statements	Fund Financial Statements		
		Governmental	Proprietary	Fiduciary
Scope	Primary government and certain component units (except fiduciary funds)	The day-to-day operating activities of the County, such as public safety and public works	The business-type activities of the County, such as the Internal Service Fund	Instances in which the County administers resources on behalf of others
Required Financial Statements	-Statement of net position -Statement of activities	-Balance Sheet -Statement of revenues, expenditures, and changes in fund balance	-Statement of net position -Statement of revenues, expenses, and changes in net position -Statement of cash flows	-Statement of fiduciary net position -Statement of changes in fiduciary net position
Accounting basis and measurement focus	Accrual accounting and economic resources focus	Modified accrual accounting and current financial resources measurement focus	Accrual accounting and economic resource method	Accrual accounting and economic resources focus
Type of asset and liability information	All assets and liabilities both financial and capital, short term and long term	Current assets and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, both financial and capital, short-term and long-term	All assets and liabilities, both financial and capital short-term and long-term; funds do not currently contain capital assets, although they can
Type of inflow and outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenues for which cash is received during the year or soon thereafter; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during the year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

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

Government-wide financial statements

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

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

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

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

The primary government and its component units are included in the government-wide financial statements. Component units reflect the activities of legally separate government entities over which the COUNTY can exercise influence and/or be obligated to provide financial support. The COUNTY has one blended component unit: the Jefferson County Solid Waste Authority, and two discretely presented component units: the Jefferson County Conservation District and the Jefferson County Fair Authority that are included in the financial statements. Complete and detailed financial statements for the component units are available for public inspection in the COUNTY's Finance Department. (See Note 1 in the Notes to the Financial Statements for additional information).

There is one category of activity for the primary government:

- Governmental activities include the COUNTY's basic services such as general and judicial administration, public safety, public works, human services, culture and recreation, conservation and development, and economic development. Property taxes and state and federal grants finance most of these activities.

Net position of the governmental activities differ from the governmental fund balances because governmental fund level statements only report transactions using or providing current financial resources. Also, capital assets are reported as expenditures when financial resources (money) are expended to purchase or build assets. Likewise, the financial resources that may have been borrowed are considered revenue when they are received. The principal and interest payments are both considered revenue when they are received. The principal and interest payments are both considered expenditures when paid. Depreciation is not calculated as it does not provide or reduce current financial resources. Finally, capital assets and long-term debt do not affect fund balances.

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

- Report long-term debt as a liability
- Calculate revenue and expense using the economic resources measurement focus and the accrual basis of accounting

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

- Allocate net position balances as follows:
 - Net Investment in Capital Assets
 - Restricted net position is net position with constraints placed on the use by external sources (creditors, grantors, contributors, or laws or regulations of governments) or imposed by law through constitutional provisions or enabling legislation
 - Unrestricted net position is net position that does not meet any of the above restrictions

Fund Financial Statements

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

The COUNTY has three kinds of funds:

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

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

The COUNTY adopts an annual budget for the General Fund, as required by state law, and certain special revenue funds and capital projects funds. A budgetary comparison of the COUNTY's General Fund and major special revenue funds is presented as required supplementary information.

- *Proprietary Funds* report business-type programs and activities that charge fees designed to recover the cost of providing services. They report using full accrual accounting.
- *Fiduciary funds* are funds for which the COUNTY is the trustee or fiduciary. These include certain custodial funds, or clearing accounts, for assets held by the COUNTY in its role as custodian until the funds are allocated to the private parties, organizations, or government agencies to which they belong. The COUNTY is responsible to ensure the assets reported in these funds are used for their intended purposes. This fiduciary activity is reported in a separate statement of fiduciary net position and statement of changes in fiduciary net position. These funds are excluded from the COUNTY's government-wide financial statements because the COUNTY cannot use these assets to finance its operations.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

GOVERNMENT-WIDE FINANCIAL STATEMENTS**Net Position**

The COUNTY's total assets were \$56,041,313 at December 31, 2020.

GASB No. 34 requires that all capital assets, including infrastructure, be valued and reported within the governmental activities column of the government-wide financial statements.

**Table A-3
County of Jefferson
Condensed Statement of Net Position**

	Governmental Activities		Changes from 2019 to 2020	Percentage Change
	2019	2020		
<u>Assets:</u>				
Capital Assets	\$ 36,106,203	\$ 35,971,614	\$ (134,589)	-0.4%
Other Assets	12,727,494	20,069,699	7,342,205	57.7%
Total Assets	<u>48,833,697</u>	<u>56,041,313</u>	<u>7,207,616</u>	<u>14.8%</u>
Deferred Outflows of Resources:				
Pension	1,086,097	594,770	(491,327)	-45.2%
Total Assets and Deferred Outflows	<u>\$ 49,919,794</u>	<u>\$ 56,636,083</u>	<u>\$ 6,716,289</u>	<u>13.5%</u>
<u>Liabilities:</u>				
Long-Term Liabilities	\$ 19,827,053	\$ 17,389,266	\$ (2,437,787)	-12.3%
Other Liabilities	4,814,733	6,622,101	1,807,368	37.5%
Total Liabilities	<u>24,641,786</u>	<u>24,011,367</u>	<u>(630,419)</u>	<u>-2.6%</u>
Deferred Inflows of Resources:				
Pension	332,450	2,544,879	2,212,429	665.5%
Total Liabilities and Deferred Inflows	<u>\$ 24,974,236</u>	<u>\$ 26,556,246</u>	<u>\$ 1,582,010</u>	<u>6.3%</u>
<u>Net Position:</u>				
Net Investments in Capital Assets	\$ 16,508,435	\$ 17,456,826	\$ 948,391	5.7%
Restricted Net Position	5,415,313	5,419,216	3,903	0.1%
Unrestricted Net Position	3,021,810	7,203,795	4,181,985	138.4%
Total Net Position	<u>\$ 24,945,558</u>	<u>\$ 30,079,837</u>	<u>\$ 5,134,279</u>	<u>20.6%</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Change in Net Position

The following statement of activities represents changes in net position for the year ended December 31, 2020. It shows revenues by source and expenses by function for governmental activities and the government as a whole.

Table A-4
County of Jefferson
Condensed Statement of Activities

	Governmental Activities		Changes From 2019 to 2020	Percentage Change
	2019	2020		
Program Revenues:				
Charges for Services	\$ 4,622,071	\$ 3,936,332	\$ (685,739)	-14.84%
Operating Grants and Contributions	11,434,738	14,439,679	3,004,941	26.28%
Capital Grants and Contributions	1,154,639	2,041,772	887,133	76.83%
General Revenues:				
Real Estate Taxes	10,256,447	10,716,439	459,992	4.48%
Hotel Tax	221,816	202,858	(18,958)	-8.55%
Investment Earnings	126,402	32,856	(93,546)	-74.01%
Rental Income	11,985	12,177	192	1.60%
	<u>27,828,098</u>	<u>31,382,113</u>	<u>3,554,015</u>	<u>12.77%</u>
Expenses:				
General Government –				
Administrative	2,163,155	1,936,625	(226,530)	-10.47%
General Government - Judicial	4,496,027	3,795,588	(700,439)	-15.58%
Public Safety	7,513,394	6,300,003	(1,213,391)	-16.15%
Public Works	898,723	911,538	12,815	1.43%
Human Services	10,975,485	10,796,188	(179,297)	-1.63%
Conservation/Economic Development	1,057,380	1,441,795	384,415	36.36%
Culture and Recreation	465,358	533,173	67,815	14.57%
Interest on Long-Term Debt	560,802	532,924	(27,878)	-4.97%
	<u>28,130,324</u>	<u>26,247,834</u>	<u>(1,882,490)</u>	<u>-6.69%</u>
Change in Net Position	(302,226)	5,134,279	5,436,505	-1798.82%
Net Position - January 1 - Beginning of Year	<u>25,247,784</u>	<u>24,945,558</u>	<u>(302,226)</u>	<u>-1.20%</u>
Net Position - December 31- End of Year	<u>\$ 24,945,558</u>	<u>\$ 30,079,837</u>	<u>\$ 5,134,279</u>	<u>20.58%</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**Net Program Expenses**

Net program expenses indicate the amount of support required from taxes and other general revenues for a program of the government. In 2020, real estate taxes brought in \$10,716,439.

**Table A-5
County of Jefferson
Net Cost of Governmental Activities**

	<u>Total Cost of Services</u>	<u>Net Cost of Services</u>
Program:		
General Government - Administration	\$ 1,936,625	\$ 1,124,364
General Government - Judicial	3,795,588	(1,320,694)
Public Safety	6,300,003	(1,758,845)
Public Works	911,538	(428,734)
Human Services	10,796,188	(2,129,441)
Conservation/Economic Development	1,441,795	(275,604)
Culture and Recreation	533,173	(508,173)
Debt Service	532,924	(532,924)
	<u>\$ 26,247,834</u>	<u>\$ (5,830,051)</u>

The COUNTY relied on real estate taxes and other general revenues to fund \$5,830,051 of its governmental activities in 2020.

The real estate tax is based on the assessed value of real property. Changes in the assessed valuation affect tax revenues. The rate of taxation in 2020 was 12.50 mills for general purposes.

Approximately 34.8% of judicial system spending came from property tax and other general revenues with the remainder coming from grants, fines, and courts costs. Property taxes and other general revenues covered 27.9% of public safety cost with the remainder coming from grants and fees covering room and board at the county prison.

Public works, human services, conservation and economic development, culture and recreation, and debt service expenditures required 47.0%, 19.7%, 19.1%, 95.3%, and 100% respectively, from property taxes and other general revenue.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**Capital Assets**

The COUNTY's capital assets, net of accumulated depreciation, was \$35,971,614 at December 31, 2020. A summary of capital assets at December 31, 2020 is as follows:

Governmental Activities:	
Capital assets not being depreciated (cost):	
Land	\$ 453,514
Total capital assets not being depreciated	<u>453,514</u>
Capital assets being depreciated (cost):	
Buildings and improvements	35,495,934
Furniture, fixtures, and equipment	4,146,233
Vehicles	954,174
Bridges, roads, and rail trails	<u>26,558,820</u>
Total capital assets being depreciated	<u>67,155,161</u>
Less accumulated depreciation for:	
Buildings and improvements	16,449,984
Furniture, fixtures, and equipment	3,193,221
Vehicles	764,314
Bridges, roads, and rail trails	<u>11,229,542</u>
Total accumulated depreciation	<u>31,637,061</u>
Total capital assets being depreciated, net	<u>35,518,100</u>
Total capital assets, governmental activities	<u>\$ 35,971,614</u>

The total depreciation expense in 2020 to the governmental activities was \$1,628,814.

See Note 5 to the financial statements for further detail on capital assets.

Debt Administration

At December 31, 2020, the COUNTY had \$18,529,496 of long term bonds and notes outstanding. The COUNTY's long-term debt decreased 5.5% in 2020.

County of Jefferson				
Statement of Long-Term Debt				
	Beginning Balance	Additions	Reductions	Ending Balance
General Obligations	\$ 19,614,578	\$ -	\$ (1,085,082)	\$ 18,529,496
G.O. Discount	<u>(16,810)</u>	-	2,102	<u>(14,708)</u>
Total Debt Obligations	19,597,768	-	(1,082,980)	18,514,788
Compensated Absences	<u>239,576</u>	<u>261,055</u>	<u>(239,576)</u>	<u>261,055</u>
Total Long-Term Liabilities	<u>\$ 19,837,344</u>	<u>\$ 261,055</u>	<u>\$ (1,322,556)</u>	<u>\$ 18,775,843</u>

See Note 7 to the financial statements for further detail on long term debt.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**FUND FINANCIAL STATEMENTS****GOVERNMENTAL FUNDS**

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

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

The COUNTY's governmental funds include the General Fund, special revenue funds, capital project funds, and the debt service funds. The General Fund is the chief operating fund for the COUNTY. Special revenue funds are restricted to specific legislated use. Capital project funds account for the proceeds of bond issues. Debt service funds account for the accumulation of financial resources for, and the payment of, general long-term obligations' principal, interest, and related costs. The major funds are shown on the statement of revenues, expenditures and changes in fund balances in the financial statements.

GOVERNMENTAL FUND REVENUES

Governmental fund revenues by source at December 31, 2019, and December 31, 2020, were as follows.

Table A-8
County of Jefferson
Revenues and Other Financing Sources by Source, Governmental Funds

	<u>2019</u>	<u>2020</u>	<u>Changes from 2019 to 2020</u>	<u>Percentage of Change</u>
Revenues and Other Financing Sources:				
Taxes	\$ 10,567,989	\$ 10,921,141	\$ 353,152	3.3%
Licenses and Permits	50,599	59,028	8,429	16.7%
Grants and Gifts	12,589,377	16,481,451	3,892,074	30.9%
Charges for Services	4,203,881	3,453,360	(750,521)	-17.9%
Fines and Costs	367,591	423,944	56,353	15.3%
Interest and Rents	138,387	45,033	(93,354)	-67.5%
Operating Transfers In	<u>6,777,786</u>	<u>6,143,553</u>	<u>(634,233)</u>	<u>-9.4%</u>
 Total Revenue and Other Financing Sources	 <u>\$ 34,695,610</u>	 <u>\$ 37,527,510</u>	 <u>\$ 2,831,900</u>	 <u>8.2%</u>

Governmental fund revenues totaled \$37,527,510 for the year ended December 31, 2020. This is a net increase of \$2,831,900 or 8.2% from 2019. The increase was largely due to increases in taxes and intergovernmental revenues. Taxes increased by \$353,152 or 3.3%. The licenses and permits increased in 2020 by \$8,429. Intergovernmental grant revenues increased \$3,892,074 or 30.9% from 2019. This increase is largely because of \$3,921,662 of CARES grant funding, a \$254,013 grant to help fund the purchase of new voting machines, and increases in Children and Youth and CDBG grant funding in 2020. These increases were partially offset by decreases of grant funding in the Community Action (\$415,612), Department of Development (\$103,961) and Gas Well Impact (\$119,530) funds. Charges for services had a decrease of \$750,521 or 17.9% from 2019. The General Fund decreased \$703,924, largely due to a decrease in revenue received for housing additional inmates from surrounding Counties. Children and Youth decreased \$81,069 and the Solid Waste Authority decreased \$22,530 in 2020. Fines and costs increased 15.3% or \$56,353 in 2020. The interest and rents decreased \$93,354 or 67.5% in 2020, largely due to the decrease in interest rates on bank deposits, as well as reductions in dividend revenue. Operating transfers decreased in by \$634,233 or 9.4% in 2020, due to decreases in Capital Project transfers by \$3,266,732, IPP transfers by \$39,140, and Independent Living Fund transfers of \$39,622. This was partially offset by increases in transfers to the General Fund of \$1,975,653 and Children and Youth of \$693,483.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**GOVERNMENTAL FUND EXPENDITURES**

Governmental fund expenditures by function at December 31, 2019 and December 31, 2020 are as follows:

Table A-9
County of Jefferson
Expenditures and Other Financing Uses by Function, Governmental Funds

	2019	2020	Changes from 2019 to 2020	Percentage Of Change
Expenditures and Other Financing Uses:				
General Government – Administrative	\$ 3,399,133	\$ 4,213,180	\$ 814,047	23.9%
General Government – Judicial	3,526,424	3,600,825	74,401	2.1%
Public Safety	6,598,150	6,520,237	(77,913)	-1.2%
Public Works	964,712	595,083	(369,629)	-38.3%
Human Services	10,819,492	10,989,231	169,739	1.6%
Conservation/Economic Development	987,605	1,423,082	435,477	44.1%
Culture and Recreation	318,169	385,984	67,815	21.3%
Debt Service	1,616,874	1,616,659	(215)	0.0%
Operating Transfers Out	6,777,786	6,143,553	(634,233)	-9.4%
Total Expenditures and Other Financing Uses	<u>\$ 35,008,345</u>	<u>\$ 35,487,834</u>	<u>\$ 479,489</u>	<u>1.4%</u>

Governmental fund expenditures totaled \$35,487,834 for the year ended December 31, 2020. This represents an increase of \$479,489 or 1.4% from 2019. The main increases in 2020 were general government administrative expenditures by \$814,047, general government judicial by \$74,401, human services by \$169,739, conservation and development by \$435,477, and culture and recreation by \$67,815.

Expenditures decreased in public safety, public works, debt service, and operating transfers in 2020.

General government administration expenditures increased by \$814,047 or 23.9% in 2020. This increase is largely due to increases central services expenditures by \$59,098 and CARES Act expenditures of \$1,136,741. These increases were partially offset by a decrease in Capital Projects of \$485,750.

General government judicial expenditures increased by \$74,401 or 2.1% in 2020. District attorney expenditures increased by \$84,302 and sheriff expenditures increased by \$51,812 for judicial purchases. These increases were offset by a decrease in Capital Projects by \$47,623.

Public safety expenditures decreased \$77,913 or 1.2% in 2020. This decrease is largely due to decreases in 911 Fund expenditures by \$226,543, Offender Supervision Fund expenditures by \$83,174, and Capital Projects - Jail expenditures by \$44,016. The Recovery Grants Fund public safety expenditures increased by \$257,336.

Public works expenditures decreased by \$369,629 or 38.3% in 2020. Liquid Fuels expenditures decreased by \$300,446, Solid Waste expenditures decreased by \$31,409, and a net decrease in contributions to public works projects of \$37,774.

Human services expenditures increased by \$169,739 or 1.6% in 2020. Children and Youth expenditures increased from 2019 in the amount of \$725,560. This increase is partially offset by decreases in the veterans affairs department of \$30,044, Community Action Fund of \$415,612, and Independent Living Fund of \$50,692.

Conservation and economic development program expenditures increased by \$435,477 or 44.1% in 2020. Community Development Block Grant (CDBG) expenditures increased by \$205,200 and Recovery Fund expenditures increased by \$334,080. These increases were partially offset by a decrease in the Department of Development Fund by \$107,333.

Culture and recreation program expenditures increased by \$67,815 or 21.3% in 2020. This increase was largely due to an increase in Gas Well Impact expenditures of \$74,450, as well as Recovery Grant Fund expenditures of \$25,000. These were partially offset by a reduction in Hotel Tax expenditures of \$25,135.

Debt Service expenditures decreased in 2020 by \$215 or 0.0%.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Operating transfers decreased by \$634,233 or 9.4% in 2020, due to decreases in General Fund transfers of \$1,155,132, Capital Projects transfers by \$267,908, and Capital Project - Jail transfers of \$1,519,881. These decreases were partially offset by increases in transfers from the Recovery Grants Fund of \$2,142,414 and Offender Supervision Fund of \$150,239.

Governmental Fund Balances

Table A-10 reflects ending balances for governmental funds at December 31, 2020:

Table A-10
Ending Fund Balances, Governmental Funds

<u>Fund</u>	<u>Fund Balance</u>
General Fund	\$ 5,315,865
911 Fund	515,198
Capital Project Fund	1,935,789
Debt Service Fund	590,578
Non-Major Governmental Funds	<u>2,228,453</u>
 Total Governmental Fund Balances	 <u>\$10,585,883</u>

BUDGETARY HIGHLIGHTS

The COUNTY in 2020 recorded in the General Fund excess revenue and other financing sources over expenditures and other financing uses in the amount of \$2,134,203. The General Fund's 2020 ending fund balance was \$5,315,865. This increase was largely due to the funding provided by the CARES Grant. The non-spendable fund balance amount is \$386,661, which is made of inventories and prepaid expenditures. The restricted fund balance totals \$5,319,216, which is restricted for governmental programs, debt service, and capital projects. The assigned fund balance totals \$4,125,522 which is earmarked for the Children and Youth program, capital projects, and debt service. The unassigned balance for the General Fund is \$754,484. The Children and Youth Fund revenues were \$973,607 underbudget while expenditures were \$177,725 underbudget. The General Fund provided a match of \$1,946,035. The Domestic Relations Fund revenues increased in 2020 by \$35,721, while expenditures increased by \$12,100. The General Fund Domestic Relations match decreased by \$23,621 in 2020. The 911 Fund in 2020 had a decrease of \$53,500 in revenue, while expenditures decreased by \$226,543. The General Fund did not match the 911 Fund in 2020. The Community Action Fund reported a decrease in revenue and expenditures in the amount of \$415,612.

NEXT YEAR'S BUDGET

The COUNTY adopted a 2021 operating budget prior to December 31, 2020. The budget was based on 100% assessed valuation for real estate taxes. The 2021 real estate tax millage rate remained at 12.5 mills. The Hotel Room Tax rate is 5%. \$1,646,807 will be transferred from the General Fund to the Debt Service Fund to cover the 2021 Debt Service payments.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

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

COUNTY OF JEFFERSON
County Commissioners
Courthouse Annex
155 Main Street, Jefferson Place
Brookville, PA 15825

COUNTY OF JEFFERSON
STATEMENT OF NET POSITION
DECEMBER 31, 2020

	Primary Government		Discretely Presented
	Governmental	Total	Component Units
	Activities		Total
Assets			
Cash and Cash Equivalents	\$ 11,372,792	\$ 11,372,792	\$ 1,565,210
Investments	53,552	53,552	117,695
Accounts Receivable	531,044	531,044	10,815
Taxes Receivable	1,125,259	1,125,259	-
Due From Other Governments	2,131,778	2,131,778	38,905
Inventory	24,107	24,107	-
Prepaid Assets	362,554	362,554	157
Restricted Cash			
Cash for Debt Service	867,381	867,381	-
Cash for Escheat	49,198	49,198	-
Cash for Revolving Funds	1,181	1,181	-
Cash for Self-Insurance	100,000	100,000	-
Capital Assets Not Being Depreciated	453,514	453,514	-
Capital Assets Being Depreciated, Net	35,518,100	35,518,100	14,515
Net Pension Asset	3,450,853	3,450,853	-
Total Assets	<u>56,041,313</u>	<u>56,041,313</u>	<u>1,747,297</u>
Deferred Outflows of Resources			
Pension	594,770	594,770	-
Total Assets and Deferred Outflows of Resources	<u>56,636,083</u>	<u>56,636,083</u>	<u>1,747,297</u>
Liabilities			
Accounts Payable	2,495,184	2,495,184	5,786
Accrued Expenses and Withholdings	757,109	757,109	-
Escheat Payable	49,198	49,198	-
Unearned Revenue	805,532	805,532	6,300
Due to Other Governments	507,259	507,259	-
Interest Payable	7,552	7,552	5,035
Other Current Liabilities	613,690	613,690	-
Current Portions of Long Term Liabilities:			
General Obligation Bonds Payable	115,000	115,000	-
General Obligation Notes Payable	1,010,522	1,010,522	13,105
Compensated Absences	261,055	261,055	-
Non-Current Portions of Long Term Liabilities:			
General Obligation Bonds Payable	740,292	740,292	-
General Obligation Notes Payable	16,648,974	16,648,974	130,886
Total Liabilities	<u>24,011,367</u>	<u>24,011,367</u>	<u>161,112</u>
Deferred Inflows of Resources			
Pension	2,544,879	2,544,879	-
Net Position			
Net Investment in Capital Assets	17,456,826	17,456,826	14,515
Restricted Net Position	5,419,216	5,419,216	-
Unrestricted Net Position	7,203,795	7,203,795	1,571,670
Total Net Position	<u>\$ 30,079,837</u>	<u>\$ 30,079,837</u>	<u>\$ 1,586,185</u>

The accompanying notes are an integral part of the financial statements.

COUNTY OF JEFFERSON
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2020

	Program Revenues					Net (Expenses) Revenue and Changes in Net Position		Discretely Presented Component Unit
	Expenses	Indirect Charges	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government Governmental Activities	Total	
Functions/Programs								
Primary Government:								
Governmental Activities:								
General Government	\$ 3,011,621	\$ (1,074,996)	\$ 1,275,692	\$ 1,102,839	\$ 682,458	\$ 1,124,364	\$ 1,124,364	
Judicial Government	3,183,299	612,289	1,385,587	1,072,274	17,033	(1,320,694)	(1,320,694)	
Public Safety	5,881,844	418,159	812,845	3,498,858	229,455	(1,758,845)	(1,758,845)	
Public Works	909,019	2,519	110,977	-	371,827	(428,734)	(428,734)	
Human Services	10,780,554	15,634	260,119	8,406,628	-	(2,129,441)	(2,129,441)	
Conservation/Economic Development	1,415,400	26,395	91,112	334,080	740,999	(275,604)	(275,604)	
Culture/Recreation	533,173	-	-	25,000	-	(508,173)	(508,173)	
Interest on Long-Term Debt	532,924	-	-	-	-	(532,924)	(532,924)	
Total Governmental Activities	26,247,834	-	3,936,332	14,439,679	2,041,772	(5,830,051)	(5,830,051)	
Total Primary Government	\$ 26,247,834	\$ -	\$ 3,936,332	\$ 14,439,679	\$ 2,041,772	\$ (5,830,051)	\$ (5,830,051)	
Component Unit								
Jefferson County Conservation District	\$ 1,644,556	\$ -	\$ 143,298	\$ 1,500,692	\$ -			\$ (566)
Jefferson County Fair Authority	106,679	-	105,034	43,905	-			42,260
Total Component Unit	\$ 1,751,235	\$ -	\$ 248,332	\$ 1,544,597	\$ -			41,694
General Revenues:								
Real Estate Tax					10,716,439	10,716,439		-
Hotel Tax					202,858	202,858		-
Unrestricted Investment Earnings					32,856	32,856		3,763
Rents					12,177	12,177		-
Total General Revenues					10,964,330	10,964,330		3,763
Change in Net Position					5,134,279	5,134,279		45,457
Net Position - Beginning					24,945,558	24,945,558		1,540,728
Net Position - Ending					\$ 30,079,837	\$ 30,079,837		\$ 1,586,185

The accompanying notes are an integral part of the financial statements.

**COUNTY OF JEFFERSON
BALANCE SHEET – GOVERNMENTAL FUNDS
DECEMBER 31, 2020**

	Assets									
	General Fund	Children and Youth	Domestic Relations	911 Fund	Community Action Fund	Recovery Grants Fund	Capital Project Fund	Debt Service Fund	Non-Major Governmental Funds	Total Governmental Funds
Cash and Cash Equivalents	\$ 6,225,143	\$ 5,648	\$ 1,253,538	\$ 874,079	\$ -	\$ 229	\$ 586,000	\$ -	\$ 2,428,155	\$ 11,372,792
Investments	-	-	53,552	-	-	-	-	-	-	53,552
Accounts Receivable	340,091	3,953	-	-	-	-	110,604	-	76,396	531,044
Taxes Receivable	1,095,563	-	-	-	-	-	-	-	29,696	1,125,259
Due From Other Governments	478,599	809,906	145,551	278,018	326	-	-	-	419,378	2,131,778
Due From Other Funds	2,452,434	810,709	-	-	721,624	-	1,322,003	-	64,996	5,371,766
Inventory	24,107	-	-	-	-	-	-	-	-	24,107
Prepaid Assets	362,554	-	-	-	-	-	-	-	-	362,554
Restricted Cash	-	-	-	-	-	-	-	-	-	-
Cash for Debt Service	-	-	-	-	-	-	-	867,381	-	867,381
Cash for Escheats	49,198	-	-	-	-	-	-	-	-	49,198
Cash for Revolving Funds	-	-	-	-	-	-	-	-	1,181	1,181
Total Assets	\$ 11,027,689	\$ 1,630,216	\$ 1,452,641	\$ 1,152,097	\$ 721,950	\$ 229	\$ 2,018,607	\$ 867,381	\$ 3,019,802	\$ 21,890,612

Liabilities, Deferred Inflows of Resources, and Fund Balances

Liabilities	\$ 725,066	\$ 591,867	\$ 61,649	\$ 25,617	\$ 494,462	\$ -	\$ 82,818	\$ -	\$ 513,705	\$ 2,495,184
Accounts Payable	680,434	32,638	7,035	26,560	-	-	-	-	10,442	757,109
Accrued Expenses and Withholdings	49,198	-	-	-	-	-	-	-	-	49,198
Escheat Payable	-	517,747	-	-	227,306	-	-	-	60,479	805,532
Unearned Revenue	-	487,964	-	-	182	-	-	-	-	507,259
Due to Other Governments	19,113	-	-	-	-	-	-	-	-	19,113
Due to Other Funds	2,919,332	-	1,383,957	584,722	-	229	-	276,803	-	5,371,766
Other Current Liabilities	613,690	-	-	-	-	-	-	-	-	613,690
Total Liabilities	5,006,833	1,630,216	1,452,641	636,899	721,950	229	82,818	276,803	791,349	10,599,738
Deferred Inflows of Resources	-	-	-	-	-	-	-	-	-	-
Unavailable revenue - Property Taxes	704,991	-	-	-	-	-	-	-	-	704,991
Fund Balances	386,661	-	-	-	-	-	-	-	-	386,661
Restricted:										
General Government	-	-	-	-	-	-	-	-	1,190,377	1,239,575
Judicial Government	49,198	-	-	-	-	-	-	-	288,192	288,192
Public Safety	-	-	-	515,198	-	-	-	-	82,213	597,411
Public Works	-	-	-	-	-	-	-	-	628,575	628,575
Conservation/Economic Development	-	-	-	-	-	-	-	-	1,716	1,716
Culture and Recreation	-	-	-	-	-	-	-	-	37,380	37,380
Capital Projects	-	-	-	-	-	-	1,935,789	-	-	1,935,789
Debt Service	-	-	-	-	-	-	-	590,578	-	590,578
Assigned:										
Human Services	1,000,000	-	-	-	-	-	-	-	-	1,000,000
Capital Projects	2,000,000	-	-	-	-	-	-	-	-	2,000,000
Debt Service	1,125,522	-	-	-	-	-	-	-	-	1,125,522
Unassigned:	754,484	-	-	-	-	-	-	-	-	754,484
Total Fund Balances	5,315,865	-	-	515,198	-	-	1,935,789	590,578	2,228,453	10,585,983
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 11,027,689	\$ 1,630,216	\$ 1,452,641	\$ 1,152,097	\$ 721,950	\$ 229	\$ 2,018,607	\$ 867,381	\$ 3,019,802	\$ 21,890,612

The accompanying notes are an integral part of the financial statements.

COUNTY OF JEFFERSON
 RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF NET POSITION
 DECEMBER 31, 2020

Amounts reported for governmental activities in the Statement of Net Position are different because:

Total Fund Balances of Governmental Funds:	\$ 10,585,883
Capital assets, including infrastructure assets, used in governmental activities are not current financial resources and, therefore, are not reported in the funds.	35,971,614
Internal service funds are used by management to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position.	100,000
The funds record only the tax revenue received through a period of 60 days subsequent to year-end. The statement of net position includes a receivable for the County's anticipated collections on the levy.	704,991
Long-term liabilities are not due and payable in the current period and accordingly not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities, both current and long-term, are reported in the Statement of Net Position. Long-term liabilities at year-end consist of:	
Net Pension Asset	3,450,853
Deferred Outflows of Resources - Pension	594,770
Deferred Inflows of Resources - Pension	(2,544,879)
General Obligation Bonds Payable	(870,000)
General Obligation Note Payable	(17,659,496)
Accrued Interest Payable	(7,552)
Unamortized Bond Discount	14,708
Compensated Absences	<u>(261,055)</u>
Total Net Position of Governmental Activities	<u>\$ 30,079,837</u>

The accompanying notes are an integral part of the financial statements.

COUNTY OF JEFFERSON
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2020

	General Fund	Children and Youth Fund	Domestic Relations Fund	911 Fund	Community Action Fund	Recovery Grants Fund	Capital Project Fund	Debt Service Fund	Non-Major Governmental Funds	Total Governmental Funds
Revenues										
Real Estate and Hotel Taxes	\$ 10,718,283	-	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 202,858	\$ 10,921,141
Licenses and Permits	59,028	-	-	-	-	-	-	-	-	59,028
Grants and Gifts	1,147,652	7,017,365	353,564	1,139,196	1,150,719	3,921,662	17,204	-	1,734,089	16,481,451
Charges for Services	2,653,824	258,985	2,338	-	-	1	110,604	-	427,608	3,453,360
Fines and Costs	423,944	-	-	-	-	-	-	-	-	423,944
Interest and Rents	33,830	-	2,455	3,748	-	228	1,136	1,252	2,384	45,033
Total Revenues	15,036,561	7,276,350	358,357	1,142,944	1,150,719	3,921,891	128,944	1,252	2,366,939	31,383,957
Expenditures										
General Government	2,734,251	-	-	-	-	1,136,741	341,408	780	-	4,213,180
Judicial Government	3,136,777	-	410,774	-	-	21,178	18,975	-	13,121	3,600,825
Public Safety	4,820,286	-	-	1,113,267	-	257,336	24,539	-	304,809	6,520,237
Public Works	162,226	-	-	-	-	-	-	-	432,857	595,083
Human Services	374,338	9,222,385	-	-	1,150,719	5,142	-	-	236,647	10,989,231
Conservation/Economic Development	160,100	-	-	-	-	334,080	-	-	928,902	1,423,082
Culture/Recreation	50,000	-	-	-	-	25,000	-	-	310,984	385,984
Debt Service	-	-	-	-	-	-	-	1,616,659	-	1,616,659
Total Expenditures	11,437,978	9,222,385	410,774	1,113,267	1,150,719	1,779,477	384,922	1,617,439	2,227,320	29,344,281
Excess of Revenues Over (Under) Expenditures	3,598,583	(1,946,035)	(52,417)	29,677	-	2,142,414	(255,978)	(1,616,187)	139,619	2,039,676
Other Financing Sources (Uses)										
Operating Transfers In	2,307,023	1,946,035	52,417	-	-	-	-	1,616,186	221,892	6,143,553
Operating Transfers (Out)	(3,771,403)	-	-	-	-	(2,142,414)	-	-	(229,736)	(6,143,553)
Total Other Financing Sources (Uses)	(1,464,380)	1,946,035	52,417	-	-	(2,142,414)	-	1,616,186	(7,844)	-
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	2,134,203	-	-	29,677	-	-	(255,978)	(1)	131,775	2,039,676
Fund Balances - Beginning of Year	3,181,662	-	-	485,521	-	-	2,191,767	590,579	2,096,678	8,546,207
Fund Balances - End of Year	\$ 5,315,865	\$ -	\$ -	\$ 515,198	\$ -	\$ -	\$ 1,935,789	\$ 590,578	\$ 2,228,453	\$ 10,585,883

The accompanying notes are an integral part of the financial statements.

COUNTY OF JEFFERSON
 RECONCILIATION OF THE STATEMENT OF REVENUES,
 EXPENDITURES, AND CHANGES IN FUND BALANCES OF
 GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 YEAR ENDED DECEMBER 31, 2020

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

Net Change in Fund Balances - Total Governmental Funds \$ 2,039,676

Governmental funds report capital purchases as expenditures. In the Statement of Activities, the cost of these assets is depreciated over the estimated useful lives and is reported as depreciation expense. The difference in the current period between capital expenditures (\$1,583,167), loss on disposal of capital assets (\$88,942) and depreciation expense (\$1,628,814) is a reconciling item.

Capital Assets Additions	\$ 1,583,167	
Loss on Disposal of Capital Assets	(88,942)	
Depreciation Expense	<u>(1,628,814)</u>	(134,589)

Internal service fund is used by management for self-insurance on employee health insurance deductible claims. The net gain of these activities is reported with the governmental activities. 100,000

Governmental funds report tax receipts through only 60 days of subsequent period. The Statement of Activities includes full amount of levy deemed collectible by County. The decrease in revenue is due to a decrease in the unavailable revenue - property taxes balance at the end of 2020. (1,844)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt.

Principal Repayments 1,085,082

Governmental funds do not report the changes in pension expense. 2,068,780

Pursuant to the modified accrual basis of accounting, governmental funds do not recognize expenditures for transactions that are not normally paid with expendable available financial resources. Pursuant to the accrual basis of accounting, the Statement of Activities reports expenses and liabilities regardless of when financial resources are available. In addition, interest on long-term debt is not recognized in the governmental funds until due, while it is accrued in the Statement of Activities. The differences for the items discussed above are:

Compensated Absences		(21,479)
Accrual of interest on long-term debt		755
Amortization of Bond Discount		<u>(2,102)</u>

Change in Net Position of governmental activities \$ 5,134,279

The accompanying notes are an integral part of the financial statements.

COUNTY OF JEFFERSON
STATEMENT OF NET POSITION – PROPRIETARY FUND
DECEMBER 31, 2020

	<u>Governmental Activities</u>
	<u>Internal Service Fund</u>
Assets	
Restricted Cash	<u>\$ 100,000</u>
Total Assets	<u><u>\$ 100,000</u></u>
Net Position	
Restricted Self-Insurance	<u>\$ 100,000</u>
Total Net Position	<u><u>\$ 100,000</u></u>

The accompanying notes are an integral part of the financial statements.

COUNTY OF JEFFERSON
 STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION –
 PROPRIETARY FUND
 YEAR ENDED DECEMBER 31, 2020

	<u>Governmental Activities</u>	<u>Internal Service Fund</u>
Operating Revenues		
Contributions	\$ 100,000	
Total Operating Revenues	<u>100,000</u>	
Operating Gain/(Loss)	<u>100,000</u>	
Net Gain/(Loss)	100,000	
Net Position:		
Beginning of Year	<u>-</u>	
End of Year	<u>\$ 100,000</u>	

The accompanying notes are an integral part of the financial statements.

COUNTY OF JEFFERSON
STATEMENT OF CASH FLOWS – PROPRIETARY FUND
YEAR ENDED DECEMBER 31, 2020

	<u>Governmental Activities</u>	<u>Internal Service Fund</u>
Cash Flows From Operating Activities		
Cash Received for Workers Health Insurance	\$ 100,000	
Net Cash Provided by Operating Activities	<u>100,000</u>	
Net Increase in Cash and Cash Equivalents	100,000	
Cash and Cash Equivalents, Beginning of Year	<u>-</u>	
Cash and Cash Equivalents, End of Year	<u>\$ 100,000</u>	

The accompanying notes are an integral part of the financial statements.

COUNTY OF JEFFERSON
STATEMENT OF FIDUCIARY NET POSITION
DECEMBER 31, 2020

	<u>Custodial Funds</u>
Assets	
Cash and Cash Equivalents	<u>\$ 763,500</u>
Total Assets	<u><u>\$ 763,500</u></u>
Liabilities	
Accounts Payable	\$ 12,141
Due to Other Governments	<u>276,199</u>
Total Liabilities	<u><u>\$ 288,340</u></u>
Net Position	
Restricted For:	
Individuals, Organizations, and Other Governments	<u>\$ 475,160</u>
Total Net Position	<u><u>\$ 475,160</u></u>
Total Liabilities and Net Position	<u><u>\$ 763,500</u></u>

The accompanying notes are an integral part of the financial statements.

COUNTY OF JEFFERSON
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
YEAR ENDED DECEMBER 31, 2020

	Custodial Funds
Additions	
Realty Tax Collected for Other Governments	\$ 1,245,248
Inheritance Tax Collected for Other Governments	85,496
Fees Collected for Other Governments	3,706,611
Inmate Account Collections	650,898
Fees and Fines Collected - Other	112,411
Support Payments	201,293
Miscellaneous Income	1,209
Total Additions	6,003,166
Deductions	
Realty Tax Collected for Other Governments	1,242,732
Inheritance Tax Collected for Other Governments	86,129
Fees Collected for Other Governments	4,049,397
Inmate Disbursements	620,404
Payments to Other Entities	113,348
Support Payments	202,854
Total Deductions	6,314,864
Change in Net Position	(311,698)
Net Position - Beginning of Year, as restated in Note 17	786,858
Net Position - End of Year	\$ 475,160

The accompanying notes are an integral part of the financial statements.

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2020

NOTE 1: NATURE OF ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The County of Jefferson (the "County") was formed in 1804, and operates under the direction of an elected Board of Commissioners which provides the following services: general government, judicial government, public safety, public works, human services, culture/recreation, and conservation/development. The County follows the criteria promulgated by the Governmental Accounting Standards Board ("GASB") Statement No. 61 "The Financial Reporting Entity: Omnibus – an amendment of GASB Statements No. 14 and No. 34" for purposes of determining the scope of its reporting entity. As required by accounting principles generally accepted in the United States of America, the financial statements of the reporting entity include those of the County of Jefferson (the Primary Government) and its Component Units. The Blended and Discretely Presented Component Units discussed below are included in the County's reporting entity because of the significance of their operational or financial relationship with the County.

1. Component Units

a. Blended Component Unit

In conformity with accounting principles generally accepted in the United States of America, the financial statements of the Component Unit discussed below has been included in the financial Reporting Entity as a Blended Component Unit.

The Jefferson County Solid Waste Authority (the "Authority") was established to collect fees and account for expenditures related to the hauling of municipal waste. The County can significantly influence the operations of the Authority by hiring and dismissing employees of the Authority. Therefore, the Authority is included in the Special Revenue Funds of the financial statements of the Reporting Entity. The reporting period for the Authority is for the year ended December 31, 2020.

b. Discretely Presented Component Units

In conformity with accounting principles generally accepted in the United States of America, the financial statements of the Component Units described below have been included in the financial reporting entity as discretely presented component units.

The Jefferson County Conservation District ("Conservation District") was established in 1946, and is a local agency designated by the Board of Commissioners of Jefferson County as a provider of a wide range of conservation services, contracted through an agreement based on a calendar year beginning in January. The Conservation District serves as a multi-purpose administering and service entity for a number of programs funded by state and county grants that, although subject to specific funding source requirements, has a relevant purpose toward the corporate mission. The County provides a significant amount of the operating funds for the Conservation District as well as owning all assets used by the Conservation District.

The Jefferson County Fair Authority ("Fair Authority") was first established as an Authority (originally called the Jefferson County Ag and Youth Fair Authority) on August 29th, 1989, under the Municipalities Authorities Act of 1945. On June 27, 1997, the Authority's by-laws were amended to change the legal name to the Jefferson County Fair Authority. The Fair Authority was formed to create, foster, and conduct annually, an agricultural fair and exposition for peoples of rural and urban residences, occupations, and education. The Fair Authority is governed by a Board of Directors, consisting of eleven unpaid members who are appointed to five-year terms by the commissioners of Jefferson County.

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 1: NATURE OF ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

2. Related Organizations

The Board of Commissioners is also responsible for appointing the members of the Boards of other organizations, but the County's accountability for these organizations generally does not extend beyond making the appointments. The County does not designate management nor does it have the ability to significantly influence the operations of these entities. In addition, the County does not supply significant funding (either directly or as a result of special financing relationships) and has no responsibility for fiscal matters for these entities. These organizations include:

- Clearfield-Jefferson Counties Regional Airport Authority
- Housing Authority of the County of Jefferson
- Jefferson County Area Agency on Aging
- Jefferson County Park Authority
- Jefferson County Hospital Authority
- Clearfield-Jefferson Drug and Alcohol Commission, Inc.
- Area Transportation Authority of North Central Pennsylvania
- Clearfield-Jefferson Mental Health/Mental Retardation Program
- Jefferson County Municipal Authority

B) Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., statement of net position and the statement of changes in net position) report information on all the non-fiduciary activities of the primary government and its discretely presented component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are supported by taxes and intergovernmental revenues.

The Statement of Activities demonstrates the degree to which direct expenses of a given function or segment are affected by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include 1.) charges to customers or applicants who purchase, use, or directly benefit from goods, services or privileges provided by a given function or segment and 2.) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

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

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

1. Government-wide Financial Statements

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

COUNTY OF JEFFERSON
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2020

NOTE 1: NATURE OF ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
 (CONTINUED)

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

1. Government-wide Financial Statements (Continued)

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

2. Fund Financial Statements

The underlying accounting system of the County is organized and operated on the basis of separate funds, each of which is considered to be a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance or net position, revenues, and expenditures or expenses, as appropriate. Governmental resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

Fund financial statements for the primary government's governmental, proprietary, and fiduciary funds are presented after the government-wide financial statements. These statements display information about major funds individually and nonmajor funds in the aggregate for governmental and enterprise funds. The fiduciary statements include financial information of the County's custodial funds. The custodial funds of the County primarily represent assets held by the County in a custodial capacity for other individuals or governments.

Governmental Funds

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

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

COUNTY OF JEFFERSON
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2020

NOTE 1: NATURE OF ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
 (CONTINUED)

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

2. Fund Financial Statements (Continued)

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

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

Proprietary Funds

The County's internal service fund is a proprietary fund. In the fund financial statements, proprietary funds are presented using the accrual basis of accounting. Revenues are recognized when they are earned and expenses are recognized when the related goods or services are delivered. In the fund financial statements, proprietary funds are presented using the economic resources measurement focus. This means that all assets and all liabilities (whether current or noncurrent) associated with their activity are included on their balance sheets. Proprietary fund type operating statements present increases (revenues) and decreases (expenses) in total net position.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

Amounts paid to acquire capital assets are capitalized as assets in the fund financial statements, rather than reported as expenditures. Proceeds of long-term debt are recorded as a liability in the fund financial statements, rather than as another financing source. Amounts paid to reduce long-term indebtedness are reported as a reduction of the related liabilities, rather than an expense.

3. Financial Statement Presentation

The County reports the following major governmental funds:

- The General Fund is the primary government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The Children and Youth Fund is used to account for Human Service expenditures on domestic childcare.
- The Domestic Relations Fund is used to account for Judicial expenditures related to domestic issues.

COUNTY OF JEFFERSON
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2020

NOTE 1: NATURE OF ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
 (CONTINUED)

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

3. Financial Statement Presentation (Continued)

- The 911 Fund is used to account for Public Safety expenditures related to the operation of the County's 911 System.
- The Community Action Fund is used to account for Human Services pass-thru grants to Human Service Agencies.
- The Recovery Grants Fund is used to account for the proceeds of revenue sources related to COVID-19 that are restricted to expenditures for those specified purposes.
- The Capital Project Fund is used to account for the cost of various capital projects undertaken by the County.
- The Debt Service Fund is used to account for the County's long-term debt expenditures.

The County reports the following proprietary fund type:

- The Internal Service Fund is used to account for the activities of the County's Self-Insurance Fund, which is used to help fund health insurance deductibles of County employees.

Additionally, the County reports the following fund type:

- The Fiduciary Funds consist of the Custodial Fund, which is for recording of restricted revenues of the various row offices of the County. The row office funds, in essence, are escrow funds maintained by the row offices for bail posted, funds held for sheriff sale, realty transfer taxes held and other funds reserved for disposition of legal action.

D) Assets, Liabilities, Deferred Inflows/Outflows, and Net Position or Fund Balances

1. Cash and Cash Equivalents

Cash and cash equivalents include certain short-term investments generally maturing in three months or less, when acquired.

2. Interfund Receivables and Payables

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

3. Investments

Investments for the County are reported at fair value. Investments that do not have an established market value are reported at estimated values.

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 1: NATURE OF ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

C) Assets, Liabilities, Deferred Inflows/Outflows, and Net Position or Fund Balances
(Continued)

4. Restricted Assets

Assets whose use is limited to a specific purpose have been classified as "restricted" in the statement of net position and balance sheets and offset by either corresponding liabilities or reserved and restricted net position or fund balance. The restricted amounts are held for future debt service payments, special project funds and funds held in fiduciary capacity, as detailed in Note 3.

5. Capital Assets

The cost of capital assets acquired for general government purposes is recorded as an expenditure in the governmental funds and as an asset in the government-wide financial statements to the extent the County's capitalization threshold has been met.

Capital assets, which include land; construction in progress; buildings and improvements; furniture, fixtures and equipment; and infrastructure assets including bridges, roads and rail trail are recorded in the government-wide financial statements. Capital assets are defined by the County as assets with a value of \$5,000 or more and useful life longer than one year. This capitalization threshold is applied to individual capital assets rather than to groups/sets of capital assets (e.g., chairs, desks, etc.). Such assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Donated capital assets are valued at their estimated fair market value on the date donated.

Maintenance, repairs, and minor equipment are charged to operations when incurred. Expenses that materially change capacities or extend useful lives are capitalized. Upon sale or retirement of capital assets, the cost and related accumulated depreciation, if applicable, are eliminated from the respective accounts and any resulting gain or loss is included in the results of operations.

In accordance with GASB Statement No. 34, the County's infrastructure has been capitalized retroactively to 1980.

Capital assets of the County are depreciated using the straight-line method over the estimated useful lives of purchased, donated, and leased assets as follows:

Bridges, roads and rail trail	25-50 years
Vehicles	5-7 years
Buildings and improvements	20-40 years
Furniture, fixtures and equipment	3-20 years

6. Compensated Absences

County policy permits employees to accrue thirty days of earned, but unused vacation per year. Sick leave benefits are not paid upon termination. Unused vacation benefits are payable to employees upon separation of services. All leave pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is recorded. The computed liability is in compliance with GASB 16, *Accounting for Compensated Absences*.

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 1: NATURE OF ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

D) Assets, Liabilities, Deferred Inflows/Outflows, and Net Position or Fund Balances
(Continued)

7. Long-Term Obligations

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

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

8. Unearned Revenues

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

9. Deferred Inflows/Outflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element 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. Deferred outflows related to pensions are described further in Note 6. Under the accrual basis of accounting, the government-wide statement of net position reports contributions subsequent to the measurement date related to pensions as a deferred outflow of resources. The contributions subsequent to the measurement date will be recognized in the subsequent year.

COUNTY OF JEFFERSON
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2020

NOTE 1: NATURE OF ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
 (CONTINUED)

D) Assets, Liabilities, Deferred Inflows/Outflows, and Net Position or Fund Balances
 (Continued)

9. Deferred Inflows/Outflows of Resources (Continued)

In addition to liabilities, the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of fund balance that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. Under the modified accrual basis of accounting, the governmental funds report unavailable revenue from property taxes as a deferred inflow of resources. Deferred inflows related to pensions are described further in Note 6. Under the accrual basis of accounting, the government-wide statement of net position reports the differences between expected and actual experience and net difference between projected and actual earnings on pension plan investments as deferred inflows of resources. The differences between expected and actual experience are amortized over a five or six-year closed period beginning the year in which the difference occurred. The net difference between projected and actual earnings on pension plan investments is amortized over a five-year closed period beginning the year in which the difference occurred.

10. Net Position/Fund Balances

GASB Statement No. 54 establishes accounting and financial standards for all governments that report governmental funds. It establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions as follow:

- A. Non-spendable - This classification consists of amounts that cannot be spent because they are either not in spendable form or are legally to be maintained intact.
- B. Restricted - This classification consists of amounts that are restricted to specific purposes. This component of net position consists of constraints placed on net position use through external restrictions, such as constitution provisions or enabling legislation.
- C. Committed - This classification consists of amounts used for specific purposes imposed by formal actions of the County's highest level of decision-making authority (Commissioners). The removal or modification of the use of committed funds can only be accomplished by formal action prior to fiscal year-end by the County's highest level of authority.
- D. Assigned - This classification consists of amounts constrained by the County to be used for specific purposes that are neither restricted nor committed. The present procedure is for the Finance Director and Commissioners to jointly assign amounts to be used for specific purposes before issuance of audited financial statements.
- E. Unassigned - This component of net position consists of amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the General Fund.

The County's policy is to apply expenditures against any restricted fund balance, committed fund balance, assigned fund balance, and then unassigned fund balance.

COUNTY OF JEFFERSON
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2020

NOTE 1: NATURE OF ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
 (CONTINUED)

D) Assets, Liabilities, Deferred Inflows/Outflows, and Net Position or Fund Balances
 (Continued)

10. Net Position/Fund Balances (Continued)

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

- *Net Investment in Capital Assets* – This category groups all capital assets into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.
- *Restricted Net Position* – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.
- *Unrestricted Net Position* – This category represents net position of the County, not restricted for any project or other purpose.

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriations or are legally restricted by outside parties for use for a specified purpose. The various reserves and designations are established by actions of the Board of Commissioners and management and can be increased, reduced or eliminated by similar actions.

11. Interfund Transactions

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

12. Pensions

For purposes of measuring the net pension liability and deferred outflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Pennsylvania Municipal Retirement System (PMRS) and additions to/deductions from PMRS's fiduciary net position have been determined on the same basis as they are reported by PMRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms. Investments are reported at fair value.

13. Accounting Estimates

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

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 1: NATURE OF ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

E) Budgets and Budgetary Accounting

Legal Requirements

Commonwealth of Pennsylvania statutes require that County Governments establish budgetary systems and adopt annual operating budgets. An annual budget is required to be legally adopted for the General Fund since real estate taxes are levied to finance its operation. Although not legally required, the County also adopts annual budgets for its Capital Projects Fund and certain Special Revenue Funds. Budgetary data is presented on the basis of accounting principles generally accepted in the United States of America for all funds that adopt annual budgets. Budgets are based on estimates of revenues and expenditures and are approved by the Commissioners. The County follows these procedures in establishing the budgetary data reflected in the financial statements:

County Budget Process

1. Prior to October 1, the department heads submit to the County Commissioners proposed operating budgets for the fiscal year which commences January 1.
2. The Commissioners then interview all department heads to discuss their budgets as submitted and allow them to substantiate projected expenditures at public hearings.
3. Subsequently, the County administrator's office assembles the preliminary projections of revenues and expenditures into a formal budget incorporating any revisions or adjustments resulting from the Commissioners' review.
4. Public hearings are conducted on the proposed budget. The proposed budget is available for public inspection for 20 days prior to final adoption.
5. After the 20 day inspection period, but prior to December 31, the County Commissioners adopt the final budget by enacting an appropriate resolution.
6. The formal budgeting process is employed as a planning device. The budget adopted is on a basis consistent with accounting principles generally accepted in the United States of America (GAAP). Budget amounts are as originally adopted, or as amended by the County Commissioners.

Level of Control

The County maintains budgetary control at the individual fund level.

Lapsing of Appropriations

Unexpended appropriations lapse at year-end.

Management Amendment Authority

During the course of the year, departmental needs may change, emergencies may occur, or additional revenue sources may arise. As a result, funds are occasionally transferred between line items of a department's budget or additional revenue may need to be budgeted for a specific project or grant. Adjustments to the budget are made on a line item basis during the year and are approved by the County Commissioners.

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 1: NATURE OF ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES
(CONTINUED)

E) Budgets and Budgetary Accounting (Continued)

Financial analysis is provided monthly to management showing spending levels in comparison to the current budget. The budget is also reviewed by management with operating departments.

F) Adoption of Governmental Accounting Standards Board Statements

The County adopted the requirements of GASB Statement No. 83, "*Certain Asset Retirement Obligations*". The adoption of this statement had no effect on previously reported amounts.

The County adopted the requirements of GASB Statement No. 84, "*Fiduciary Activities*". The adoption of this statement resulted in a restatement of fiduciary net position and the addition of the statement of changes in fiduciary net position.

The County adopted the requirements of GASB Statement No. 88, "*Certain Disclosures Related to Debt, including Direct Borrowings and Direct Placements*". The adoption of this statement had no effect on previously reported amounts.

The County adopted the requirements of GASB Statement No. 90, "*Majority Equity Interests – an amendment of GASB Statements No. 14 and No. 61*". The adoption of this statement had no effect on previously reported amounts.

The County adopted certain requirements of GASB Statement No. 97, "*Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – and amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32*". The adoption of the certain requirements of this statement had no effect on previously reported amounts.

The County adopted the requirements of GASB Statement No. 98, "*The Annual Comprehensive Financial Report*". The adoption of this statement had no effect on previously reported amounts.

G) Pending Changes in Accounting Principles

In June 2017, the GASB issued Statement No. 87, "*Leases*". The County is required to adopt statement No. 87 for its calendar year 2022 financial statements.

In June 2018, the GASB issued Statement No. 89, "*Accounting for Interest Cost Incurred before the End of a Construction Period*". The County is required to adopt statement No. 89 for its calendar year 2021 financial statements.

In May 2019, the GASB issued Statement No. 91, "*Conduit Debt Obligations*". The County is required to adopt Statement No. 91 for its calendar year 2022 financial statements.

In January 2020, the GASB issued Statement No. 92, "*Omnibus 2020*". The County is required to adopt Statement No. 92 for its calendar year 2022 financial statements.

In March 2020, the GASB issued Statement No. 93, "*Replacement of Interbank Offered Rates*". The County is required to adopt Statement No. 93 for its calendar year 2021 financial statements.

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 1: NATURE OF ENTITY AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G) Pending Changes in Accounting Principles (Continued)

In March 2020, the GASB issued Statement No. 94, "Public-Private and Public-Public Partnership and Availability Payment Arrangements". The County is required to adopt Statement No. 94 for its calendar year 2023 financial statements.

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

In June 2020, the GASB issued Statement No. 97, "Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans – and amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32". The County is required to adopt Statement No. 97 for its calendar year 2022 financial statements.

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

NOTE 2: DEPOSIT AND INVESTMENT RISK

The components of cash, cash equivalents, and investments at December 31, 2020, are as follows:

	Cash and Cash Equivalents	Investments	Total
General Fund	\$ 6,274,341	\$ -	\$ 6,274,341
Children and Youth Fund	5,648	-	5,648
Domestic Relations Fund	1,253,538	53,552	1,307,090
911 Fund	874,079	-	874,079
Capital Project Fund	586,000	-	586,000
Recovery Grants Fund	229	-	229
Debt Service Fund	867,381	-	867,381
Non-major Funds	2,429,336	-	2,429,336
Fiduciary Funds	763,500	-	763,500
Internal Service Fund	100,000	-	100,000
Total	<u>\$ 13,154,052</u>	<u>\$ 53,552</u>	<u>\$ 13,207,604</u>

Interest Rate Risk – All of the investments held at December 31, 2020 were in certificates of deposit totaling \$53,552. The County had \$10,000 of investments with maturities of less than one year. The County does not have a formal investment policy that limits investment maturities, as a means of managing its exposure to fair value losses arising from increasing interest rates.

Custodial Credit Risk – For deposits and investments, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will be able to recover the value of its investments or collateral securities that are in the possession of an outside party.

As of December 31, 2020, the County's cash, restricted cash balances, and certificates of deposit were \$13,207,604 and its bank balances were \$13,639,243. Of those bank balances, \$12,974,671 were exposed to custodial credit risk as they were collateralized with securities held by the pledging financial institutions, or by their trust departments or agents, but not in the County's name. Of the bank balances, \$664,572 was covered by Federal Depository Insurance.

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 3: RESTRICTED ASSETS

Assets whose use is limited to a specific purpose have been classified as "restricted" on the balance sheet. Restricted assets are comprised of the following:

<u>Governmental Funds</u>	Escheats Funds	Revolving Funds	Debt Funds	Internal Service Funds	Total
General Fund	\$ 49,198	\$ -	\$ -	\$ -	\$ 49,198
CDBG Fund	-	1,181	-	-	1,181
Debt Service Fund	-	-	867,381	-	867,381
Internal Service Fund	-	-	-	100,000	100,000
Total Governmental Funds	\$ 49,198	\$ 1,181	\$ 867,381	\$ 100,000	\$ 1,017,760

The escheat funds are funds held in fiduciary capacity. The revolving funds are used for special projects for the CDBG programs. The debt funds are restricted for future debt payments. The internal service funds are assets used to fund certain portions of employees' health insurance deductibles.

NOTE 4: REAL ESTATE TAXES

Real estate taxes for the calendar year are levied on March 1 of each year. Any unpaid real estate taxes attach as an enforceable lien on property as of January 1 of the following year. Taxes are levied on March 1 and payable with a 2% discount to April 30, with no discount or penalty to June 30 and with a 10% penalty from July 1 to the first Monday in May of the subsequent year. The County bills these taxes which are collected by elected local tax collectors. The County collects delinquent real estate taxes on behalf of itself and other taxing authorities. Real estate property taxes levied for 2020 are recorded as receivables, net of estimated uncollectible. The net receivables collected during 2020 and expected to be collected within the first sixty (60) days of 2020 are recognized as revenue in 2020. Net receivables estimated to be collectible on or after March 1 are reflected in unearned revenue. Prior years' levies are recorded using these same principles, and remaining receivables are annually reevaluated as to collectability.

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

The County's 2020 real estate taxes are based on assessed values established by the County's Bureau of Assessments. The total 2020 real estate tax levied equaled \$10,737,608, based on a total County assessed valuation of \$859,008,625. Based on the 2020 levy of 12.50 mills for general purposes a property owner would pay \$12.50 per \$1,000 of assessed valuation.

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 5: CAPITAL ASSETS

A summary of changes in the capital assets for the year ended December 31, 2020 is as follows:

	Beginning Balance	Additions	Retirements	Ending Balance
Governmental activities				
Capital assets not being depreciated (cost):				
Land	\$ 453,514	\$ -	\$ -	\$ 453,514
Construction in progress	321,169	-	(321,169)	-
Total capital assets not being depreciated	<u>774,683</u>	<u>-</u>	<u>(321,169)</u>	<u>453,514</u>
Capital assets being depreciated (cost):				
Buildings and improvements	34,642,783	853,151	-	35,495,934
Furniture, fixtures, and equipment	3,426,034	720,199	-	4,146,233
Vehicles	852,399	101,775	-	954,174
Bridges, roads, and rail trail	26,491,107	229,211	(161,498)	26,558,820
Total capital assets being depreciated	<u>65,412,323</u>	<u>1,904,336</u>	<u>(161,498)</u>	<u>67,155,161</u>
Less accumulated depreciation for:				
Buildings and improvements	15,656,846	793,138	-	16,449,984
Furniture, fixtures, and equipment	2,996,692	196,529	-	3,193,221
Vehicles	688,477	75,837	-	764,314
Bridges, roads, and rail trail	10,738,788	563,310	(72,556)	11,229,542
Total accumulated depreciation	<u>30,080,803</u>	<u>1,628,814</u>	<u>(72,556)</u>	<u>31,637,061</u>
Total capital assets being depreciated, net	<u>35,331,520</u>	<u>275,522</u>	<u>(88,942)</u>	<u>35,518,100</u>
Total capital assets, governmental activities	<u>\$ 36,106,203</u>	<u>\$ 275,522</u>	<u>\$ (410,111)</u>	<u>\$ 35,971,614</u>

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

Governmental activities	
General Government	\$ 144,227
Judicial Government	166,347
Public Safety	597,338
Public Works	472,441
Human Services	69,924
Conservation/Economic Development	31,348
Culture and Recreation	147,189
Total Depreciation Expense – Governmental Activities	<u>\$ 1,628,814</u>

NOTE 6: DEFINED BENEFIT PENSION PLAN

A. General Information about the Pension Plan

Plan Description. The County, through a January 2004 agreement, provides employee pension benefits through participation in the Pennsylvania Municipal Retirement System (PMRS). The PMRS was created by the Pennsylvania General Assembly in 1974 with the passage of the Pennsylvania Municipal Retirement Law 1974, P.L. 34, No. 15. PMRS administers pension plans on a contracted basis for any municipality or institution supported and maintained by a Pennsylvania municipality. This agent multiple-employer public employee retirement system maintains each municipality's account separately with that municipality's contributions and related employee contributions, and earnings segregated into separate accounts. PMRS issues a separate Comprehensive Annual Financial Report, which can be obtained by contacting the PMRS accounting office at P.O. Box 1165, Harrisburg, PA 17108-1165.

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 6: DEFINED BENEFIT PENSION PLAN (CONTINUED)

Benefits Provided. Benefit terms were established under the 2004 agreement between PMRS and the County, changes to benefit terms can only occur by modification of this agreement. Major provisions of the 2004 agreement include the following:

All full-time and permanent part-time County employees are required to participate in the System. Benefits vest after five years of service. Employees can retire with an annual retirement benefit after 20 years of service provided age 55 has been attained, or at age 60.

The normal form of payment of retirement benefits is a monthly annuity available for the life of the retired employee. One and two-thirds percent of the employee's average salary for the final three years of service multiplied by the number of years of service, and any fraction thereof, is used to calculate the normal retirement benefit funded solely by the County's contributions. Supplemental benefits are derived from employee contributions and interest earnings of the fund. A retiree may elect to receive a reduced amount of benefit and provide a death benefit in the form of annuity or lump sum to the designated beneficiary. The plan also provides death and disability benefits for an active employee.

Employees Covered by Benefit Terms. At January 1, 2019, the most recent actuarial valuation date, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefits	119
Inactive employees entitled to but not yet receiving benefits	22
Active employees	154
Total	295

Contributions. County employees are mandated to contribute at least 7% of their wages, while the County's contributions are determined by an actuarial valuation by PMRS performed biannually. The contribution requirements of plan members and the County are established and may be amended by the PMRS Board of Trustees.

B. Net Pension Liability

The County's net pension liability was measured as of December 31, 2019, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of December 31, 2019, based on the actuarial valuation one year prior and then projected to this date.

Actuarial assumptions. The total pension liability in the December 31, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Investment rate of return	5.25%, net of investment and certain administration expenses.
Projected salary increases	Age/Merit Scale including inflation ranging from 2.8% to 7.05%
Inflation	2.8%

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 6: DEFINED BENEFIT PENSION PLAN (CONTINUED)

B. Net Pension Liability (Continued)

Mortality rates pre-retirement were based on the RP-2000 Scale projected 15 years with Scale AA, with no year setback for males and 5-year setback for females. Mortality rates Post-Retirement were based on the RP-2000 Sex-Distinct Mortality Tables, projected 5 years for males and 10 years for females. The current mortality assumptions, while not reflecting projections for improvements are subject to experience review every four years at which time recommendations of changes to reflect changes in experience over those expected from the tables applied over the five-year period preceding the experience analysis are received and reviewed by the Board. Such experience is required by State statute.

The actuarial assumptions used in the December 31, 2019 valuation were based on the PMRS Experience Study for the period covering January 1, 2009 through December 31, 2013 issued by the actuary in July 2015 as well as subsequent Board approved assumption changes.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimates of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class are summarized in the following table:

Asset Class	Target Asset Allocation	Long-term Expected Real Rate of Return
Domestic equities (large capitalized firms)	25%	4.7%
Domestic equities (small capitalized firms)	15%	7.1%
International equities (international developed markets)	15%	2.9%
International equities (emerging markets)	10%	7.6%
Real estate	20%	5.3%
Fixed income	15%	0.0%
Total Portfolio	<u>100%</u>	<u>4.5%</u>

Discount rate. The discount rate used to measure the total pension liability was 5.25%. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate, participating plan sponsor contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate, and the System's Long-Term Expected Rate of Return will be used in the depletion testing of projected cash flows. Based on these assumptions the pension plan's projected Fiduciary Net Position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 6: DEFINED BENEFIT PENSION PLAN (CONTINUED)

C. Changes in the Net Pension Liability

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
	(a)	(b)	(a) - (b)
Balances at 12/31/2018	\$ 29,986,131	\$ 28,664,448	\$ 1,321,683
Changes for the Year:			
Service Cost	1,141,501	-	1,141,501
Interest Cost	1,593,843	-	1,593,843
Differences Between Expected and Actual Experience	(521,492)	-	(521,492)
Contributions - Employer	-	558,098	(558,098)
Contributions - PMRS assessment	-	6,920	(6,920)
Contributions - Member	-	494,208	(494,208)
PMRS Investment Income	-	1,609,288	(1,609,288)
Market Value Investment Income	-	4,380,421	(4,380,421)
Benefit Payments	(1,451,926)	(1,451,926)	-
PMRS Administrative Expense	-	(6,920)	6,920
Additional Administrative expense	-	(55,627)	55,627
Net Changes	<u>761,926</u>	<u>5,534,462</u>	<u>(4,772,536)</u>
Balances at 12/31/2019	<u>\$ 30,748,057</u>	<u>\$ 34,198,910</u>	<u>\$ (3,450,853)</u>

Sensitivity of the pension liability to changes in the discount rate. The following presents the net pension liability of the County, calculated using the discount rate of 5.25%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.25%) or 1-percentage-point higher (6.25%) than the current rate:

	1% Decrease (4.25%)	Current Discount Rate (5.25%)	1% Increase (6.25%)
County's Net Pension Liability	\$ (828,485)	\$ (3,450,853)	\$ (5,648,879)

Pension plan fiduciary net position. Detailed information about the pension plan's fiduciary net position is available in the separately issued PMRS financial report.

D. Pension Expense and Deferred Outflows and Inflows of Resources Related to Pensions

For the year ended December 31, 2020, the County recognized pension expense of \$(2,068,780). At December 31, 2020 the County reported deferred inflows and outflows of resources related to pensions from the following sources:

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 6: DEFINED BENEFIT PENSION PLAN (CONTINUED)

D. Pension Expense and Deferred Outflows and Inflows of Resources Related to Pensions (Continued)

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Contributions Subsequent to the Measurement Date	\$ 594,770	\$ -
Differences Between Expected and Actual Experience	-	460,839
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	-	2,084,040
Total	<u>\$ 594,770</u>	<u>\$ 2,544,879</u>

The \$594,770 reported as deferred outflows of resources related to pensions resulting from the County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2020 financial statements. The other deferred inflows and outflows of resources will be recognized in pension expense as follows:

<u>Year Ended December 31:</u>	<u>Governmental Activities</u>
2021	\$ (1,168,917)
2022	(395,577)
2023	<u>(980,385)</u>
Total	<u>\$ (2,544,879)</u>

NOTE 7: LONG-TERM DEBT

A summary of changes in long-term debt and loans obligations follows:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Amounts Due Within One Year</u>
Governmental Activities:					
General Obligation Bonds	\$ 985,000	\$ -	\$ (115,000)	\$ 870,000	\$ 115,000
General Obligation Notes	18,629,578	-	(970,082)	17,659,496	1,010,522
Total General Obligation Debt	19,614,578	-	(1,085,082)	18,529,496	1,125,522
Bond Discount	(16,810)	-	2,102	(14,708)	-
Net General Obligation Debt	19,597,768	-	(1,082,980)	18,514,788	1,125,522
Compensated Absences	239,576	261,055	(239,576)	261,055	261,055
Total Governmental Activities Long-Term Liabilities	<u>\$ 19,837,344</u>	<u>\$ 261,055</u>	<u>\$ (1,322,556)</u>	<u>\$ 18,775,843</u>	<u>\$ 1,386,577</u>

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 7: LONG-TERM DEBT (CONTINUED)

An analysis of debt service requirements to maturity on the General Obligation Bonds Payable and Note Payable is as follows:

Years Ended December 31:	Principal Requirements	Interest Requirements	Total Debt Service Requirements
2021	\$ 1,125,522	\$ 521,285	\$ 1,646,807
2022	1,072,949	573,858	1,646,807
2023	1,091,152	556,655	1,647,807
2024	1,061,645	585,162	1,646,807
2025	1,105,138	541,669	1,646,807
2026-2030	5,904,002	2,332,032	8,236,034
2031-2035	7,169,088	1,034,479	8,203,567
Total	<u>\$ 18,529,496</u>	<u>\$ 6,145,140</u>	<u>\$ 24,674,636</u>

The following is a summary of bonds and loans outstanding as of December 31, 2020:

Year	Amount of Original Issue	Purpose	Balance Outstanding December 31, 2020
2012	\$ 3,350,000	.45% to 3.125% General Obligation Bond Series 2012 to refund the 2002 and 2006 General Obligation Bonds. The maturity date on this issue will be on March 15, 2027.	\$ 870,000
2015 Construction Loan 2015	\$ 10,000,000	Note payable at an interest rate of 2.65%. Starting on February 15, 2015 with a maturity date of December 15, 2035 at final interest rate of 6.55%.	8,458,190
2015 Non-Taxable Series B	\$ 9,945,000	Note payable to refund the 2010 Bond. Note Payable 2015 Series B at an interest rate 2.20% as of October 1, 2015 to a final interest rate 5.50% at maturity on December 1, 2035.	7,849,493
2016 Taxable Series	\$ 1,750,000	Note payable to refund the 2015 Note C. Note payable 2016 Series at an interest rate of 2.20% as of January 28, 2016 to a final interest rate 5.50% at maturity on December 1, 2035.	1,351,813
Total Outstanding Debt:			<u>\$ 18,529,496</u>

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 8: GUARANTEE OF JEFFERSON COUNTY FAIR AUTHORITY'S DEBT

On November 9, 2009, the Jefferson County Fair Authority ("Fair Authority") borrowed \$300,000 to pay off the existing debt. Principal and interest payments are due annually over 25 years, beginning on January 1, 2010. The final payment on the debt is on January 1, 2034. As of December 1, 2019, the interest rate of this debt is 4.586%. The new interest rate for each five years thereafter will be adjusted to the bank Qualified Tax-free Swap rate in effect at the time of the adjustment plus 300 basis points. The interest rate will not exceed the tax-free rate of 12%. The debt is guaranteed by the County. As of December 31, 2020, the amount of the County guaranteed debt outstanding is \$143,991. In the event the Fair Authority is unable to make a required payment on the debt, the County will be required to make that payment. The Fair Authority is not required to repay the County for any payments the County makes pursuant to the guarantee.

NOTE 9: RISK MANAGEMENT

The County participates in the Pennsylvania Counties' Workers' Compensation Trust (the "Trust") insurance pool for workers' compensation insurance. Insurance premiums are developed based on employee job descriptions, rate factors, and payroll costs for the year. The Trust has an audit performed each year and the County may be required to pay an additional premium as a result of the audit, or the County may be entitled to a refund as a result of the audit. For the year ended December 31, 2020, the County paid insurance premiums of \$104,947 to the Trust.

NOTE 10: OPERATING LEASES

The County leases office space, computer software and equipment, and communications equipment under several operating leases with expiration dates after December 31, 2020. Future minimum lease payment requirements under the various leases are as follows:

2021	\$ 113,824
2022	107,480
2023	84,689
2024	63,900
2025	63,900
2026-2029	<u>221,400</u>
Total minimum payments	<u>\$ 655,193</u>

Total rental expense for these leases during 2020 was \$231,134.

COUNTY OF JEFFERSON
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2020

NOTE 11: INTERFUND RECEIVABLES AND PAYABLES

Interfund receivables and payables balances of each individual fund as of December 31, 2020, are as follows:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
General Fund	\$ 2,452,434	\$ 2,919,332
Children and Youth	810,709	-
Domestic Relations Fund	-	1,383,957
911 Fund	-	584,722
Community Action Fund	721,624	-
Recovery Grants Fund	-	229
Capital Project Fund	1,322,003	-
Debt Services	-	276,803
Non-major Funds	<u>64,996</u>	<u>206,723</u>
Total Interfund Balances	<u>\$ 5,371,766</u>	<u>\$ 5,371,766</u>

The County utilizes a pooled operating fund to enhance investment return; therefore, interfund receivables and payables are recorded to recognize amounts held by the General Fund in the pooled account on behalf of other funds. In addition, the General Fund has paid expenses on behalf of other funds, therefore, a corresponding interfund receivable and payable has been recorded.

NOTE 12: INTERFUND OPERATING TRANSFERS

Interfund transfers are executed as a result of the requirements for certain funds to fund a portion of the expenditures or expenses of other funds. Interfund operating transfers were as follows for the year ended December 31, 2020:

	<u>Transfers Out</u>	<u>Transfers In</u>
General Fund	\$ 3,771,403	\$ 2,307,023
Children and Youth Fund	-	1,946,035
Domestic Relations Fund	-	52,417
Recovery Grants Fund	2,142,414	-
Debt Service Fund	-	1,616,186
Non-major Funds	<u>229,736</u>	<u>221,892</u>
Total Transfers	<u>\$ 6,143,553</u>	<u>\$ 6,143,553</u>

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 13: FUND BALANCES

The restricted fund balances included in the fund financial statements represent *portions of fund balances that are restricted for various purposes and are not available* for payment of other subsequent expenditures. The following restrictions of fund balances are included in the fund financial statements:

General Fund**Non-Spendable Funds:**

The non-spendable funds consist of prepaid assets and inventory. \$ 386,661

Restricted Funds:**General Government**

These funds are restricted for the escheats cash balance. \$ 49,198

Assigned Funds:**Human Services**

Additional county match by the General Fund to support the increased Children and Youth expenditures in 2021. \$ 1,000,000

Capital Projects

Funds assigned for upgrades to the 911 towers. 2,000,000

Debt Service

Funds assigned for one year of debt service payments. 1,125,522

Total Assigned Fund Balance

\$ 4,125,522

911 Fund:

Restricted Funds:

This restriction represents the amount to be used for the 911 Public Safety Program. \$ 515,198

Capital Project Fund:

Restricted Funds:

This restriction represents the amount to be used for capital projects. 1,935,789

Debt Service Funds:

Restricted Funds:

This restriction represents the amount to be used for debt service payments for the long-term debt. 590,578

Non-Major Funds:

Restricted Funds:

These restrictions represent amounts restricted for the payments of Special Revenue program expenditures.

General Government	1,190,377
Judicial Government	288,192
Public Safety	82,213
Public Works	628,575
Conservation/Economic Development	1,716
Culture and Recreation	37,380

COUNTY OF JEFFERSON
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2020

NOTE 14: LITIGATION

The County is involved in various claims and legal actions arising in the ordinary course of business. In the opinion of management, the ultimate disposition of these matters will not have a material adverse effect on the County financial statements.

NOTE 15: TAX ABATEMENTS

Tax abatements are the result of agreements that are entered into by the County to forgo real estate tax revenues for the promise by an individual or entity to take specific action that contributes to economic development in the County. The County has two real estate abatement programs: Local Economic Revitalization Tax Assistance and Keystone Opportunity Expansion Zone.

Local Economic Revitalization Tax Assistance ("LERTA")

The LERTA program exists pursuant to the Commonwealth of Pennsylvania Local Economic Revitalization Tax Assistance Act 76 of 1977 (72 P.S. §4722, et seq.). Currently, the LERTA is only in certain municipalities that have adopted a LERTA ordinance. There is not a "county-wide" LERTA program. Once a LERTA ordinance is adopted by a municipality, the County will follow with an ordinance specific to the County and that particular municipality. The LERTA exemption must be applied for by the landowner to the municipality. Once approved by the municipality, the approved application is passed to the county for exemption and LERTA schedule. Some school districts also participate in the LERTA in the same manner as the County. LERTA schedules are 6 to 10 years with most municipalities adopting a 10% per year declining schedule on the new construction value. New construction value is determined by the County Assessment Office. The LERTA program is, generally, on both residential and commercial properties. Many municipalities have the LERTA as a municipal-wide program, where a few municipalities have specified certain areas that the LERTA would be available. During 2020, 10 properties received the LERTA exemption from the County's real estate property tax at a total of \$12,942 for various projects.

Keystone Opportunity Expansion Zone ("KOEZ")

The KOEZ program exists pursuant to the Commonwealth of Pennsylvania Keystone Opportunity Zone, Keystone Opportunity Expansion Zone, and Keystone Opportunity Improvement Zone Act (73 P.S. §§820.101- 820.1309). A KOEZ is designated by Executive Order of the Governor and approved by the local communities. A KOEZ provides a significant reduction in state and local taxes. During 2020, 7 properties received the KOEZ exemption from the County's real estate property tax at a total of \$25,952.

NOTE 16: RISKS AND UNCERTAINTIES

As the effects of the Coronavirus pandemic continue to evolve and are dependent upon future developments, the impact of the Coronavirus on the County's operations and financial results are uncertain at this time.

COUNTY OF JEFFERSON
 NOTES TO FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2020

NOTE 17: RESTATEMENT

During the year ended December 31, 2020, the County adopted new accounting guidance by implementing the provisions of GASB Statement No. 84, "Fiduciary Activities", which establishes criteria for identifying and reporting fiduciary activities. The implementation of this statement has resulted in changing the presentation of the financial statements by including accruals and ending net position to custodial funds that were not previously required. Beginning net position has been restated to reflect this change.

	Custodial Funds
Net position, January 1, 2020 as previously stated	\$ -
Change in accounting principle - adoption of GASB Statement No. 84, "Custodial Funds "	786,858
	\$ 786,858

NOTE 18: SUBSEQUENT EVENTS

In March 2021, the County issued General Obligation Bonds, Series of 2021 in the amount of \$17,165,000. This issuance was used to refund on a current basis the County's outstanding 2012 General Obligation Bonds, 2015 General Obligation Note, 2015 Series B General Obligation Note, and 2016 General Obligation Note. The interest rate ranges from 2% to 4%.

REQUIRED
SUPPLEMENTARY
INFORMATION

COUNTY OF JEFFERSON
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL – GENERAL FUND
 YEAR ENDED DECEMBER 31, 2020

	Budget Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Real Estate	\$ 10,539,172	\$ 10,539,172	\$ 10,718,283	\$ 179,111
License and Permits	55,000	55,000	59,028	4,028
Grants and Gifts	691,536	1,038,787	1,147,652	108,865
Charges for Services	3,151,646	3,244,761	2,653,824	(590,937)
Fines and Costs	349,850	349,850	423,944	74,094
Interest and Rents	114,500	114,500	33,830	(80,670)
Total Revenues	14,901,704	15,342,070	15,036,561	(305,509)
Expenditures				
General Government	2,800,912	2,872,060	2,734,251	137,809
Judicial Government	3,241,619	3,281,619	3,136,777	144,842
Public Safety	4,775,241	4,775,241	4,820,286	(45,045)
Public Works	183,000	183,000	162,226	20,774
Human Services	395,705	395,705	374,338	21,367
Conservation/Economic Development	177,920	185,510	160,100	25,410
Culture/Recreation	56,500	55,000	50,000	5,000
Total Expenditures	11,630,897	11,748,135	11,437,978	310,157
Excess of Revenues Over (Under) Expenditures	3,270,807	3,593,935	3,598,583	4,648
Other Financing Sources (Uses)				
Operating Transfer In	440,000	440,000	2,307,023	1,867,023
Operating Transfer (Out)	(3,718,767)	(3,718,767)	(3,771,403)	(52,636)
Total Other Financing Sources (Uses)	(3,278,767)	(3,278,767)	(1,464,380)	1,814,387
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(7,960)	315,168	2,134,203	1,819,035
Fund Balance - Beginning of Year	3,181,662	3,181,662	3,181,662	-
Fund Balance - End of Year	\$ 3,173,702	\$ 3,496,830	\$ 5,315,865	\$ 1,819,035

COUNTY OF JEFFERSON
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL – CHILDREN AND YOUTH FUND
 YEAR ENDED DECEMBER 31, 2020

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Grants and Gifts	\$ 8,049,007	\$ 8,049,007	\$ 7,017,365	\$ (1,031,642)
Charges for Service	200,950	200,950	258,985	58,035
Total Revenues	<u>8,249,957</u>	<u>8,249,957</u>	<u>7,276,350</u>	<u>(973,607)</u>
Expenditures				
Human Services	<u>9,246,083</u>	<u>9,400,110</u>	<u>9,222,385</u>	<u>177,725</u>
Total Expenditures	<u>9,246,083</u>	<u>9,400,110</u>	<u>9,222,385</u>	<u>177,725</u>
Excess of Revenues Over (Under) Expenditures	<u>(996,126)</u>	<u>(1,150,153)</u>	<u>(1,946,035)</u>	<u>(795,882)</u>
Other Financing Sources (Uses)				
Operating Transfer In	<u>996,126</u>	<u>996,126</u>	<u>1,946,035</u>	<u>949,909</u>
Total Other Financing Sources (Uses)	<u>996,126</u>	<u>996,126</u>	<u>1,946,035</u>	<u>949,909</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>-</u>	<u>(154,027)</u>	<u>-</u>	<u>154,027</u>
Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ (154,027)</u>	<u>\$ -</u>	<u>\$ 154,027</u>

COUNTY OF JEFFERSON
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL – DOMESTIC RELATIONS FUND
 YEAR ENDED DECEMBER 31, 2020

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		<u>Postive (Negative)</u>
Revenues				
Grants	\$ 302,500	\$ 302,500	\$ 353,564	\$ 51,064
Charges for Service	1,200	1,200	2,338	1,138
Interest	10,000	10,000	2,455	(7,545)
Total Revenues	<u>313,700</u>	<u>313,700</u>	<u>358,357</u>	<u>44,657</u>
Expenditures				
Judicial Government	<u>433,863</u>	<u>473,323</u>	<u>410,774</u>	<u>62,549</u>
Total Expenditures	<u>433,863</u>	<u>473,323</u>	<u>410,774</u>	<u>62,549</u>
Excess of Revenues Over (Under) Expenditures	<u>(120,163)</u>	<u>(159,623)</u>	<u>(52,417)</u>	<u>107,206</u>
Other Financing Sources (Uses)				
Operating Transfer In	<u>120,163</u>	<u>120,163</u>	<u>52,417</u>	<u>(67,746)</u>
Total Other Financing Sources (Uses)	<u>120,163</u>	<u>120,163</u>	<u>52,417</u>	<u>(67,746)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	-	(39,460)	-	39,460
Fund Balance - Beginning of Year	-	-	-	-
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ (39,460)</u>	<u>\$ -</u>	<u>\$ 39,460</u>

COUNTY OF JEFFERSON
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL – 911 FUND
 YEAR ENDED DECEMBER 31, 2020

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Grants	\$ 1,094,489	\$ 1,094,489	\$ 1,139,196	\$ 44,707
Interest and Rents	1,500	1,500	3,748	2,248
Total Revenues	<u>1,095,989</u>	<u>1,095,989</u>	<u>1,142,944</u>	<u>46,955</u>
Expenditures				
Public Safety	<u>1,106,312</u>	<u>1,166,644</u>	<u>1,113,267</u>	<u>53,377</u>
Total Expenditures	<u>1,106,312</u>	<u>1,166,644</u>	<u>1,113,267</u>	<u>53,377</u>
Excess of Revenues Over (Under) Expenditures	<u>(10,323)</u>	<u>(70,655)</u>	<u>29,677</u>	<u>100,332</u>
Fund Balance - Beginning of Year	<u>485,521</u>	<u>485,521</u>	<u>485,521</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ 475,198</u>	<u>\$ 414,866</u>	<u>\$ 515,198</u>	<u>\$ 100,332</u>

COUNTY OF JEFFERSON
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL – COMMUNITY ACTION FUND
 YEAR ENDED DECEMBER 31, 2020

	<u>Budget Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
Revenues				
Grants	\$ 1,754,084	\$ 1,754,084	\$ 1,150,719	\$ (603,365)
Total Revenues	<u>1,754,084</u>	<u>1,754,084</u>	<u>1,150,719</u>	<u>(603,365)</u>
Expenditures				
Human Services	<u>1,754,084</u>	<u>1,754,084</u>	<u>1,150,719</u>	<u>603,365</u>
Total Expenditures	<u>1,754,084</u>	<u>1,754,084</u>	<u>1,150,719</u>	<u>603,365</u>
Excess of Revenues Over (Under) Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Beginning of Year	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - End of Year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**COUNTY OF JEFFERSON
SCHEDULE OF CHANGES IN THE COUNTY'S NET PENSION LIABILITY AND RELATED RATIOS
LAST 10 YEARS**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Total pension liability						
Service cost	\$ 942,681	\$ 983,298	\$ 962,903	\$ 1,084,781	\$ 1,088,848	\$ 1,141,501
Interest	1,342,962	1,415,620	1,485,979	1,511,447	1,531,605	1,593,843
Changes of benefit terms	-	-	-	-	-	-
Difference between expected and actual experience	-	(219,384)	-	(739,715)	-	(521,492)
Changes of assumptions	-	281,214	552,303	-	-	-
Transfers	-	-	-	-	(227,830)	-
Benefit payments, including refunds of member contributions	<u>(963,895)</u>	<u>(1,041,478)</u>	<u>(1,281,852)</u>	<u>(1,412,036)</u>	<u>(1,278,293)</u>	<u>(1,451,926)</u>
Net change in total pension liability	1,321,948	1,419,270	1,719,333	444,477	1,114,330	761,926
Total pension liability - beginning	<u>\$ 23,966,773</u>	<u>\$ 25,288,721</u>	<u>\$ 26,707,991</u>	<u>\$ 28,427,324</u>	<u>\$ 28,871,801</u>	<u>\$ 29,986,131</u>
Total pension liability - ending (a)	<u>\$ 25,288,721</u>	<u>\$ 26,707,991</u>	<u>\$ 28,427,324</u>	<u>\$ 28,871,801</u>	<u>\$ 29,986,131</u>	<u>\$ 30,748,057</u>
Plan fiduciary net position						
Contributions - employer	\$ 465,583	\$ 457,349	\$ 554,841	\$ 582,771	\$ 561,975	\$ 558,098
Contributions - PMRS assessment	-	580	720	640	620	6,920
Contributions - member	361,209	392,209	404,188	442,714	481,139	484,208
PMRS investment income	1,332,705	1,387,873	1,449,828	1,446,225	1,494,603	1,609,288
Market value investment income	(116,607)	(1,363,608)	695,941	3,126,989	(2,924,025)	4,380,421
Transfers	-	-	-	-	(227,830)	-
Benefit payments, including refunds of member contributions	<u>(963,895)</u>	<u>(1,041,478)</u>	<u>(1,281,852)</u>	<u>(1,412,036)</u>	<u>(1,278,293)</u>	<u>(1,451,926)</u>
PMRS administrative expense	(5,900)	(6,000)	(5,380)	(5,800)	(5,940)	(6,920)
Additional administrative expense	<u>(51,110)</u>	<u>(57,857)</u>	<u>(71,029)</u>	<u>(66,511)</u>	<u>(66,699)</u>	<u>(55,627)</u>
Net change in plan fiduciary net position	1,021,985	(230,932)	1,747,257	4,114,992	(1,964,449)	5,534,462
Plan fiduciary net position - beginning	<u>\$ 23,975,595</u>	<u>\$ 24,997,580</u>	<u>\$ 24,766,648</u>	<u>\$ 26,513,905</u>	<u>\$ 30,628,897</u>	<u>\$ 28,664,448</u>
Plan fiduciary net position - ending (b)	<u>\$ 24,997,580</u>	<u>\$ 24,766,648</u>	<u>\$ 26,513,905</u>	<u>\$ 30,628,897</u>	<u>\$ 28,664,448</u>	<u>\$ 34,198,910</u>
County's net pension liability - ending (a) - (b)	<u>\$ 291,141</u>	<u>\$ 1,941,343</u>	<u>\$ 1,913,419</u>	<u>\$ (1,757,096)</u>	<u>\$ 1,321,683</u>	<u>\$ (3,450,853)</u>
Plan fiduciary net position as a percentage of the total pension liability	96.85%	92.73%	93.27%	106.09%	95.59%	111.22%
Covered-employee payroll	\$ 4,857,115	\$ 5,040,959	\$ 5,181,819	\$ 5,603,747	\$ 5,633,815	\$ 5,585,478
County's net pension liability as a percentage of covered-employee payroll	5.99%	38.51%	36.93%	-31.36%	23.46%	-61.76%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, pension plans should present information for those years for which information is available.

**COUNTY OF JEFFERSON
SCHEDULE OF COUNTY CONTRIBUTIONS
LAST 10 YEARS**

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>
Actuarially determined contribution	\$ 456,396	\$ 457,349	\$ 554,867	\$ 582,771	\$ 561,975	\$ 564,338
Contributions in relation to the actuarially determined contribution	<u>465,583</u>	<u>457,929</u>	<u>555,561</u>	<u>583,411</u>	<u>562,595</u>	<u>565,018</u>
Contribution deficiency (excess)	<u>\$ (9,187)</u>	<u>\$ (580)</u>	<u>\$ (694)</u>	<u>\$ (640)</u>	<u>\$ (620)</u>	<u>\$ (680)</u>
Covered-employee payroll	\$ 4,857,115	\$ 5,040,959	\$ 5,181,819	\$ 5,603,747	\$ 5,633,815	\$ 5,585,478
Contributions as a percentage of covered-employee payroll	9.59%	9.08%	10.72%	10.41%	9.99%	10.12%

Notes to Schedule

Valuation date:
Actuarially determined contribution rates are calculated as of January 1 for the even valuation year at least two years prior to the end of the fiscal year in which the contributions were reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age
Amortization method	Level dollar based upon the amortization periods in Act 283
Asset valuation method	Based upon the municipal reserves
Discount Rate	5.50%
Inflation	2.8%
Salary increases	Age related scale with merit and inflation component
COLA increases	2.8% for those eligible for a COLA
Pre-Retirement Mortality	Males - RP 2000 Non-Annuitant Male table projected 15 years with Scale AA Females - RP 2000 Non-Annuitant Female table projected 15 years with Scale AA, setback five years
Post-Retirement Mortality	Males - RP 2000 Annuitant Male table projected 5 years with Scale AA Females - RP 2000 Annuitant Female table projected 10 years with Scale AA

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, pension plans should present information for those years for which information is available.

OTHER
SUPPLEMENTARY
INFORMATION

COUNTY OF JEFFERSON
 COMBINING BALANCE SHEET – NON-MAJOR GOVERNMENTAL FUNDS
 DECEMBER 31, 2020

	Special Revenue Funds	Capital Jail Project Fund	Total Non-Major Funds
Assets			
Cash and Cash Equivalents	\$ 2,428,155	\$ -	\$ 2,428,155
Accounts Receivable	76,396	-	76,396
Tax Receivable	29,696	-	29,696
Due From Other Governments	419,378	-	419,378
Due From Other Funds	64,996	-	64,996
Restricted Cash			
Cash for Revolving Funds	<u>1,181</u>	<u>-</u>	<u>1,181</u>
Total Assets	<u><u>\$ 3,019,802</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 3,019,802</u></u>
Liabilities and Fund Balances			
Liabilities			
Accounts Payable	\$ 513,705	-	\$ 513,705
Accrued Expenses and Withholdings	10,442	-	10,442
Unearned Revenue	60,479	-	60,479
Due to Other Funds	<u>206,723</u>	<u>-</u>	<u>206,723</u>
Total Liabilities	<u>791,349</u>	<u>-</u>	<u>791,349</u>
Fund Balances			
Restricted for:			
General Government	1,190,377	-	1,190,377
Judicial Government	288,192	-	288,192
Public Safety	82,213	-	82,213
Public Works	628,575	-	628,575
Conservation/Economic Development	1,716	-	1,716
Culture and Recreation	<u>37,380</u>	<u>-</u>	<u>37,380</u>
Total Fund Balances	<u>2,228,453</u>	<u>-</u>	<u>2,228,453</u>
Total Liabilities and Fund Balances	<u><u>\$ 3,019,802</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 3,019,802</u></u>

COUNTY OF JEFFERSON
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
 NON-MAJOR GOVERNMENTAL FUNDS
 YEAR ENDED DECEMBER 31, 2020

	Special Revenue Funds	Capital Jail Project Fund	Total Non-Major Funds
	<u> </u>	<u> </u>	<u> </u>
Revenues			
Hotel Taxes	\$ 202,858	\$ -	\$ 202,858
Grants and Gifts			
General Government	223,641	-	223,641
Public Safety	164,220	-	164,220
Public Works	371,827	-	371,827
Human Services	233,402	-	233,402
Conservation/Economic Development	740,999	-	740,999
Charges for Services			
Judicial Government	38,092	-	38,092
Public Safety	187,427	-	187,427
Public Works	110,977	-	110,977
Conservation/Economic Development	91,112	-	91,112
Interest and Rents	2,384	-	2,384
	<u>2,366,939</u>	<u>-</u>	<u>2,366,939</u>
Total Revenues			
	<u>2,366,939</u>	<u>-</u>	<u>2,366,939</u>
Expenditures			
Program and Operating Expenditures			
Judicial Government	13,121	-	13,121
Public Safety	303,112	1,697	304,809
Public Works	432,857	-	432,857
Human Services	236,647	-	236,647
Conservation/Economic Development	928,902	-	928,902
Culture/Recreation	310,984	-	310,984
	<u>2,225,623</u>	<u>1,697</u>	<u>2,227,320</u>
Total Expenditures			
	<u>2,225,623</u>	<u>1,697</u>	<u>2,227,320</u>
Excess of Revenues Over (Under) Expenditures	<u>141,316</u>	<u>(1,697)</u>	<u>139,619</u>
Other Financing Sources (Uses)			
Operating Transfers In	220,195	1,697	221,892
Operating Transfers (Out)	(229,736)	-	(229,736)
	<u>(9,541)</u>	<u>1,697</u>	<u>(7,844)</u>
Total Other Financing Sources (Uses)			
	<u>(9,541)</u>	<u>1,697</u>	<u>(7,844)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	131,775	-	131,775
Fund Balances - Beginning of Year	<u>2,096,678</u>	<u>-</u>	<u>2,096,678</u>
Fund Balances - End of Year	<u>\$ 2,228,453</u>	<u>\$ -</u>	<u>\$ 2,228,453</u>

COUNTY OF JEFFERSON
COMBINING BALANCE SHEET – NON-MAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2020

	Liquid Fuel Fund	Haz Mat Fund	Human Service Fund	IPP and IPP Expended Fund	Independent Living Fund	Department of Development Fund
<u>Assets</u>						
Cash and Cash Equivalents	\$ 454,428	\$ 44,749	\$ 52,306	\$ -	\$ 65,310	\$ 1,179
Accounts Receivable	-	68	-	-	-	20,493
Tax Receivable	-	-	-	-	-	-
Due From Other Governments	-	3,135	-	58,532	-	-
Due From Other Funds	-	-	-	-	-	-
Restricted Cash	-	-	-	-	-	-
Cash for Revolving Funds	-	-	-	-	-	-
Total Assets	\$ 454,428	\$ 47,952	\$ 52,306	\$ 58,532	\$ 65,310	\$ 21,672
<u>Liabilities and Fund Balances</u>						
<u>Liabilities</u>						
Accounts Payable	\$ -	\$ -	\$ 14,709	\$ 24,716	\$ 20,673	\$ 212
Accrued Expenses and Withholdings	-	714	-	2,682	-	4,417
Unearned Revenue	-	-	-	-	24,350	-
Due to Other Funds	-	8,355	37,597	31,134	20,287	17,043
Total Liabilities	-	9,069	52,306	58,532	65,310	21,672
<u>Fund Balances</u>						
Restricted for:						
General Government	-	-	-	-	-	-
Judicial Government	-	-	-	-	-	-
Public Safety	-	38,883	-	-	-	-
Public Works:						
County Bridges and Road Maintenance	454,428	-	-	-	-	-
Solid Waste	-	-	-	-	-	-
Conservation/Economic Development	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-
Total Fund Balances	454,428	38,883	-	-	-	-
Total Liabilities and Fund Balances	\$ 454,428	\$ 47,952	\$ 52,306	\$ 58,532	\$ 65,310	\$ 21,672

COUNTY OF JEFFERSON
 COMBINING BALANCE SHEET – NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 DECEMBER 31, 2020

	CDBG Fund	Solid Waste Authority Fund	Hotel Tax Fund	PA Accessible Housing Fund	Gas Well Impact Fund	Record Improvement Fund	ROD Improvement Fund
Assets							
Cash and Cash Equivalents	\$ 369	\$ 144,988	\$ 130,939	\$ 15,074	\$ 1,240,377	\$ -	\$ 25,413
Accounts Receivable	36,129	8,387	-	-	-	882	1,323
Tax Receivable	-	-	29,696	-	-	-	-
Due From Other Governments	333,169	24,542	-	-	-	-	-
Due From Other Funds	-	-	-	-	-	62,740	-
Restricted Cash	-	-	-	-	-	-	-
Cash for Revolving Funds	1,181	-	-	-	-	-	-
Total Assets	\$ 370,848	\$ 177,917	\$ 160,635	\$ 15,074	\$ 1,240,377	\$ 63,622	\$ 26,736
Liabilities and Fund Balances							
Liabilities							
Accounts Payable	\$ 333,169	\$ 1,141	\$ 65,360	\$ 156	\$ 50,000	\$ -	\$ -
Accrued Expenses and Withholdings	-	2,629	-	-	-	-	-
Unearned Revenue	36,129	-	-	-	-	-	-
Due to Other Funds	-	-	57,895	14,752	-	-	-
Total Liabilities	369,298	3,770	123,255	14,908	50,000	-	-
Fund Balances							
Restricted for:							
General Government	-	-	-	-	1,190,377	-	-
Judicial Government	-	-	-	-	-	63,622	26,736
Public Safety	-	-	-	-	-	-	-
Public Works:							
County Bridges and Road Maintenance	-	-	-	-	-	-	-
Solid Waste	-	174,147	-	-	-	-	-
Conservation/Economic Development	1,550	-	-	166	-	-	-
Culture and Recreation	-	-	37,380	-	-	-	-
Total Fund Balances	1,550	174,147	37,380	166	1,190,377	63,622	26,736
Total Liabilities and Fund Balances	\$ 370,848	\$ 177,917	\$ 160,635	\$ 15,074	\$ 1,240,377	\$ 63,622	\$ 26,736

COUNTY OF JEFFERSON
 COMBINING BALANCE SHEET – NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 DECEMBER 31, 2020

	ROW Improvement Fund	Prothonotary Fund	Confiscated Fund	Offender Supervision Fund	Drug Task Force Fund	Total
<u>Assets</u>						
Cash and Cash Equivalents	\$ 17,076	\$ 85,456	\$ 93,242	\$ 51,062	\$ 6,187	\$ 2,428,155
Accounts Receivable	115	535	-	8,464	-	76,396
Tax Receivable	-	-	-	-	-	29,696
Due From Other Governments	-	-	-	-	-	419,378
Due From Other Funds	-	-	1,410	-	846	64,996
Restricted Cash	-	-	-	-	-	1,181
Cash for Revolving Funds	-	-	-	-	-	-
Total Assets	\$ 17,191	\$ 85,991	\$ 94,652	\$ 59,526	\$ 7,033	\$ 3,019,802
<u>Liabilities and Fund Balances</u>						
Liabilities						
Accounts Payable	\$ -	\$ -	\$ -	\$ 460	\$ 3,109	\$ 513,705
Accrued Expenses and Withholdings	-	-	-	-	-	10,442
Unearned Revenue	-	-	-	-	-	60,479
Due to Other Funds	-	-	-	19,660	-	206,723
Total Liabilities	-	-	-	20,120	3,109	791,349
Fund Balances						
Restricted for:						
General Government	-	-	-	-	-	1,190,377
Judicial Government	17,191	85,991	94,652	-	-	288,192
Public Safety	-	-	-	39,406	3,924	82,213
Public Works:						
County Bridges and Road Maintenance	-	-	-	-	-	454,428
Solid Waste	-	-	-	-	-	174,147
Conservation/Economic Development	-	-	-	-	-	1,716
Culture and Recreation	-	-	-	-	-	37,380
Total Fund Balances	17,191	85,991	94,652	39,406	3,924	2,228,453
Total Liabilities and Fund Balances	\$ 17,191	\$ 85,991	\$ 94,652	\$ 59,526	\$ 7,033	\$ 3,019,802

COUNTY OF JEFFERSON
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
 NON-MAJOR SPECIAL REVENUE FUNDS
 YEAR ENDED DECEMBER 31, 2020

	Liquid Fuel Fund	Haz Mat Fund	Human Service Fund	IPP and IPP Expended Fund	Independent Living Fund	Department of Development Fund
Revenues						
Hotel Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Grants and Gifts	-	-	-	-	-	-
General Government	-	-	-	-	-	-
Public Safety	-	5,631	-	147,423	-	-
Public Works	296,348	-	-	-	-	-
Human Services	-	-	53,736	-	179,666	-
Conservation/Economic Development	-	-	-	-	-	138
Charges for Services	-	-	-	-	-	-
Judicial Government	-	-	-	-	-	-
Public Safety	-	12,890	-	-	-	-
Public Works	-	-	-	-	-	-
Conservation/Economic Development	-	-	-	-	-	87,091
Interest and Rents	244	29	24	-	11	18
Total Revenues	<u>296,592</u>	<u>18,550</u>	<u>53,760</u>	<u>147,423</u>	<u>179,677</u>	<u>87,247</u>
Expenditures						
Program and Operating Expenditures						
Judicial Government	-	-	-	-	-	-
Public Safety	-	35,086	-	207,765	-	-
Public Works	275,589	-	-	-	179,677	-
Human Services	-	-	56,970	-	-	-
Conservation/Economic Development	-	-	-	-	-	178,763
Culture/Recreation	-	-	-	-	-	-
Total Expenditures	<u>275,589</u>	<u>35,086</u>	<u>56,970</u>	<u>207,765</u>	<u>179,677</u>	<u>178,763</u>
Excess of Revenues Over (Under) Expenditures	<u>21,003</u>	<u>(16,536)</u>	<u>(3,210)</u>	<u>(60,342)</u>	<u>-</u>	<u>(91,516)</u>
Other Financing Sources (Uses)						
Operating Transfers In	-	-	3,210	60,342	-	91,516
Operating Transfers (Out)	(16,035)	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>(16,035)</u>	<u>-</u>	<u>3,210</u>	<u>60,342</u>	<u>-</u>	<u>91,516</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	<u>4,968</u>	<u>(16,536)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - Beginning of Year	<u>449,460</u>	<u>55,419</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances - End of Year	<u>\$ 454,428</u>	<u>\$ 38,883</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

COUNTY OF JEFFERSON
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
 NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 YEAR ENDED DECEMBER 31, 2020

	CDBG Fund	Solid Waste Authority Fund	Hotel Tax Fund	PA Accessible Housing Fund	Gas Well Impact Fund	Record Improvement Fund	ROD Improvement Fund
Revenues							
Hotel Taxes	\$ -	\$ -	\$ 202,858	\$ -	\$ -	\$ -	\$ -
Grants and Gifts	-	-	-	-	223,641	-	-
General Government	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	-
Public Works	-	75,479	-	-	-	-	-
Human Services	-	-	-	-	-	-	-
Conservation/Economic Development	690,892	-	-	49,969	-	-	-
Charges for Services	-	-	-	-	-	10,320	15,480
Judicial Government	-	-	-	-	-	-	-
Public Safety	-	110,977	-	-	-	-	-
Public Works	-	-	-	-	-	-	-
Conservation/Economic Development	4,021	-	-	-	-	-	-
Interest and Rents	-	226	-	118	1,629	-	8
Total Revenues	694,913	186,682	202,858	50,087	225,270	10,320	15,488
Expenditures							
Program and Operating Expenditures							
Judicial Government	-	-	-	-	-	-	11,121
Public Safety	-	-	-	-	-	-	-
Public Works	-	157,268	-	-	-	-	-
Human Services	-	-	-	-	-	-	-
Conservation/Economic Development	700,218	-	-	49,921	-	-	-
Culture/Recreation	-	-	194,857	-	116,127	-	-
Total Expenditures	700,218	157,268	194,857	49,921	116,127	-	11,121
Excess of Revenues Over (Under) Expenditures	(5,305)	29,414	8,001	166	109,143	10,320	4,367
Other Financing Sources (Uses)							
Operating Transfers In	-	-	-	-	65,127	-	-
Operating Transfers (Out)	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	65,127	-	-
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	(5,305)	29,414	8,001	166	174,270	10,320	4,367
Fund Balances - Beginning of Year	6,855	144,733	29,379	-	1,016,107	53,302	22,369
Fund Balances - End of Year	\$ 1,550	\$ 174,147	\$ 37,380	\$ 166	\$ 1,190,377	\$ 63,622	\$ 26,736

COUNTY OF JEFFERSON
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES --
 NON-MAJOR SPECIAL REVENUE FUNDS (CONTINUED)
 YEAR ENDED DECEMBER 31, 2020

	ROW Improvement Fund	Prothonotary Fund	Confiscated Fund	Offender Supervision Fund	Drug Task Force Fund	Total
Revenues						
Hotel Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 202,858
Grants and Gifts						
General Government	-	-	-	-	-	223,641
Public Safety	-	-	-	-	11,166	164,220
Public Works	-	-	-	-	-	371,827
Human Services	-	-	-	-	-	233,402
Economic/Development	-	-	-	-	-	740,999
Charges for Services						
Judicial Government	2,435	9,666	191	-	-	38,092
Public Safety	-	-	-	174,537	-	187,427
Public Works	-	-	-	-	-	110,977
Economic/Development	-	-	-	-	-	91,112
Interest and Rents	-	39	-	38	-	2,384
Total Revenues	2,435	9,705	191	174,575	11,166	2,366,939
Expenditures						
Program and Operating Expenditures						
Judicial Government	-	2,000	-	-	-	13,121
Public Safety	-	-	-	43,989	16,272	303,112
Public Works	-	-	-	-	-	432,857
Human Services	-	-	-	-	-	236,647
Conservation/Economic Development	-	-	-	-	-	928,902
Culture/Recreation	-	-	-	-	-	310,984
Total Expenditures	-	2,000	-	43,989	16,272	2,225,623
Excess of Revenues Over (Under) Expenditures	2,435	7,705	191	130,586	(5,106)	141,316
Other Financing Sources (Uses)						
Operating Transfers In	-	-	-	-	-	220,195
Operating Transfers (Out)	-	-	-	(213,701)	-	(229,736)
Total Other Financing Sources (Uses)	-	-	-	(213,701)	-	(9,541)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	2,435	7,705	191	(83,115)	(5,106)	131,775
Fund Balances - Beginning of Year	14,756	78,286	94,461	122,521	9,030	2,096,678
Fund Balances - End of Year	\$ 17,191	\$ 85,991	\$ 94,652	\$ 39,406	\$ 3,924	\$ 2,228,453

COUNTY OF JEFFERSON
 COMBINING STATEMENT OF FIDUCIARY NET POSITION – CUSTODIAL FUNDS
 DECEMBER 31, 2020

	Treasurer	Employee Activity	Clerk of Courts	Register, Recorder, and Clerk of Orphans' Court	Sheriff	Jail Inmate
<u>Assets</u>						
Cash and Cash Equivalents	\$ 10,941	\$ 3,076	\$ 246,271	\$ 162,619	\$ 30,491	\$ 109,879
Total Assets	<u>\$ 10,941</u>	<u>\$ 3,076</u>	<u>\$ 246,271</u>	<u>\$ 162,619</u>	<u>\$ 30,491</u>	<u>\$ 109,879</u>
<u>Liabilities and Net Position</u>						
Liabilities						
Accounts Payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Due to Other Governments	-	-	88,701	159,978	-	-
Total Liabilities	-	-	88,701	159,978	-	-
Net Position						
Restricted for:						
Individuals, Organizations, and Other Governments	10,941	3,076	157,570	2,641	30,491	109,879
Total Net Position	<u>10,941</u>	<u>3,076</u>	<u>157,570</u>	<u>2,641</u>	<u>30,491</u>	<u>109,879</u>
Total Liabilities and Net Position	<u>\$ 10,941</u>	<u>\$ 3,076</u>	<u>\$ 246,271</u>	<u>\$ 162,619</u>	<u>\$ 30,491</u>	<u>\$ 109,879</u>

COUNTY OF JEFFERSON
 COMBINING STATEMENT OF FIDUCIARY NET POSITION – CUSTODIAL FUNDS (CONTINUED)
 DECEMBER 31, 2020

	<u>Jail Work Release</u>	<u>Prothonotary</u>	<u>Magisterial District Justices</u>	<u>Domestic Relations</u>	<u>Total</u>
<u>Assets</u>					
Cash and Cash Equivalents	\$ 7,046	\$ 157,744	\$ 34,580	\$ 853	\$ 763,500
Total Assets	<u>\$ 7,046</u>	<u>\$ 157,744</u>	<u>\$ 34,580</u>	<u>\$ 853</u>	<u>\$ 763,500</u>
<u>Liabilities and Net Position</u>					
Liabilities					
Accounts Payable	\$ 3,514	\$ 8,627	\$ -	\$ -	\$ 12,141
Due to Other Governments	-	-	27,520	-	276,199
Total Liabilities	<u>3,514</u>	<u>8,627</u>	<u>27,520</u>	<u>-</u>	<u>288,340</u>
Net Position					
Restricted for:					
Individuals, Organizations, and Other Governments	3,532	149,117	7,060	853	475,160
Total Net Position	<u>3,532</u>	<u>149,117</u>	<u>7,060</u>	<u>853</u>	<u>475,160</u>
Total Liabilities and Net Position	<u>\$ 7,046</u>	<u>\$ 157,744</u>	<u>\$ 34,580</u>	<u>\$ 853</u>	<u>\$ 763,500</u>

COUNTY OF JEFFERSON
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION – CUSTODIAL FUNDS
 YEAR ENDED DECEMBER 31, 2020

	Treasurer	Employee Activity	Clerk of Courts	Register, Recorder, and Clerk of Orphans' Court	Sheriff	Jail Inmate
Additions						
Realty Tax Collected for Other Governments	\$ -	\$ -	\$ -	\$ 1,245,248	\$ -	\$ -
Inheritance Tax Collected for Other Governments	-	-	-	85,496	-	-
Fees Collected for Other Governments	203,387	-	1,790,567	37,147	274,010	-
Inmate Account Collections	-	-	-	-	-	369,795
Fees and Fines Collected - Other	-	-	-	-	-	-
Support Payments	-	-	-	-	-	-
Miscellaneous Income	-	1	943	-	-	-
Total Additions	<u>203,387</u>	<u>1</u>	<u>1,791,510</u>	<u>1,367,891</u>	<u>274,010</u>	<u>369,795</u>
Deductions						
Realty Tax Collected for Other Governments	-	-	-	1,242,732	-	-
Inheritance Tax Collected for Other Governments	-	-	-	86,129	-	-
Fees Collected for Other Governments	204,967	-	2,046,844	37,895	337,059	-
Inmate Disbursements	-	-	-	-	-	328,806
Payments to Other Entities	-	-	-	-	-	-
Support Payments	-	-	-	-	-	-
Total Deductions	<u>204,967</u>	<u>-</u>	<u>2,046,844</u>	<u>1,366,756</u>	<u>337,059</u>	<u>328,806</u>
Change in Net Position	<u>(1,580)</u>	<u>1</u>	<u>(255,334)</u>	<u>1,135</u>	<u>(63,049)</u>	<u>40,989</u>
Net Position - Beginning of Year, as restated in Note 17	<u>12,521</u>	<u>3,075</u>	<u>412,904</u>	<u>1,506</u>	<u>93,540</u>	<u>68,890</u>
Net Position - End of Year	<u>\$ 10,941</u>	<u>\$ 3,076</u>	<u>\$ 157,570</u>	<u>\$ 2,641</u>	<u>\$ 30,491</u>	<u>\$ 109,879</u>

COUNTY OF JEFFERSON
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION – CUSTODIAL FUNDS (CONTINUED)
 YEAR ENDED DECEMBER 31, 2020

	Jail Work Release	Prothonotary	Magisterial District Justices	Domestic Relations	Total
Additions					
Realty Tax Collected for Other Governments	\$ -	\$ -	\$ -	\$ -	\$ 1,245,248
Inheritance Tax Collected for Other Governments	-	-	-	-	85,496
Fees Collected for Other Governments	-	-	1,401,500	-	3,706,611
Inmate Account Collections	281,103	-	-	-	650,898
Fees and Fines Collected - Other	-	112,411	-	-	112,411
Support Payments	-	-	-	201,293	201,293
Miscellaneous Income	-	265	-	-	1,209
Total Additions	<u>281,103</u>	<u>112,676</u>	<u>1,401,500</u>	<u>201,293</u>	<u>6,003,166</u>
Deductions					
Realty Tax Collected for Other Governments	-	-	-	-	1,242,732
Inheritance Tax Collected for Other Governments	-	-	-	-	86,129
Fees Collected for Other Governments	-	-	1,422,632	-	4,049,397
Inmate Disbursements	291,598	-	-	-	620,404
Payments to Other Entities	-	113,348	-	-	113,348
Support Payments	-	-	-	202,854	202,854
Total Deductions	<u>291,598</u>	<u>113,348</u>	<u>1,422,632</u>	<u>202,854</u>	<u>6,314,864</u>
Change in Net Position	<u>(10,495)</u>	<u>(672)</u>	<u>(21,132)</u>	<u>(1,561)</u>	<u>(311,698)</u>
Net Position - Beginning of Year, as restated in Note 17	<u>14,027</u>	<u>149,789</u>	<u>28,192</u>	<u>2,414</u>	<u>786,858</u>
Net Position - End of Year	<u>\$ 3,532</u>	<u>\$ 149,117</u>	<u>\$ 7,060</u>	<u>\$ 853</u>	<u>\$ 475,160</u>

COUNTY OF JEFFERSON
DISCRETELY PRESENTED COMPONENT UNITS
COMBINING STATEMENT OF NET POSITION
DECEMBER 31, 2020

	(1) Jefferson County Conservation District	(2) Jefferson County Fair Authority	Total
Assets			
Cash and Cash Equivalents	\$ 1,522,440	\$ 42,770	\$ 1,565,210
Investments	-	117,695	117,695
Accounts Receivable	-	10,815	10,815
Due From Other Governments	-	38,905	38,905
Prepaid Assets	157	-	157
Capital Assets, Net of Accumulated Depreciation	-	14,515	14,515
	<u>1,522,597</u>	<u>224,700</u>	<u>1,747,297</u>
Total Assets	<u>\$ 1,522,597</u>	<u>\$ 224,700</u>	<u>\$ 1,747,297</u>
Liabilities			
Accounts Payable	\$ 4,770	\$ 1,016	\$ 5,786
Interest Payable	-	5,035	5,035
Unearned Revenue	-	6,300	6,300
Current Portions of Long Term Liabilities:			
General Debt Obligation Payable	-	13,105	13,105
Long Term Portions of Long Term Liabilities			
General Debt Obligation Payable	-	130,886	130,886
	<u>4,770</u>	<u>156,342</u>	<u>161,112</u>
Total Liabilities	<u>4,770</u>	<u>156,342</u>	<u>161,112</u>
Net Position			
Net Investment in Capital Assets	-	14,515	14,515
Unrestricted	1,517,827	53,843	1,571,670
	<u>1,517,827</u>	<u>68,358</u>	<u>1,586,185</u>
Total Net Position	<u>1,517,827</u>	<u>68,358</u>	<u>1,586,185</u>
Total Liabilities and Net Position	<u>\$ 1,522,597</u>	<u>\$ 224,700</u>	<u>\$ 1,747,297</u>

(1) Jefferson County Conservation District Fiscal Year Ends - December 31, 2020

(2) Jefferson County Fair Authority Fiscal Year Ends - September 30, 2020

COUNTY OF JEFFERSON
DISCRETELY PRESENTED COMPONENT UNITS
COMBINING STATEMENT REVENUES, EXPENDITURES, AND CHANGES IN NET POSITION
YEAR ENDED DECEMBER 31, 2020

	(1) Jefferson County Conservation District	(2) Jefferson County Fair Authority	Total
Operating Revenues:			
Charges for Services	\$ 143,298	\$ -	\$ 143,298
Fair Revenue	-	80,772	80,772
Total Operating Revenues	<u>143,298</u>	<u>80,772</u>	<u>224,070</u>
Operating Expenses:			
Conservation District Program	1,644,556	-	1,644,556
Recreation - Fair Program	-	100,381	100,381
Total Operating Expenses	<u>1,644,556</u>	<u>100,381</u>	<u>1,744,937</u>
Operating Income	(1,501,258)	(19,609)	(1,520,867)
Nonoperating Revenue/Income and (Expenses)			
Governmental Grants	1,416,755	38,905	1,455,660
County Contribution	83,937	5,000	88,937
Interest Income	1,470	2,293	3,763
Donations	-	24,262	24,262
Interest Expense	-	(6,298)	(6,298)
Total Nonoperating Revenues (Expenses), Net	<u>1,502,162</u>	<u>64,162</u>	<u>1,566,324</u>
Changes in Net Position	904	44,553	45,457
Net Position (Deficit) - Beginning of Year	<u>1,516,923</u>	<u>23,805</u>	<u>1,540,728</u>
Net Position - End of Year	<u>\$ 1,517,827</u>	<u>\$ 68,358</u>	<u>\$ 1,586,185</u>

(1) Jefferson County Conservation District Fiscal Year Ends - December 31, 2020

(2) Jefferson County Fair Authority Fiscal Year Ends - September 30, 2020