

**COUNTY OF GREENE, PENNSYLVANIA**

WAYNESBURG, PENNSYLVANIA

FINANCIAL STATEMENTS  
YEAR ENDED DECEMBER 31, 2019

COUNTY OF GREENE, PENNSYLVANIA  
YEAR ENDED DECEMBER 31, 2019

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## INDEPENDENT AUDITOR'S REPORT

Board of County Commissioners  
County Controller  
County of Greene, Pennsylvania

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the County of Greene, Pennsylvania (County), as of and for the year ended December 31, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

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

The County's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States of America. 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 judgement, 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.

### ***Opinion***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the County as of December 31, 2019, and the respective changes in financial position thereof, and the budgetary comparison for the General Fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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3800 McKnight East Drive, Suite 3805, Pittsburgh, PA 15237  
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210 Tollgate Hill Road, Greensburg, PA 15601



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## ***Change in Accounting Principle***

As described in Note 1 to the financial statements, the County adopted Governmental Accounting Standards Board (GASB) Statement No. 95, "*Postponement of the Effective Dates of Certain Authoritative Guidance*". Our opinion is not modified with respect to this matter.

## ***Emphasis of Matter***

As discussed in Note 15, subsequent events may lead the County to have a significant decrease in revenues. Management has determined that it is not possible to predict the eventual outcome of the subsequent event. The accompanying financial statements do not include any adjustments related to the subsequent event. Our opinion is not modified with respect to this matter.

## ***Other Matters***

### *Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and pension information on pages 4 through 16 and 52 through 54, respectively, 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 to not provide us with sufficient evidence to express an opinion or provide any assurance.

### *Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and other governmental funds and agency funds financial statements are presented for purposes of additional analysis and are not a required part of the financial statements.

The combining and other governmental funds and agency funds financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the financial statements. Such 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 information is fairly stated in all material respects in relation to the basic financial statements.



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## ***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated August 14, 2020 on our consideration of the County of Greene, Pennsylvania's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering County of Greene, Pennsylvania's internal control over financial reporting and compliance.

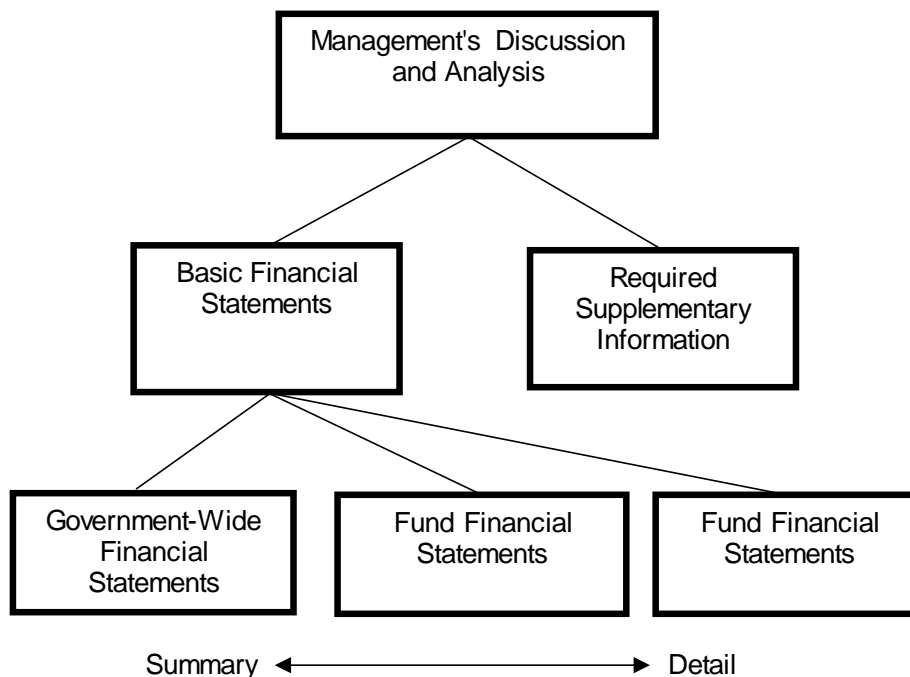
*Zelenkofske Axelrod LLC*

ZELENKOFKSKE AXELROD LLC

Pittsburgh, Pennsylvania  
August 14, 2020

COUNTY OF GREENE, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2019

**REQUIRED COMPONENTS OF THE FINANCIAL STATEMENTS**



The first two statements are government-wide financial statements that provide information about the County's overall financial status. The remaining statements are fund financial statements that focus on individual parts of County government, reporting the County's operations in more detail than the government-wide statements. The fund financial statements include:

1. *Governmental funds statements*, which explain how services were financed in the short term, as well as what remains for future spending. A General Fund budgetary comparison statement is provided to demonstrate compliance.
2. *Fiduciary funds statements*, which reflect activities involving resources that are held by the County as a trustee or agent for individuals, private organizations, or other governmental units. Fiduciary funds are not reflected in the government-wide statements because the resources cannot be used to support the County's programs.

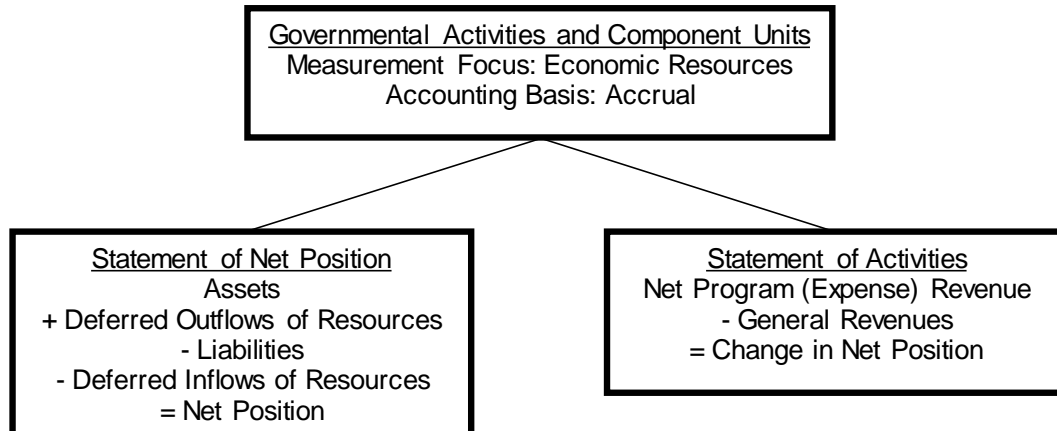
The financial statements also include notes that provide additional information essential to a full understanding of the financial data provided in the government-wide and fund financial statements as well as required supplementary information regarding the County's budget. In addition to these required elements, a section is included with detailed individual statements about non-major funds.

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

COUNTY OF GREENE, PENNSYLVANIA  
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**GOVERNMENT-WIDE FINANCIAL STATEMENTS**

The government-wide statements report information about the County as a whole using accounting methods similar to those used by private-sector companies. The primary features are reflected in the following diagram.



The Statement of Net Position includes all of the County's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, except fiduciary funds, with the difference between assets and deferred outflows of resources and liabilities and deferred inflows of resources 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 generated by a particular program), it shows to what extent each program has to rely on taxes for funding. All changes in net position are reported using the accrual method of accounting, which requires that revenues be supported when they are earned and expenses be reported when the goods and/or services are received, regardless of when cash is received or paid.

Net position is one way to measure the County's financial position. Over time, increases or decreases in the County's net position are one indicator of whether the County's financial position is improving or deteriorating. However, other non-financial factors must be considered to assess the overall position of the County.

The County's government-wide financials include the County's basic services, segregated by type. General government activity is comprised of both administrative and judicial functions. This differs from the fund statements presentation, which presents administrative government as general government, and judicial government is presented separately. On the next page, four years are shown for comparative purposes.

COUNTY OF GREENE, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
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**Statement of Net Position**

	Governmental Activities			
	2019	2018	2017	2016
<b>Assets:</b>				
Current and Other Assets	\$22,811,359	\$22,613,695	\$22,705,534	\$21,838,415
Capital Assets	51,793,453	51,205,018	50,603,798	48,468,466
<b>Total Assets</b>	<u>74,604,812</u>	<u>73,818,713</u>	<u>73,309,332</u>	<u>70,306,881</u>
<b>Deferred Outflows of Resources:</b>				
Pension	2,520,315	3,772,628	1,502,246	1,627,568
<b>Liabilities:</b>				
Current Liabilities	13,979,977	11,404,556	9,418,626	9,792,453
Other Liabilities	7,056,340	10,473,020	8,456,759	9,415,247
<b>Total Liabilities</b>	<u>21,036,317</u>	<u>21,877,576</u>	<u>17,875,385</u>	<u>19,207,700</u>
<b>Deferred Inflows of Resources:</b>				
Pension	3,142,701	959,335	839,358	9,671
<b>Net Position:</b>				
Net Investment in Capital Assets	44,737,113	43,215,870	41,770,245	38,818,786
Restricted	8,220,476	8,645,407	9,953,043	4,160,427
Unrestricted	(11,480)	2,893,153	4,373,547	9,737,865
<b>Total Net Position</b>	<u>\$52,946,109</u>	<u>\$54,754,430</u>	<u>\$56,096,835</u>	<u>\$52,717,078</u>

The County owns approximately \$51.7 million in capital assets and the County debt directly related to these assets is \$7 million. The difference of \$44.7 million is the equity the County has in those assets. The chart below shows that for every dollar of debt the County has, it has \$7.34 of assets to match it. The Asset-to-Debt ratio shows a very positive increase in 2019, following another positive increase in 2018. The County's assets and liabilities increased at approximately the same rate, while unrestricted net position decreased.

	2019	2018	2017	2016
Asset-to-Debt Ratios	734%	641%	573%	502%

In the above statement, Deferred Outflows (Inflows) of Resources is defined as a consumption (acquisition) of net position by the government that is applicable to a future reporting period and reflects the differences between projected and actual earnings on the County's pension plan investments. This will be covered in more detail in the section on Fiduciary funds.

The County's liabilities fall into two categories: long-term and short-term. Our long-term liabilities are the 2016 and 2014 bonds. A specified portion of the collected taxes are paid into funds each year to make the payments on these bonds. The full schedule of bonds can be seen in the notes accompanying the financial statements.

	2019	2018	2017	2016
Asset-to-Liability Ratios	355%	337%	410%	365%



COUNTY OF GREENE, PENNSYLVANIA  
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The short-term liabilities, generally speaking, can be divided into two categories: money the County has received for specific purposes, but not yet spent; and money the County owes, but has not yet paid out. The first category, *Unearned Revenue*, increased 24.9% in 2019. The second category primarily consist of *Accounts Payable*. The chart below reflects the accounts payable levels over the past four years. The County has refined its payment terms to Net 28 and makes timely payments on all bill payments.

	2019	2018	2017	2016
Accounts Payable	\$2,478,107	\$1,585,234	\$1,664,797	\$2,366,755

While the County's equity in capital assets has been discussed above in relation to assets, the *net position* portion of the statement also contains the restricted and unrestricted net position. The County's restricted net position are twofold: Debt Service, which is the money dedicated to paying off the County bonds and other purposes, which are restricted for use in various manners. The unrestricted net position is cash or other assets that have no external or legal restrictions regarding their use.

To put all the sections and numbers of the Statement of Net Position in perspective, consider the following:

1. In the simplest terms, the Statement of Net Position shows what the County has in cash and the value of the properties it owns, what the County owes, and the difference between those two numbers. As an analogy, a person has their cash in the bank, their car and house, but they also have bills, a car loan, and a mortgage to pay. If the County were a person, he or she would have over three times more money in the bank than bills and loans to pay, and his house would be worth over seven times what was left to pay on the mortgage.
2. Greene County's asset-to-liability ratio is 3.55:1. This means that for every \$1 owed, we hold \$3.55 in cash or assets.
3. The County's asset-to-debt ratio is 7.34:1, which again means that for every \$1 of debt we have, we hold \$7.34 in assets.

These ratios are exceptional and have remained stable, or increased positively, over several years.

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COUNTY OF GREENE, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
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### Statement of Activities

When the benefit of a service provided by the County goes to an individual or a corporation, the County charges a fee to the individual (fines are also included in this same line item) and this is known as program revenue. The Statement of Activities requires program revenue, and any operating or capital grants and contributions, to be associated with the major department that generated the revenue and also shows separately stated general revenues. Expenses for the departments are shown as well and this statement therefore shows what parts of County government are being funded with tax dollars and what parts are funded by user fees and grants. The statement below is condensed to allow comparative year data to be shown.

Functions/Programs	2019			2018		
	Expenses	Program Revenues	General Revenue Required (Provided)	Expenses	Program Revenues	General Revenue Required (Provided)
Primary government:						
Governmental activities:						
General government	\$ 13,760,134	\$ 5,104,929	\$ (8,655,205)	\$ 12,429,315	\$ 3,478,946	\$ (8,950,369)
Public safety	5,275,050	2,720,972	(2,554,078)	5,259,028	2,447,201	(2,811,827)
Public works	1,121,450	1,859,857	738,407	1,278,202	1,299,465	21,263
Human services	12,736,601	12,087,094	(649,507)	11,188,459	10,590,512	(597,947)
Culture and recreation	3,169,453	1,673,978	(1,495,475)	2,631,206	1,623,935	(1,007,271)
Conservation and econ dev	4,632,049	2,680,781	(1,951,268)	2,977,055	2,152,905	(824,150)
Unallocated depreciation	136,624	-	(136,624)	137,356	-	(137,356)
Interest and amortization	155,126	-	(155,126)	171,612	-	(171,612)
<b>Total activities</b>	<b>\$ 40,986,487</b>	<b>\$ 26,127,611</b>	<b>\$ (14,858,876)</b>	<b>\$ 36,072,233</b>	<b>\$ 21,592,964</b>	<b>\$ (14,479,269)</b>
General Revenues:						
Property taxes, levied for general purposes			10,970,189			10,632,472
Property taxes, levied for debt service			996,967			1,090,139
Property taxes, levied for library expenditures			101,310			413,509
Interest			273,787			140,239
Rental income			343,856			344,557
Gain (loss) on sale of assets			(26,060)			(26,199)
Reimbursement of prior period expenditures			390,506			542,147
<b>Total general revenues</b>			<b>13,050,555</b>			<b>13,136,864</b>
<b>Change in Net Position</b>			<b>(1,808,321)</b>			<b>(1,342,405)</b>
Net Position:						
Beginning of year			54,754,430			56,096,835
End of year			<u>\$ 52,946,109</u>			<u>\$ 54,754,430</u>

The Statement of Activities shows that the County supported its operations with \$13 million in general revenues, of which \$12 million was general tax revenue. Tax revenues (not rates) decreased slightly and program revenues increased by \$4.5 million, while expenses increased overall, though some areas did have slight decreases. It is important to note that Act 13 funds are considered program revenue, not tax revenue, and therefore, as the County focuses those resources in different departments over the years, large swings in the program revenue can occur.

COUNTY OF GREENE, PENNSYLVANIA  
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Program Revenue Source	2019	2018	2017
Charges for Services	\$ 8,123,515	\$ 7,129,291	\$ 6,158,468
Grants and Contributions	16,575,846	13,223,429	14,431,518
Capital Grants and Contributions	1,428,250	1,240,244	4,122,901
Total Program Revenue	<u>\$ 26,127,611</u>	<u>\$ 21,592,964</u>	<u>\$ 24,712,887</u>

As the above chart shows, revenue streams have been unstable over the last few years. The County has been able to normalize its cash flows with the revenue received from Act 13 (Unconventional Gas Well Impact Fees) revenue. Generally, the County has seen a steady increase in its net for position over the long term, though in 2019, we have experienced a decrease of 1%, following a decrease of 2% in 2018.

Changes in	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>
Net Position	-3%	-2%	6%	0%	12%	11%	11%	11%

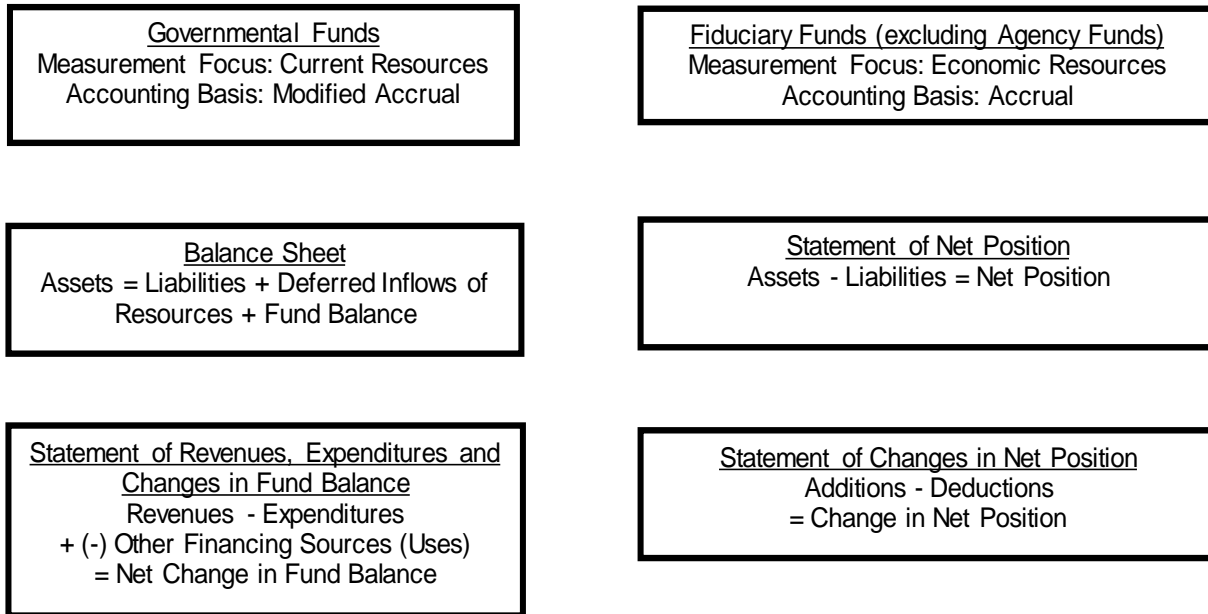
### FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the County's most significant funds (determined by GASB #34), not the County as a whole. Funds are accounting groups that the County uses to keep track of specific sources of funding and spending for particular purposes. Some funds are required by state law. The County has two kinds of funds:

1. *Governmental funds* – The County's basic services are included in governmental funds, which focus on: (1) the in and out flow of cash and other financial assets that can be readily converted into cash, and; (2) the balance left at year-end that is 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 determine the financial resources available in the near future to finance County 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 follow the governmental fund financial statements. The County adopts an annual budget for the General Fund and the Liquid Fuels Tax Fund. Because it is considered one of the County's major funds, a budgetary comparison schedule is presented for the General Fund, reflected the following: (1) the original budget; (2) the final amended budget; (3) actual revenues and expenditures, and; (4) the variance between the final budget and actual revenues and expenditures. The County's other major funds rely on the availability of federal and state support and, in certain cases, County support which is budgeted in the General Fund. For this reason, no budget is incorporated for these other major funds.
2. *Fiduciary funds* – The County is the trustee, or fiduciary, for the Employee's Retirement System. In addition, the County is also responsible for certain agency funds, which are 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 for ensuring that the assets reported in these funds are used for their intended purposes. This fiduciary activity is reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. These funds are excluded from the County's government-wide financial statements because the County cannot use these assets to finance operations.

COUNTY OF GREENE, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
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The following diagram presents the major features of the fund financial statements, including the information contained therein.



### Governmental Funds

Greene County has three funds this year that are considered *Major* funds for the purpose of GASB #34 reporting; the General Fund, Children and Youth Services Fund, and the Behavioral Health Fund. There are 24 *other* funds that make up the "Other Governmental Funds" on the Governmental Funds Balance Sheet and Statement of Revenue and Expenditures.

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COUNTY OF GREENE, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
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**Major Funds Balance Sheet**

The following statement is the major funds balance sheet in its entirety. The General Fund is the primary fund for the County as a whole; it is the fund where property taxes are reported and where most of the non-human services/capital expenditures are recorded.

Assets	General Fund	Behavioral Health	Children and Youth
Cash and cash equivalents	\$ 5,893,802	\$ 1,396,307	\$ 61,427
Investments	-	-	-
Due from other funds	5,272,838	864,801	1,365,540
Due from other governments	66,796	46,489	857,119
Taxes receivable	1,485,159	-	-
Accounts receivable	222,210	26,385	32,249
Other assets	37,148	-	-
Total Assets	<u>\$12,977,953</u>	<u>2,333,982</u>	<u>\$2,316,335</u>
Liabilities, Deferred Inflows of Resources, and Fund Balance			
Liabilities:			
Accounts payable	\$ 543,293	\$ 160,230	\$1,041,297
Accrued liabilities and withholdings	1,159,843	-	-
Due to other funds	2,669,192	515,091	1,274,986
Due to other governments	407	-	52
Unearned revenue	6,194,132	1,658,661	-
Total Liabilities	<u>10,566,867</u>	<u>2,333,982</u>	<u>2,316,335</u>
Deferred Inflows of Resources:			
Unavailable revenues - property taxes	<u>1,102,565</u>	-	-
Fund Balance:			
Non-spendable	37,148	-	-
Restricted	2,058	-	-
Committed	10,749	-	-
Unassigned	1,258,566	-	-
Total Fund Balance	<u>1,308,521</u>	-	-
Total Liabilities, Deferred Inflows of Resources, and Fund Balance	<u>\$12,977,953</u>	<u>\$ 2,333,982</u>	<u>\$2,316,335</u>

COUNTY OF GREENE, PENNSYLVANIA  
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The General Fund balance sheet shows the cash available at the end of 2019 for operations in the unassigned fund balance of \$1,258,566. This fund balance allows County operations to continue at the beginning of the year (prior to tax collection) and allows the General Fund to assist the other funds of the County and regulate cash flow. The fund balance is also used to cushion accounts receivable and *due from* when the state or federal government is low to reimburse the County for expenditures.

This statement also has *Deferred Inflows of Resources*; in this case, *Unavailable revenues – property taxes*. Where *unearned revenue* is money the County has received but not spent, *deferred inflows* are money the County is owed but has not yet collected.

The General Fund total fund balance incurred a significant change in 2019, and decreased by \$754,580. As will be noted in the Budget section of this report, when Act 13 revenue is brought into the General Fund and either spent or deferred into the following year, large swings in Assets, Liabilities, Revenues, Expenses, and the budget occur. The County is moving to correct this by bringing Act 13 revenue into the Capital Projects fund in the future. The intent of the Act 13 Impact Fee is to address impacts to the County with respect to the Marcellus Shale drilling industry and to do that the County must spend this revenue.

As was noted above, the General Fund balance is used in part to regulate cash flow. This can be seen in the *due from other funds* line for the General Fund, which directly correlates to the *due to other funds* for the 26 other County funds (3 major, 23 other).

The Conservation District was removed from the major funds list for 2019, as assets decreased by \$577,325.

The Behavioral Health Fund and the Children and Youth Fund show no fund balance as, by law, it cannot “carry” funds from one year to the next. Unspent monies are not sent back to the issuing agency, but are instead shown as unearned revenue.

### **Revenue, Expenditures, and Changes in Fund Balance (R&E)**

This statement on the following page is a condensed version of the Governmental Statement of Revenues, Expenditures, and Changes in Fund Balances for 2019. This statement shows the three major funds, what revenues they generated, what expenditures were incurred, any other activity, and then the change in fund balance from the previous year.

#### **The General Fund**

The revenue shown for the General Fund is all normal revenue types that the County collects. Additional revenue, such as the money received from the sale of an asset, is shown under other financing sources (uses).

In 2019, the allocation of monies generated by Act 13 was in the amount of \$6,002,733. This money was earmarked for various Public Safety upgrades and projects within the County (\$2,000,000), Environmental and Recreation (\$1,100,000), Information Technology (\$47,200), Infrastructure (\$911,233), capital upgrades for the courtroom (\$59,800) and the delivery of Human Services (\$1,134,500).

Revenue in the General Fund increased by 15% in 2019 due to Act 13 revenue used in 2019, an increase in revenue received from other governments, and greater tax collection efforts. Expenses in the General Fund also increased by about 4%, with expenses increasing slightly across all functions other than in Culture and Recreation, where expenses decreased slightly for 2019.

COUNTY OF GREENE, PENNSYLVANIA  
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	General Fund	Behavioral Health	Children and Youth
<u>Revenues:</u>			
Taxes	\$ 11,309,180	\$ -	\$ -
Intergovernmental	1,402,944	2,444,798	5,321,427
Charges for service, fines, & permits	6,906,984	-	97,778
Interest	82,090	11,486	3,479
Rental income	301,942	-	-
Donations	64,740	1,568	2,832
Total revenues	<u>20,067,880</u>	<u>2,457,852</u>	<u>5,425,516</u>
<u>Expenditures:</u>			
Administration	6,448,222	-	-
Judicial	4,908,297	-	-
Public safety	3,998,112	-	-
Public works	97,348	-	-
Human services	-	2,536,753	6,606,058
Culture & recreation	1,649,118	-	-
Conservation & economic development	1,170,182	-	-
Debt service	92,808	-	-
Total expenditures	<u>18,364,087</u>	<u>2,536,753</u>	<u>6,606,058</u>
Excess (Deficiency) of Revenues Over Expenditures	1,703,793	(78,901)	(1,180,542)
<u>Other Financing Sources (Uses):</u>			
Transfers in	619,935	171,401	1,365,540
Other sources from sale of assets/ prior period reimbursement	243,990	-	1,460
Transfers out	(3,322,298)	(92,500)	(186,458)
Total other financing sources (uses)	<u>(2,458,373)</u>	<u>78,901</u>	<u>1,180,542</u>
Net Change in Fund Balance	<u>(754,580)</u>	<u>-</u>	<u>-</u>
Beginning of year	<u>2,063,101</u>	<u>-</u>	<u>-</u>
End of year	<u>\$ 1,308,521</u>	<u>\$ -</u>	<u>\$ -</u>

The other financing sources (uses) section shows specifically *transfers in*, *other sources*, and *transfers out* and *other uses*. *Transfers in* are made up of administrative fees paid to the General Fund by departments that have their own source of revenues and that are allowed to reimburse the County for specific expenses (i.e., phone services, office space, payroll services, and computer services). These include all Human Services departments, Tourism, Domestic Relations, the 911 Center, and a portion of Adult Probation.

The calculation of the fund balance decrease is shown at the bottom of this statement and is then carried over to the Balance Sheet. For 2019, the fund balance decreased \$754,580 for the General Fund. While the Balance Sheet tells us what the fund balance is at the end of the year, the Statement of Revenue, Expenditures, and Changes in Fund Balance tells us where the money was spent, and who paid for it.

COUNTY OF GREENE, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2019

### Behavioral Health & Children and Youth Services Funds

These funds cover the Mental Health and Intellectual & Developmental Disabilities programs and the Children and Youth Services program. The revenue section shows that the majority of the funding for these programs comes from state and federal sources. Expenditures basically match revenue and, as noted above in the Balance Sheet section, these funds are not allowed to show a fund balance, i.e., they have no "equity", only money that they are given to spend that they may have not spent in the current year. The *other financing sources (uses)* section of this statement shows the County contribution to these programs (*transfers in*) and the reimbursement from the programs to the County for services (*transfers out*).

### Other Governmental Funds

The 24 funds that make up this group are not shown on the above statements and are too numerous to list and discuss. Activity for all these funds can be seen in the accompanying financial statements and the notes to those statements.

### Fiduciary Funds

The County reports three Fiduciary Funds. These Funds are holding accounts – they contain money that is being held, but not owned by, the County. At the end of the year, the assets will equal the liabilities.

	Employees Pension Plan	Tax Claim Bureau	Escrow Accounts
<u>Assets</u>			
Cash and cash equivalents	\$ 636	\$ 427,254	\$ 630,035
Investments	30,359,191	-	-
Due from other funds	86,124	-	29,950
Accounts receivable	108,648	-	-
 Total Assets	 <u>\$ 30,554,599</u>	 <u>\$ 427,254</u>	 <u>\$ 659,985</u>
<u>Liabilities</u>			
Investment manager fees payable	\$ 3,981	\$ -	\$ -
Due to other governments	-	427,254	575,759
Due to other funds	-	-	84,226
 Total Liabilities	 <u>3,981</u>	 <u>\$ 427,254</u>	 <u>\$ 659,985</u>
<u>Net Position</u>			
Restricted for Pension Benefits	<u>\$ 30,550,618</u>		

The first shown in the above chart is a *Trust* fund; the County Pension Plan. The chart below shows the growth and decline of the Pension Net Position in relation to the S&P 500 Index, as well as showing the County contribution to the fund over the past several years.



COUNTY OF GREENE, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2019

**County Pension Plan:**

	2019	2018	2017	2016	2015
S&P Index growth (decline)	28.90%	-4.38%	21.83%	11.96%	1.38%
Pension Net Position growth (decline)	17.87%	-4.00%	13.21%	6.68%	-1.56%
County Contribution	\$869,557	\$739,715	\$627,838	\$385,000	\$329,082

It is important to note that additions to the pension fund (including the County and employee contributions and market value increases) and deductions from the pension fund (in the form of pension benefits, refunds of contributions, and administrative expenses) are included in the above *Pension Net Position* line in the above chart.

The County contributes to the pension fund annually and this contribution is based on an actuarial valuation that is partially reimbursed by state programs such as Children & Youth Services and Human Services.

The Greene County Pension Fund, on 1/1/2019 was determined to be 100.52% funded. The pension plan assumes a 7.5% return on investment with respect to assets in the market. As seen in the above chart, the actual performance was 17.87%. The County contributed \$869,557 to the pension fund in 2019 and achieved its goal of obtaining a fully funded status.

**GENERAL FUND BUDGETARY HIGHLIGHTS AND MANAGEMENT'S DISCUSSION AND ANALYSIS  
SUMMARY**

The County budget process for any given year starts five months before the year begins and continues throughout the 12 months of that year. For 2019, when the preliminary budget was passed in 2018, the County did not yet have many of the benefit rates for the upcoming year, various assessment issues had not been finalized, The Act 13 allocation amount was unknown, and several grants for various departments were not yet guaranteed.

During the course of the year, these issues were resolved and the budget was amended to reflect these changes accurately. Additionally, unanticipated revenues and reductions in revenue were incorporated along with additions or reductions in spending in accordance with the County Code.

The Budget and Actual statement can be viewed on page 23 of the financial statements. During the course of the year, budget revisions incorporated changes into the budget as grant amounts were finalized and the actual amount of the 2019 Act 13 allocations became known.

In late 2019, the County decided on the use of the Act 13 Impact Fee's received during the year and as the Board of Commissioners decided to defer a substantial amount of that funding into the 2020 General Fund budget, the revenue received under *Charges for service* in 2019 was lowered, and the *transfer out* of those funds in the Capital Reserve fund that was anticipated did not take place.

Other notable Final-to-Actual variances were seen in higher than anticipated expenses in *General Government – Judicial* (\$316,939) due to increases in personnel and overtime in the courts system.

Debt Principal is not currently budgeted in the General Fund as the County has a Sinking Fund, as required by the covenants in the Bond Issues.

COUNTY OF GREENE, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
DECEMBER 31, 2019

**Summary**

The many favorable financial ratios, reduction of debt, and the completion of major development projects indicate that the County continues to be well-managed with respect to budget, policy, investment, control, and audit.

The County's finances remain strong; however, the decrease in the County's net position consecutive years with the General Fund balance, taken in conjunction with rising unemployment in the County, mine closures, and the decline in the County population, requires the County to proceed carefully.

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

Jeff Marshall, Chief Clerk  
93 East High Street  
Waynesburg, PA 15370

COUNTY OF GREENE, PENNSYLVANIA  
STATEMENT OF NET POSITION  
DECEMBER 31, 2019

Assets	Governmental Activities
Cash and cash equivalents	\$ 17,950,396
Investments	424,037
Receivables:	
Taxes receivable, net of allowance	1,498,952
Due from other governments	2,106,358
Accounts receivable	626,236
Other assets	46,777
Net Pension Asset	158,603
Capital assets not being depreciated	6,168,140
Capital assets, net of accumulated depreciation	<u>45,625,313</u>
Total Assets	<u>74,604,812</u>
<u>Deferred Outflows of Resources</u>	
Deferred outflows of resources for pension	<u>2,520,315</u>
<u>Liabilities</u>	
Accounts payable	2,478,107
Accrued liabilities and withholdings	1,159,873
Accrued interest payable	42,437
Due to other governments	459
Unearned revenue	9,771,486
Accrued compensated absences	527,615
Bonds and lease payable:	
Amount due within one year	966,340
Amount due in more than one year	<u>6,090,000</u>
Total Liabilities	<u>21,036,317</u>
<u>Deferred Inflows of Resources</u>	
Deferred inflows of resources for pension	<u>3,142,701</u>
<u>Net Position</u>	
Net investment in capital assets	44,737,113
Restricted for:	
Debt service	1,512,368
Other purposes	6,708,108
Unrestricted	<u>(11,480)</u>
Total Net Position	<u>\$ 52,946,109</u>

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

COUNTY OF GREENE, PENNSYLVANIA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2019

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities
Primary government:					
Governmental activities:					
General government	\$ 13,760,134	\$ 3,308,026	\$ 1,796,903	\$ -	\$ (8,655,205)
Public safety	5,275,050	1,829,780	891,192	-	(2,554,078)
Public works	1,121,450	108,846	1,714,660	36,351	738,407
Human services	12,736,601	1,130,813	10,956,281	-	(649,507)
Culture and recreation	3,169,453	1,357,842	316,136	-	(1,495,475)
Conservation and economic development	4,632,049	388,208	900,674	1,391,899	(1,951,268)
Unallocated depreciation	136,624	-	-	-	(136,624)
Interest and amortization	155,126	-	-	-	(155,126)
<b>Total governmental activities</b>	<b>\$ 40,986,487</b>	<b>\$ 8,123,515</b>	<b>\$ 16,575,846</b>	<b>\$ 1,428,250</b>	<b>\$ (14,858,876)</b>
General revenues:					
Property taxes, levied for general purposes					10,970,189
Property taxes, levied for debt service					996,967
Property taxes, levied for library expenditures					101,310
Interest					273,787
Rental income					343,856
Gain (loss) on sale of assets					(26,060)
Reimbursement of prior period expenditures					390,506
<b>Total general revenues</b>					<b>13,050,555</b>
<b>Change in Net Position</b>					<b>(1,808,321)</b>
Net Position:					
Beginning of year					54,754,430
End of year					<b>\$ 52,946,109</b>

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

COUNTY OF GREENE, PENNSYLVANIA  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
DECEMBER 31, 2019

	General Fund	Behavioral Health	Children and Youth	Other Governmental Funds	Total Governmental Funds
<u>Assets</u>					
Cash and cash equivalents	\$ 5,893,802	\$ 1,396,307	\$ 61,427	\$ 10,598,860	\$ 17,950,396
Investments	-	-	-	424,037	424,037
Due from other funds	5,272,838	864,801	1,365,540	1,345,125	8,848,304
Due from other governments	66,796	46,489	857,119	1,135,954	2,106,358
Taxes receivable	1,485,159	-	-	13,793	1,498,952
Accounts receivable	222,210	26,385	32,249	261,166	542,010
Other assets	37,148	-	-	9,629	46,777
<b>Total Assets</b>	<b>\$ 12,977,953</b>	<b>\$ 2,333,982</b>	<b>\$ 2,316,335</b>	<b>\$ 13,788,564</b>	<b>\$ 31,416,834</b>
<u>Liabilities</u>					
Accounts payable	\$ 543,293	\$ 160,230	\$ 1,041,297	\$ 617,213	\$ 2,362,033
Accrued liabilities and withholdings	1,159,843	-	-	30	1,159,873
Due to other funds	2,669,192	515,091	1,274,986	4,420,883	8,880,152
Due to other governments	407	-	52	-	459
Unearned revenue	6,194,132	1,658,661	-	1,918,693	9,771,486
<b>Total Liabilities</b>	<b>10,566,867</b>	<b>2,333,982</b>	<b>2,316,335</b>	<b>6,956,819</b>	<b>22,174,003</b>
<u>Deferred Inflows of Resources</u>					
Unavailable revenues - property taxes	1,102,565	-	-	-	1,102,565
<u>Fund Balance</u>					
Non-spendable	37,148	-	-	-	37,148
Restricted	2,058	-	-	8,218,418	8,220,476
Committed	10,749	-	-	-	10,749
Unassigned	1,258,566	-	-	(1,386,673)	(128,107)
<b>Total Fund Balance</b>	<b>1,308,521</b>	<b>-</b>	<b>-</b>	<b>6,831,745</b>	<b>8,140,266</b>
<b>Total Liabilities, Deferred Inflows of Resources, and Fund Balance</b>	<b>\$ 12,977,953</b>	<b>\$ 2,333,982</b>	<b>\$ 2,316,335</b>	<b>\$ 13,788,564</b>	<b>\$ 31,416,834</b>

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

COUNTY OF GREENE, PENNSYLVANIA  
 RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT  
 OF NET POSITION  
 DECEMBER 31, 2019

Total Fund Balance - Governmental Funds	\$	8,140,266
<p>Amounts reported for governmental activities in the statement of net position are different because:</p>		
<p>Capital assets, including infrastructure and construction in progress used in governmental activities, are not current financial resources and, therefore, not reported as assets in the governmental funds.</p>		51,793,453
<p>Property taxes receivable will be collected next year but are not considered available soon enough to pay for the current period's expenditures and, therefore, are reported as deferred inflows in the funds.</p>		1,102,565
<p>The actuarially accrued net pension liability, deferred outflows and deferred inflows of resources for pension are not recorded on the fund financial statements.</p>		(463,783)
<p>Long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:</p>		
Compensated absences	(527,615)	
GO bonds/leases	(7,056,340)	
Accrued interest on bonds	(42,437)	
	(7,626,392)	(7,626,392)
Total Net Position - Governmental Activities	\$	52,946,109

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

COUNTY OF GREENE, PENNSYLVANIA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
GOVERNMENTAL FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2019

	General Fund	Behavioral Health	Children and Youth	Other Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
Taxes	\$ 11,309,180	\$ -	\$ -	\$ 1,266,145	\$ 12,575,325
Licenses and permits	40,637	-	-	-	40,637
Fines and forfeits	215,890	-	-	-	215,890
Intergovernmental	1,402,944	2,444,798	5,321,427	8,749,452	17,918,621
Charges for service	6,650,457	-	97,778	989,073	7,737,308
Interest	82,090	11,486	3,479	176,732	273,787
Rental income	301,942	-	-	41,914	343,856
Donations	64,740	1,568	2,832	16,334	85,474
<b>Total revenues</b>	<b>20,067,880</b>	<b>2,457,852</b>	<b>5,425,516</b>	<b>11,239,650</b>	<b>39,190,898</b>
<b>Expenditures:</b>					
General government - administration	6,448,222	-	-	2,010,776	8,458,998
General government - judicial	4,908,297	-	-	905,150	5,813,447
Public safety:					
Corrections	3,824,093	-	-	-	3,824,093
EMA/911	174,019	-	-	970,789	1,144,808
Police	-	-	-	37,084	37,084
Public works:					
Highways and bridges	-	-	-	1,101,087	1,101,087
Airport	97,348	-	-	27,538	124,886
Human Services:					
Child/youth services	-	-	6,606,058	-	6,606,058
Drug and alcohol	-	-	-	792,423	792,423
Mental health/intellectual disability	-	2,536,753	-	-	2,536,753
Other human services	-	-	-	1,339,432	1,339,432
Transportation	-	-	-	1,272,126	1,272,126
Culture and recreation:					
Parks and recreation	1,649,118	-	-	1,467,380	3,116,498
Libraries	-	-	-	286,722	286,722
Conservation and economic development:					
Conservation/development	119,962	-	-	1,813,518	1,933,480
Housing/community development	40,010	-	-	1,421,901	1,461,911
Economic development	968,067	-	-	-	968,067
Tourist promotion	42,143	-	-	197,828	239,971
Debt service:					
Debt interest	-	-	-	156,951	156,951
Debt principal	92,808	-	-	840,000	932,808
<b>Total expenditures</b>	<b>18,364,087</b>	<b>2,536,753</b>	<b>6,606,058</b>	<b>14,640,705</b>	<b>42,147,603</b>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>1,703,793</b>	<b>(78,901)</b>	<b>(1,180,542)</b>	<b>(3,401,055)</b>	<b>(2,956,705)</b>
<b>Other Financing Sources (Uses):</b>					
Transfers in	619,935	171,401	1,365,540	1,785,357	3,942,233
Other sources from sale of assets/ prior period reimbursement	243,990	-	1,460	145,056	390,506
Transfers out	(3,322,298)	(92,500)	(186,458)	(340,977)	(3,942,233)
<b>Total other financing sources (uses)</b>	<b>(2,458,373)</b>	<b>78,901</b>	<b>1,180,542</b>	<b>1,589,436</b>	<b>390,506</b>
<b>Net Change in Fund Balance</b>	<b>(754,580)</b>	<b>-</b>	<b>-</b>	<b>(1,811,619)</b>	<b>(2,566,199)</b>
<b>Fund Balance:</b>					
Beginning of year	2,063,101	-	-	8,643,364	10,706,465
End of year	\$ 1,308,521	\$ -	\$ -	\$ 6,831,745	\$ 8,140,266

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

COUNTY OF GREENE, PENNSYLVANIA  
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND  
 BALANCE OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES  
 FOR THE YEAR ENDED DECEMBER 31, 2019

Net Change in Fund Balance - Governmental Funds \$ (2,566,199)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Capital outlays	2,540,930	
Less: Depreciation expense	<u>(1,952,495)</u>	588,435

The governmental funds recorded revenue when it is available and measurable, whereas these revenues are recorded when earned in the statement of activities. This is the difference in revenue recognition between the two methods. (377,179)

The issuance of long-term obligations (e.g., bonds, loans, leases) provide current financial resources to governmental funds, while the repayment of the principal of long-term obligations consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. 932,808

Governmental funds recognize interest on long-term obligations as an expenditure when it is due and thus, requires the use of current financial resources. In the statement of activities, interest expense is recognized as the interest accrues, regardless of when it is due. The change in interest accrued in the statement of activities over the amount due is shown here. 1,825

The change in the Net Pension Liability is reflected in the Statement of Activities but is not considered an available resource in the fund financial statements. (343,822)

In the statement of activities, certain operating expenses-accumulated employee benefits (pensions, service and buy-back of unused sick days) are measured by the amounts earned during the year. In the governmental funds, however, expenditures for these items are measured by the amount of financial resources used. This amount represents the difference between the amount earned versus the amount used. (44,189)

Change in Net Position of Governmental Activities \$ (1,808,321)



COUNTY OF GREENE, PENNSYLVANIA  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN  
FUND BALANCE – BUDGET AND ACTUAL  
GENERAL FUND  
FOR THE YEAR ENDED DECEMBER 31, 2019

	Budgeted Amounts		Actual	Variance with Final Budget
	Original	Final		
<u>Revenues:</u>				
Taxes	\$10,917,941	\$10,917,941	\$ 11,309,180	\$ 391,239
Licenses and permits	43,733	43,733	40,637	(3,096)
Fines and forfeits	225,000	225,000	215,890	(9,110)
Intergovernmental	508,561	511,731	1,402,944	891,213
Charges for services	5,981,300	6,504,250	6,650,457	146,207
Interest	28,410	28,410	82,090	53,680
Rental income	324,132	324,132	301,942	(22,190)
Miscellaneous	34,966	34,966	64,740	29,774
Total revenues	<u>18,064,043</u>	<u>18,590,163</u>	<u>20,067,880</u>	<u>1,477,717</u>
<u>Expenditures:</u>				
General government - administration	8,135,651	6,437,304	6,448,222	(10,918)
General government - judicial	3,903,349	4,591,358	4,908,297	(316,939)
Public safety:				
Corrections	3,254,291	3,874,809	3,824,093	50,716
EMA/911	137,515	169,912	174,019	(4,107)
Public works:				
Airport	61,590	61,590	97,348	(35,758)
Culture and recreation:				
Parks and recreation	1,513,076	1,750,056	1,649,118	100,938
Conservation and economic development:				
Conservation/development	99,597	118,948	119,962	(1,014)
Housing/community development	-	-	40,010	(40,010)
Economic development	810,698	900,704	968,067	(67,363)
Tourism	47,861	62,118	42,143	19,975
Debt Service	-	-	92,808	(92,808)
Total expenditures	<u>17,963,628</u>	<u>17,966,799</u>	<u>18,364,087</u>	<u>(397,288)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>100,415</u>	<u>623,364</u>	<u>1,703,793</u>	<u>1,080,429</u>
<u>Other Financing Sources (Uses):</u>				
Transfers in	606,277	606,277	619,935	13,658
Other sources from sale of assets/prior period reimbursement	279,225	279,225	243,990	(35,235)
Transfers out	(1,264,897)	(1,787,847)	(3,322,298)	(1,534,451)
Other uses	(10,000)	(10,000)	-	10,000
Total other financing sources (uses)	<u>(389,395)</u>	<u>(912,345)</u>	<u>(2,458,373)</u>	<u>(1,546,028)</u>
Net Change in Fund Balance	<u>\$ (288,980)</u>	<u>\$ (288,981)</u>	<u>\$ (754,580)</u>	<u>\$ (465,599)</u>

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

COUNTY OF GREENE, PENNSYLVANIA  
STATEMENT OF NET POSITION  
FIDUCIARY FUNDS  
DECEMBER 31, 2019

Assets	Employees Pension Plan	Tax Claim Bureau	Escrow Accounts
Cash and cash equivalents	\$ 636	\$ 427,254	\$ 630,035
Cash investments	1,180,102	-	-
Equity funds	7,446,610	-	-
Common stock equities	9,532,206	-	-
Debt securities	12,200,273	-	-
Due from other funds	86,124	-	29,950
Accounts receivable	108,648	-	-
<b>Total Assets</b>	<b><u>\$ 30,554,599</u></b>	<b><u>\$ 427,254</u></b>	<b><u>\$ 659,985</u></b>
<b>Liabilities</b>			
Investment manager fees payable	\$ 3,981	\$ -	\$ -
Due to other governments	-	427,254	575,759
Due to other funds	-	-	84,226
<b>Total Liabilities</b>	<b><u>3,981</u></b>	<b><u>427,254</u></b>	<b><u>659,985</u></b>
<b>Net Position</b>			
Restricted for Pension Benefits	<b><u>\$ 30,550,618</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>

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

COUNTY OF GREENE, PENNSYLVANIA  
STATEMENT OF CHANGES IN NET POSITION  
FIDUCIARY FUNDS  
FOR THE YEAR ENDED DECEMBER 31, 2019

Additions:	Employees Pension Plan
Contributions:	
Employer	\$ 869,557
Employee	1,036,991
Total contributions	1,906,548
Investment earnings (loss):	
Net increase in fair value of investments	4,266,235
Interest and dividends	744,339
Net investment earnings (loss)	5,010,574
Total additions	6,917,122
Deductions:	
Pension benefits and refunds paid	2,086,680
Administrative expenses	196,784
Total deductions	2,283,464
Change in Net Position	4,633,658
Net Position Restricted for Pension Benefits:	
Beginning of year	25,916,960
End of year	\$ 30,550,618

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

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS  
DECEMBER 31, 2019

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

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

The County of Greene (County), located in western Pennsylvania, is a sixth class county established under the "Pennsylvania County Code", as amended.

A. Reporting Entity

The County follows the criteria promulgated by the Governmental Auditing 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 include those of the County of Greene (the "Primary Government") and its Component Units. The County has determined there to be several blended component units.

Blended Component Units

Blended component units are, in substance, part of the primary government's operations, even though they are legally separate entities. Thus, blended component units are appropriately presented as funds of the primary government, and the individual financial statements may be obtained by contacting the County Controller's Office. The following agencies were reviewed and were determined to be blended component units of the County and are included as other governmental funds:

- Greene County Fair Board
- Greene County Soil Conservation District
- Greene County Library System
- Greene County Tourism Promotion Agency
- Greene County Redevelopment Authority

Related Organizations

The following agencies were reviewed and were determined not to be component units of the County; however, they are considered to be related organizations:

- Greene County Food Bank
- Greene County Memorial Hospital Authority
- Washington-Greene Community Action Corporation
- Washington-Greene Job Training Council
- Greene County Housing Authority
- Greene County Industrial Development Authority

Upon review, it was determined that these agencies are either not fiscally dependent on the County, the County does not appoint the majority of the governing board, or are joint ventures in which the County has no equity interest.

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

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

B. Government-Wide and Fund Financial Statements

The Government-wide financial statements (i.e., statement of net position, and the statement of activities) report information on all the non-fiduciary activities of the primary government. The effect of interfund activity has been removed from these statements.

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

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

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available.

Revenues are considered to be available when they are collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 365 days of the end of the current fiscal period with the exception of property taxes which must be received within 60 days of the year end to be deemed available. Expenditures generally are recorded when a liability is

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

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

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

incurred, as under accrual accounting. Licenses, operating and capital grants, and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when the cash is received by the County.

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

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

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 as a fund liability. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

The County reports the following major governmental funds:

- The General Fund is the primary government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund. Revenues of this fund are primarily derived from real estate taxes, state and federal grants, and fees for services. Many of the basic activities of the County are accounted for in this fund including operation of general County government, boards, commissioners, the court system, and health and welfare services.
- The Children and Youth Services Fund is used to account for proceeds of revenue received from various federal, state, and local sources. This fund is restricted for the provisions of the specified social services to eligible recipients.

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

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

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

- The Behavioral Health Fund accounts for expenditures and reimbursement of Commonwealth of Pennsylvania Medical Assistance revenue related to the provision of a mandatory Behavioral Health Managed Care Program. The Fund includes expenditures and reimbursement of revenue related to providing treatment services to individuals who suffer from mental disabilities or with drug and alcohol issues.

Additionally, the County reports the following fiduciary fund types:

- The Employee's Pension Plan (Plan) is issued to account for the pension plan for the County employees. The Plan is accounted for in essentially the same manner as a proprietary fund, since capital maintenance is critical.
- The Tax Claim Bureau and Escrow Accounts are custodial in nature and do not involve measurement of results of operations. The Escrow Accounts are used to account for cash collected by elected row officers (Register of Wills, Recorder of Deeds, Prothonotary, Sheriff, Clerk of Courts, and District Magistrates) and other County offices that are subsequently disbursed to the County General Fund, other governments, or individuals for whom it was collected.

D. Assets, Liabilities, and Net Position or Fund Balance

1. Cash and Cash Equivalents

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

2. Investments

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

3. Interfund Transactions

The County affects a variety of transactions between funds to finance operations. Certain interfund transactions have not been paid or received as of December 31, 2019, and appropriate interfund receivables or payables have been established accordingly.

COUNTY OF GREENE, PENNSYLVANIA  
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
 DECEMBER 31, 2019

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

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

4. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the governmental activity column in the government-wide financial statements. Property, plant and equipment with initial, individual costs that equal or exceed \$5,000 and estimated useful lives of over one year are recorded as capital assets. The County adopted the provisions of GASB 34 related to infrastructure on the retroactive basis. Capital assets are recorded at historical costs or estimated historical costs if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend its useful life are not capitalized. Major outlays for capital assets and improvements are capitalized as projects are completed.

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

Infrastructure	40 - 60 years
Building	40 years
Equipment	3 - 15 years
Vehicles	10 years

5. Allowance for Doubtful Accounts

Taxes receivable have been reported net of allowance for doubtful accounts of \$61,166.

6. Long-Term Obligations

In the government-wide financial statements, long-term debts are reported as liabilities in the Statement of Net Position and bond discounts and premiums are deferred and amortized over the life of the bonds using the straight line method. Bond issuance costs are expensed as incurred.

In the fund financial statements, the face amount of debt issued is reported as other financing sources.

7. Compensated Absences

The balance in this account represents the amount to be provided for accrued employee benefits. This is the amount that the County would pay for the buy-back of accrued sick leave and severance pay. The County policy for buying back sick days is that once a year employees may exchange any number of accrued sick days at a rate of \$50 per day for the number of days greater than 22. The policy also provides that, at retirement, the County will buy back all accrued sick days at the rate of \$50 per day. Severance pay is a one-time payment of \$5,000 to a retiring employee who has 20 years of service at age 55 or has five years of service and is at least



COUNTY OF GREENE, PENNSYLVANIA  
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
 DECEMBER 31, 2019

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

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

7. Compensated Absences (Continued)

62 years of age. Severance pay is accrued as employees approach service limits. The balances of accrued employee benefits are as follows:

Amount for potential sick day buy-backs non-retirement eligible	\$ 118,600
Amount for sick day buy-backs retirement eligible	86,050
Amount for severance pay	290,000
Amount for compensated absences for non-exempt and union	<u>32,965</u>
Total Compensated Absences Liability	<u>\$ 527,615</u>

8. Inventories

General Fund inventories of consumable materials and supplies are not valued or recorded on the balance sheet. The cost is expensed at the time the individual inventory items are purchased.

9. Unearned Revenues

Unearned revenues are reported in the government-wide, enterprise fund, and governmental fund financial statements. Unearned revenues represent unearned revenues or revenues which are measurable but not available and, in accordance with the modified accrual basis of accounting, are reported as unearned revenues. The County deems revenues received within 365 days of year end to be available with the exception of property taxes which must be received within 60 days of year end to be deemed available.

10. Deferred Inflows and Outflows of Resources Related to Pensions

The net difference between projected and actual investment earnings, changes in assumptions and the difference between expected and actual experience are recorded as a deferred inflow or outflow of resources related to pensions on the government-wide financial statements. These amounts are determined based on the actuarial valuation performed for the County. The differences noted above are recognized over 5 years for deferred outflows and inflows of resources related to the net difference between projected and actual investment earnings, and 5.6 years for deferred inflows and outflows of resources related to the difference between expected and actual experience. Note 8 presents additional information about the Pension Plan.

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

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

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

11. Net Position/Fund Balances

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

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

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 follows:

- *Non-spendable* – This classification consists of accounts that cannot be spent because they are not in spendable form.
- *Restricted* – This classification consists of amounts that are restricted to specific purposes. The County's restricted fund balances consist of external enabling legislation for the state, federal, or local government.
- *Committed* – This classification consists of amounts used for specific purposes imposed by formal action of the County's Board of Commissioners. The removal or modification of the use of committed funds can only be accomplished by a formal action of the Commissioners prior to fiscal year end.
- *Assigned* – This classification consists of amounts constrained by the County's intent to be used for specific purposes that are neither restricted nor committed. The County Commissioners have delegated the authority to assign fund balance for specific purposes to the Chief Clerk and the County Controller.
- *Unassigned* – This classification 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

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

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

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

11. Net Position/Fund Balances (Continued)

- Fund. The General Fund is the only fund permitted to report a positive unassigned fund balance.

E. Pending Changes in Accounting Principles

In November 2016, the GASB issued Statement No. 83, "*Certain Asset Retirement Obligations*". The County is required to adopt Statement No. 83 for its fiscal year 2020 financial statements.

In January 2017, the GASB issued Statement No. 84, "*Fiduciary Activities*". The County is required to adopt Statement No. 84 for its fiscal year 2020 financial statements.

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

In April 2018, the GASB issued Statement No. 88, "*Certain Disclosures related to Debt, Including Direct Borrowings and Direct Placements*". The County is required to adopt Statement No. 88 for its fiscal year 2020 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 fiscal year 2021 financial statements.

In August 2018, the GASB issued Statement No. 90, "*Majority Equity Interests, an Amendment of GASB Statements No. 14 and No. 61*". The County is required to adopt Statement No. 90 for its fiscal year 2020 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 fiscal 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 fiscal 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 fiscal year 2022 financial statements.

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

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

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

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

E. Pending Changes in Accounting Principles (Continued)

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 – an 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 in full for its fiscal year 2022 financial statements.

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

F. Adoption of Governmental Accounting Standards Board Statements

The County adopted the provisions of GASB Statement No. 95, "*Postponement of the Effective Dates of Certain Authoritative Guidance*". The adoption of this statement had no effect on previously reported amounts.

NOTE 2: BUDGETARY DATA

Annual budgets are required to be adopted on a basis consistent with accounting principles generally accepted in the United States of America for the General Fund. The budgetary controls for all other governmental funds are maintained through enforcement of related grant provisions and indentures.

The County follows these procedures in establishing the budgetary data reflected in the financial statements:

1. Starting in August and September, the Budget Director prepares a budget package that is sent to each department and row officer. The department or agency heads use this budget package to develop financial projections for the ensuing year, which are then submitted to the budget staff.
2. The budget staff enters this information into budget spreadsheets. The Chief Clerk then reviews the information that is obtained, accumulates questions, and then schedules a meeting to discuss the proposed budget with the department heads and row officers.
3. Once the budget staff is satisfied with the department's budget numbers, the budget is presented in preliminary form to the County Board of Commissioners (Commissioners). The County Commissioners can interview department or agency heads to discuss their budgets if deemed necessary.
4. Upon consolidation of the department and agency expenditure projections, the County Commissioners ascertain the most viable method of financing them.
5. Subsequently, the Budget Director assembles the preliminary projections of revenues and expenditures into a final budget incorporating any revisions or adjustments resulting from the aforementioned County Commissioners' review.
6. By early December, the final budget is presented to the County Commissioners. Pursuant to budgetary requirements as set forth in the County Code, public

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

NOTE 2: BUDGETARY DATA (CONTINUED)

6. notice is given that the final budget is available for inspection for a period of 20 days.
7. After the 20 day inspection period, but no later than December 31, the County Commissioners adopt the final budget by enacting an appropriate resolution.

Legally, management of the County may make budgetary transfers between departments as long as overall fund expenditures are not affected. Department heads may make budgetary transfers within their own department as long as overall department expenditures are not affected. However, as a matter of control, all such transfers are ratified by the County Commissioners. The County Commissioners may at any time, by resolution, make supplemental appropriations for any lawful purpose from any funds on hand or estimated to be received within the fiscal year and not otherwise appropriated, including the proceeds of any borrowing now or hereafter authorized by law. The County Commissioners may authorize the transfer of any unencumbered balance of any appropriation item or any portion thereof. The County Commissioners must approve changes to overall appropriations at the fund level. Therefore, the legal level of budgetary responsibility is by fund.

Budgets are not implemented for the Capital Projects Fund. All transactions of the Capital Projects Fund are approved by the County Commissioners prior to commitment, thereby constructively achieving budgetary control.

NOTE 3: DEPOSITS AND INVESTMENTS

Governmental Activities

Pennsylvania statutes provide for investment of governmental funds into certain authorized investment types including U.S. Treasury bills, other short-term U.S. and Pennsylvania government obligations, insured or collateralized time deposits, and certificates of deposit. The statutes do not prescribe regulations related to demand deposits; however they do allow the pooling of governmental funds for investments purposes.

In addition to the investments authorized for governmental funds, fiduciary fund investments may also be made in corporate stocks and bonds, real estate, and other investments consistent with sound business practice.

The deposit and investment policy of the County adheres to state statutes and prudent business practice. Deposits of the governmental funds are either maintained in demand deposits, savings accounts, and/or certificates of deposit. There were no deposit or investment transactions during the year that were in violation of either the state statutes or the policy of the County.

GASB Statement No.40, "*Deposit and Investment Risk Disclosures*", requires disclosures related to the following deposits and investment risks: credit risks (including custodial credit risk and concentrations of credit risk), and interest rate risk. The following is a description of the County's deposit and investment risks:

*Custodial Credit Risk* – The risk that, in the event of a bank failure, the County's deposits may not be returned to it. The County does not have a formal deposit policy for custodial credit risk. As of December 31, 2019, \$1,008,871 of the County's \$18,397,173 bank balance was insured by the Federal Deposit Insurance Corporation. The remaining bank

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

NOTE 3: DEPOSITS AND INVESTMENTS (CONTINUED)

Governmental Activities (Continued)

balance of \$17,388,302 was exposed to custodial credit risk, which is collateralized in accordance with Act 72 of the Pennsylvania state legislature, which requires the institution to pool collateral for all governmental deposits and have the collateral held by an approved custodian in the institution's name. These deposits have a carrying value of \$17,950,396 as of December 31, 2019 and are classified as cash and cash equivalents in the statement of net position.

The County also has investments of \$424,037 invested in certificates of deposit at local financial institutions. These accounts are recorded as an investment on the statement of net position and the governmental funds balance sheet. As of December 31, 2019, \$4,998 of the bank balance of \$424,037 was insured by the Securities Investor Protection Corporation. The remaining bank balance of \$419,039 was exposed to custodial credit risk, which is collateralized in accordance with Act 72 of the Pennsylvania state legislature, which requires the institution to pool collateral for all governmental deposits and have the collateral held by an approved custodian in the institution's name.

*Interest Rate Risk* – The County has no formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. All investments in certificates of deposit have an average maturity of less than one year.

Agency Funds

The County maintains bank accounts for the elected row officers, other County offices, and tax claim. The balance of these accounts is reflected in the statement of fiduciary net position. The carrying amount of deposits for the row offices and other County offices was \$630,035 and the bank balance was \$664,206. The carrying amount of deposits for the Tax Claim Bureau was \$427,254 and the bank balance was \$449,628. The bank balances were not covered by federal depository insurance; however, they were collateralized in accordance with Act 72 of the Pennsylvania state legislature, which requires the institution to pool collateral for all governmental deposits and has the collateral held by an approved custodian in the institution's name.

Employees' Pension Plan

The Employees' Pension Plan (Plan) investments are held separately from those of other County Funds. Investments were consistent with those authorized. The Plan investments must be liquid or marketable. The County's investment policy expressly prohibits investments in high risk derivatives securities, options, selling short commodities, and letter stock.

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

## NOTE 3: DEPOSITS AND INVESTMENTS (CONTINUED)

Employees' Pension Plan (Continued)

As of December 31, 2019, the County had the following investments in the Plan:

Cash or Investment Type	Investment Maturities (In Years) from December 31, 2019					
	Fair Value	Less than 1 Year	1-5 Years	6-10 Years	11-15 Years	16 or More Years
U.S Treasuries	\$ 3,630,861	\$ 130,295	\$ 1,109,308	\$ 1,144,814	\$ -	\$ 1,246,444
U.S. Government Agency Obligations	1,504,511	-	280,308	439,879	18,765	765,559
Municipal Bonds and Notes	1,208,641	95,421	653,926	459,294	-	-
Foreign Bonds	105,545	-	-	105,545	-	-
Corporate Bonds	5,750,715	379,281	4,517,503	667,845	-	186,086
Total debt securities	12,200,273	\$ 604,997	\$ 6,561,045	\$ 2,817,377	\$ 18,765	\$ 2,198,089
Cash investments	1,180,102					
Equity funds	7,446,610					
Common stock equities	9,532,206					
Total cash investments, and other investments	18,158,918					
Total cash, cash equivalents, and investments reported on statement of net position	\$ 30,359,191					

The County's categorize its fair value measurements within the fair value hierarchy established by accounting principles generally accepted in the United States of America. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The County's Plan has the following recurring fair value measurements at December 31, 2019:

Investments by Fair Value Level:	December 31, 2019	Fair Value Measurements Using		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
U.S. Treasuries	\$ 3,630,861	\$ 3,630,861	\$ -	\$ -
U.S. Government Agency Obligations	1,504,511	1,504,511	-	-
Municipal Bonds and Notes	1,208,641	1,208,641	-	-
Foreign Bonds	105,545	105,545	-	-
Corporate Bonds	5,750,715	5,750,715	-	-
Equity Funds	7,446,610	7,446,610	-	-
Common Stock	9,532,206	9,532,206	-	-
Cash investments	1,180,102	1,180,102	-	-
Total investments measured at fair value	\$ 30,359,191	\$ 30,359,191	\$ -	\$ -

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

## NOTE 3: DEPOSITS AND INVESTMENTS (CONTINUED)

Employees' Pension Plan (Continued)

The following is a description of the Plan deposit and investment risks:

*Credit Risk* – The risk that an issuer or other counterparty to an investment will not fulfill its obligations is called credit risk. The Plan has no formal investment policy that would limit its investment choices based on credit ratings by nationally recognized statistical rating organizations. As of December 31, 2019, the Plan investments in fixed income bonds have received the following ratings from Standard & Poor's:

<u>Investment Type</u>	<u>Rating</u>	<u>Debt Securities</u>
Municipal Bonds	AAA	1.45%
Municipal Bonds	AA+	1.20%
Municipal Bonds	AA	6.85%
Municipal Bonds	A+	0.88%
Municipal Bonds	A	0.88%
Municipal Bonds	A-	0.23%
Municipal Bonds	BBB+	1.32%
Municipal Bonds	Unrated	1.28%
Government Agencies	AA+	6.28%
Government Agencies	Unrated	11.28%
Foreign Bonds	A+	1.24%
Corporate Bonds	AAA	1.49%
Corporate Bonds	AA+	2.17%
Corporate Bonds	AA-	2.67%
Corporate Bonds	A+	7.91%
Corporate Bonds	A	7.61%
Corporate Bonds	A-	10.94%
Corporate Bonds	BBB+	9.38%
Corporate Bonds	BBB	5.64%
Corporate Bonds	BBB-	5.64%
Corporate Bonds	BB	1.21%
Corporate Bonds	Unrated	12.45%
		100.00%

*Custodial Credit Risk* – Custodial credit risk is the risk that in the event of the failure of the bank or counterparty, the Plan will not be able to recover the value of their deposits or investments or collateral securities that are in the possession of an outside entity. The Plan does not have a formal deposit or investment policy for custodial credit risk. As of December 31, 2019, the County's entire pension investment balance was exposed to custodial credit risk.



COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

NOTE 3: DEPOSITS AND INVESTMENTS (CONTINUED)

Employees' Pension Plan (Continued)

*Concentration of Credit Risk* – The County places no limit on the amount the Plan may invest in any one issuer.

*Interest Rate Risk* – The Plan does not have a formal deposit or investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

NOTE 4: REAL ESTATE TAXES

Real estate taxes attach as an enforceable lien on property as of January 1 and are levied on April 1. Taxes paid through May 31 are given a 2% discount. Amounts paid after July 31 are assessed a 10% penalty. The assessed value, upon which the 2019 levy was based, was \$1,538,622,493. The tax rate to finance General Government Services, Debt Services, and Library Services for the year ended December 31, 2019 was 6.77 mills, 0.695 mills, and .07 mills, respectively.

NOTE 5: REAL ESTATE TAXES RECEIVABLE

Uncollected real estate taxes on the current tax duplicate are returned by the County Treasurer to the tax claim bureau of the Count on January 15<sup>th</sup> following the year of the unpaid levy as required by local tax collection law. The County also collects delinquent real estate taxes on behalf of other taxing authorities.

The statement of net position contains the balance of all taxes receivable, regardless of when they will be collected, and includes an allowance for uncollectible taxes. The County calculates its allowance for uncollectible accounts based on historical collection data.

The General Fund taxes receivable balance is calculated as follows:

Year Tax Levied	Amount of Unpaid Tax	Percentage of Tax Believed to be Uncollectible	Taxes Receivable Net of Allowance for Uncollectible
1943-2013	\$ 292,586	20.0%	\$ 234,069
2014-2016	148,697	1.0%	147,210
2017-2018	387,380	0.3%	386,218
2019	<u>717,662</u>	0.0%	<u>717,662</u>
	<u>\$ 1,546,325</u>		<u>\$ 1,485,159</u>

NOTE 6: DUE FROM OTHER GOVERNMENTS

Amounts due from other governments represent receivables for revenues earned by the County or collections made by another governmental unit on behalf of the County. Most significant are carry-forward receivable balances on various federal and state operating programs.

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

## NOTE 7: CAPITAL ASSETS

The following table illustrates the changes in capital assets as they have occurred during 2019:

	Balance at January 1, 2019	Additions	Deletions	Balance at December 31, 2019
<u>Governmental Activities:</u>				
Capital assets not being depreciated:				
Land	\$ 2,459,894	\$ -	\$ -	\$ 2,459,894
Construction in progress	<u>7,127,626</u>	<u>1,533,806</u>	<u>4,953,186</u>	<u>3,708,246</u>
Total capital assets not being depreciated	<u>9,587,520</u>	<u>1,533,806</u>	<u>4,953,186</u>	<u>6,168,140</u>
Capital assets being depreciated:				
Buildings and improvements	21,818,076	246,119	-	22,064,195
Vehicles	2,000,825	-	-	2,000,825
Furniture and equipment	4,679,093	787,065	-	5,466,158
Infrastructure assets	<u>31,641,613</u>	<u>4,927,126</u>	<u>-</u>	<u>36,568,739</u>
Total capital assets being depreciated	<u>60,139,607</u>	<u>5,960,310</u>	<u>-</u>	<u>66,099,917</u>
Less accumulated depreciation for:				
Buildings and improvements	8,951,756	573,336	-	9,525,092
Vehicles	1,071,331	173,355	-	1,244,686
Furniture and equipment	3,616,379	490,766	-	4,107,145
Infrastructure assets	<u>4,882,643</u>	<u>715,038</u>	<u>-</u>	<u>5,597,681</u>
Total accumulated depreciation	<u>18,522,109</u>	<u>1,952,495</u>	<u>-</u>	<u>20,474,604</u>
Total capital assets being depreciated, net of accumulated depreciation	<u>41,617,498</u>	<u>4,007,815</u>	<u>-</u>	<u>45,625,313</u>
Governmental capital assets, net	<u>\$ 51,205,018</u>	<u>\$ 5,541,621</u>	<u>\$ 4,953,186</u>	<u>\$ 51,793,453</u>

COUNTY OF GREENE, PENNSYLVANIA  
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
 DECEMBER 31, 2019

## NOTE 7: CAPITAL ASSETS (CONTINUED)

Included in equipment above is \$447,649 of assets purchased under a capital lease. These assets have a net value of \$96,340.

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

<u>Governmental Activities:</u>	
General government	\$ 343,142
Public safety	324,007
Public works	778,629
Human services	123,572
Culture and recreation	241,137
Community and economic development	5,384
Unallocated depreciation	<u>136,624</u>
 Total depreciation expense - governmental activities	 <u><u>\$ 1,952,495</u></u>

## NOTE 8: PENSION PLAN

Plan Description

The County contributes to the Greene County Employee Pension Plan (Plan), a single employer defined benefit public employee retirement system, which is self-administered by the County. The Plan is governed by County Pension Law Act 96 of 1971 (Act), as amended, enacted by the General Assembly of the Commonwealth of Pennsylvania. The Plan was established January 1, 1993, with its most recent amendment dated January 1, 1999.

The Retirement Board (Board) administers the Plan. Management of the Plan is vested in the Board, which consists of five members – three elected County Commissioners, the County Controller, and the County Treasurer.

All full-time employees, with 1,000 hours of service, are eligible to participate in the Plan.

At December 31, 2019, Plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	125
Inactive plan members entitled to but not yet receiving benefits	16
Active plan members	<u>293</u>
 Total plan members	 <u><u>434</u></u>

Summary of Significant Accounting Policies

Financial information of the County's Plan is presented on the accrual basis of accounting. Plan member contributions are recognized when due as required by the Act. Benefits and refunds are recognized when due and payable in accordance with the terms of the individual plan.

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

NOTE 8: PENSION PLAN (CONTINUED)

Summary of Significant Accounting Policies (Continued)

Investments of the Plan are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Real estate assets are reported at fair value utilizing an income approach to valuation. By contract, an independent appraisal is obtained once every year to determine the fair market value of the real estate assets.

Benefits Provided

Participants in the Plan are 100% vested after five years of service. The Plan provides the following benefits:

*Retirement Benefit* – A participant is entitled to begin receiving retirement benefits at age 60 or after completing 20 years of service and involuntary retirement upon completion of eight years of service. The scheduled monthly retirement benefit is 1.00% and 1.25% of 1/12 of the participant's final average salary multiplied by years of credited service on the 1/100 and 1/80 Class, respectively, plus a monthly annuity based on the actuarial equivalent of the member's accumulated contribution with credited interest. A member may elect to receive the actuarial equivalent of his retirement benefit as a full cash refund annuity (Option One) or a reduced joint and survivor pension payable for the remainder of his life with either 100% or 50% of the member's pension continuing after death to the designated beneficiary. A member may also elect to receive in one payment, the full amount of his accumulated deductions and continue to receive the annuity provided by the County.

*Disability Benefit* – If a participant becomes totally and permanently disabled prior to normal retirement age and after completion of five years of credited service, the participant is entitled to receive a monthly disability benefit. The scheduled benefit is a total monthly pension commencing on the last day of the month following disability retirement equal to 25% of the 1/12<sup>th</sup> of Final Average Salary at time of retirement. Such total monthly pension shall include the monthly disability that is actuarially equivalent to the member's accumulated contributions at retirement.

*Death Benefit* – If a participant's death occurs after having attained age 60 or having completed 10 years of credited service, the beneficiary will receive a lump sum equal to the actuarially determined present value of the benefits calculated above based on the member's Final Average Salary and credited service at time of death plus the member's accumulated contributions with interest at time of death. If a participant's death occurs after retirement the beneficiary will receive survivor benefits, if any, in accordance with the form under which benefits were being paid to the member. In any event, the total amount of benefits paid to the deceased member and beneficiary must at least equal the member's accumulated contributions with interest.

*Cost of Living Adjustments* – Cost of living adjustments must be reviewed at least once every three years by the Board.

COUNTY OF GREENE, PENNSYLVANIA  
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
 DECEMBER 31, 2019

## NOTE 8: PENSION PLAN (CONTINUED)

Contributions and Funding Policy

The Plan's funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as a percentage of annual covered payroll, are sufficient to accumulate sufficient assets to pay benefits when due. Level percentage of payroll employer contribution rates are determined using the entry age funding method and the same actuarial assumptions used to calculate the pension benefit calculation.

As a condition of participation, employees are to currently contribute 7% of their salary as stipulated in the Plan. Interest is credited to employee accounts each year at the annual rate of 4.5% as voted upon by the Board. Employees who terminate prior to retirement eligibility receive their accumulated member contributions plus credited interest through the date of termination. The rate was 4.0% through December 31, 1995, 5.0% through December 31, 1997, and 5.5% through December 31, 2008. The rate became 4.5% starting January 1, 2009.

The County's actuarially determined contribution to the Plan for 2019 was \$869,557, which was also the County's contribution.

Changes in the Net Pension Liability (Asset)

The changes in the net pension liability (asset) of the County for the year ended December 31, 2019 were as follows:

	Increase/(Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
Balances as of December 31, 2018	\$ 28,850,214	\$ 25,916,960	\$ 2,933,254
Changes for the year:			
Service cost	1,406,243		1,406,243
Interest	2,194,480		2,194,480
Differences between expected and actual	27,757		27,757
Contributions - employer	-	869,557	(869,557)
Contributions - employee	-	1,036,991	(1,036,991)
Net investment income (loss)	-	5,010,573	(5,010,573)
Benefit payments, including refunds	(2,086,680)	(2,086,680)	-
Administrative expense	-	(196,784)	196,784
Net Changes	<u>1,541,800</u>	<u>4,633,657</u>	<u>(3,091,857)</u>
Balances at December 31, 2019	<u>\$ 30,392,014</u>	<u>\$ 30,550,617</u>	<u>\$ (158,603)</u>
Plan fiduciary net position as a percentage of the total pension liability			<u>100.52%</u>

COUNTY OF GREENE, PENNSYLVANIA  
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
 DECEMBER 31, 2019

NOTE 8: PENSION PLAN (CONTINUED)

Changes in the Net Pension Liability (Asset) (Continued)

*Actuarial Assumptions* – The total pension liability (asset) was determined by an actuarial valuation performed on January 1, 2019, and rolled forward to December 31, 2019, using the following actuarial assumptions, applied to all periods in the measurement:

Actuarial assumptions:

Investment rate of return	7.5%
Projected salary increases	4.5%
Underlying inflation rate	3.0%

Mortality rates based on RP-2013 Annuitant and Non-Annuitant Mortality Tables for males and females with no projected improvement.

Actuarial assumptions based on past experience under the plan and reasonable future expectations which represent the best estimate of anticipated experience under the plan. An actuarial experience study was performed during 2016; however, no modifications to assumptions were made as a result.

*Investment Policy* – The Plan's policies in regard to the allocation of invested assets is established and may be amended by the Board by a majority vote of its members. It is the policy of the Board to pursue an investment strategy that reduces risks through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The following was the Board's asset allocation policy for the 2019 measurement period:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic equity	40% - 60%
International equity	Included in above
Fixed income	35% - 55%
Real estate/Alternative	0%
Cash	0% - 10%

*Long-Term Expected Rate of Return* – The long-term expected rate of return on Plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of 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. Best estimates of arithmetic real rates of return for each major asset class included in the pension plan's target asset allocation for the 2019 measurement period are summarized in the table on the following page:

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

## NOTE 8: PENSION PLAN (CONTINUED)

Changes in the Net Pension Liability (Asset) (Continued)

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic Equity	5.4-6.4%
International Equity	5.5-6.5%
Fixed Income	1.3-3.3%
Real Estate/Alternative	4.5-5.5%
Cash	0.0-1.0%

*Rate of Return* – The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested. For the year ended December 31, 2019, the annual money-weighted rate of return on the Plan investments, net of investment expense, was 18.97%.

*Concentrations* – The Plan had no individual investments in excess of 5% of the Plan's fiduciary net position at December 31, 2019.

*Discount Rate* – The discount rate used to measure the total pension liability for the Plan was 7.5%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that County contributions will be made at rates equal to the actuarially determined contribution rates. Based on those assumptions, the Plans 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 Plan investments was applied to all periods of projected benefit payments to determine the total pension liability (i.e., no depletion date is projected to occur).

*Sensitivity of the Net Pension Liability to Changes in the Discount Rate* – The following presents the net pension liability (asset) of the Plan calculated using the discount rate described above, as well as what the Plan's net position liabilities (assets) would be if they were calculated using a discount rate that is one percentage point lower or one percentage point higher than the current rates:

	<u>1% Decrease (6.5%)</u>	<u>Current Discount Rate (7.5%)</u>	<u>1% Increase (8.5%)</u>
Net Pension Liability (Asset)	<u>\$ 3,026,090</u>	<u>\$ (158,603)</u>	<u>\$ (2,857,744)</u>

COUNTY OF GREENE, PENNSYLVANIA  
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
 DECEMBER 31, 2019

## NOTE 8: PENSION PLAN (CONTINUED)

Pension Expense and Deferred Outflow of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2019, the County recognized pension expense of approximately \$1,213,379. At December 31, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to the pension from the sources:

<u>Deferred Outflows of Resources:</u>	
Differences between expected and actual experience	\$ 357,100
Net difference between projected and actual earnings on pension plan investments	<u>2,163,215</u>
Total deferred outflows of resources	<u>\$ 2,520,315</u>
<u>Deferred Inflows of Resources:</u>	
Differences between expected and actual experience	\$ 262,465
Net difference between projected and actual earnings on pension plan investments	<u>2,880,236</u>
Total deferred inflows of resources	<u>\$ 3,142,701</u>

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

Year ending December 31,

2020	\$ 7,831
2021	(51,050)
2022	72,380
2023	(654,069)
2024	<u>2,522</u>
Total	<u>\$ (622,386)</u>

## NOTE 9: DEFERRED COMPENSATION PLAN

The County offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to full-time County employees at their option, permits participants to defer a portion of their salary until future years. The deferred compensation is not available to participants until termination, retirement, death, or unforeseeable emergency.

It is the opinion of the County's legal counsel that the County has no liability for losses under the Plan, but does have the duty of due care that would be required of an ordinary and prudent investor.



COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

## NOTE 10: LONG-TERM DEBT OBLIGATIONS

The changes in long-term obligations payable during the year ended December 31, 2019 are as follows:

	At December 31, 2018	Repayments	At December 31, 2019	Due Within One Year
G. O. Bond 2014	\$ 2,030,000	\$ (755,000)	\$ 1,275,000	\$ 760,000
G. O. Bond 2016	5,770,000	(85,000)	5,685,000	110,000
Capital Lease	189,148	(92,808)	96,340	96,340
	<u>\$ 7,989,148</u>	<u>\$ (932,808)</u>	<u>\$ 7,056,340</u>	<u>\$ 966,340</u>

General Obligation Bonds

During January 2014, the County issued \$5,400,000 in General Obligation Bonds to currently refund the 2008 series bond issuance. Interest payments are payable semi-annually on January 15 and July 15, with rates ranging from .32% to 2.40%.

Year Ending December 31,	Principal Amount	Interest Amount	Total
2020	\$ 760,000	\$ 20,340	\$ 780,340
2021	515,000	6,180	521,180
Total	<u>\$ 1,275,000</u>	<u>\$ 26,520</u>	<u>\$ 1,301,520</u>

During February 2016, the County issued \$5,780,000 in General Obligation Bonds to currently refund the 2011 series bond issuance. Interest payments are payable semi-annually on January 15, and July 15 with rates ranging from 1.00% to 2.375%. The cash flow savings and economic gain approximated \$370,000.

Year Ending December 31,	Principal Amount	Interest Amount	Total
2020	\$ 110,000	\$ 119,131	\$ 229,131
2021	380,000	114,231	494,231
2022	915,000	101,281	1,016,281
2023-2027	4,280,000	216,965	4,496,965
Total	<u>\$ 5,685,000</u>	<u>\$ 551,608</u>	<u>\$ 6,236,608</u>

COUNTY OF GREENE, PENNSYLVANIA  
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
 DECEMBER 31, 2019

NOTE 10: LONG-TERM DEBT OBLIGATIONS (CONTINUED)

Maturities of all outstanding bonds of the County, in the aggregate, are as follows:

Year Ending December 31,	Principal Amount	Interest Amount	Total
2020	\$ 870,000	\$ 139,471	\$ 1,009,471
2021	895,000	120,411	1,015,411
2022	915,000	101,281	1,016,281
2023-2027	4,280,000	216,965	4,496,965
Total	<u>\$ 6,960,000</u>	<u>\$ 578,128</u>	<u>\$ 7,538,128</u>

Capital Lease

During 2016, the County entered into a lease with Ford Business Machines in the amount of \$447,649 with an interest rate of 3.74% for a period of 60 months for copiers. The payments on the lease are due as follows:

Year Ending December 31,	Principal Amount	Interest Amount	Total
2020	\$ 96,340	\$ 1,964	\$ 98,304
Total	<u>\$ 96,340</u>	<u>\$ 1,964</u>	<u>\$ 98,304</u>

NOTE 11: CONTINGENT LIABILITIES

A. Grant Programs

Amounts received or receivable from grant agencies are subject to audit and adjustment by grantor agencies, principally the state government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor, cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

B. Litigation

At this time, the County is not involved in any material litigation.

NOTE 12: RISK MANAGEMENT

The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which the County carries commercial insurance. There have been no significant changes in insurance coverage in any of the past three years.

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

NOTE 13: EXPENDITURES IN EXCESS OF APPROPRIATIONS

For the year ended December 31, 2019, the General Fund's total expenditures exceeded total appropriations by \$397,288. This amount was covered by actual revenues exceeding budgeted amounts in the amount of \$1,477,717 as well as fund balance.

NOTE 14: FUND BALANCE

Under GASB 54, fund balances are recorded as non-spendable, restricted, committed, assigned, and unassigned. The following restrictions are included in the fund financial statements:

<u>Fund</u>	<u>Fund Balance</u>	<u>Amount</u>
<b>Major Funds:</b>		
General Fund	<u>Non-spendable:</u>	
	These amounts are prepaid expenses.	\$ 37,148
	<u>Restricted Funds:</u>	
	These funds are restricted for the Slater Poor Fund.	2,058
	<u>Committed Funds</u>	
	These funds are committed for HRA expenses.	10,749
<b>Non-Major Funds:</b>		
Special Revenue Funds	<u>Restricted Funds:</u>	
	These funds are restricted within the departments of General Government	515,028
	These funds are restricted within the community and economic development programs.	1,542,290
	These funds are restricted within public safety programs.	381,703
	These funds are restricted within human services programs.	839
	These funds are restricted within culture and recreation programs.	401,721
	These funds are restricted with public works programs.	1,893,805
	These funds are restricted for conservation and economic development programs.	1,970,664
Debt Service	<u>Restricted Funds:</u>	
	These amounts are restricted for debt service.	1,512,368

COUNTY OF GREENE, PENNSYLVANIA  
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)  
DECEMBER 31, 2019

NOTE 15: SUBSEQUENT EVENTS

Subsequent to year end, a global pandemic due to the spread of the COVID-19 coronavirus caused the United States government to declare a national emergency. The pandemic has led to widespread voluntary and government-mandated closings of local stores and businesses, which has resulted in significant job losses. These job losses have the potential to have a significant impact on all aspects of the County's operations. In addition, due to the temporary closure of all businesses that are not deemed life sustaining, State and Federal tax revenues are also significantly decreased. This decrease could result in less grant money that is relied upon by local governments to fund specific projects. In addition, the County's own source revenue or derived revenues could be affected negatively. Overall, decreased funding could result in the County having to curtail or eliminate some services.

In addition, the negative events in the financial markets and worldwide due to the COVID-19 pandemic have caused a significant decrease in investment values either directly invested or tied to the equity markets. These declines, at present, are expected to be temporary and not permanent; however, equity market recovery, if it occurs, may take some time. The major resulting impact of the equity market's decline on the County will be in the form of a decrease in Pension plan assets. As a result of the current market conditions, investments and their ratings may fluctuate in the near future.

## **REQUIRED SUPPLEMENTARY INFORMATION**

COUNTY OF GREENE, PENNSYLVANIA  
 SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY (ASSET) AND RELATED RATIOS  
 YEARS ENDED DECEMBER 31  
 LAST TEN YEARS\*

	2014	2015	2016	2017	2018	2019
<b>Total Pension Liability:</b>						
Service cost	\$ 1,148,481	\$ 1,214,584	\$ 1,286,496	\$ 1,449,454	\$ 1,340,640	\$ 1,406,243
Interest	1,397,336	1,527,102	1,688,060	1,873,415	2,053,996	2,194,480
Changes of benefit terms	-	-	-	203,237	-	-
Differences between expected and actual experience	86,973	(13,065)	435,273	440,622	(401,155)	27,757
Benefit payments, including refunds of member contributions	(604,441)	(1,099,066)	(1,055,203)	(1,019,758)	(1,159,825)	(2,086,680)
<b>Net Changes in Total Pension Liability</b>	<b>2,028,349</b>	<b>1,629,555</b>	<b>2,354,626</b>	<b>2,946,970</b>	<b>1,833,656</b>	<b>1,541,800</b>
<b>Total Pension Liability - Beginning</b>	<b>18,057,058</b>	<b>20,085,407</b>	<b>21,714,962</b>	<b>24,069,588</b>	<b>27,016,558</b>	<b>28,850,214</b>
<b>Total Pension Liability - Ending (a)</b>	<b><u>\$ 20,085,407</u></b>	<b><u>\$ 21,714,962</u></b>	<b><u>\$ 24,069,588</u></b>	<b><u>\$ 27,016,558</u></b>	<b><u>\$ 28,850,214</u></b>	<b><u>\$ 30,392,014</u></b>
<b>Plan Fiduciary Net Position:</b>						
Contributions - employer	\$ 550,000	\$ 329,082	\$ 385,000	\$ 627,838	\$ 739,715	\$ 869,557
Contributions - member	716,276	758,236	840,823	910,192	971,833	1,036,991
Other income	-	-	2,698	-	-	-
Net investment income	1,473,162	(173,374)	1,497,491	2,843,413	(1,502,026)	5,010,573
Benefit payments, including refunds of member contributions	(604,441)	(1,099,066)	(1,055,203)	(1,019,758)	(1,159,825)	(2,086,680)
Administrative expense	(172,137)	(171,005)	(170,793)	(201,278)	(210,098)	(196,784)
<b>Net Change in Plan Fiduciary Net Position</b>	<b>1,962,860</b>	<b>(356,127)</b>	<b>1,500,016</b>	<b>3,160,407</b>	<b>(1,160,401)</b>	<b>4,633,657</b>
<b>Plan Fiduciary Net Position - Beginning</b>	<b>20,810,205</b>	<b>22,773,065</b>	<b>22,416,938</b>	<b>23,916,954</b>	<b>27,077,361</b>	<b>25,916,960</b>
<b>Plan Fiduciary Net Position - Ending (b)</b>	<b><u>\$ 22,773,065</u></b>	<b><u>\$ 22,416,938</u></b>	<b><u>\$ 23,916,954</u></b>	<b><u>\$ 27,077,361</u></b>	<b><u>\$ 25,916,960</u></b>	<b><u>\$ 30,550,617</u></b>
<b>Net Pension Liability (Asset) - Ending (a-b)</b>	<b><u>\$ (2,687,658)</u></b>	<b><u>\$ (701,976)</u></b>	<b><u>\$ 152,634</u></b>	<b><u>\$ (60,803)</u></b>	<b><u>\$ 2,933,254</u></b>	<b><u>\$ (158,603)</u></b>
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	<b>113.38%</b>	<b>103.23%</b>	<b>99.37%</b>	<b>100.23%</b>	<b>89.83%</b>	<b>100.52%</b>
<b>Covered Employee Payroll</b>	<b>\$ 9,905,909</b>	<b>\$ 10,525,102</b>	<b>\$ 11,079,081</b>	<b>\$ 11,735,781</b>	<b>\$ 12,798,065</b>	<b>\$ 13,209,045</b>
<b>Net Pension Liability (Asset) as a Percentage of Covered Employee Payroll</b>	<b>-27.13%</b>	<b>-6.67%</b>	<b>1.38%</b>	<b>-0.52%</b>	<b>22.92%</b>	<b>-1.20%</b>

\*Until a full 10-year trend is compiled, the required information for the plan is presented for as many years as are available.

COUNTY OF GREENE, PENNSYLVANIA  
 SCHEDULE OF PLAN CONTRIBUTIONS AND INVESTMENT RETURNS  
 YEARS ENDED DECEMBER 31  
 LAST TEN YEARS\*

	2014	2015	2016	2017	2018	2019
<u>Schedule of Contributions</u>						
Actuarially determined contribution	\$ 299,640	\$ 329,082	\$ 460,892	\$ 627,838	\$ 739,715	\$ 869,557
Contributions in relation to the actuarially determined contribution	<u>550,000</u>	<u>329,082</u>	<u>385,000</u>	<u>627,838</u>	<u>739,715</u>	<u>869,557</u>
Contribution deficiency (excess)	<u>\$ (250,360)</u>	<u>\$ -</u>	<u>\$ 75,892</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$9,905,909	\$10,525,102	\$11,079,081	\$11,735,781	\$12,798,065	\$13,209,045
Contributions as a percentage of covered employee payroll	5.55%	3.13%	3.48%	5.35%	5.78%	6.58%
<u>Investment Returns</u>						
Annual money-weighted rate of return, net of investment expense	6.45%	-1.79%	6.69%	11.80%	-5.17%	18.97%

\*Until a full 10-year trend is compiled, the required information for the plan is presented for as many years as are available.

COUNTY OF GREENE, PENNSYLVANIA  
 NOTES TO SCHEDULES OF REQUIRED SUPPLEMENTARY INFORMATION  
 YEAR ENDED DECEMBER 31, 2019

Actuarial Methods and Assumptions Used in Determining the Actuarially Determined Contribution

Actuarial valuation date	1/1/2019
Actuarial cost method	Entry age
Amortization method	Level dollar
Remaining amortization period	14 years
Asset valuation method	Market value adjusted by unrecognized gains and losses from prior years
Inflation	3.0%
Salary increases	4.5% average, including inflation
Investment rate of return	7.5%, net of pension plan investment expense, including inflation
Retirement age	Age 60 or 55 with 20 years' service
Mortality	2013 RP Annuitant and Non-Annuity Mortality Table for males and females with no projected improvement

Benefit Changes

There have been no changes in the Plan benefits since the date of the last report.

Change in Actuarial Assumptions

There have been no changes in the actuarial assumptions since the date of the last report.



## **OTHER SUPPLEMENTARY INFORMATION**

COUNTY OF GREENE, PENNSYLVANIA  
 COMBINING BALANCE SHEET  
 OTHER GOVERNMENTAL FUNDS  
 DECEMBER 31, 2019

	Special Revenue Funds				
	Redevelopment Authority	Affordable Housing Trust	Probation Supervision	Probation DUI	Community Service
<u>Assets</u>					
Cash and cash equivalents	\$ 873,951	\$ 251,142	\$ 14,648	\$ 32,275	\$ 23,442
Investments	-	-	-	-	-
Due from other funds	900,000	1,960	6,172	-	988
Due from other governments	-	-	-	-	-
Taxes receivable	-	-	-	-	-
Accounts receivable	1,434	-	-	-	-
Other assets	-	-	-	-	-
Total Assets	<u>\$ 1,775,385</u>	<u>\$ 253,102</u>	<u>\$ 20,820</u>	<u>\$ 32,275</u>	<u>\$ 24,430</u>
<u>Liabilities and Fund Balance</u>					
Liabilities:					
Accounts payable	\$ 139,240	\$ -	\$ -	\$ -	\$ -
Accrued liabilities and withholdings	-	-	-	-	-
Due to other funds	5,713	-	-	3,143	4,241
Unearned revenue	525,000	-	-	-	-
Total Liabilities	<u>669,953</u>	<u>-</u>	<u>-</u>	<u>3,143</u>	<u>4,241</u>
Fund Balance:					
Restricted	1,105,432	253,102	20,820	29,132	20,189
Unassigned	-	-	-	-	-
Total Fund Balance	<u>1,105,432</u>	<u>253,102</u>	<u>20,820</u>	<u>29,132</u>	<u>20,189</u>
Total Liabilities and Fund Balance	<u>\$ 1,775,385</u>	<u>\$ 253,102</u>	<u>\$ 20,820</u>	<u>\$ 32,275</u>	<u>\$ 24,430</u>

COUNTY OF GREENE, PENNSYLVANIA  
 COMBINING BALANCE SHEET (CONTINUED)  
 OTHER GOVERNMENTAL FUNDS  
 DECEMBER 31, 2019

	Special Revenue Funds				
	Clerk of Courts Automation	Prothonotary Automation	Adoption Counseling	RI Fund County	RI Fund R&R
<u>Assets</u>					
Cash and cash equivalents	\$ 24,885	\$ 11,716	\$ 839	\$95,723	\$105,228
Investments	-	-	-	-	-
Due from other funds	255	-	-	1,144	-
Due from other governments	-	-	-	-	-
Taxes receivable	-	-	-	-	-
Accounts receivable	-	-	-	-	-
Other assets	-	-	-	-	-
	<u>-\$ 25,140</u>	<u>\$ 11,716</u>	<u>\$ 839</u>	<u>\$96,867</u>	<u>\$105,228</u>
<u>Liabilities and Fund Balance</u>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Accrued liabilities and withholdings	-	-	-	-	-
Due to other funds	-	-	-	-	-
Unearned revenue	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	-	-	-	-	-
Fund Balance:					
Restricted	25,140	11,716	839	96,867	105,228
Unassigned	-	-	-	-	-
	<u>25,140</u>	<u>11,716</u>	<u>839</u>	<u>96,867</u>	<u>105,228</u>
Total Fund Balance	<u>25,140</u>	<u>11,716</u>	<u>839</u>	<u>96,867</u>	<u>105,228</u>
Total Liabilities and Fund Balance	<u>\$ 25,140</u>	<u>\$ 11,716</u>	<u>\$ 839</u>	<u>\$96,867</u>	<u>\$105,228</u>

COUNTY OF GREENE, PENNSYLVANIA  
 COMBINING BALANCE SHEET (CONTINUED)  
 OTHER GOVERNMENTAL FUNDS  
 DECEMBER 31, 2019

	Special Revenue Funds				
	Coroner	Community Development	Child Support Enforcement	911 and Hazmat	Liquid Fuels
<u>Assets</u>					
Cash and cash equivalents	\$ 41,395	\$ 4,230	\$ 349,745	\$ 1,008,448	\$ 2,181,725
Investments	-	-	-	-	-
Due from other funds	-	-	-	-	-
Due from other governments	-	126,722	115,123	-	-
Taxes receivable	-	-	-	-	-
Accounts receivable	-	-	-	10,200	32,671
Other assets	-	-	-	4,625	40
	<u>\$ 41,395</u>	<u>\$ 130,952</u>	<u>\$ 464,868</u>	<u>\$ 1,023,273</u>	<u>\$ 2,214,436</u>
<u>Liabilities and Fund Balance</u>					
Liabilities:					
Accounts payable	\$ -	\$ 126,722	\$ -	\$ -	\$ 27,315
Accrued liabilities and withholdings	-	-	-	-	-
Due to other funds	-	-	259,507	234,915	293,316
Unearned revenue	20,000	4,230	-	427,475	-
	<u>20,000</u>	<u>130,952</u>	<u>259,507</u>	<u>662,390</u>	<u>320,631</u>
Fund Balance:					
Restricted	21,395	-	205,361	360,883	1,893,805
Unassigned	-	-	-	-	-
	<u>21,395</u>	<u>-</u>	<u>205,361</u>	<u>360,883</u>	<u>1,893,805</u>
Total Fund Balance	<u>21,395</u>	<u>-</u>	<u>205,361</u>	<u>360,883</u>	<u>1,893,805</u>
Total Liabilities and Fund Balance	<u>\$ 41,395</u>	<u>\$ 130,952</u>	<u>\$ 464,868</u>	<u>\$ 1,023,273</u>	<u>\$ 2,214,436</u>

COUNTY OF GREENE, PENNSYLVANIA  
 COMBINING BALANCE SHEET (CONTINUED)  
 OTHER GOVERNMENTAL FUNDS  
 DECEMBER 31, 2019

	Special Revenue Funds				
	Conservation District	Tourism	Library System	Human Services Transportation	Fair Board
<u>Assets</u>					
Cash and cash equivalents	\$ 1,535,490	\$ 196,878	\$ 37,128	\$ 378,487	\$ 314,204
Investments	419,039	-	4,998	-	-
Due from other funds	-	-	-	81,497	-
Due from other governments	291,872	-	-	-	38,524
Taxes receivable	-	11,441	2,352	-	-
Accounts receivable	915	-	-	202,349	-
Other assets	-	-	3,780	-	1,184
	<u>\$ 2,247,316</u>	<u>\$ 208,319</u>	<u>\$ 48,258</u>	<u>\$ 662,333</u>	<u>\$ 353,912</u>
<u>Liabilities and Fund Balance</u>					
Liabilities:					
Accounts payable	\$ 213,790	\$ 8,078	\$ 169	\$ 3,429	\$ -
Accrued liabilities and withholdings	-	-	30	-	-
Due to other funds	62,862	16,485	-	432,925	-
Unearned revenue	-	-	-	225,979	250
	<u>276,652</u>	<u>24,563</u>	<u>199</u>	<u>662,333</u>	<u>250</u>
Fund Balance:					
Restricted	1,970,664	183,756	48,059	-	353,662
Unassigned	-	-	-	-	-
	<u>1,970,664</u>	<u>183,756</u>	<u>48,059</u>	<u>-</u>	<u>353,662</u>
	<u>\$ 2,247,316</u>	<u>\$ 208,319</u>	<u>\$ 48,258</u>	<u>\$ 662,333</u>	<u>\$ 353,912</u>

COUNTY OF GREENE, PENNSYLVANIA  
 COMBINING BALANCE SHEET (CONTINUED)  
 OTHER GOVERNMENTAL FUNDS  
 DECEMBER 31, 2019

	<u>Special Revenue Funds</u>				<u>Total Other Governmental Funds</u>
	<u>BHS D&amp;A</u>	<u>Human Services</u>	<u>Capital Projects</u>	<u>Debt Service</u>	
<u>Assets</u>					
Cash and cash equivalents	\$396,855	\$620,418	\$ 593,540	\$1,506,468	\$10,598,860
Investments	-	-	-	-	424,037
Due from other funds	111,793	161,205	80,111	-	1,345,125
Due from other governments	362,429	139,273	62,011	-	1,135,954
Taxes receivable	-	-	-	-	13,793
Accounts receivable	-	7,697	-	5,900	261,166
Other assets	-	-	-	-	9,629
	<u>-\$871,077</u>	<u>\$928,593</u>	<u>\$ 735,662</u>	<u>\$1,512,368</u>	<u>\$13,788,564</u>
<u>Liabilities and Fund Balance</u>					
Liabilities:					
Accounts payable	\$ 38,906	\$ 59,564	\$ -	\$ -	\$ 617,213
Accrued liabilities and withholdings	-	-	-	-	30
Due to other funds	419,492	565,949	2,122,335	-	4,420,883
Unearned revenue	412,679	303,080	-	-	1,918,693
	<u>871,077</u>	<u>928,593</u>	<u>2,122,335</u>	<u>-</u>	<u>6,956,819</u>
Fund Balance:					
Restricted	-	-	-	1,512,368	8,218,418
Unassigned	-	-	(1,386,673)	-	(1,386,673)
	<u>-</u>	<u>-</u>	<u>(1,386,673)</u>	<u>1,512,368</u>	<u>6,831,745</u>
	<u>\$871,077</u>	<u>\$928,593</u>	<u>\$ 735,662</u>	<u>\$1,512,368</u>	<u>\$13,788,564</u>

COUNTY OF GREENE, PENNSYLVANIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 OTHER GOVERNMENTAL FUNDS  
 FOR THE YEAR ENDED DECEMBER 31, 2019

	Special Revenue Funds				
	Redevelopment Authority	Affordable Housing Trust	Probation Supervision	Probation DUI	Community Service
<b>Revenues:</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	90,000	-	-	-	-
Charges for service	1,147	23,990	101,561	18,231	15,319
Interest	25,056	717	48	475	55
Rental income	24,139	-	-	-	-
Donations	-	-	-	-	-
Total revenues	<u>140,342</u>	<u>24,707</u>	<u>101,609</u>	<u>18,706</u>	<u>15,374</u>
<b>Expenditures:</b>					
General government - administration	-	-	-	-	-
General government - judicial	-	-	10,700	9,648	10,437
Public safety:					
EMA/911	-	-	-	-	-
Police	-	-	-	-	-
Public works:					
Highways and bridges	-	-	-	-	-
Airport	-	-	-	-	-
Human Services:					
Drug and alcohol	-	-	-	-	-
Other human services	-	-	-	-	-
Transportation	-	-	-	-	-
Culture and recreation:					
Parks and recreation	-	-	-	-	-
Libraries	-	-	-	-	-
Conservation and economic development:					
Conservation/development	-	-	-	-	-
Housing/community development	313,424	-	-	-	-
Tourist promotion	-	-	-	-	-
Debt service:					
Debt interest	-	-	-	-	-
Debt principal	-	-	-	-	-
Total expenditures	<u>313,424</u>	<u>-</u>	<u>10,700</u>	<u>9,648</u>	<u>10,437</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(173,082)</u>	<u>24,707</u>	<u>90,909</u>	<u>9,058</u>	<u>4,937</u>
<b>Other Financing Sources (Uses):</b>					
Transfers in	900,000	-	-	-	-
Other sources from sale of assets/ prior period reimbursement	142,155	-	-	-	-
Transfers out	-	-	(185,329)	-	-
Total other financing sources (uses)	<u>1,042,155</u>	<u>-</u>	<u>(185,329)</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	869,073	24,707	(94,420)	9,058	4,937
<b>Fund Balance:</b>					
Beginning of year	236,359	228,395	115,240	20,074	15,252
End of year	<u>\$ 1,105,432</u>	<u>\$ 253,102</u>	<u>\$ 20,820</u>	<u>\$ 29,132</u>	<u>\$ 20,189</u>

COUNTY OF GREENE, PENNSYLVANIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 OTHER GOVERNMENTAL FUNDS (CONTINUED)  
 FOR THE YEAR ENDED DECEMBER 31, 2019

	Special Revenue Funds				
	Clerk of Courts Automation	Prothonotary Automation	Adoption Counseling	RI Fund County	RI Fund R&R
<b>Revenues:</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	-
Charges for service	4,513	4,831	-	17,116	23,958
Interest	24	10	2	88	88
Rental income	-	-	-	-	-
Donations	-	-	-	-	-
Total revenues	<u>4,537</u>	<u>4,841</u>	<u>2</u>	<u>17,204</u>	<u>24,046</u>
<b>Expenditures:</b>					
General government - administration	-	-	-	1,197	577
General government - judicial	2,145	2,819	-	-	-
Public safety:					
EMA/911	-	-	-	-	-
Police	-	-	-	-	-
Public works:					
Highways and bridges	-	-	-	-	-
Airport	-	-	-	-	-
Human Services:					
Drug and alcohol	-	-	-	-	-
Other human services	-	-	-	-	-
Transportation	-	-	-	-	-
Culture and recreation:					
Parks and recreation	-	-	-	-	-
Libraries	-	-	-	-	-
Conservation and economic development:					
Conservation/development	-	-	-	-	-
Housing/community development	-	-	-	-	-
Tourist promotion	-	-	-	-	-
Debt service:					
Debt interest	-	-	-	-	-
Debt principal	-	-	-	-	-
Total expenditures	<u>2,145</u>	<u>2,819</u>	<u>-</u>	<u>1,197</u>	<u>577</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>2,392</u>	<u>2,022</u>	<u>2</u>	<u>16,007</u>	<u>23,469</u>
<b>Other Financing Sources (Uses):</b>					
Transfers in	-	-	-	-	-
Other sources from sale of assets/ prior period reimbursement	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balance	2,392	2,022	2	16,007	23,469
<b>Fund Balance:</b>					
Beginning of year	22,748	9,694	837	80,860	81,759
End of year	<u>\$ 25,140</u>	<u>\$ 11,716</u>	<u>\$ 839</u>	<u>\$96,867</u>	<u>\$ 105,228</u>



COUNTY OF GREENE, PENNSYLVANIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 OTHER GOVERNMENTAL FUNDS (CONTINUED)  
 FOR THE YEAR ENDED DECEMBER 31, 2019

	Special Revenue Funds				
	Coroner	Community Development	Child Support Enforcement	911 and Hazmat	Liquid Fuels
<b>Revenues:</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	1,058,417	496,200	646,351	1,711,735
Charges for service	2,805	-	1,718	26,825.00	81,145
Interest	98	-	304	6,715	66,800
Rental income	-	-	-	-	-
Donations	-	-	-	-	2,925
Total revenues	<u>2,903</u>	<u>1,058,417</u>	<u>498,222</u>	<u>679,891</u>	<u>1,862,605</u>
<b>Expenditures:</b>					
General government - administration	-	-	-	-	-
General government - judicial	-	-	643,144	-	-
Public safety:					
EMA/911	-	-	-	970,789	-
Police	-	-	-	-	-
Public works:					
Highways and bridges	-	-	-	-	1,085,535
Airport	-	-	-	-	-
Human Services:					
Drug and alcohol	-	-	-	-	-
Other human services	-	-	-	-	-
Transportation	-	-	-	-	-
Culture and recreation:					
Parks and recreation	-	-	-	-	-
Libraries	-	-	-	-	-
Conservation and economic development:					
Conservation/development	-	-	-	-	-
Housing/community development	-	1,013,477	-	-	-
Tourist promotion	-	-	-	-	-
Debt service:					
Debt interest	-	-	-	-	-
Debt principal	-	-	-	-	-
Total expenditures	<u>-</u>	<u>1,013,477</u>	<u>643,144</u>	<u>970,789</u>	<u>1,085,535</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>2,903</u>	<u>44,940</u>	<u>(144,922)</u>	<u>(290,898)</u>	<u>777,070</u>
<b>Other Financing Sources (Uses):</b>					
Transfers in	-	-	239,177	-	-
Other sources from sale of assets/ prior period reimbursement	-	-	-	-	-
Transfers out	-	(44,940)	(47,785)	-	(11,301)
Total other financing sources (uses)	<u>-</u>	<u>(44,940)</u>	<u>191,392</u>	<u>-</u>	<u>(11,301)</u>
Net Change in Fund Balance	2,903	-	46,470	(290,898)	765,769
<b>Fund Balance:</b>					
Beginning of year	18,492	-	158,891	651,781	1,128,036
End of year	<u>\$21,395</u>	<u>\$ -</u>	<u>\$ 205,361</u>	<u>\$ 360,883</u>	<u>\$ 1,893,805</u>

COUNTY OF GREENE, PENNSYLVANIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 OTHER GOVERNMENTAL FUNDS (CONTINUED)  
 FOR THE YEAR ENDED DECEMBER 31, 2019

	Special Revenue Funds				
	Conservation District	Tourism	Library System	Human Services Transportation	Fair Board
<b>Revenues:</b>					
Taxes	\$ -	\$ 129,680	\$ 104,835	\$ -	\$ -
Intergovernmental	846,272	-	161,320	1,203,622	151,524
Charges for service	185,328	50,205	-	75,136	215,577
Interest	38,144	1,021	749	3,114	1,318
Rental income	-	-	-	-	17,775.00
Donations	-	-	-	-	3,292
Total revenues	<u>1,069,744</u>	<u>180,906</u>	<u>266,904</u>	<u>1,281,872</u>	<u>389,486</u>
<b>Expenditures:</b>					
General government - administration	-	-	-	-	-
General government - judicial	-	-	-	-	-
Public safety:					
EMA/911	-	-	-	-	-
Police	-	-	-	-	-
Public works:					
Highways and bridges	-	-	-	-	-
Airport	-	-	-	-	-
Human Services:					
Drug and alcohol	-	-	-	-	-
Other human services	-	-	-	-	-
Transportation	-	-	-	1,272,126	-
Culture and recreation:					
Parks and recreation	-	-	-	-	387,416
Libraries	-	-	286,722	-	-
Conservation and economic development:					
Conservation/development	1,813,518	-	-	-	-
Housing/community development	-	-	-	-	-
Tourist promotion	-	197,828	-	-	-
Debt service:					
Debt interest	-	-	-	-	-
Debt principal	-	-	-	-	-
Total expenditures	<u>1,813,518</u>	<u>197,828</u>	<u>286,722</u>	<u>1,272,126</u>	<u>387,416</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(743,774)</u>	<u>(16,922)</u>	<u>(19,818)</u>	<u>9,746</u>	<u>2,070</u>
<b>Other Financing Sources (Uses):</b>					
Transfers in	-	-	-	34,951	-
Other sources from sale of assets/ prior period reimbursement	-	-	-	-	2,901
Transfers out	-	(2,425)	-	(44,697)	-
Total other financing sources (uses)	<u>-</u>	<u>(2,425)</u>	<u>-</u>	<u>(9,746)</u>	<u>2,901</u>
Net Change in Fund Balance	(743,774)	(19,347)	(19,818)	-	4,971
<b>Fund Balance:</b>					
Beginning of year	2,714,438	203,103	67,877	-	348,691
End of year	<u>\$ 1,970,664</u>	<u>\$ 183,756</u>	<u>\$ 48,059</u>	<u>\$ -</u>	<u>\$ 353,662</u>

COUNTY OF GREENE, PENNSYLVANIA  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
 OTHER GOVERNMENTAL FUNDS (CONTINUED)  
 FOR THE YEAR ENDED DECEMBER 31, 2019

	<u>Special Revenue Funds</u>				Total Other Governmental Funds
	BHS D&A	Human Services	Capital Projects	Debt Service	
<u>Revenues:</u>					
Taxes	\$ -	\$ -	\$ -	\$ 1,031,630	\$ 1,266,145
Intergovernmental	646,731	1,325,186	412,094	-	8,749,452
Charges for service	139,668	-	-	-	989,073
Interest	2,356	4,129	13,996	11,425	176,732
Rental income	-	-	-	-	41,914
Donations	-	10,117	-	-	16,334
Total revenues	<u>788,755</u>	<u>1,339,432</u>	<u>426,090</u>	<u>1,043,055</u>	<u>11,239,650</u>
<u>Expenditures:</u>					
General government - administration	-	-	2,008,854	148	2,010,776
General government - judicial	-	-	226,257	-	905,150
Public safety:					
EMA/911	-	-	-	-	970,789
Police	-	-	37,084	-	37,084
Public works:					
Highways and bridges	-	-	15,552	-	1,101,087
Airport	-	-	27,538	-	27,538
Human Services:					
Drug and alcohol	792,423	-	-	-	792,423
Other human services	-	1,339,432	-	-	1,339,432
Transportation	-	-	-	-	1,272,126
Culture and recreation:					
Parks and recreation	-	-	1,079,964	-	1,467,380
Libraries	-	-	-	-	286,722
Conservation and economic development:					
Conservation/development	-	-	-	-	1,813,518
Housing/community development	-	-	95,000	-	1,421,901
Tourist promotion	-	-	-	-	197,828
Debt service:					
Debt interest	-	-	-	156,951	156,951
Debt principal	-	-	-	840,000	840,000
Total expenditures	<u>792,423</u>	<u>1,339,432</u>	<u>3,490,249</u>	<u>997,099</u>	<u>14,640,705</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(3,668)</u>	<u>-</u>	<u>(3,064,159)</u>	<u>45,956</u>	<u>(3,401,055)</u>
<u>Other Financing Sources (Uses):</u>					
Transfers in	8,168	-	603,061	-	1,785,357
Other sources from sale of assets/ prior period reimbursement	-	-	-	-	145,056
Transfers out	<u>(4,500)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(340,977)</u>
Total other financing sources (uses)	<u>3,668</u>	<u>-</u>	<u>603,061</u>	<u>-</u>	<u>1,589,436</u>
Net Change in Fund Balance	-	-	(2,461,098)	45,956	(1,811,619)
<u>Fund Balance:</u>					
Beginning of year	-	-	1,074,425	1,466,412	8,643,364
End of year	<u>\$ -</u>	<u>\$ -</u>	<u>\$ (1,386,673)</u>	<u>\$ 1,512,368</u>	<u>\$ 6,831,745</u>

COUNTY OF GREENE, PENNSYLVANIA  
COMBINING BALANCE SHEET  
AGENCY FUNDS  
DECEMBER 31, 2019

	Tax Claim	Clerk of Courts - Criminal	Orphan's Court	Register and Recorder	Recorder - Local Realty Transfer	Magistrate 13-03-01	Magistrate 13-03-02	Magistrate 13-03-03	Sheriff
<b>Assets</b>									
Cash and cash equivalents	\$ 427,254	\$ 63,607	\$ 1	\$ 44,311	\$ 162,318	\$ 16,613	\$ 10,143	\$ 18,246	\$ 11,270
Due from other funds	-	29,850	-	100	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 427,254</b>	<b>\$ 93,457</b>	<b>\$ 1</b>	<b>\$ 44,411</b>	<b>\$ 162,318</b>	<b>\$ 16,613</b>	<b>\$ 10,143</b>	<b>\$ 18,246</b>	<b>\$ 11,270</b>
<b>Liabilities</b>									
Liabilities:									
Due to other governments	\$ 427,254	\$ 61,367	\$ (26,856)	\$ 41,307	\$ 162,318	\$ 11,476	\$ 5,287	\$ 13,953	\$ 11,270
Due to other funds	-	32,090	26,857	3,104	-	5,137	4,856	4,293	-
<b>Total Liabilities</b>	<b>\$ 427,254</b>	<b>\$ 93,457</b>	<b>\$ 1</b>	<b>\$ 44,411</b>	<b>\$ 162,318</b>	<b>\$ 16,613</b>	<b>\$ 10,143</b>	<b>\$ 18,246</b>	<b>\$ 11,270</b>
<b>Assets</b>									
	Sheriff-Validation Systems	Prothonotary	Prothonotary - Escrow Accts	Jail	Airport Security	Domestic Relations	Fire Damage Escrow	Children and Youth	Commonwealth Treasurer
Cash and cash equivalents	\$ 689	\$ 27,774	\$ 50,346	\$ 71,791	\$ 6,008	\$ 565	\$ 67	\$ 22,537	\$ 22,159
Due from other funds	-	-	-	-	-	-	-	-	-
<b>Total Assets</b>	<b>\$ 689</b>	<b>\$ 27,774</b>	<b>\$ 50,346</b>	<b>\$ 71,791</b>	<b>\$ 6,008</b>	<b>\$ 565</b>	<b>\$ 67</b>	<b>\$ 22,537</b>	<b>\$ 22,159</b>
<b>Liabilities</b>									
Liabilities:									
Due to other governments	\$ 689	\$ 23,742	\$ 50,346	\$ 67,934	\$ 6,008	\$ 565	\$ 67	\$ 22,537	\$ 22,159
Due to other funds	-	4,032	-	3,857	-	-	-	-	-
<b>Total Liabilities</b>	<b>\$ 689</b>	<b>\$ 27,774</b>	<b>\$ 50,346</b>	<b>\$ 71,791</b>	<b>\$ 6,008</b>	<b>\$ 565</b>	<b>\$ 67</b>	<b>\$ 22,537</b>	<b>\$ 22,159</b>
<b>Assets</b>									
	District Attorney	Farmland Preservation	Human Services - M. Howard	Wire Transfer Account	Total				
Cash and cash equivalents	\$ 39,785	\$ 61,752	\$ 33	\$ 20	\$ 1,057,289				
Due from other funds	-	-	-	-	29,950				
<b>Total Assets</b>	<b>\$ 39,785</b>	<b>\$ 61,752</b>	<b>\$ 33</b>	<b>\$ 20</b>	<b>\$ 1,087,239</b>				
<b>Liabilities</b>									
Liabilities:									
Due to other governments	\$ 39,785	\$ 61,752	\$ 33	\$ 20	\$ 1,003,013				
Due to other funds	-	-	-	-	84,226				
<b>Total Liabilities</b>	<b>\$ 39,785</b>	<b>\$ 61,752</b>	<b>\$ 33</b>	<b>\$ 20</b>	<b>\$ 1,087,239</b>				

COUNTY OF GREENE, PENNSYLVANIA  
 COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
 AGENCY FUNDS  
 DECEMBER 31, 2019

	Balance January 1, 2019	Additions	Deductions	Balance December 31, 2019
<b>Tax Claim</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 547,267	\$ 4,836,612	\$ (4,956,625)	\$ 427,254
<b>Liabilities</b>				
Due to other governments	\$ 523,829	\$ 4,836,612	\$ (4,933,187)	\$ 427,254
Due to other funds	23,438	-	(23,438)	-
	<u>\$ 547,267</u>	<u>\$ 4,836,612</u>	<u>\$ (4,956,625)</u>	<u>\$ 427,254</u>
<b>Clerk of Courts - Criminal</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 77,462	\$ 834,038	\$ (847,893)	\$ 63,607
Due from other funds	11,032	29,850	(11,032)	29,850
	<u>\$ 88,494</u>	<u>\$ 863,888</u>	<u>\$ (858,925)</u>	<u>\$ 93,457</u>
<b>Liabilities</b>				
Due to other governments	\$ 81,624	\$ 831,798	\$ (852,055)	\$ 61,367
Due to other funds	6,870	32,090	(6,870)	32,090
	<u>\$ 88,494</u>	<u>\$ 863,888</u>	<u>\$ (858,925)</u>	<u>\$ 93,457</u>
<b>Orphan's Court</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 1	\$ 49,400	\$ (49,400)	\$ 1
<b>Liabilities</b>				
Due to other governments	\$ 1	\$ 22,543	\$ (49,400)	\$ (26,856)
Due to other funds	-	26,857	-	26,857
	<u>\$ 1</u>	<u>\$ 49,400</u>	<u>\$ (49,400)</u>	<u>\$ 1</u>
<b>Register and Recorder</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 60,174	\$ 695,100	\$ (710,963)	\$ 44,311
Due from other funds	-	100	-	100
	<u>\$ 60,174</u>	<u>\$ 695,200</u>	<u>\$ (710,963)</u>	<u>\$ 44,411</u>
<b>Liabilities</b>				
Due to other governments	\$ 60,174	\$ 692,096	\$ (710,963)	\$ 41,307
Due to other funds	-	3,104	-	3,104
	<u>\$ 60,174</u>	<u>\$ 695,200</u>	<u>\$ (710,963)</u>	<u>\$ 44,411</u>
<b>Register and Recorder (Local Realty Transfer)</b>				
<b>Assets</b>				
Cash and Cash Equivalents	\$ 133,828	\$ 1,485,455	\$ (1,456,965)	\$ 162,318
<b>Liabilities</b>				
Due to other governments	\$ 88,654	\$ 1,485,455	\$ (1,411,791)	\$ 162,318
Due to other funds	45,174	-	(45,174)	-
	<u>\$ 133,828</u>	<u>\$ 1,485,455</u>	<u>\$ (1,456,965)</u>	<u>\$ 162,318</u>
<b>Magistrate 13-03-01</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 13,384	\$ 462,178	\$ (458,949)	\$ 16,613
<b>Liabilities</b>				
Due to other governments	\$ 9,012	\$ 457,041	\$ (454,577)	\$ 11,476
Due to other funds	4,372	5,137	(4,372)	5,137
	<u>\$ 13,384</u>	<u>\$ 462,178</u>	<u>\$ (458,949)</u>	<u>\$ 16,613</u>
<b>Magistrate 13-03-2</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 10,734	\$ 375,348	\$ (375,939)	\$ 10,143
<b>Liabilities</b>				
Due to other governments	\$ 7,355	\$ 370,492	\$ (372,560)	\$ 5,287
Due to other funds	3,379	4,856	(3,379)	4,856
	<u>\$ 10,734</u>	<u>\$ 375,348</u>	<u>\$ (375,939)</u>	<u>\$ 10,143</u>

COUNTY OF GREENE, PENNSYLVANIA  
ALL AGENCY FUNDS  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED)  
DECEMBER 31, 2019

**Magistrate 13-03-3**

<b>Assets</b>				
Cash and cash equivalents	\$ 12,032	\$ 346,131	\$ (339,917)	\$ 18,246
<b>Liabilities</b>				
Due to other governments	\$ 12,032	\$ 341,838	\$ (339,917)	\$ 13,953
Due to other funds	-	4,293	-	4,293
	<u>\$ 12,032</u>	<u>\$ 346,131</u>	<u>\$ (339,917)</u>	<u>\$ 18,246</u>

**Sheriff**

<b>Assets</b>				
Cash and cash equivalents	\$ 24,026	\$ 340,884	\$ (353,640)	\$ 11,270
Due from other funds	104	-	(104)	-
	<u>\$ 24,130</u>	<u>\$ 340,884</u>	<u>\$ (353,744)</u>	<u>\$ 11,270</u>
<b>Liabilities</b>				
Due to other governments	\$ 19,459	\$ 340,884	\$ (349,073)	\$ 11,270
Due to other funds	4,671	-	(4,671)	-
	<u>\$ 24,130</u>	<u>\$ 340,884</u>	<u>\$ (353,744)</u>	<u>\$ 11,270</u>

**Sheriff - Validation System**

<b>Assets</b>				
Cash and cash equivalents	\$ 511	\$ 1,448	\$ (1,270)	\$ 689
<b>Liabilities</b>				
Due to other governments	\$ 511	\$ 1,448	\$ (1,270)	\$ 689

**Prothonotary**

<b>Assets</b>				
Cash and cash equivalents	\$ 38,362	\$ 176,351	\$ (186,939)	\$ 27,774
<b>Liabilities</b>				
Due to other governments	\$ 32,152	\$ 172,319	\$ (180,729)	\$ 23,742
Due to other funds	6,210	4,032	(6,210)	4,032
	<u>\$ 38,362</u>	<u>\$ 176,351</u>	<u>\$ (186,939)</u>	<u>\$ 27,774</u>

**Prothonotary - Escrow Accts**

<b>Assets</b>				
Cash and cash equivalents	\$ 286,907	\$ 70,192	\$ (306,753)	\$ 50,346
<b>Liabilities</b>				
Due to other governments	\$ 286,907	\$ 70,192	\$ (306,753)	\$ 50,346

**Jail**

<b>Assets</b>				
Cash and cash equivalents	\$ 95,878	\$ 316,191	\$ (340,278)	\$ 71,791
<b>Liabilities</b>				
Due to other governments	\$ 95,238	\$ 312,334	\$ (339,638)	\$ 67,934
Due to other funds	640	3,857	(640)	3,857
	<u>\$ 95,878</u>	<u>\$ 316,191</u>	<u>\$ (340,278)</u>	<u>\$ 71,791</u>

**Airport Security**

<b>Assets</b>				
Cash and cash equivalents	\$ 5,990	\$ 18	\$ -	\$ 6,008
<b>Liabilities</b>				
Due to other governments	\$ 5,990	\$ 18	\$ -	\$ 6,008

**Domestic Relations**

<b>Assets</b>				
Cash and cash equivalents	\$ 1,665	\$ 57,209	\$ (58,309)	\$ 565
<b>Liabilities</b>				
Due to other governments	\$ 1,665	\$ 57,209	\$ (58,309)	\$ 565

COUNTY OF GREENE, PENNSYLVANIA  
ALL AGENCY FUNDS  
COMBINING STATEMENT OF CHANGES IN ASSETS AND LIABILITIES (CONTINUED)  
DECEMBER 31, 2019

<b>Fire Damage Escrow</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 67	\$ -	\$ -	\$ 67
<b>Liabilities</b>				
Due to other governments	\$ 67	\$ -	\$ -	\$ 67
<b>Children and Youth</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 23,172	\$ 1,247	\$ (1,882)	\$ 22,537
<b>Liabilities</b>				
Due to other governments	\$ 23,172	\$ 1,247	\$ (1,882)	\$ 22,537
<b>Commonwealth Treasurer</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 20,110	\$ 137,720	\$ (135,671)	\$ 22,159
<b>Liabilities</b>				
Due to other governments	\$ (22,066)	\$ 137,720	\$ (93,495)	22,159
Due to other funds	42,176	-	(42,176)	-
	\$ 20,110	\$ 137,720	\$ (135,671)	\$ 22,159
<b>District Attorney</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 38,689	\$ 1,447	\$ (351)	\$ 39,785
<b>Liabilities</b>				
Due to other governments	\$ 38,689	\$ 1,447	\$ (351)	\$ 39,785
<b>Farmland Preservation</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 52,500	\$ 9,252	\$ -	\$ 61,752
<b>Liabilities</b>				
Due to other governments	\$ 52,500	\$ 9,252	\$ -	\$ 61,752
<b>Human Services - M. Howard</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 520	\$ 3	\$ (490)	\$ 33
<b>Liabilities</b>				
Due to other governments	\$ 520	\$ 3	\$ (490)	\$ 33
<b>Wire Transfer Account</b>				
<b>Assets</b>				
Cash and cash equivalents	\$ 20	\$ -	\$ -	\$ 20
<b>Liabilities</b>				
Due to other governments	\$ 20	\$ -	\$ -	\$ 20