

2019

COUNTY

ANNUAL FINANCIAL REPORT

61 COUNTY OF VENANGO

County of VENANGO
GOVERNMENT-WIDE STATEMENT OF NET POSITION
December 31, 2019

	Governmental Activities	Business-Type Activities	Total
<u>CURRENT ASSETS:</u>			
Cash and cash equivalents	10,342,541		10,342,541
Receivables (net of allowance for uncollectibles)	2,467,155		2,467,155
Due from other governments	4,844,752		4,844,752
Internal balances	9,136,682		9,136,682
Restricted assets:			
Temporarily restricted:			
Other: Taxes Receivable	1,462,931		1,462,931
Other: A/R Fiduciary	509,105		509,105
Due from other funds	944,292		944,292
<u>NON-CURRENT ASSETS:</u>			
Permanently restricted:			
Capital assets not being depreciated:			
Land	2,159,678		2,159,678
Capital assets net of accumulated depreciation:			
Buildings and system	22,787,304		22,787,304
Other: Other	72,415		72,415
TOTAL ASSETS	54,726,855		54,726,855
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>			
Deferrals related to pensions	3,777,847		3,777,847
TOTAL DEFERRED OUTFLOWS OF RESOURCES	3,777,847		3,777,847
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	58,504,702		58,504,702
<u>LIABILITIES:</u>			
Accounts payable	3,478,428		3,478,428
Due to other governments	23,286		23,286
Unearned revenue	3,638,046		3,638,046
Other current liabilities	175,198		175,198
Debt due in more than one year	374,516		374,516
Other: Compensated Absences	586,940		586,940

County of VENANGO

GOVERNMENT-WIDE STATEMENT OF NET POSITION

December 31, 2019

	Governmental Activities	Business-Type Activities	Total
<u>LIABILITIES:</u>			
Due to other funds	748,383		748,383
TOTAL LIABILITIES	9,024,797		9,024,797
<u>DEFERRED INFLOWS OF RESOURCES:</u>			
Deferrals related to pensions	7,871,417		7,871,417
TOTAL DEFERRED INFLOWS OF RESOURCES	7,871,417		7,871,417
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	16,896,214		16,896,214
<u>NET POSITION:</u>			
Net investment in capital assets	24,397,268		24,397,268
Restricted	14,594,410		14,594,410
Unrestricted	2,616,810		2,616,810
TOTAL NET POSITION	41,608,488		41,608,488

County of VENANGO
GOVERNMENT-WIDE STATEMENT OF ACTIVITIES
 Proprietary Funds
 December 31, 2019

GOVERNMENTAL ACTIVITIES:

	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-type Activities	Total
General government - administrative	6,565,712	761,527	963,931		-4,840,254		-4,840,254
General government - judicial	4,007,816	1,499,364	900,388		-1,608,064		-1,608,064
Public safety	6,720,914	58,425	2,895,422		-3,767,067		-3,767,067
Highways and streets	1,613,804	567,510	1,101,776		55,482		55,482
Health and welfare	30,995,082	167,002	30,426,077		-402,003		-402,003
Culture - recreation	292,611	92,356	25,910		-174,345		-174,345
Conservation	1,130,900	18,643	11,375		-1,100,882		-1,100,882
Other: Interest	4,150				-4,150		-4,150
TOTAL GOVERNMENTAL ACTIVITIES	51,330,989	3,164,827	36,324,879		-11,841,283		-11,841,283

MAJOR BUSINESS-TYPE ACTIVITIES:**TOTAL BUSINESS-TYPE ACTIVITIES**

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TOTAL PRIMARY GOVERNMENTS

51,330,989	3,164,827	36,324,879		-11,841,283		-11,841,283
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County of VENANGO

GOVERNMENT-WIDE STATEMENT OF ACTIVITIES

December 31, 2019

	Governmental Activities	Business-Type Activities	Total
TOTAL PRIMARY GOVERNMENTS	-11,841,283		-11,841,283
<u>GENERAL REVENUES:</u>			
Real estate	11,407,222		11,407,222
Per capita	147,961		147,961
Hotel room rental	143,157		143,157
Licenses and permits	49,720		49,720
Other: Interest & Investment	49,548		49,548
Other: Fines & Forfeits	382,440		382,440
Other: Other	210,794		210,794
Other: Gain on Disposal	29,969		29,969
TOTAL GENERAL REVENUES AND TRANSFERS	12,420,811		12,420,811
CHANGE IN NET POSITION	579,528		579,528
NET POSITION - BEGINNING OF YEAR	41,028,966		41,028,966
PRIOR PERIOD ADJUSTMENT	-6		-6
NET POSITION - END OF YEAR	41,608,488		41,608,488

County of VENANGO
BALANCE SHEET - GOVERNMENTAL FUNDS

(Including the Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Units)

December 31, 2019

	General	Capital Projects	Human Services	Work Force	Major #4	Major #5	Permanent Fund	Other Governmental Funds	Total Government Funds
<u>ASSETS:</u>									
Cash and cash equivalents	6,848,931		824,931					4,380,718	12,054,580
Receivables (net of allowance for uncollectibles)	399,177		1,101,495					1,038,191	2,538,863
Due from other governments	78,240		1,650,959	2,490,146				553,695	4,773,040
Due from other funds	651,446		91,749					27,398	770,593
Restricted assets:									
Temporarily restricted:									
Permanently restricted:									
Investments									
Other: Due from Component Unit	944,292								944,292
Other: Tax Receivable	1,462,931								1,462,931
Other: Other Assets								72,415	72,415
TOTAL ASSETS	10,385,017		3,669,134	2,490,146				6,072,417	22,616,714
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>									
TOTAL DEFERRED OUTFLOWS OF RESOURCES									
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	10,385,017		3,669,134	2,490,146				6,072,417	22,616,714
<u>LIABILITIES:</u>									
Accounts payable	1,159,048		985,391	707,351				626,634	3,478,424
Due to other governments	23,286								23,286
Due to other funds	101,133		160,355						261,488
Unearned revenue	288,286		1,843,752	192,971				1,375,870	3,700,879
Other: Due to Other Funds - Cash		139,518		1,572,521					1,712,039
Other: Accrued Payroll	352,732		334,226	17,303				44,124	748,385
TOTAL LIABILITIES	1,924,485	139,518	3,323,724	2,490,146				2,046,628	9,924,501

County of VENANGO
BALANCE SHEET - GOVERNMENTAL FUNDS

(Including the Reconciliation of Total Governmental Fund Balance to Net Position of Governmental Units)

December 31, 2019

	General	Capital Projects	Human Services	Work Force	Major #4	Major #5	Permanent Fund	Other Governmental Funds	Total Government Funds
Unassigned fund balance*	5,486,876	-139,518							5,347,358
TOTAL FUND BALANCE	7,001,297	-139,518	345,410					4,025,789	11,232,978
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES & FUND BALANCES	10,385,017		3,669,134	2,490,146				6,072,417	22,616,714

Amounts reported for governmental activities in the statement of net assets are different because:	
Internal service funds are used by management to charge certain costs to county departments and employees	
The assets, deferred outflows of resources, liabilities and deferred inflows of resources of the internal service funds are included in governmental activities in the STATEMENT OF NET POSITION	
Long-term liabilities and deferred inflows are not due and payable in the current period and therefore are not reported as a fund liability	-1,136,654
The difference in net position between full accrual accounting and modified accrual accounting is due to differing revenue recognition criteria between the two methods	1,522,070
The difference in net position between full accrual accounting and modified accrual accounting is due to differing expenditure recognition criteria between the two methods	
Capital assets used in government activities are not financial resources and, therefore, are not reported in the funds	24,946,982
Other: _____	
Other: Net Pension Asset - Deferred Outflows & Inflows for Pension	5,043,112
NET POSITION OF GOVERNMENTAL ACTIVITIES	41,608,488

County of VENANGO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
December 31, 2019

	General	Capital Projects	Human Services	Work Force	Major #4	Major #5	Permanent Fund	Other Governmental Funds	Total Government Funds
<u>REVENUES:</u>									
<u>TAXES:</u>									
Real estate	11,464,424								11,464,424
Per capita	147,961								147,961
Hotel room rental	143,157								143,157
TOTAL TAXES	11,755,542								11,755,542
<u>INTERGOVERNMENTAL REVENUES:</u>									
Combination	1,728,287		17,031,977	10,046,955				7,270,151	36,077,370
TOTAL INTERGOVERNMENTAL REVENUES	1,728,287		17,031,977	10,046,955				7,270,151	36,077,370
Charges for Service	2,458,080		355,613	7,743				713,805	3,535,241
	2,458,080		355,613	7,743				713,805	3,535,241
<u>MISCELLANEOUS REVENUES:</u>									
Interest earnings	16,537	571	6,462					25,980	49,550
Other: Licenses	49,720								49,720
Other: Fines & Forfeits	135,564		314,354					8,385	458,303
TOTAL MISCELLANEOUS REVENUES	201,821	571	320,816					34,365	557,573
TOTAL REVENUES	16,143,730	571	17,708,406	10,054,698				8,018,321	51,925,726
<u>EXPENDITURES:</u>									
General government - administrative	6,865,076	382,039						26,412	7,273,527
General government - judicial	3,355,865							582,577	3,938,442
Public safety	4,405,519							2,674,401	7,079,920
Highways and streets	457,125							1,040,985	1,498,110
Health and welfare	106,093		18,096,573	9,904,698				2,869,618	30,976,982
Culture - recreation	307,702								307,702
Conservation	631,692							499,210	1,130,902

County of VENANGO
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
December 31, 2019

	General	Capital Projects	Human Services	Work Force	Major #4	Major #5	Permanent Fund	Other Governmental Funds	Total Government Funds
Debt Service		588,547							588,547
TOTAL EXPENDITURES	16,129,072	970,586	18,096,573	9,904,698				7,693,203	52,794,132
<u>OTHER FINANCIAL SOURCES/(USES):</u>									
Interfund Operating Transfers	-559,173	27,980	362,666	-150,000				318,527	
Sale of capital assets	9,449		20,520						29,969
Other: Proceeds from Capital Lease		551,436							551,436
TOTAL OTHER FINANCING SOURCES/ (USES)	-549,724	579,416	383,186	-150,000				318,527	581,405
CHANGE IN FUND BALANCES	-535,066	-390,599	-4,981					643,645	-287,001
FUND BALANCE (DEFICIT) - BEGINNING OF YEAR	7,536,363	251,081	350,391					3,382,144	11,519,979
FUND BALANCES (DEFICIT) - END OF YEAR	7,001,297	-139,518	345,410					4,025,789	11,232,978

County of VENANGO

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES

December 31, 2019

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

Net changes in fund balances (deficit) - total governmental funds	-287,001
The issuance of long-term debt (e.g. bonds, leases) 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. Additionally, various other long-term liabilities and deferred inflows do not require the use of current financial resources and, therefore are not reported as expenditures in governmental funds. This amount is the net effect of the differences in the treatment of long-term liabilities and deferred inflows on the statement of activities	66,094
The difference in the change in net position between full accrual accounting and modified accrual accounting is due to differing revenue recognition criteria between the two accounting methods	-45,175
The difference in the change in net position between full accrual accounting and modified accrual accounting is due to differing expenditure recognition criteria between the two accounting methods	168,455
Other: Accrued Employee Benefitis	20,126
Other: Net Pension Assets	657,029
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	579,528

County of VENANGO
STATEMENT OF NET POSITION
 Proprietary Funds
 December 31, 2019

	Major Bus. #1	Major Bus. #2	Major Bus. #3	Major Bus. #4	Major Bus. #5	Other Business Funds	Total Business Funds	Internal Service Fund
<u>CURRENT ASSETS:</u>								
Restricted assets:								
Temporarily restricted:								
TOTAL CURRENT ASSETS								
<u>NON-CURRENT ASSETS:</u>								
Permanently restricted:								
TOTAL NON-CURRENT ASSETS								
TOTAL ASSETS								
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>								
TOTAL DEFERRED OUTFLOWS OF RESOURCES								
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES								
<u>CURRENT LIABILITIES:</u>								
TOTAL CURRENT LIABILITIES								
<u>NON-CURRENT LIABILITIES:</u>								
TOTAL NON-CURRENT LIABILITIES								
TOTAL LIABILITIES								
<u>DEFERRED INFLOWS OF RESOURCES:</u>								
TOTAL DEFERRED INFLOWS OF RESOURCES								
TOTAL LIABILITIES AND IDEFERRED INFLOWS OF RESOURCES								
<u>NET POSITION:</u>								
TOTAL NET POSITION								
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION								

Adjustments to reflect the consolidation of internal service fund activities related to enterprise funds

Net Position of Business-type Activities

County of VENANGO
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION-
Proprietary Funds
For the Year Ended December 31, 2019

	Major Bus. #1	Major Bus. #2	Major Bus. #3	Major Bus. #4	Major Bus. #5	Other Business Funds	Total Business Funds	Internal Service Fund
OPERATING REVENUES:								
TOTAL OPERATING REVENUES								
OPERATING EXPENSES:								
TOTAL OPERATING EXPENSES								
OPERATING INCOME/(LOSS)								
NONOPERATING REVENUES/(EXPENSES):								
TOTAL NONOPERATING REVENUES/ (EXPENSES)								
CHANGE IN NET POSITION								
NET POSITION - END OF YEAR								

Adjustments to reflect the consolidation of internal service fund activities related to enterprise funds

Changes in Net Position of Business-type Activities

County of VENANGO
STATEMENT OF FIDUCIARY NET POSITION
 Fiduciary Funds
 December 31, 2019

	Pension	Agency	Fiduciary #3	Fiduciary #4	Fiduciary #5
<u>ASSETS:</u>					
Cash and cash equivalents	1,911,358	1,037,749			
Receivables		291,491			
Investments, at fair value	57,335,792				
Restricted assets:					
Temporarily restricted:					
Permanently restricted:					
TOTAL ASSETS	59,247,150	1,329,240			
<u>DEFERRED OUTFLOWS OF RESOURCES:</u>					
TOTAL DEFERRED OUTFLOWS OF RESOURCES					
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	59,247,150	1,329,240			
<u>LIABILITIES:</u>					
Due to other funds		508,744			
Due to other governments		135,609			
Funds held as fiduciary		684,887			
TOTAL LIABILITIES		1,329,240			
<u>DEFERRED INFLOWS OF RESOURCES:</u>					
TOTAL DEFERRED INFLOWS OF RESOURCES					
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES		1,329,240			
<u>NET POSITION:</u>					
Other: Restricted Pension	59,247,150				
TOTAL NET POSITION	59,247,150				
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	59,247,150	1,329,240			

County of VENANGO
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 Fiduciary Funds
 December 31, 2019

Pension Agency Fiduciary #3 Fiduciary #4 Fiduciary #5

ADDITIONS:

Contributions

Employer	552,137				
Plan members	1,273,928				
Other: Other	3,164				
TOTAL CONTRIBUTIONS	1,829,229				

INVESTMENT EARNINGS:

Interest	1,101,822				
Net increase/(decrease) in the fair value of investments	9,669,136				
TOTAL INVESTMENT EARNINGS	10,770,958				

Less Investment Expenses

155,595					
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TOTAL ADDITIONS

12,444,592					
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DEDUCTIONS:

Benefits

3,420,780					
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Administrative Expenses

38,957					
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Other: Other

7,924					
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TOTAL DEDUCTIONS

3,467,661					
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County of VENANGO
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
 Fiduciary Funds
 December 31, 2019

	Pension	Agency	Fiduciary #3	Fiduciary #4	Fiduciary #5
CHANGE IN NET POSITION	8,976,931				
NET POSITION - BEGINNING OF YEAR	50,270,219				
NET POSITION - END OF YEAR	59,247,150				

County of VENANGO

December 31, 2019

DEBT STATEMENT

OUTSTANDING BONDS AND NOTES

Listed below are all currently outstanding bond and note issues according to our files, excluding bond issues redeemed or refunded and defeased. Please show the principal payments and make any other necessary corrections and additions.

Purpose	Bond Capital Lease Lease Rental Note	Issue Year (yyyy)	Maturity Year (yyyy)	Original Amount of Issue	Outstanding Beginning of Year	Principal Incurred This Year	Principal Paid This Year	Current Year Accretion on Compound Interest Bonds	Outstanding at Year End **
General Obligation Bonds and Notes									
County of Venango	Bond	2014	2019	4,410,000	415,000		415,000		0
Revenue Bonds and Notes									
Lease Rental Debt									
Capital Leases	Capital Leases	2018	2023	224,569	167,675	551,436	169,397		549,714
Other									

If you have a GAAP basis financial statement with footnotes, please provide the information below.

GUARANTEED DEBT SECTION (Optional Information)

*Debt that is guaranteed by the County \$0 (aggregate guaranteed debt) of which \$ 0 (if any) is reported above.

*The aggregate guaranteed debt amount (first line) in the "Optional Information" section should include any amount of debt guaranteed by the county. If providing this information, please include related amounts reported in the "Debt Statement," if any. Do not include debt payments that are incurred and paid off within the same fiscal year or other items, such as workers' compensation, other postemployment benefits, self-insurance, claim liabilities, compensated absences, etc.

Total Debt 0

Capitalized lease obligations 549,714

Plus(less) Unamortized Premium(Discount)

Net debt 549,714

** excludes unamortized premium/discount

County of VENANGO
STATEMENT OF CAPITAL ADDITIONS
December 31, 2019

Total

GOVERNMENTAL-TYPE ACTIVITY:

General Government - administrative

690,489

General Government - judicial

1

Public safety

Other: Other

435,795

Public works

Highways and streets

404,571

Other: Land

40,000

Health and welfare

285,699

Culture - recreation

2,700

Conservation

1

BUSINESS-TYPE ACTIVITY:

TOTAL CAPITAL EXPENDITURES

1,859,256

EMPLOYEE COMPENSATION

Total salaries, wages, commissions, etc. paid this year (including all employees and elected officials)

13,664,993

ELECTED CONTROLLER'S/AUDITOR'S CERTIFIED OPINION

To the:

Governing Body of the County

President Judge of the Court of Common Pleas

Secretary of the Department of Community & Economic Development

I/We*, the undersigned, the duly elected (or appointed replacement) and Acting Controller/Auditors* of the County of VENANGO have audited, adjusted and settled the accounts of the County of VENANGO for the year ended December 31, 2019. My/Our* audit, adjustment and settlement was made in accordance with Act 103 of 2002 rather than with U.S. generally accepted auditing standards

The County has prepared these financial statements on bases of accounting consistent with U.S. generally accepted accounting principles; consisting of the accrual basis for the government-wide, proprietary fund and fiduciary fund financial statements, and the modified accrual basis for the governmental fund financial statements.

Due to the absence of notes and other disclosures required by U.S. generally accepted accounting principles, these financial statements are not intended to be a complete presentation in accordance with U.S. generally accepted accounting principles.

In my/our* opinion, these financial statements accurately reflect the results of operations and the financial position of the county of VENANGO for the year ended December 31, 2019

SIGNATURE AND VERIFICATION

Signed:

Heather S. Mohnkern Elected Auditor

Terri L. McFadden Elected Auditor

Jamie Weaver Elected Auditor

Subscribed and sworn to before me this 28 day of October, 2020.

Signed: _____

Witness (Controller)/Auditor (Auditors)

Counties are encouraged to have financial statement audits performed in accordance with U.S. generally accepted auditing standards or the standards applicable to financial audits contained in "Government Auditing Standards", issued by the Comptroller general of the United States. Controllers may submit opinions resulting from such audits in lieu of this page.



*Circle one

December 31, 2019

NOTES / COMMENTS

Note #1 - On the BALANCE SHEET - GOVT FUNDS statement we had to relocate (-\$139,518) Cash in Capital Projects and (-\$1,572,521) in Workforce Development to the Liability section - Due to Other Funds. Cash is overstated by \$1,712,039 because of our inability to enter negative cash balances in the Current Asset section. This adjustment is not reflected in the GVT-WIDE front statements. Note, this will also cause an overstatement when comparing Liabilities to our Outside Audit Report.