

**COUNTY OF CLEARFIELD, PENNSYLVANIA
FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2021**

COUNTY OF CLEARFIELD
YEAR ENDED DECEMBER 31, 2021
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INDEPENDENT AUDITOR'S REPORT

County Commissioners
County of Clearfield
Clearfield, Pennsylvania

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the COUNTY OF CLEARFIELD as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the COUNTY OF CLEARFIELD's basic financial statements as listed in the table of contents.

Unmodified Opinions on the Governmental Activities, Major Funds, and Aggregate Remaining Fund Information

In our opinion, the accompanying 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 for the primary government of COUNTY OF CLEARFIELD, as of December 31, 2021, and the respective changes in financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Adverse Opinion on the Reporting Entity

In our opinion, because of the significance of the matter described in the Basis for Adverse Opinion on the Reporting Entity paragraph, the primary government financial statements do not purport to, and do not, present fairly the financial position of the reporting entity of COUNTY OF CLEARFIELD's, as of December 31, 2021, the changes in its financial position for the year then ended in accordance with accounting principles generally accepted in the United States of America. In accordance with accounting principles generally accepted in the United States of America, COUNTY OF CLEARFIELD has issued separate reporting entity financial statements, for which we have issued our report dated March 6, 2024.

Basis for Adverse and Unmodified Opinions

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

Matters Giving Rise to Adverse Opinion on the Reporting Entity

The financial statements referred to above include only the primary government of COUNTY OF CLEARFIELD, which consists of all funds, organizations, institutions, agencies, departments, and offices that comprise COUNTY OF CLEARFIELD's legal entity. The financial statements do not include financial data for COUNTY OF CLEARFIELD's legally separate component units, which accounting principles generally accepted in the United States of America require to be reported with the financial data of COUNTY OF CLEARFIELD's primary government.



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Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

In performing an audit in accordance with GAAS, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of COUNTY OF CLEARFIELD's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about COUNTY OF CLEARFIELD's ability to continue as a going concern for a reasonable period of time.

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



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Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedule of county contributions and investment returns, and schedules of changes in the net pension liability and related ratios (as listed in the table of contents as required supplementary information) on pages 4 through 15 and 45 through 50 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the COUNTY OF CLEARFIELD's basic financial statements. The combining nonmajor fund financial statements on pages 52 through 55 and the combining statements of individual custodial fund financial statements on pages 56 through 57 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

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

Other Reporting Required by Government Auditing Standards

In accordance with Government Auditing Standards, we have also issued our report dated March 6, 2024 on our consideration of the COUNTY OF CLEARFIELD'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 the COUNTY OF CLEARFIELD's internal control over financial reporting and compliance.

Zelenkofske Axlerod LLC

ZELENKOFOSKE AXELROD LLC

Pittsburgh, Pennsylvania
March 6, 2024

MANAGEMENT'S DISCUSSION AND ANALYSIS DECEMBER 31, 2021

The COUNTY OF CLEARFIELD, hereafter referred to as the "COUNTY", is pleased to present its financial statements developed in compliance with Statement of Governmental Accounting Standard No. 34, entitled "Basic Financial Statements – Management's Discussion and Analysis – For State and Local Governments (hereafter "GASB 34"), and related standards. GASB 34 enhances information provided to the users of its financial statements. This section of the financial reporting package presents our discussion and analysis of the COUNTY's financial performance during the year that ended on December 31, 2021. Please read this Management Discussion and Analysis in conjunction with the COUNTY's financial statements that follow this section.

OVERVIEW OF THE FINANCIAL STATEMENTS

This report consists of the following four parts:

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

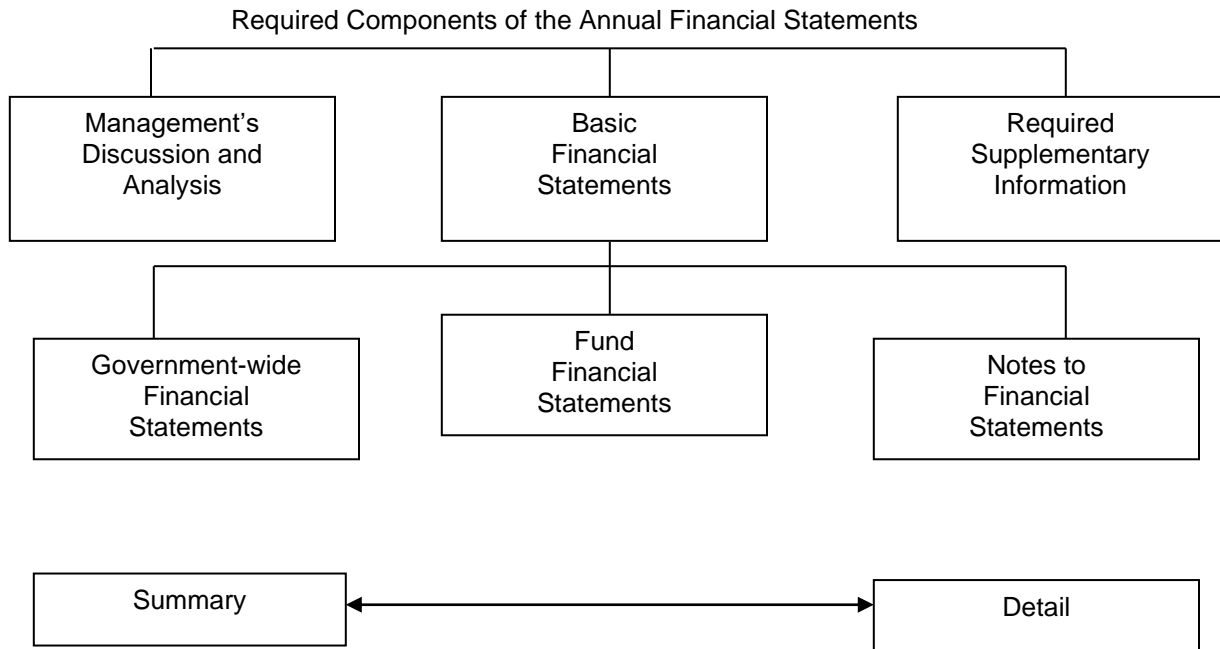
Management's discussion and analysis is a guide to reading the financial statements and provides related information to help the reader to better understand the COUNTY's government. The basic financial statements include notes that provide additional information essential to a full understanding of the financial data provided in the government-wide and fund financial statements. Required supplementary information is provided on the COUNTY's budget to actual figures for the general fund, domestic relations fund and the children and youth services fund.

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

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

**MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2021**

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



**MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2021**

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

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

	Government-wide Statements	Fund Financial Statements	
		Governmental	Fiduciary
Scope	Entire entity (except fiduciary funds)	The day-to-day operating activities of the County, such as public safety and courts	Instances in which the County administers resources on behalf of others
Required Financial Statements	-Statement of net position -Statement of activities	-Balance Sheet -Statement of revenues, expenditures and changes in fund balances	-Statement of fiduciary net position -Statement of revenues, expenditures and changes in net position
Accounting basis and measurement focus	Accrual	Modified Accrual	Accrual accounting and economic resources focus
Type of asset and liability information	All assets and liabilities, short-term and long-term	Current assets and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, short-term and long-term
Type of inflow and outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenue for which cash is received during the year or soon thereafter; expenditures when goods or services have been received and the related liability is due and payable	All additions and deductions during the year, regardless of when cash is received or paid

**MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2021**

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

Government-wide financial statements

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

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

All changes to net position are reported using the economic resources measurement focus and the accrual basis of accounting, which requires that revenues be reported when they are earned and expenses recorded when a liability is incurred, regardless of the timing of the related cash flow.

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

The Statement of Net Position and the Statement of Activities include the following:

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

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

Government-wide statements are reported on the accrual basis of accounting that involves the following steps to format the statement of net position:

- Capitalize current outlays for capital assets
- Report long-term debt as a liability
- Depreciate capital assets and allocate the depreciation to the proper program/activities
- Allocate net position balances as follows:
 - Net investment in capital assets

**MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2021**

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

Fund Financial Statements

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

The COUNTY has two kinds of funds:

- *Governmental Funds* include most of the COUNTY's basic services and focus on: (1) the flow in and out of cash and other financial assets that can readily be converted into cash, and: (2) the balances left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting.

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

The COUNTY adopts an annual budget for the general fund, as required by state law. The County also adopts a budget for the domestic relations fund and the children and youth services fund. A budgetary comparison of the COUNTY's general fund domestic relations fund and the children and youth services fund are presented as required supplementary information.

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

Government-Wide Financial Statements

Net Position

The COUNTY's total assets were \$42,790,774 at December 31, 2021. Of this amount, \$14,824,299 was capital assets.

GASB No. 34 required that all capital assets, including infrastructure, be valued and reported within the governmental activities column of the government-wide financial statements, but allowed infrastructure to be added over several years. The COUNTY adopted the provisions of GASB 34 related to infrastructure on the retroactive basis.

MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2021

Condensed Statement of Net Position – 2021/2020

	2021	2020	Changes from
	Governmental Activities	Governmental Activities	2020 to 2021
	<u> </u>	<u> </u>	<u> </u>
Capital Assets	\$ 14,824,299	\$ 14,673,005	\$ 151,294
Other Assets	<u>27,966,475</u>	<u>18,652,107</u>	<u>9,314,368</u>
 Total Assets	 <u>\$ 42,790,774</u>	 <u>\$ 33,325,112</u>	 <u>\$ 9,465,662</u>
 Deferred Outflows- Pensions	 <u>\$ 1,523,112</u>	 <u>\$ 1,999,354</u>	 <u>\$ (476,242)</u>
 Total Deferred Outflows	 <u>1,523,112</u>	 <u>1,999,354</u>	 <u>(476,242)</u>
 Current Liabilities	 11,844,972	 4,374,610	 7,470,362
Long-term Liabilities	<u>8,261,559</u>	<u>1,743,685</u>	<u>6,517,874</u>
 Total Liabilities	 <u>20,106,531</u>	 <u>6,118,295</u>	 <u>13,988,236</u>
 Deferred Inflows- Pensions	 <u>4,022,022</u>	 <u>2,372,937</u>	 <u>(1,649,085)</u>
 Total Deferred Inflows	 <u>4,022,022</u>	 <u>2,372,937</u>	 <u>(1,649,085)</u>
 Net Investment in Capital Assets	 6,487,601	 14,146,953	 (7,659,352)
Restricted	3,449,078	8,471,245	(5,022,167)
Unrestricted	<u>10,248,654</u>	<u>4,129,668</u>	<u>6,118,986</u>
 Total Net Position	 <u>\$ 20,185,333</u>	 <u>\$ 26,747,866</u>	 <u>\$ (6,562,533)</u>

MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2021

Change in Net Position

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

	2021	2020	
	Governmental	Governmental	Changes from
	Activities	Activities	2020 to 2021
	<u> </u>	<u> </u>	<u> </u>
Program Revenues:			
Charges for Services	\$ 3,299,892	\$ 3,639,494	\$ (339,602)
Grants and Contributions	21,074,037	22,194,706	(1,120,669)
General Revenues:			
Taxes	13,743,396	13,930,240	(186,844)
Unrestricted Investment Earnings	9,348	45,929	(36,581)
Miscellaneous Revenue	883,226	420,231	462,995
	<u> </u>	<u> </u>	<u> </u>
Total Revenues	<u>\$ 39,009,899</u>	<u>\$ 40,230,600</u>	<u>\$ (1,220,701)</u>
Expenses:			
General Government-Administrative	\$ 5,922,966	\$ 5,443,707	\$ 479,259
General Government-Judicial	5,877,411	6,236,005	(358,594)
Public Safety	16,523,109	8,729,096	7,794,013
Public Works	420,892	648,748	(227,856)
Human Services	15,212,906	10,537,369	4,675,537
Culture and Recreation	665,700	519,023	146,677
Conservation and Development	926,637	4,147,195	(3,220,558)
Interest on Long-Term Debt	22,811	46,432	(23,621)
	<u> </u>	<u> </u>	<u> </u>
Total Expenses	<u>45,572,432</u>	<u>36,307,575</u>	<u>9,264,857</u>
Change in Net Position	<u>(6,562,533)</u>	<u>3,923,025</u>	<u>(10,485,558)</u>
Net Position - January 1	<u>26,747,866</u>	<u>22,824,841</u>	<u>3,923,025</u>
Net Position - December 31	<u>\$ 20,185,333</u>	<u>\$ 26,747,866</u>	<u>\$ (6,562,533)</u>

**MANAGEMENT DISCUSSION AND ANALYSIS
DECEMBER 31, 2021**

Net Program Expenses

Net program expenses indicate the amount of support required from taxes and other general revenues for a program of the government. In 2021, property taxes brought in \$13,743,396.

Net Cost of Governmental Activities

	2021	2020	2021	2020
	Total Cost of Services	Total Cost of Services	Net Cost of Services	Net Cost of Services
Program:				
General Government - Administrative	\$ 5,922,966	\$ 5,443,707	\$ (2,834,804)	\$ (3,348,964)
General Government - Judicial	5,877,411	6,236,005	(3,111,136)	(3,838,798)
Public Safety	16,523,109	8,729,096	(13,065,244)	(5,686,381)
Public Works	420,892	648,748	(154,379)	(384,609)
Human Services	15,212,906	10,537,369	(1,241,236)	5,956,332
Culture and Recreation	665,700	519,023	(480,131)	(380,763)
Conservation and Development	926,637	4,147,195	(288,762)	(2,743,760)
Interest on Long-Term Debt	22,811	46,432	(22,811)	(46,432)
Total	\$ 45,572,432	\$ 36,307,575	\$ (21,198,503)	\$ (10,473,375)

The COUNTY relied on property taxes and other general revenues to fund 46.52% of its governmental activities in 2021.

MANAGEMENT DISCUSSION AND ANALYSIS
DECEMBER 31, 2021

Capital Assets

The COUNTY's investment in capital assets at December 31, 2021, net of accumulated depreciation, was \$14,824,299. Capital assets consist primarily of land, buildings and equipment. The following is a summary of capital assets at December 31, 2021:

GOVERNMENTAL ACTIVITIES	Capital Assets			Ending Balance
	Beginning Balance	Increases	Decreases	
Capital Assets, Not Being Depreciated:				
Land	\$ 259,207	\$ -	\$ (10,000)	\$ 249,207
Fine Arts	21,000	-	-	21,000
Total Capital Assets, Not Being Depreciated	<u>280,207</u>	<u>-</u>	<u>(10,000)</u>	<u>270,207</u>
Capital Assets, Being Depreciated:				
Buildings and Improvements	10,883,258	643,507	(9,295)	11,517,470
Equipment and Vehicles	9,257,613	305,790	(1,288,134)	8,275,269
Infrastructure	7,458,354	-	-	7,458,354
Total Capital Assets, Being Depreciated	<u>27,599,225</u>	<u>949,297</u>	<u>(1,297,429)</u>	<u>27,251,093</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	(4,635,891)	(272,490)	9,295	(4,899,086)
Equipment and Vehicles	(6,380,458)	(297,964)	1,288,034	(5,390,388)
Infrastructure	(2,261,080)	(146,447)	-	(2,407,527)
Total Accumulated Depreciation	<u>(13,277,429)</u>	<u>(716,901)</u>	<u>1,297,329</u>	<u>(12,697,001)</u>
Total Capital Assets, Being Depreciated, Net	<u>14,321,796</u>	<u>232,396</u>	<u>(100)</u>	<u>14,554,092</u>
Governmental Activities Capital Assets, Net	<u>\$ 14,602,003</u>	<u>\$ 232,396</u>	<u>\$ (10,100)</u>	<u>\$ 14,824,299</u>

Detailed information about the COUNTY's capital assets can be found in Note 5, Notes to the Financial Statements.

MANAGEMENT DISCUSSION AND ANALYSIS
DECEMBER 31, 2021

Debt Administration

At December 31, 2021, the COUNTY had \$8,336,698 of long-term obligations outstanding. Debt increased \$7,881,648 from the previous year. The following is a summary of debt obligations for the 2021 year:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
<u>Governmental Activities:</u>					
Capital Leases					
Huntington National Bank					
Equipment Lease	\$ -	\$ 8,035,258	\$ -	\$ 8,035,258	\$ 401,763
Capital Lease Obligations	455,050	-	(153,610)	301,440	151,901
Total Capital Leases	455,050	8,035,258	(153,610)	8,336,698	553,664
Compensated Absences	454,000	24,525	-	478,525	-
Governmental Activities					
Long-Term Liabilities	<u>\$ 909,050</u>	<u>\$ 8,059,783</u>	<u>\$ (153,610)</u>	<u>\$ 8,815,223</u>	<u>\$ 553,664</u>

See Note 7 for more information regarding long-term debt.

GOVERNMENTAL FUNDS

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

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

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

**MANAGEMENT DISCUSSION AND ANALYSIS
DECEMBER 31, 2021**

GOVERNMENTAL FUND REVENUES

Governmental fund revenues by source at December 31, 2021 and 2020 were as follows:

	<u>2021</u>	<u>2020</u>
Revenues		
Taxes	\$ 14,570,868	\$ 13,953,279
Intergovernmental Revenues	21,074,037	22,194,706
Charges for Services	3,299,892	3,639,493
Interest	9,348	45,929
Licenses and Permits	54,863	59,912
Fines and Forfeits	480,500	143,923
Miscellaneous	347,863	216,397
Disposal of Assets	9,853	560
Transfers In	<u>3,678,121</u>	<u>1,311,322</u>
 Total revenues	 <u>\$ 43,525,345</u>	 <u>\$ 41,565,521</u>

Intergovernmental revenues decreased from prior year. Fines and Forfeits revenues and taxes collected increased due to an increase in collections from 2020.

GOVERNMENTAL FUND EXPENDITURES

Governmental fund expenditures by function at December 31, 2021 and 2020 were as follows:

	<u>2021</u>	<u>2020</u>
Expenditures		
General Government - Administrative	\$ 6,094,633	\$ 5,648,939
General Government - Judicial	6,240,426	6,403,848
Public Safety	8,824,906	8,676,677
Public Works	284,440	504,637
Human Services	15,567,786	10,574,448
Culture and Recreation	681,961	537,081
Conservation and Development	949,272	4,157,809
Debt Service	176,421	195,156
Transfers Out	<u>3,678,121</u>	<u>1,311,322</u>
 Total expenditures	 <u>\$ 42,497,966</u>	 <u>\$ 38,009,917</u>

Human Services expenditures increased due to receiving Homeless Assistance Program and Medical Assistance Transportation Program provided following the pandemic. Conservation and Development expenditures decreased due to not receiving as much in COVID-19 relief grants provided to small business and not-for-profits as was received in the 2020. Transfers increased from the prior year.

**MANAGEMENT DISCUSSION AND ANALYSIS
DECEMBER 31, 2021**

GOVERNMENTAL FUND BALANCES

Ending balances for governmental funds at December 31, 2021 and 2020 were as follows:

Fund	<u>2021</u>	<u>2020</u>
General Fund	\$ 10,325,842	\$ 10,066,958
Other Governmental Funds	<u>2,510,614</u>	<u>1,742,119</u>
Total Fund Balance	<u>\$ 12,836,456</u>	<u>\$ 11,809,077</u>

The reasons for the changes in governmental fund balances are explained above in the governmental funds revenues and expenditures sections.

BUDGETARY HIGHLIGHTS

The COUNTY adopts an annual appropriated budget for its general fund, domestic relations fund, and children and youth services fund. In 2021, general fund expenditures came in over budget by \$3,043,996 or 12.44%. The domestic relations fund expenditures were under budget by \$600,775 or 56.00%. The children and youth services fund expenditures were under the budgeted amounts by \$754,040 or 9.29%. Detailed information about the COUNTY's 2021 budgets for these funds can be found in Required Supplemental Information.

ECONOMIC CONDITIONS AND NEXT YEAR'S BUDGET

The COUNTY has stagnant property values which limit revenues and places constraints on expenditures and the delivery of services. The millage rate for 2022 will remain the same at 25.00 mills.

CONTACTING THE COUNTY'S FINANCIAL MANAGEMENT

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

County of Clearfield
Controller's Office
212 East Locust St.
Clearfield, PA 16830
Phone: 814-765-2642

COUNTY OF CLEARFIELD
STATEMENT OF NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2021

Assets	Primary Government Governmental Activities
Cash and Cash Equivalents	\$ 20,465,887
Receivables (Net, where applicable, of Allowance for Uncollectibles)	
Accounts	1,142,147
Taxes	1,862,027
Due From Other Governments	2,230,077
Inventory	2,387
Prepaid Assets	206,901
Net Pension Asset	2,057,049
Capital Assets:	
Depreciable, Net	14,554,092
Non-depreciable	270,207
Total Assets	\$ 42,790,774
Deferred Outflows of Resources	
Pensions	\$ 1,523,112
Liabilities	
Current Liabilities:	
Accounts Payable	\$ 960,375
Accrued Expenses	689,648
Unearned Revenues	9,641,285
Current Portions of Long-Term Liabilities:	
Capital Lease Payable	553,664
Non-Current Portions of Long-Term Liabilities:	
Capital Lease Payable	7,783,034
Compensated Absences	478,525
Total Liabilities	\$ 20,106,531
Deferred Inflows of Resources	
Pensions	\$ 4,022,022
Net Position	
Net Investment in Capital Assets	\$ 6,487,601
Restricted Net Position	
Program Purposes	929,755
Capital Projects	2,519,323
Unrestricted	10,248,654
Total Net Position	\$ 20,185,333

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

COUNTY OF CLEARFIELD
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2021

Functions/Programs	Expenses	Program Revenues			Net (Expense)
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Revenue and Changes in Net Position
					Governmental Activities
Primary Government:					
Governmental Activities:					
General Government - Administrative	\$ 5,922,966	\$ 1,278,233	\$ 1,809,929	\$ -	\$ (2,834,804)
General Government - Judicial	5,877,411	1,193,677	1,572,598	-	(3,111,136)
Public Safety	16,523,109	443,038	3,014,827	-	(13,065,244)
Public Works	420,892	-	266,513	-	(154,379)
Human Services	15,212,906	199,375	13,772,295	-	(1,241,236)
Culture and Recreation	665,700	185,569	-	-	(480,131)
Conservation and Development	926,637	-	637,875	-	(288,762)
Interest on Long-Term Debt	22,811	-	-	-	(22,811)
Total Governmental Activities	\$ 45,572,432	\$ 3,299,892	\$ 21,074,037	\$ -	(21,198,503)
General Revenues:					
					13,743,396
					9,348
					883,226
					<u>14,635,970</u>
					Change in Net Position
					(6,562,533)
					Net Position - Beginning
					<u>26,747,866</u>
					Net Position - Ending
					<u>\$ 20,185,333</u>

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

COUNTY OF CLEARFIELD
BALANCE SHEET – GOVERNMENTAL FUNDS
DECEMBER 31, 2021

	General Fund	Domestic Relations Fund	Children and Youth Services	ARPA	Total Nonmajor Governmental Funds	Total Governmental Funds
<u>Assets</u>						
Cash and Cash Equivalents	\$ 5,443,392	\$ 2,699,241	\$ 2,979,525	\$ 6,883,471	\$ 2,460,258	\$ 20,465,887
Receivables:						
Taxes	1,862,027	-	-	-	-	1,862,027
Other Governmental Grants	12,926	172,434	2,044,717	-	-	2,230,077
Other	591,639	-	46,638	-	503,870	1,142,147
Due from Other Funds	7,519,640	-	-	-	329,543	7,849,183
Inventory	2,387	-	-	-	-	2,387
Prepaid Assets	206,901	-	-	-	-	206,901
Total Assets	\$ 15,638,912	\$ 2,871,675	\$ 5,070,880	\$ 6,883,471	\$ 3,293,671	\$ 33,758,609
<u>Liabilities</u>						
Accounts Payable	\$ 319,222	\$ 546	\$ 559,749	\$ -	\$ 80,858	\$ 960,375
Accrued Liabilities	579,612	20,868	42,144	-	47,024	689,648
Due to Other Funds	986,542	1,800,448	4,406,689	-	655,504	7,849,183
Unearned Revenues	1,646,032	1,049,813	62,298	6,883,142	-	9,641,285
Total Liabilities	3,531,408	2,871,675	5,070,880	6,883,142	783,386	19,140,491
Deferred Inflows of Resources						
Unavailable Revenue - Property Taxes	1,781,662	-	-	-	-	1,781,662
<u>Fund Balances</u>						
Nonspendable	209,288	-	-	-	-	209,288
Restricted	720,138	-	-	329	2,519,323	3,239,790
Unassigned	9,396,416	-	-	-	(9,038)	9,387,378
Total Fund Balances	10,325,842	-	-	329	2,510,285	12,836,456
Total Liabilities, Deferred Inflows, and Fund Balances	\$ 15,638,912	\$ 2,871,675	\$ 5,070,880	\$ 6,883,471	\$ 3,293,671	\$ 33,758,609

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

COUNTY OF CLEARFIELD
 RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT
 OF NET POSITION
 DECEMBER 31, 2021

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

Total fund balances of governmental funds	\$	12,836,456
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Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$27,521,300 and the accumulated depreciation is \$12,697,001.

14,824,299

Revenues not available to pay for current period expenditures and therefore reported as deferred inflows of resources in the funds:

Real estate taxes

1,781,662

Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. Both current and long-term liabilities are reported in the Statement of Net Position. Long-term liabilities at year-end consist of:

Capital Lease Payable

(8,336,698)

Net Pension Asset

2,057,049

Deferred Outflows of Resources - Pension

1,523,112

Deferred Inflows of Resources - Pension

(4,022,022)

Compensated Absences

(478,525)

(9,257,084)

Total net position of governmental activities

\$ 20,185,333

COUNTY OF CLEARFIELD
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

	General Fund	Domestic Relations Fund	Children and Youth Services	ARPA	Total Nonmajor Governmental Funds	Total Governmental Funds
Revenues						
Taxes	\$ 14,038,851	\$ -	\$ -	\$ -	\$ 532,017	\$ 14,570,868
Intergovernmental revenue	9,073,696	1,160,918	6,651,272	814,035	3,374,116	21,074,037
Charges for services	3,038,100	7,279	215,484	-	39,029	3,299,892
Licenses and permits	54,863	-	-	-	-	54,863
Fines and forfeits	480,500	-	-	-	-	480,500
Interest income	3,899	2,015	571	329	2,534	9,348
Other revenue	306,708	-	26,405	-	14,750	347,863
Total Revenues	26,996,617	1,170,212	6,893,732	814,364	3,962,446	39,837,371
Expenditures						
Current operating:						
General government	5,167,338	-	-	-	927,295	6,094,633
Judicial	5,159,384	1,072,756	-	-	8,286	6,240,426
Public safety	5,856,812	-	147,416	814,035	2,006,643	8,824,906
Public works	-	-	-	-	284,440	284,440
Human services	7,597,903	-	7,969,883	-	-	15,567,786
Culture and recreation	183,750	-	-	-	498,211	681,961
Conservation and development	512,923	-	-	-	436,349	949,272
Debt service						
Principal	-	-	-	-	153,610	153,610
Interest	-	-	-	-	22,811	22,811
Total Expenditures	24,478,110	1,072,756	8,117,299	814,035	4,337,645	38,819,845
Excess (deficiency) of revenues over expenditures	2,518,507	97,456	(1,223,567)	329	(375,199)	1,017,526
Other financing sources (uses)						
Transfers in	955,551	50,204	1,495,945	-	1,176,421	3,678,121
Transfers out	(3,222,570)	(147,660)	(274,835)	-	(33,056)	(3,678,121)
Disposal of asset	7,396	-	2,457	-	-	9,853
Total other financing sources (uses)	(2,259,623)	(97,456)	1,223,567	-	1,143,365	9,853
Net change in fund balance	258,884	-	-	329	768,166	1,027,379
Fund balance, beginning of year	10,066,958	-	-	-	1,742,119	11,809,077
Fund balance, end of year	<u>\$ 10,325,842</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 329</u>	<u>\$ 2,510,285</u>	<u>\$ 12,836,456</u>

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

COUNTY OF CLEARFIELD
 RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND
 BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
 FOR THE YEAR ENDED DECEMBER 31, 2021

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

Net Change in fund balances - total governmental funds \$ 1,027,379

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

Capital outlays	949,297	
Difference between carrying value and accumulated depreciation of capital asset deletions	(10,100)	
Depreciation expense	<u>(716,901)</u>	222,296

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

Principal repayments	<u>153,610</u>	153,610
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The acquisition of capital assets through capital lease arrangements are only expensed when the monthly payments are made on the leases at the fund level. Such transactions only effect net position when new capital leases are entered into. This amount is the difference between capital lease payments and new capital lease obligations.

Additions to capital lease obligations	<u>(8,035,258)</u>	(8,035,258)
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Governmental funds do not report the changes in compensated absences: (24,525)

Governmental funds do not report the changes in the Pension expense: 921,437

Real estate taxes reported in the funds include receipt of prior year delinquent taxes and do not include revenue attributable to the current year's delinquent tax receivable. This amount is the net effect of these differences.

Current year	1,781,662	
Prior year	<u>(2,609,134)</u>	<u>(827,472)</u>

Changes in net position of governmental activities \$ (6,562,533)

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

COUNTY OF CLEARFIELD
STATEMENT OF FIDUCIARY NET POSITION – FIDUCIARY FUNDS
DECEMBER 31, 2021

Assets	Employee Retirement Trust Fund	Custodial Funds	Total
Cash and Cash Equivalents	\$ 589,899	\$ 3,321,881	\$ 3,911,780
Accounts Receivable	-	214,344	214,344.00
Investments	44,873,574	-	44,873,574
Total Assets	\$ 45,463,473	\$ 3,536,225	\$ 48,999,698
Liabilities			
Liabilities			
Accounts Payable	\$ -	\$ 130,321	\$ 130,321
Due to Other Governments	-	1,454,515	1,454,515
Total Liabilities	-	1,584,836	1,584,836
Net Position			
Restricted For:			
Individuals, Organizations, and Other Governments	-	1,951,389	1,951,389
Employees' Pension Benefits	45,463,473	-	45,463,473
Total Net Position	45,463,473	1,951,389	47,414,862
Total Liabilities and Net Position	\$ 45,463,473	\$ 3,536,225	\$ 48,999,698

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

COUNTY OF CLEARFIELD
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION – FIDUCIARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2021

	Employee Retirement Trust Fund	Custodial Funds	Total
Additions:			
Property Tax Collected for Other Governments	\$ -	\$ 10,807,191	\$ 10,807,191
Other Taxes Collected for Other Governments	-	4,358,639	4,358,639
Fees Collected for Other Governments	-	2,689,569	2,689,569
Inmate Account Collections	-	353,128	353,128
Collections for Support	-	229,710	229,710
Fees and Fines Collected - Other	-	3,227,160	3,227,160
Contributions:			
Employee	725,430	-	725,430
County Contribution	544,342	-	544,342
Total Contributions	1,269,772	-	1,269,772
Investment Income:			
Net Increase in Fair Value of Investments	5,425,378	-	5,425,378
Interest and Dividends	748,553	1,068	749,621
Total Investment Income	6,173,931	1,068	6,174,999
Less: Investment Expense	(277,037)	-	(277,037)
Net Investment Income	5,896,894	1,068	5,897,962
Total Additions	7,166,666	21,666,465	28,833,131
Deductions:			
Property Tax Collections to Other Governments	-	10,659,270	10,659,270
Other Tax Collections to Other Governments	-	4,273,797	4,273,797
Fees Collected to Other Governments	-	2,654,309	2,654,309
Inmate Disbursements	-	367,210	367,210
Payments to Other Entities	-	3,359,345	3,359,345
Employee Benefits Paid	2,435,751	-	2,435,751
Administrative Expenses	-	76	76
Total Deductions	2,435,751	21,314,007	23,749,758
Net Increase	4,730,915	352,458	5,083,373
Net Position:			
Beginning of Year	40,732,558	1,598,931	42,331,489
End of Year	\$ 45,463,473	\$ 1,951,389	\$ 47,414,862

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

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2021

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 Clearfield (the "County") was formed in 1804. The County operates under the direction of an elected three-member Board of Commissioners and provides the following services: general administrative services, tax assessment and collections, judicial, public improvements, public safety, public works, human services, culture and recreation, and conservation and development. The accompanying financial statements are prepared in accordance with accounting principles generally accepted in the United States of America ("GAAP") applicable to governmental units, as prescribed by the Governmental Accounting Standards Board ("GASB").

A) 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 Clearfield (the "Primary Government") but do not include the county's Component Units.

Fiduciary Component Unit

The Clearfield County Employees' Pension Plan ("Plan") was established to provide retirement, disability, and death benefits to eligible retirees of the County. The Plan is included in the financial reporting entity as a fiduciary fund because the Plan is (1) considered to be a separate legal entity, (2) the County appoints a voting majority of the governing board, and (3) the plan imposes a financial burden on the County as it is legally obligated or has assumed an obligation to make contributions to the Plan.

Related Organizations

The Board of County Commissioners is also responsible for appointing the members of the governing boards of other organizations, but the County's accountability for the organization does not extend beyond making the appointments. The criteria for including organizations as component units within a County's reporting entity, include whether:

- The organization is legally separate (can sue and be sued in their own name)
- The County holds the corporate powers of the organization
- The County appoints a voting majority of the organization's board
- The County is able to impose its will on the organization
- The organization has the potential to impose a financial benefit/burden on the County
- There is a fiscal dependency by the organization on the County

Based on the aforementioned criteria, the County of Clearfield has identified the following component units, which could otherwise be includable in the County's financial reporting entity. These organizations include:

COUNTY OF CLEARFIELD
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2021

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

A) Reporting Entity (Continued)

Related Organizations (Continued)

- Clearfield County Public Library Federation
- Clearfield-Lawrence Township Joint Airport Authority
- Clearfield County Conservation District
- Clearfield County Recreation and Tourism Authority
- Clearfield County Municipal Authority
- Clearfield County Cooperative Extension
- Clearfield County Solid Waste Authority
- Clearfield County Industrial Development Authority

The primary government financial statements do not present the financial data of the component units.

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

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

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.

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

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

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

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

COUNTY OF CLEARFIELD
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2021

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

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

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 the operation of general County government, boards, commissions, the court system, and health and welfare services.
- The Domestic Relations Fund is used to account for proceeds of revenue received from various federal, state, and local sources used to provide citizens of Clearfield County with domestic relations support.
- 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.
- The ARPA Fund is used to account for the American Rescue Plan Act federal grants awarded to the County.

Additionally, the County reports the following fiduciary fund types:

- The Clearfield County Employee's Retirement Fund is a Pension Trust Fund used to account for the pension plan contributions of the County and its employees and the related benefit payments and other plan costs.
- The Custodial Funds are used to account for assets held by certain County offices that are subsequently disbursed to the County, other governments, and other activities for which 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, 2021, and appropriate interfund receivables or payables have been established accordingly.

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

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 \$1,500 and estimated useful lives of over two years are recorded as capital assets. The County adopted the provisions of GASB 34 related to infrastructure on a 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:

<u>Asset</u>	<u>Years</u>
Buildings and Improvements	20-50
Infrastructure	15-50
Equipment	10
Vehicles	8

5. Allowance for Doubtful Accounts

Taxes receivable have been reported as net allowance for doubtful accounts of \$65,945.

6. Inventories

The County's inventories consist entirely of expendable supplies and postage held for consumption and are therefore valued using the first-in, first-out (FIFO) method.

7. 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.

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

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

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

8. Compensated Absences

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

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 of Resources

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has one type of item, which arise under a modified accrual basis of accounting, that qualify for reporting in this category, unavailable property tax revenue, and one type of item, which arise under the accrual basis of accounting, that qualify for reporting in this category, deferred inflows of resources related to pensions. Unavailable property tax revenue is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenue from property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available. Deferred inflows of resources related to pensions are described further in Note 6. The annual difference between expected and actual experience is amortized over a 5.2-year period. The period change in assumptions is amortized.

11. Deferred Outflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government only has one type of item, which arises under the accrual basis of accounting, that qualifies for reporting in this category. Deferred outflows of resources related to pensions are described further in Note 6. The annual difference between the projected and actual earnings on plan investments is amortized over a five-year closed period beginning the year in which the difference occurs (current year).

COUNTY OF CLEARFIELD
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2021

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

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

12. 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 the 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 or are legally required to be maintained intact.
- *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 the fiscal year end.
- *Assigned* – This classification consists of amounts designated by the County's Board of Commissioners to be used for specific purposes that are neither restricted nor committed.
- *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 Fund. The General Fund is the only fund permitted to report a positive unassigned fund balance.

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

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

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

12. Net Position/Fund Balances (Continued)

The County's GASB 54 policy is to first apply expenditures against any restricted fund balances, committed fund balances, assigned fund balances, and then unassigned fund balances, in that order.

13. Accounting Estimates

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

14. Adoption of Governmental Accounting Standards Board Statements

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

The County adopted the provisions of GASB Statement No. 89 "Accounting for Interest Cost Incurred before the End of Construction Period". The adoption of this statement had no effect on previously reported amounts.

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

15. Pending Changes in Accounting Principles

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

COUNTY OF CLEARFIELD
 NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
 DECEMBER 31, 2021

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

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

15. Pending Changes in Accounting Principles (Continued)

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

In June 2020, the GASB issued statement No. 97 "Certain Component Unit Criteria, and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans". The County is required to adopt the remaining paragraphs for its fiscal year 2022 financial statements.

In April 2022, the GASB issued statement No. 99 "Omnibus 2022". The County is required to adopt Statement No. 99 for its fiscal year 2023 financial statements.

In June 2022, the GASB issued Statement No. 100 "Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62." The County is required to adopt Statement No. 100 for its fiscal year 2023 financial statements.

In June 2022, the GASB issued Statement No. 101 "Compensated Absences." The County is required to adopt Statement No. 101 for its fiscal year 2023 financial statements.

In December 2023, the GASB issued Statement No. 102 "Certain Risk Disclosures." The County is required to adopt it for fiscal year 2024 financial statements.

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

NOTE 2: BUDGETARY DATA

Commonwealth of Pennsylvania statutes require that all County Governments establish budgetary systems and approve annual operating budgets. The County's annual budget includes the General Fund and certain Special Revenue Funds and is based on estimates of revenues and expenditures approved by the Board of County Commissioners. The County of Clearfield adopted the 2021 budget on the same basis of accounting as reported in the fund financial statements. The County of Clearfield follows these procedures in establishing the budgetary data reflected in the financial statements:

1. The department heads submit to the County Controller a budget of estimated revenues and expenditures for the ensuing fiscal year after which the County Controller subsequently submits a budget of estimated expenditures and revenues to the County Commissioners.
2. The proposed budget is required by the County Code to be prepared and adopted by December 31, and notice thereof published and the proposed budget made available for public inspection for at least 20 days prior to the date set for adopting the budget. The date set for the final action on the budget must also be made a matter of public notice for at least 10 days prior.

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

NOTE 2: BUDGETARY DATA (CONTINUED)

3. The County Commissioners authorize the transfer of budget amounts between departments within any fund, and any supplemental appropriations which alter the total expenditures of any fund also require resolution by the County Commissioners. The statement of revenues, expenditures, and changes in fund balance – budget and actuals reflect the originally adopted budget and the originally adopted budget adjust for transfers and supplemental appropriations.

During the course of the year, departmental needs may change, emergencies may occur, or additional revenue sources may arise. As a result, funds are often transferred between line items of the department's budget or additional revenue may need to be budgeted for a specific project or grant. Adjustments to the budget are made on a line-item basis during the year and are approved by the County Commissioners. Financial analysis is provided monthly to management showing spending levels in comparison to the current budget. The budget is also reviewed by management with other departments.

NOTE 3: DEPOSITS AND INVESTMENTS

As of December 31, 2021, the County had the following investments:

	<u>Cost</u>	<u>Market</u>
Fiduciary Funds		
Retirement Fund		
Equity Mutual Funds	\$ 25,861,518	\$ 33,135,814
Fixed Income Mutual Funds	8,724,719	8,568,551
Real Estate	<u>2,639,926</u>	<u>3,169,209</u>
Total Fiduciary Fund Investments	<u>\$ 37,226,163</u>	<u>\$ 44,873,574</u>

Interest Rate Risk – The County's Retirement Fund has a policy that the maturities of investments held in the portfolio are at the discretion of the investment manager.

Credit Risk – The County has no formal investment policy for its operating funds that addresses credit risk.

Custodial Credit Risk – For deposits and investments, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will be able to recover the value of its investment or collateral securities that are in the possession of an outside party. As of December 31, 2021, the County's cash balances for its governmental and custodial funds were \$23,787,768 and its bank balances were \$24,953,502. Of these bank balances, \$23,808,625 was collateralized with securities held by the pledging financial institutions, or by their trust departments or agents, but not in the County's name. The entire cash and cash equivalent balance in the Retirement Fund was collateralized with securities held by the pledging financial institutions, or by their trust departments or agents, but not in the County's name. None of the County's retirement investments were exposed to custodial credit risk at December 31, 2021 because the custodians hold the securities in an account that designates the County as the owner of the securities.

Concentration of Credit Risk – The County has no formal investment policy for operating investments pertaining to the concentration of credit risk. At December 31, 2021, the County is not subject to concentration of credit risk.

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

NOTE 3: DEPOSITS AND INVESTMENTS (CONTINUED)

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. 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.

At December 31, 2021, the County had the following recurring fair value measurements:

	Fair Value Measurements Using			
	12/31/2021	Level 1	Level 2	Level 3
<u>Investments measured by fair value level</u>				
Equity Mutual Funds	\$ 33,135,814	\$ 33,135,814	\$ -	\$ -
Fixed Income Mutual Funds	8,568,551	8,568,551	-	-
Real Estate	3,169,209	-	3,169,209	-
Total investments by fair value level	<u>\$ 44,873,574</u>	<u>\$ 41,704,365</u>	<u>\$ 3,169,209</u>	<u>\$ -</u>

NOTE 4: PROPERTY TAXES

Real Estate Property Taxes

Real estate property taxes for the calendar year are levied on April 15 of each year. Any unpaid real estate taxes attach as an enforceable lien on property as of January 1 of the following year. Taxes are levied on April 15 and payable with a 2% discount to June 15, with no discount or penalty to August 15 and with a 10% penalty thereafter. The County bills these taxes which are collected by the County Treasurer.

The County is permitted by the County Code of the Commonwealth of Pennsylvania to levy real estate taxes up to 25.00 mills on every dollar of adjusted valuation for general County purposes exclusive of the requirements for the payment of interest and principal on bonded or funded debt. In 2021, the County had total millage of 25.00 mills on 100% of the assessed valuation.

The County's 2021 real estate taxes are based on assessed values established by the County's Bureau of Assessments. Assessed values of real property are generally 25% of market value as determined by the Clearfield County Tax Assessment Office. The total 2021 real estate taxes levied was \$16,275,738 on a total County assessed valuation of \$651,029,532. Based on the 2021 levy of 25.00 mills, a property owner would pay \$25.00 per \$1,000.00 of assessed valuation.

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

NOTE 5: CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2021 was as follows:

GOVERNMENTAL ACTIVITIES	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, Not Being Depreciated:				
Land	\$ 259,207	\$ -	\$ (10,000)	\$ 249,207
Fine Arts	21,000	-	-	21,000
Total Capital Assets, Not Being Depreciated	<u>280,207</u>	<u>-</u>	<u>(10,000)</u>	<u>270,207</u>
Capital Assets, Being Depreciated:				
Buildings and Improvements	10,883,258	643,507	(9,295)	11,517,470
Equipment and Vehicles	9,257,613	305,790	(1,288,134)	8,275,269
Infrastructure	7,458,354	-	-	7,458,354
Total Capital Assets, Being Depreciated	<u>27,599,225</u>	<u>949,297</u>	<u>(1,297,429)</u>	<u>27,251,093</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	(4,635,891)	(272,490)	9,295	(4,899,086)
Equipment and Vehicles	(6,380,458)	(297,964)	1,288,034	(5,390,388)
Infrastructure	(2,261,080)	(146,447)	-	(2,407,527)
Total Accumulated Depreciation	<u>(13,277,429)</u>	<u>(716,901)</u>	<u>1,297,329</u>	<u>(12,697,001)</u>
Total Capital Assets, Being Depreciated, Net	<u>14,321,796</u>	<u>232,396</u>	<u>(100)</u>	<u>14,554,092</u>
Governmental Activities Capital Assets, Net	<u>\$ 14,602,003</u>	<u>\$ 232,396</u>	<u>\$ (10,100)</u>	<u>\$ 14,824,299</u>

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

Governmental Activities:	
General Government - Administrative	\$ 285,347
General Government - Judicial	91,344
Public Safety	182,854
Public Works	143,233
Human Services	<u>14,123</u>
Total Depreciation Expense - Governmental Activities	<u>\$ 716,901</u>

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND

The Clearfield County Employee's Retirement Plan (the "Plan") is a single employer defined benefit pension plan that covers all employees of the County. The plan provides retirement, disability, and death benefits to plan members and their beneficiaries. The Plan is part of the County's financial reporting entity and is included in the County's financial statements as a Pension Trust Fund.

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

Summary of Significant Accounting Policies

Method used to value investments. Investments 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. An independent appraisal should be obtained once every year to determine the fair market value of the real estate assets.

Description of Plan

Plan Administration. The Retirement Board administers the Clearfield County Employees Pension Plan. The Plan is governed by the 1971 County Pension Law, Act 96, of the General Assembly of the Commonwealth of Pennsylvania, as amended (the "Act"). Benefit and contribution provisions of the Plan are established and can be amended as provided by the Act. Cost of living adjustments are provided at the discretion of the County Retirement Board.

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.

Plan membership. For the 2021 measurement period, pension plan membership consisted of the following:

Inactive plan members to beneficiaries currently receiving benefits	154
Inactive plan members entitled to but not yet receiving benefits	36
Active plan members	<u>226</u>
 Total	 416

Benefits provided. Clearfield County Employees Pension Plan provides retirement, disability, and death benefits. Retirement benefits for plan members are calculated as a percent of the member's final 3-year average salary times the member's years of service depending on class basis. Plan members with 20 years of service are eligible to retire at age 55. Plan members that have attained age 60 are eligible to retire. All plan members are eligible for disability benefits after 5 years of service if disabled while in service and unable to continue as a county employee. Disability retirement benefits are equal to 25% of final average salary at time of retirement. Death benefits for a member who dies with 10 years of service prior to retirement is the total present value of member's retirement paid in a lump sum. A plan member who leaves County service with less than 5 years of service may withdraw his or her contributions, plus any accumulated interest.

Contributions. The Retirement Board establishes contribution rates based on an actuarially determined contribution recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. For the year ended December 31, 2021, the minimum required active member contribution rate was 5 percent of annual pay and the County's average contribution rate was 8.40% of annual payroll. Employees may contribute up to an additional 10% of gross pay, at their option. Per Act 96 of 1971, as amended, contribution requirements of the Plan members and the County may be amended by the General Assembly of the Commonwealth of Pennsylvania. Interest is credited each year in an amount allowed by the County Retirement Board to each member's account.

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

Description of Plan (Continued)

Administrative costs of the Plan may be financed through investment earnings. The Act makes no provision for termination of the Plan. The County does not issue a separate financial report for the Plan.

CI Legally Required Reserves

At December 31, 2021, the County has a balance of \$7,435,777 the Members' Annuity Reserve Account. This account is the total of the contributions deducted from the salaries of the active and terminated vested members of the retirement system and the IRC 414(h)(2) pickup contributions together with the interest additions as of December 31, 2021. Since these accumulations represent the present value as of December 31, 2021 of future benefits, the reserve balance and liability are identical.

The County has a balance of \$7,944,448 in the County Annuity Reserve Account as of December 31, 2021. This balance and the amounts expected to be credited in the future, plus investment earnings, represent the reserves set aside for the payment of the County's share of the retirement allowances and this reserve is fully funded.

This is the account out of which regular interest is credited to the member's annuity and retired members' reserve account, administrative expenses may be paid, and the pension obligations of the county are funded.

When a County annuity is scheduled to commence for a particular member, sufficient monies are transferred from the County annuity reserve account to the retired members' reserve account to provide for such County annuities actually entered into.

The Retired Members' Reserve Account is the account out of which monthly retirement allowances, including cost-of-living adjustments and death benefits are paid. The balance in this account was \$21,985,753 as of December 31, 2021. The corresponding liability for those annuitants on the roll is identical. There were also unrealized appreciation of assets in the amount of \$8,097,495.

Net Pension Liability of the County

The total pension liability was based on an actuarial valuation dated January 1, 2021 and update procedures were used to rollforward the total pension liability to the December 31, 2021 measurement date. The components of the net pension liability of the County for the 2021 measurement period was as follows:

Total Pension Liability	\$ 43,406,424
Plan Fiduciary Net Position	<u>45,463,473</u>
Net Pension Liability	<u><u>\$ (2,057,049)</u></u>

Plan fiduciary net position as a percentage of the total pension liability	104.74%
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COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

Changes in the County's net pension liability for the plan for the year ended December 31, 2021 were as follows:

	Increase (Decrease)		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at 12/31/20	\$ 41,722,273	\$ 40,732,558	\$ 989,715
Service Cost	825,805	-	825,805
Interest Cost	2,920,694	-	2,920,694
Changes of Benefit Terms	-	-	-
Changes for Experience	373,403	-	373,403
Changes of Assumptions	-	-	-
Contributions - Employer	-	725,430	(725,430)
Contributions - Member	-	544,342	(544,342)
Net Investment Income	-	5,896,894	(5,896,894)
Benefit Payments, including Refunds of Member Contributions	(2,435,751)	(2,435,751)	-
Net Changes	1,684,151	4,730,915	(3,046,764)
Balances at 12/31/21	<u>\$ 43,406,424</u>	<u>\$ 45,463,473</u>	<u>\$ (2,057,049)</u>

Deferred Outflows/Inflows of Resources

The total pension income recognized in 2021 for the plan was \$196,007. At December 31, 2021, the County reported deferred outflows of resources related to the pension plan from the following sources:

		Deferred Outflows of Resources	Deferred Inflows of Resources
Difference Between Expected and Actual Experience		\$ 336,284	\$ 170,516
Changes in Assumptions		1,186,828	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments		-	3,851,506
Total		<u>\$ 1,523,112</u>	<u>\$ 4,022,022</u>
Year Ended December 31:	Governmental Activities		
2022	\$ (322,489)		
2023	(1,089,129)		
2024	(509,849)		
2025	(568,443)		
Total	<u>\$ (2,489,910)</u>		

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

The schedule of changes in the net pension liability and related ratios, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about the plan.

Plan Actuarial Methods and Assumptions

Actuarial assumptions. The total pension liability was determined by an actuarial valuation for the 2021 measurement period, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0 percent
Salary increases	3.5 percent, average, including inflation
Investment rate of return	7.0 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the PubG-2010 Mortality Table for Males and Females with generational mortality improvement using MP19.

The actuarial assumptions used in the valuation for the 2021 measurement period were based on past experience under the plan and reasonable future expectations which represent our 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.

Under the Act, cost-of-living adjustments to each member's retirement allowance shall be reviewed at least once every three years subsequent to the member's retirement date. The adjustment, should the Plan elect to give one, is a percentage of the change in the Consumer Price Index. The Plan did not include an assumption for projected ad hoc postemployment benefit changes as they are not considered to be substantively automatic.

Investment policy. The Pension County's policy in regard to the allocation of invested assets is established and may be amended by the Board by a majority vote of its members. It is the policy of the Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes.

The following was the Board's asset allocation policy for the 2021 measurement period:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic Equity	36-52%
International Equity	11-21%
Fixed Income	30-50%
Real Estate/Alternative	5-10%
Cash	0-5%
Total	100%

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

Plan Actuarial Methods and Assumptions (Continued)

The long-term expected rate of return on pension 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 pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the pension County's target asset allocation for the 2021 measurement period (see the discussion of the pension County's investment policy) are summarized in the following table:

<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%

Discount rate. The discount rate used to measure the total pension liability was 7.00 percent. 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 in accordance with the County's recently adopted funding policy. Based on those assumptions, the pension County's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate. The following presents the net pension liability of the County, calculated using the discount rate of 7.00 percent, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00 percent) or 1-percentage-point higher (8.00 percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
County's net pension liability	\$ 2,930,617	\$ (2,057,049)	\$ (6,094,741)

Rate of return. For the 2021 measurement period, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 14.9% percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts invested.

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

NOTE 7: LONG-TERM OBLIGATIONS

A summary of changes in long-term debt obligations for 2021 is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
<u>Governmental Activities:</u>					
Other Liabilities:					
Capital Lease Obligations	\$ 455,050	\$ 8,035,258	\$ (153,610)	\$ 8,336,698	\$ 553,664
Compensated Absences	454,000	24,525	-	478,525	-
Governmental Activities					
Long-Term Liabilities	<u>\$ 909,050</u>	<u>\$ 8,059,783</u>	<u>\$ (153,610)</u>	<u>\$ 8,815,223</u>	<u>\$ 553,664</u>

Capital Leases

The County has entered into capital leases for equipment to be used in operations. Amortization expense has been included with depreciation. Future minimum lease payments at December 31, 2021 and present value of capital lease obligations were:

	Beginning Balance	Additions	Reductions	Ending Balance	Current Portion
Automobiles	\$ 56,309	\$ -	\$ (27,126)	\$ 29,183	\$ 19,093
Voting Machine	398,741	-	(126,484)	272,257	132,808
Various Equipment	-	8,035,258	-	8,035,258	401,763
Total	<u>\$ 455,050</u>	<u>\$ 8,035,258</u>	<u>\$ (153,610)</u>	<u>\$ 8,336,698</u>	<u>\$ 553,664</u>

Year ended December 31	Governmental Activities
2022	\$ 774,953
2023	765,322
2024	597,743
2025	586,855
2026	575,967
Thereafter	<u>7,332,977</u>
Total Minimum Lease Payments	10,633,817
Less amount representing interest	<u>(2,297,119)</u>
Present value of net minimum lease payment	8,336,698
Less: Amount Due Within One Year	<u>553,664</u>
	<u>\$ 7,783,034</u>

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

NOTE 8: INTERFUND RECEIVABLES AND PAYABLES

Certain funds have paid the expenditures of the other funds and the amounts have not been repaid at year end, resulting in interfund balances. Interfund receivable and payable balances of each major fund as of December 31, 2021, are as follows:

	Due From Other Funds	Due to Other Funds
General Fund	\$ 7,519,640	\$ 282,795
Domestic Relations	-	1,800,448
Children and Youth Services	-	4,406,689
Other Governmental Funds	329,543	1,359,251
Total Interfund Balances	<u>\$ 7,849,183</u>	<u>\$ 7,849,183</u>

The outstanding balances between the funds result mainly from the time lag between the dates that (1) interfund goods and services are provided, (2) reimbursable expenditures occur, and (3) payments between funds are made.

NOTE 9: INTERFUND OPERATING TRANSFERS

Interfund operating transfers are as follows:

	Transfers In	Transfers Out
General Fund	\$ 455,551	\$ 3,222,570
Domestic Relations	50,204	147,660
Children and Youth Services	1,495,945	274,835
Other Governmental Funds	1,676,421	33,056
Total Interfund Transfers	<u>\$ 3,678,121</u>	<u>\$ 3,678,121</u>

Certain funds are required to fund a portion or all of the expenses of other funds or cover deficits in those funds. The County records operating transfers to account for these transactions.

NOTE 10: LITIGATION

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

NOTE 11: RISKS AND UNCERTAINTIES

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

COUNTY OF CLEARFIELD
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2021

NOTE 12: EXPENDITURES IN EXCESS OF APPROPRIATIONS

For the year ending December 31, 2021, the General Fund's total expenditures exceeded total appropriations by \$3,043,996 or 12.44%. Revenues received in excess of the amount budgeted in the current year provided the funds for those excess expenditures.

NOTE 13: FUND BALANCES

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:

Major Funds		
General Fund	<u>Non-spendable:</u>	
	These amounts are inventory	\$ 2,387
	These amounts are prepaid expenses	<u>206,901</u>
		<u>\$ 209,288</u>
	<u>Restricted Funds:</u>	
	These funds are restricted for booking center	\$ 423,444
	These funds are restricted for automation fee	7,744
	These funds are restricted for affordable housing project	97,762
	These funds are restricted for DUI victim impact	153,191
	These funds are restricted for victim witness fee	<u>37,997</u>
		<u>\$ 720,138</u>
ARPA	<u>Restricted Funds:</u>	
	These funds are restricted for ARPA	<u>\$ 329</u>
Nonmajor Governmental Funds		
Special Revenue Funds	<u>Restricted Funds:</u>	
	These funds are restricted for Liquid Fuels	\$ 356,768
	These funds are restricted for Hazardous Materials	180,125
	These funds are restricted for 911	939,496
	These funds are restricted for Records Improvement	29,628
	These funds are restricted for Hotel Tax	13,047
	These funds are restricted for Cares Act	<u>1,000,259</u>
		<u>\$ 2,519,323</u>

**REQUIRED
SUPPLEMENTAL
INFORMATION**

COUNTY OF CLEARFIELD
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Total pension liability						
Service cost	\$ 835,742	\$ 899,204	\$ 867,613	\$ 821,585	\$ 797,553	\$ 825,805
Interest	2,375,745	2,400,207	2,520,640	2,578,677	2,802,854	2,920,694
Changes of benefit terms	-	-	-	-	-	-
Differences between expected and actual experience	319,677	(464,525)	42,345	(397,233)	62,963	373,403
Changes of assumptions	-	1,530,815	-	-	1,995,609	-
Benefit payments, including refunds of member contributions	(1,735,041)	(1,691,932)	(1,978,276)	(2,258,263)	(2,205,392)	(2,435,751)
Net change in total pension liability	1,796,123	2,673,769	1,452,322	744,766	3,453,587	1,684,151
Total pension liability - beginning	<u>31,601,706</u>	<u>33,397,829</u>	<u>36,071,598</u>	<u>37,523,920</u>	<u>38,268,686</u>	<u>41,722,273</u>
Total pension liability - ending (a)	<u>\$ 33,397,829</u>	<u>\$ 36,071,598</u>	<u>\$ 37,523,920</u>	<u>\$ 38,268,686</u>	<u>\$ 41,722,273</u>	<u>\$ 43,406,424</u>
Plan fiduciary net position						
Contributions - employer	\$ 572,131	\$ 695,958	\$ 676,618	\$ 534,282	\$ 760,867	\$ 725,430
Contributions - member	449,249	477,891	518,075	523,801	527,099	544,342
Net investment income	1,802,009	4,396,712	(1,287,751)	5,790,370	3,827,897	5,896,894
Benefit payments, including refunds of member contributions	(1,735,041)	(1,691,932)	(1,978,276)	(2,258,263)	(2,205,392)	(2,435,751)
Administrative expense	(5,000)	(23)	-	-	-	-
Other	-	-	-	-	-	-
Net change in plan fiduciary net position	1,083,348	3,878,606	(2,071,334)	4,590,190	2,910,471	4,730,915
Plan fiduciary net position - beginning	<u>30,341,277</u>	<u>31,424,625</u>	<u>35,303,231</u>	<u>33,231,897</u>	<u>37,822,087</u>	<u>40,732,558</u>
Plan fiduciary net position - ending (b)	<u>\$ 31,424,625</u>	<u>\$ 35,303,231</u>	<u>\$ 33,231,897</u>	<u>\$ 37,822,087</u>	<u>\$ 40,732,558</u>	<u>\$ 45,463,473</u>
County's net pension liability - ending (a) - (b)	\$ 1,973,204	\$ 768,367	\$ 4,292,023	\$ 446,599	\$ 989,715	\$ (2,057,049)
Plan fiduciary net position as a percentage of the total pension liability	94.09%	97.87%	88.56%	98.83%	97.63%	104.74%
Covered-employee payroll	\$ 8,236,489	\$ 8,149,620	\$ 8,409,161	\$ 8,499,100	\$ 8,307,689	\$ 8,637,125
County's net pension liability as a percentage of covered-employee payroll	23.96%	9.43%	51.04%	5.25%	11.91%	-23.82%

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

COUNTY OF CLEARFIELD
SCHEDULE OF COUNTY CONTRIBUTIONS – LAST 10 YEARS

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Actuarially determined contribution	\$ 725,430	\$ 760,867	\$ 534,282	\$ 676,618	\$ 695,958	\$ 572,131	\$ 517,630
Contributions in relation to the actuarially determined contribution	<u>725,430</u>	<u>760,867</u>	<u>534,282</u>	<u>676,618</u>	<u>695,958</u>	<u>572,131</u>	<u>517,630</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ 8,637,125	\$ 8,307,689	\$ 8,499,100	\$ 8,409,161	\$ 8,149,620	\$ 8,236,489	\$ 8,236,489
Contributions as a percentage of covered payroll	8.40%	9.16%	6.29%	8.05%	8.54%	6.95%	6.28%

Notes to Schedule

Valuation date January 1, 2021 January 1, 2020 January 1, 2019 January 1, 2018 January 1, 2017 January 1, 2016 January 1, 2015

Actuarially determined contribution rates are calculated as of January 1, one year prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age
Amortization method	Level dollar
Remaining amortization period	22 years
Asset valuation method	Market value adjusted for unrecognized gains and losses from prior years
Inflation	3.0%
Salary increases	3.50% average, including inflation
Investment rate of return	7%, net of pension plan investment expense, including inflation
Retirement age	Age 60 or 55 with 20 years' service
Mortality	PubG-2010 Mortality Table for males and females with generational mortality improvement using MP19

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

COUNTY OF CLEARFIELD
SCHEDULE OF INVESTMENT RETURNS – LAST 10 FISCAL YEARS

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Annual money-weighted rate of return, net of investment expense	1.00%	6.70%	14.60%	-3.20%	18.93%	10.45%	14.90%

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

COUNTY OF CLEARFIELD
BUDGETARY COMPARISON SCHEDULE – GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Taxes, Real estate	\$ 13,776,740	\$ 13,776,740	\$ 14,038,851	\$ 262,111
Intergovernmental grants	4,437,497	4,437,497	9,073,696	4,636,199
Charges for services	2,682,125	2,682,125	3,038,100	355,975
Licenses and permits	56,300	56,300	54,863	(1,437)
Fines and forfeits	446,000	446,000	480,500	34,500
Interest income	11,015	11,015	3,899	(7,116)
Other revenue	499,123	499,123	306,708	(192,415)
Total Revenues	<u>21,908,800</u>	<u>21,908,800</u>	<u>26,996,617</u>	<u>5,087,817</u>
Expenditures				
Current operating:				
General government	6,076,883	6,076,883	5,167,338	909,545
Judicial	5,319,830	5,319,830	5,159,384	160,446
Public safety	6,562,144	6,562,144	5,856,812	705,332
Human services	2,698,718	2,698,718	7,597,903	(4,899,185)
Culture and recreation	171,000	171,000	183,750	(12,750)
Conservation and development	397,530	397,530	512,923	(115,393)
Miscellaneous	208,009	208,009	-	208,009
Total Expenditures	<u>21,434,114</u>	<u>21,434,114</u>	<u>24,478,110</u>	<u>(3,043,996)</u>
Excess (deficiency) of revenues over expenditures	<u>474,686</u>	<u>474,686</u>	<u>2,518,507</u>	<u>2,043,821</u>
Other financing sources (uses)				
Other Financing Sources	-	-	7,396	7,396
Transfers in	564,724	564,724	955,551	390,827
Transfers out	(1,759,034)	(1,759,034)	(3,222,570)	(1,463,536)
Total other financing sources (uses)	<u>(1,194,310)</u>	<u>(1,194,310)</u>	<u>(2,259,623)</u>	<u>(1,065,313)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses				
	<u>\$ (719,624)</u>	<u>\$ (719,624)</u>	<u>\$ 258,884</u>	<u>\$ 978,508</u>

COUNTY OF CLEARFIELD
 BUDGETARY COMPARISON SCHEDULE – DOMESTIC RELATIONS
 FOR THE YEAR ENDED DECEMBER 31, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Over (Under)
	Original	Final		
Revenues				
Intergovernmental grants	\$ 1,075,021	\$ 1,075,021	\$ 1,160,918	\$ 85,897
Charges for services	594,510	594,510	7,279	(587,231)
Interest income	4,000	4,000	2,015	(1,985)
Total Revenues	1,673,531	1,673,531	1,170,212	(503,319)
Expenditures				
Current operating:				
Judicial	1,673,531	1,673,531	1,072,756	600,775
Total Expenditures	1,673,531	1,673,531	1,072,756	600,775
Excess (deficiency) of revenues over expenditures	-	-	97,456	97,456
Other financing sources (uses)				
Transfers in	-	-	50,204	50,204
Transfers out	-	-	(147,660)	(147,660)
Total other financing sources (uses)	-	-	(97,456)	(97,456)
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses				
	\$ -	\$ -	\$ -	\$ -

COUNTY OF CLEARFIELD
 BUDGETARY COMPARISON SCHEDULE – CHILDREN AND YOUTH SERVICES
 FOR THE YEAR ENDED DECEMBER 31, 2021

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental grants	\$ 7,370,373	\$ 7,370,373	\$ 6,651,272	\$ (719,101)
Charges for services	249,556	249,556	215,484	(34,072)
Interest income	-	-	571	571
Other revenue	-	-	26,405	26,405
Total Revenues	<u>7,619,929</u>	<u>7,619,929</u>	<u>6,893,732</u>	<u>(726,197)</u>
Expenditures				
Current operating:				
Public safety	137,645	137,645	147,416	(9,771)
Human services	<u>8,733,694</u>	<u>8,733,694</u>	<u>7,969,883</u>	<u>763,811</u>
Total Expenditures	<u>8,871,339</u>	<u>8,871,339</u>	<u>8,117,299</u>	<u>754,040</u>
Excess (deficiency) of revenues over expenditures				
	<u>(1,251,410)</u>	<u>(1,251,410)</u>	<u>(1,223,567)</u>	<u>27,843</u>
Other financing sources (uses)				
Transfers in	1,251,410	1,251,410	1,495,945	244,535
Transfers out	-	-	(274,835)	(274,835)
Diposal of Asset	<u>-</u>	<u>-</u>	<u>2,457</u>	<u>2,457</u>
Total other financing sources (uses)	<u>1,251,410</u>	<u>1,251,410</u>	<u>1,223,567</u>	<u>(27,843)</u>
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses				
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

**OTHER
SUPPLEMENTAL
INFORMATION**

COUNTY OF CLEARFIELD
 COMBINING BALANCE SHEET – NONMAJOR GOVERNMENTAL FUNDS
 DECEMBER 31, 2021

Assets	Debt Service Fund	Nonmajor Governmental Funds	Total Nonmajor Governmental Funds
Cash and Cash Equivalents	\$ -	\$ 2,460,258	\$ 2,460,258
Receivables:			
Due from other funds	-	329,543	329,543
Other	-	503,870	503,870
Total Assets	\$ -	\$ 3,293,671	\$ 3,293,671
Liabilities			
Accounts Payable	\$ -	\$ 80,858	\$ 80,858
Accrued Liabilities	-	47,024	47,024
Due to other funds	-	655,504	655,504
Total Liabilities	-	783,386	783,386
Fund Balance			
Fund Balance:			
Restricted	-	2,519,323	2,519,323
Unassigned	-	(9,038)	(9,038)
Total Fund Balance	-	2,510,285	2,510,285
Total Liabilities and Fund Balance	\$ -	\$ 3,293,671	\$ 3,293,671

COUNTY OF CLEARFIELD
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES –
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2021

	Debt-Service Fund	Other Nonmajor Governmental Funds	Total Nonmajor Governmental Funds
Revenues			
Taxes	\$ -	\$ 532,017	\$ 532,017
Intergovernmental Revenue	-	3,374,116	3,374,116
Charges for Services	-	39,029	39,029
Interest Income	-	2,534	2,534
Other Revenue	-	14,750	14,750
Total Revenues	-	3,962,446	3,962,446
Expenditures			
Current Operating:			
General Government	-	927,295	927,295
Judicial	-	8,286	8,286
Public Safety	-	2,006,643	2,006,643
Public Works	-	284,440	284,440
Culture and Recreation	-	498,211	498,211
Conservation and development	-	436,349	436,349
Debt Service			
Principal	153,610	-	153,610
Interest	22,811	-	22,811
Total Expenditures	176,421	4,161,224	4,337,645
Excess (Deficiency) of Revenues over Expenditures	(176,421)	(198,778)	(375,199)
Other Financing Sources (Uses)			
Transfers in	176,421	1,000,000	1,176,421
Transfers out	-	(33,056)	(33,056)
Total other financing sources (uses)	176,421	966,944	1,143,365
Net Change in Fund Balance	-	768,166	768,166
Fund Balance, Beginning of Year	-	1,742,119	1,742,119
Fund Balance, End of Year	\$ -	\$ 2,510,285	\$ 2,510,285

COUNTY OF CLEARFIELD
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2021

	Liquid Fuels Fund	Hazardous Materials Fund	911 Fund	Records Improvement Fund	Community Development Fund	Hotel Tax Fund	Cares Act	Totals
<u>Assets</u>								
Cash and Cash equivalents	\$ 356,768	\$ 180,513	\$ 921,078	\$ -	\$ 1,640	\$ -	\$ 1,000,259	\$ 2,460,258
Receivables:								
Due from Other Funds	-	-	282,795	29,628	-	17,120	-	329,543
Other	-	-	438,149	-	-	65,721	-	503,870
Total Assets	\$ 356,768	\$ 180,513	\$ 1,642,022	\$ 29,628	\$ 1,640	\$ 82,841	\$ 1,000,259	\$ 3,293,671
<u>Liabilities</u>								
Accounts Payable	\$ -	\$ 237	\$ 149	\$ -	\$ 10,678	\$ 69,794	\$ -	\$ 80,858
Accrued Liabilities	-	-	47,024	-	-	-	-	47,024
Due to Other funds	-	151	655,353	-	-	-	-	655,504
Total Liabilities	-	388	702,526	-	10,678	69,794	-	783,386
<u>Fund Balance</u>								
Fund Balance:								
Restricted	356,768	180,125	939,496	29,628	-	13,047	1,000,259	2,519,323
Unassigned	-	-	-	-	(9,038)	-	-	(9,038)
Total Fund Balance	356,768	180,125	939,496	29,628	(9,038)	13,047	1,000,259	2,510,285
Total Liabilities and Fund Balance	\$ 356,768	\$ 180,513	\$ 1,642,022	\$ 29,628	\$ 1,640	\$ 82,841	\$ 1,000,259	\$ 3,293,671

COUNTY OF CLEARFIELD
 COMBINING STATEMENT OF REVENUE, EXPENDITURES, AND CHANGES IN FUND BALANCE
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2021

	Liquid Fuels Tax Fund	Hazardous Materials Fund	911 Fund	Records Improvement Fund	Community Development Fund	Hotel Tax Fund	Cares Act	Totals
Revenues								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 532,017	\$ -	\$ 532,017
Intergovernmental revenue	266,513	16,596	1,766,526	-	426,810	-	897,671	3,374,116
Charges for services	-	18,463	-	20,566	-	-	-	39,029
Interest income	305	1,010	1,074	-	-	-	145	2,534
Other revenue	-	-	14,750	-	-	-	-	14,750
Total Revenues	266,818	36,069	1,782,350	20,566	426,810	532,017	897,816	3,962,446
Expenditures								
Current Operating:								
General Government	-	-	-	29,738	-	-	897,557	927,295
Judicial	-	-	-	8,286	-	-	-	8,286
Public Safety	-	10,481	1,996,162	-	-	-	-	2,006,643
Public Works	284,440	-	-	-	-	-	-	284,440
Culture and Recreation	-	-	-	-	-	498,211	-	498,211
Conservation and development	-	-	-	-	436,349	-	-	436,349
Total Expenditures	284,440	10,481	1,996,162	38,024	436,349	498,211	897,557	4,161,224
Excess (deficiency) of Revenues over Expenditures	(17,622)	25,588	(213,812)	(17,458)	(9,539)	33,806	259	(198,778)
Other Financing Sources (uses)								
Transfers in	-	-	-	-	-	-	1,000,000	1,000,000
Transfers Out	(12,297)	-	-	-	-	(20,759)	-	(33,056)
Total Other Financing Sources (uses)	(12,297)	-	-	-	-	(20,759)	1,000,000	966,944
Net Change in Fund Balance	(29,919)	25,588	(213,812)	(17,458)	(9,539)	13,047	1,000,259	768,166
Fund Balance, Beginning of Year	386,687	154,537	1,153,308	47,086	501	-	-	1,742,119
Fund Balance, End of Year	\$ 356,768	\$ 180,125	\$ 939,496	\$ 29,628	\$ (9,038)	\$ 13,047	\$ 1,000,259	\$ 2,510,285

COUNTY OF CLEARFIELD
COMBINING STATEMENT OF NET POSITION – CUSTODIAL FUNDS
DECEMBER 31, 2021

	Tax Claim	Register and Recorder	Sheriff	Jail	Adult Probation	Treasurer	Prothonotary	District Attorney	MDJS Combined	Children & Youth Trust	Domestics Relations	Total
Assets												
Cash and Cash Equivalents	\$ 1,590,748	\$ 491,120	\$ 48,762	\$ 28,303	\$ 827,259	\$ 77,138	\$ 121,797	\$ 47,403	\$ 57,864	\$ 30,487	\$ 1,000	\$ 3,321,881
Accounts Receivable	-	-	-	-	-	-	-	214,344	-	-	-	214,344
Total Assets	\$ 1,590,748	\$ 491,120	\$ 48,762	\$ 28,303	\$ 827,259	\$ 77,138	\$ 121,797	\$ 261,747	\$ 57,864	\$ 30,487	\$ 1,000	\$ 3,536,225
Liabilities												
Accounts Payable	\$ 70,741	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 53,837	\$ 5,743	\$ -	\$ -	\$ -	\$ 130,321
Due to Other Governments	1,367,794	-	-	-	86,721	-	-	-	-	-	-	1,454,515
Total Liabilities	1,438,535	-	-	-	86,721	-	53,837	5,743	-	-	-	1,584,836
Net Position												
Restricted for:												
Individuals, Organizations, and Other Governments	152,213	491,120	48,762	28,303	740,538	77,138	67,960	256,004	57,864	30,487	1,000	1,951,389
Total Net Position	152,213	491,120	48,762	28,303	740,538	77,138	67,960	256,004	57,864	30,487	1,000	1,951,389
Total Liabilities and Net Position	\$ 1,590,748	\$ 491,120	\$ 48,762	\$ 28,303	\$ 827,259	\$ 77,138	\$ 121,797	\$ 261,747	\$ 57,864	\$ 30,487	\$ 1,000	\$ 3,536,225

COUNTY OF CLEARFIELD
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN NET POSITION – CUSTODIAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2021

	Tax Claim	Register and Recorder	Sheriff	Jail	Adult Probation	Treasurer	Prothonotary	District Attorney	MDJS Combined	Children & Youth Trust	Domestics Relations	Total
Additions:												
Property Tax Collected for Other Governments	\$ 10,807,191	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 10,807,191
Other Taxes Collected for Other Governments	-	4,358,639	-	-	-	-	-	-	-	-	-	4,358,639
Fees Collected for Other Governments	-	-	643,914	-	61,382	-	-	-	1,984,273	-	-	2,689,569
Inmate Account Collections	-	-	-	353,128	-	-	-	-	-	-	-	353,128
Collections for Support	-	-	-	-	-	-	-	-	-	1,350	228,360	229,710
Fees and Fines Collected - Other	27,025	-	-	-	2,431,396	440,378	242,875	85,486	-	-	-	3,227,160
Interest	831	-	29	-	93	4	4	1	91	15	-	1,068
Total Additions	10,835,047	4,358,639	643,943	353,128	2,492,871	440,382	242,879	85,487	1,984,364	1,365	228,360	21,666,465
Deductions:												
Property Tax Collections to Other Governments	10,659,270	-	-	-	-	-	-	-	-	-	-	10,659,270
Other Tax Collections to Other Governments	-	4,273,797	-	-	-	-	-	-	-	-	-	4,273,797
Fees Collected to Other Governments	-	-	645,701	-	35,940	-	-	-	1,972,668	-	-	2,654,309
Inmate Disbursements	-	-	-	367,210	-	-	-	-	-	-	-	367,210
Payments to Other Entities	23,632	-	-	-	2,408,735	409,540	243,719	43,397	-	1,962	228,360	3,359,345
Bank Service Charges	32	-	28	-	-	-	2	-	-	14	-	76
Total Deductions	10,682,934	4,273,797	645,729	367,210	2,444,675	409,540	243,721	43,397	1,972,668	1,976	228,360	21,314,007
Change in Net Position	152,113	84,842	(1,786)	(14,082)	48,196	30,842	(842)	42,090	11,696	(611)	-	352,458
Net Position, Beginning of Year	100	406,278	50,548	42,385	692,342	46,296	68,802	213,914	46,168	31,098	1,000	1,598,931
Net Position, End of Year	\$ 152,213	\$ 491,120	\$ 48,762	\$ 28,303	\$ 740,538	\$ 77,138	\$ 67,960	\$ 256,004	\$ 57,864	\$ 30,487	\$ 1,000	\$ 1,951,389