

Allegany County, Maryland **Comprehensive Annual Financial Report**

For the Fiscal Year Ended June 30, 2019

2019

Allegany County Board of County Commissioners

Jacob C. Shade, *President*

Creade V. Brodie, Jr., *Commissioner*

David J. Caporale, *Commissioner*

Brandon S. Butler, *County Administrator*



ALLEGANY COUNTY, MARYLAND
COMPREHENSIVE ANNUAL
FINANCIAL REPORT

FOR THE FISCAL YEAR
JULY 1, 2018 - JUNE 30, 2019

Prepared by:
The Allegany County Finance Office
Jason M. Bennett, CPA, Director

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ALLEGANY COUNTY, MARYLAND
COMPREHENSIVE ANNUAL FINANCIAL REPORT

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INTRODUCTORY SECTION

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ALLEGANY COUNTY, MARYLAND

Finance Office

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finance@allconet.org www.gov.allconet.org

BOARD OF COMMISSIONERS

Jacob Shade, *President*
Creade V. Brodie, Jr.
David J. Caporale

Jason Bennett, CPA, *Director of Finance*

January 23, 2020

To the Board of County Commissioners and the
Citizens of Allegany County, Maryland

The Comprehensive Annual Financial Report (CAFR) of Allegany County, Maryland for the fiscal year ending June 30, 2019, including the report of our independent Certified Public Accountants is presented herewith. This report has been prepared by the Allegany County Finance Department in accordance with Article 19 of the Annotated Code of the State of Maryland and with Part I, Chapter 26, Article 26-3 of the Allegany County code. This report is presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants.

This report consists of management's representations concerning the finances of Allegany County. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of Allegany County has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we assert that, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The County's financial statements have been audited by Turnbull, Hoover & Kahl, PA., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Allegany County for the fiscal year ended June 30, 2019, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used, and significant estimates made by management; and

evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the County's financial statements for the fiscal year ended June 30, 2019, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the County was part of a broader, federally mandated 'Single Audit' designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are available in Allegany County's separately issued Single Audit Report.

Generally accepted accounting principles require that management provide a narrative introduction, overview, and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The County's MD&A can be found immediately following the report of the independent auditors.

Profile of Allegany County

Allegany County, located on the Potomac River in western Maryland, was established in 1789. It is bordered by Pennsylvania to the north and West Virginia to the south, and comprises an area of 428 square miles. Cumberland, the County seat, covering eight square miles, is at an elevation of 641 feet. Cumberland is situated approximately 100 miles southeast of Pittsburgh and 130 miles northwest of Baltimore and Washington, D.C. There are seven incorporated municipalities in the County: Barton, Cumberland, Frostburg, Lonaconing, Luke, Midland and Westernport.

The County is predominately rural in character. The 2000 census showed a population of 74,930; according to the 2010 Census, the population is 75,087 for the County. The County seat and principal city is Cumberland, with a 2010 population of 20,859.

Both the executive and legislative functions of the County are vested in the elected, three member Board of County Commissioners. Commissioners are elected on a county-wide basis and serve four-year terms. The Board elects one Commissioner to serve as its President. The Board is required to meet monthly.

In 1974, the County adopted the Code Home Rule form of government provided in Article XI-F of the Maryland Constitution and Article 25B of the Annotated Code of Maryland. Under this form of government, the Board has the authority to enact, amend, and repeal public local laws relating to the incorporation, organization, and government of the county, including, laws authorizing the issuance and sale of bonds to finance capital projects for the County. Each member of the board has one vote and, except for emergency bills, a simple majority of the Board is sufficient to enact any bill into law.

In 1996, the Commissioners adopted legislation making the County Administrator of Allegany County responsible to the Board and charged with the administration of all County affairs. The

Administrator will carry out the policies of the Board, direct and supervise the administration of all departments and agencies, and perform all duties enumerated in the Allegany County Code Chapter 2, Article 1.

County financial matters are administered through the Department of Finance of the County by the Director of Finance. The Director of Finance is charged with the administration of the financial affairs of the County, which generally include the receiving of County taxes, fees and other revenues and funds of every kind due to the County; the custody and safekeeping of all funds or securities belonging to or by law deposited with, distributed to, or handled by the County; the disbursement of County funds; the keeping and supervision of all accounts; and such other functions as may be prescribed by the Board.

BUDGET

The formulation of the County's Budget is a joint responsibility between the Director of Finance, who also serves as Budget Officer, and the County Administrator. In addition to formulating the Budget, the Budget Officer is responsible for the submission to the Board of periodic reports on their efficiency and economy, and such other duties and functions as may be assigned by the Board.

The County Budget is comprised of the Operating Budget, which has current year appropriations for all funds, and the Capital Budget.

Operating Budget

The Operating Budget, which must be balanced, is prepared by the County Administrator and the Director of Finance on a modified accrual basis and submitted for approval of the Board of County Commissioners. It is based upon estimated revenues and expenditures for operations for the ensuing fiscal year that is submitted to the Director of Finance by the department head of each office, Court, department, institution, board, commission, corporation or other agency of the County government. The current Operating Budget must contain the following information: (1) a schedule of all revenues estimated to be received by the County during the ensuing fiscal year, classified to show the receipts by funds and sources of income; (2) a schedule of the debt service requirements for the ensuing fiscal year; (3) schedule of the receipts and expenditures for the last two completed fiscal years, the estimated receipts and expenditures of the current ending fiscal year and the expenditures recommended by the Board of County Commissioners for the ensuing fiscal year for each function, activity, and sub activity; and (5) any other material which the Board of County Commissioners may deem advisable.

Variance reports of actual revenues and expenditures versus budgeted revenues and expenditures are prepared by the Director of Finance on a monthly basis. Additionally, individual offices, departments, boards, commissions, and other agencies of the County review on a monthly basis all events affecting their budgetary estimates and can request the Board for supplemental appropriations to increase their budgetary allowances. The Board in turn has the power to grant such increases.

Capital Budget

The Capital Budget is prepared by the Capital Projects Engineer after approval by the Review Committee and then submitted for approval to the Board of County Commissioners. The Review Committee consists of the County Administrator, the Director of Public Works, the Director of Finance, the Director of Economic and Community Development, and the County Engineer. It is based on the need for having certain capital projects undertaken and the availability of financial resources. Each project is identified with estimated costs and estimated sources of funding. All funding requests are then applied to a debt affordability model to ascertain if the proposed debt is within the County's self-imposed debt guidelines.

Adoption of Budget

Before the end of April in each year, the preliminary County Budget is publicly reviewed by the County Commissioners at an announced time and date. Opportunities are then available at the next several public meetings for citizens to express their views. After the public hearings, the Board of County Commissioners may revise the preliminary budget. Line item details of all individual departmental and agency requests and proposed appropriations are available. The Board is further authorized to revise the schedule of anticipated receipts and estimated rates for general and special taxes. The Budget must be approved and signed by a majority of the Commissioners by June 30th.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which Allegany County operates.

Local economy: Allegany County currently enjoys a favorable economic environment and local indicators point to continued stability. The unemployment rate decreased slightly from June 30, 2018 at 5.9% to 5.8% for June 30, 2019. The region has diverse manufacturing and industrial base of paper manufacturing, rail transportation and the manufacturing of window coverings. A varied service provider base gives the area relative stability of the unemployment rate. Major service providers include health services, government, education, and call centers.

The state and federal government have a major economic presence with the operation of correctional facilities. The state also operates a 4-year higher education institution that serves the region offering a variety of undergraduate and graduate programs.

Allegany County has a total labor force of 29,421. The total labor force is down slightly mirroring the population census of the county. Recent population projections have the county maintaining its current population which reverses decades of population loss.

Long-term financial planning: The County adopts a five-year Capital Improvement Program each year as required by state law. During fiscal year 2019 the County incurred new general obligation debt in the amount of \$10,905,000 and incurred no new debt for water and sewer projects;

Major initiatives: As part of the 2015 Capital Improvement Program, the Commissioners approved funding for a new, approximately 800 seat Allegany High School with construction beginning in FY 2016, which has replaced what was at the time the oldest active high school building in the State of Maryland, this school opened to students during FY 2019 .

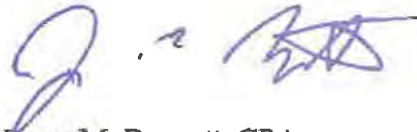
Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) last awarded a Certificate of Achievement for Excellence in Financial Reporting to Allegany County for its comprehensive annual financial report for the fiscal year ended June 30, 2017. This was the twenty-fifth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

While we were not able to submit for A Certificate of Achievement for the fiscal year ended June 30, 2018, we believe that our current comprehensive annual report for June 30, 2019 continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

I wish to acknowledge the support and interest of the Board of County Commissioners and the County Administrator in the recording and reporting of financial matters. It is of the utmost importance that the accounting functions have this support. I also want to express my appreciation to Pamela S Diaz, CPA, Assistant Director of Finance, and the entire staff of the Finance Office for their cooperation, dedication, and professionalism in the preparation of this report. In conclusion, I want to acknowledge the efforts of the many County employees that support the accounting function.

Respectfully submitted,

A handwritten signature in blue ink, appearing to read 'J. M. Bennett', with a stylized flourish at the end.

Jason M. Bennett, CPA
Director of Finance

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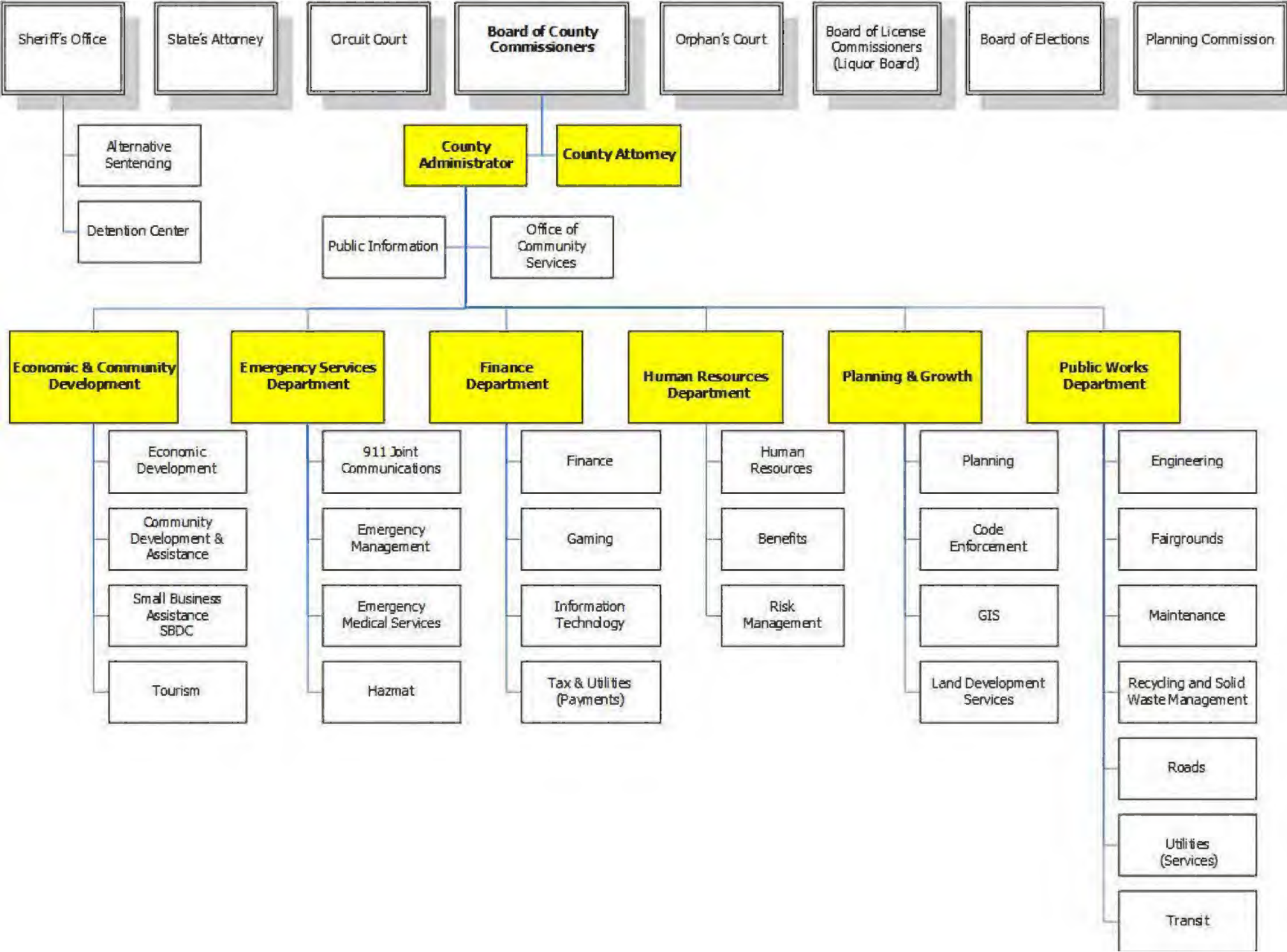
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Allegany County, Maryland
Summary of Certain Officials
June 30, 2019

Board of Commissioners

Jacob Shade, President
Creade V. Brodie Jr., Commissioner
David J. Caporale, Commissioner

County Administrator	Brandon Butler
Clerk of the Board	Brandon Butler
Director of Finance	Jason M. Bennett, CPA
Director of Public Works	Paul F. Kahl, P.E.
Director of Economic & Community Development	Jeff Barclay
Director of Interagency Data Processing	Nilufer H. Grove
Director of Human Resources & Personnel Services	Jason M. Bennett, CPA
Sheriff	Craig A. Robertson
State's Attorney	Michael O. Twigg, Esquire
County Attorney	William M. Rudd, Esquire
Election Administrator	Diane L. Loibel



FINANCIAL SECTION

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David W. Turnbull, CPA
Richard J. Hoover, CPA
Bernard B. Kahl, CPA



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Board of Allegany County Commissioners
County Office Complex
701 Kelly Road
Cumberland, Maryland

INDEPENDENT AUDITORS' REPORT

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Allegany County, Maryland (the County), as of and for the year ended June 30, 2019, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Allegany County Board of Education and the Allegany County Library System, which represent 68 percent, 67 percent, and 76 percent, respectively, of the assets, net position, and revenues of the component units. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Allegany County Board of Education and the Allegany County Library System, is based solely on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's

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

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

Opinions

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of Allegany County, Maryland, as of June 30, 2019, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages B-1 through B-9, the schedule of changes in net pension liability, County's proportionate share of the net pension liability, and County's contributions on page D-3, schedule of changes in post retirement benefits liability, County's post retirement benefits contributions, and County's post retirement benefits investment returns on page D-4, notes to required supplementary information on page D-5, and the budgetary comparison information on pages D-6 through D-14 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 and other auditors 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 inquires of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Allegany County, Maryland's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section, are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and schedules 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 by us and other auditors. In our opinion, based on our audit, the procedures performed as described above, and the reports of the other auditors, the combining and individual nonmajor fund financial statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we do not express an opinion or provide any assurance on them.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 23, 2020, on our consideration of Allegany County, Maryland'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 solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of Allegany County, Maryland's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Allegany County, Maryland's internal control over financial reporting and compliance.



Cumberland, Maryland
January 23, 2020

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Management's Discussion and Analysis

As management of Allegany County, we offer readers of Allegany County's financial statements this narrative overview and analysis of the financial activities of Allegany County for the fiscal year ended June 30, 2019. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found at page ix of this report.

Financial Highlights

- The assets of Allegany County exceeded its liabilities at the close of the most recent fiscal year by \$163.2 million (*net position*). Of this amount, \$184 million is net investment in capital assets and \$12.5 million is restricted for specific purposes (restricted net position). The County's total unrestricted net position is (\$33.3 million). This total unrestricted net position amount includes (\$26.4 million) from governmental activities, and unrestricted net position balance from business-type activities of (\$6.9 million).
- The government's total net position decreased by \$6.3 million or 3.9%. The governmental net position decreased \$3.5 million. Business-type net assets decreased by \$ 2.8 million during the year.
- As of the close of the current fiscal year, Allegany County's governmental funds reported combined ending fund balances of \$48.6 million, an increase of \$ 7 million in comparison with the prior year. The increase was due largely to nearly \$ 9 million of FY 2019 bond proceeds received. Approximately 30.6% of the ending fund balance, \$15.6 million, is *available for spending* at the government's discretion (*unassigned fund balance*), \$1.2 million is nonspendable, \$ 12.3 million is restricted, \$ 11.3 million is committed to certain programs and \$8.1 million is assigned to specific programs.
- Allegany County's governmental activity outstanding debt increased by \$9.4 million (or 37.3%) during the current fiscal year. The County's business-type debt decreased by \$ 1.6 million (or 5.3%).

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to Allegany County's basic financial statements. Allegany County's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The *government-wide financial statements* are designed to provide readers with a broad overview of Allegany County's finances, in a manner similar to private-sector business.

The *statement of net position* presents information of all of Allegany County's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of Allegany County is improving or deteriorating.

The *statement of activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused, vacation leave).

Both of the government-wide financial statements distinguish functions of Allegany County that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The government activities of Allegany County include general government, public safety, public works, social services, economic development, and payments to component units (the

public school system, community college and library). The business-type activities of Allegany County include the Water Fund, Sewer Fund, Loan Fund and Allconet II.

The government-wide financial statements include not only Allegany County itself (known as the *primary government*), but also a legally separate public school system, community college, library system and a sewer district. Financial information for these *component units* is reported separately from the financial information presented for the primary government itself. Detail financial information on the component units can be found on their separately issued financial statements.

The government-wide financial statements can be found on pages C5-C7 of this report.

Fund financial statements. A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Allegany County, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Allegany County can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

Governmental funds. *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating governments' near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financial decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

Allegany County maintains sixteen individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, the revolving building fund, and the public improvement fund all of which are considered to be major funds. Data from the other thirteen governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these nonmajor governmental funds is provided in the form of *combining statements* elsewhere in this report.

The basic governmental fund financial statements can be found on pages C9-C18 of this report.

Proprietary funds. Allegany County has one type of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type* activities in the government-wide financial statements. Allegany County uses enterprise funds to account for its water fund, sewer fund, loan fund, and the Allconet II fund

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for all of the enterprise funds, of which the water and sewer funds are considered to be major funds of Allegany County

The basic proprietary fund financial statements can be found on pages C15-C17 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support Allegany County's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages C18 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages C21-78 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning Allegany County's progress in funding its obligation to provide pension benefits to certain groups of its employees

Also reported as *required supplementary information* are budgetary comparison schedules for the General Fund, the Revolving Building and the PIB Fund which are reported as major funds. Required supplementary information can be found on pages D4-14 of this report.

The combining statements referred to earlier in connection with nonmajor governmental funds and internal service funds are presented immediately following the required supplementary information. Combining and individual fund statements and schedules can be found on pages E4-50 of this report.

Complete financial statements of the individual component units can be obtained from their respective administrative offices.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of Allegany County, assets exceeded liabilities by \$163.2 million at the close of the most recent fiscal year.

By far the largest portion of Allegany County's net position (\$184 million) reflects its investment in capital assets (e.g., land, buildings, machinery, and equipment); less any related debt used to acquire those assets that is still outstanding. Allegany County uses these capital assets to provide services to citizens consequently; these assets are *not* available for future spending. Although Allegany County's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

ALLEGANY COUNTY'S NET POSITION						
	Governmental Activities		Business-type Activities		Total	
	FY 2019	FY 2018	FY 2019	FY 2018	FY 2019	FY 2018
Assets:						
Current and other assets	\$ 67,604,833	\$ 58,366,564	\$ (2,409,832)	\$ 1,129,944	\$ 65,195,001	\$ 59,496,508
Capital assets	93,090,388	91,791,568	124,655,086	125,527,168	217,745,474	217,318,736
Total assets	160,695,221	150,158,132	122,245,254	126,657,112	282,940,475	276,815,244
Deferred Outflows of Resources	3,102,240	3,210,294	210,528	238,822	3,312,768	3,449,116
Liabilities:						
Current and other liabilities	12,686,778	13,020,601	3,464,230	3,788,587	16,151,008	16,809,188
Long-term liabilities outstanding	76,034,262	62,045,429	29,066,354	30,399,866	105,100,616	92,445,295
Total liabilities	88,721,040	75,066,030	32,530,583	34,188,452	121,251,623	109,254,483
Deferred Inflows of Resources	1,689,130	1,424,178	80,617	66,188	1,769,747	1,490,366
Net position:						
Net investment in capital assets	87,441,448	86,142,012	96,563,365	95,860,101	184,004,813	182,002,113
Restricted	12,316,383	4,255,467	161,080	155,066	12,477,463	4,410,533
Unrestricted	(26,370,540)	(13,519,261)	(6,879,863)	(3,373,873)	(33,250,403)	(16,893,134)
Total net position	\$ 73,387,291	\$ 76,878,218	\$ 89,844,582	\$ 92,641,294	\$ 163,231,873	\$ 169,519,512

An additional portion of Allegany County's net position (7.6%) represents resources that are subject to external restrictions on how they may be used. The County has a negative *unrestricted net position* balance of (\$33.2 million). The *unrestricted net position* balance for the governmental activities was (\$26.3 million) and the business-type activities have a balance of (\$6.9 million).

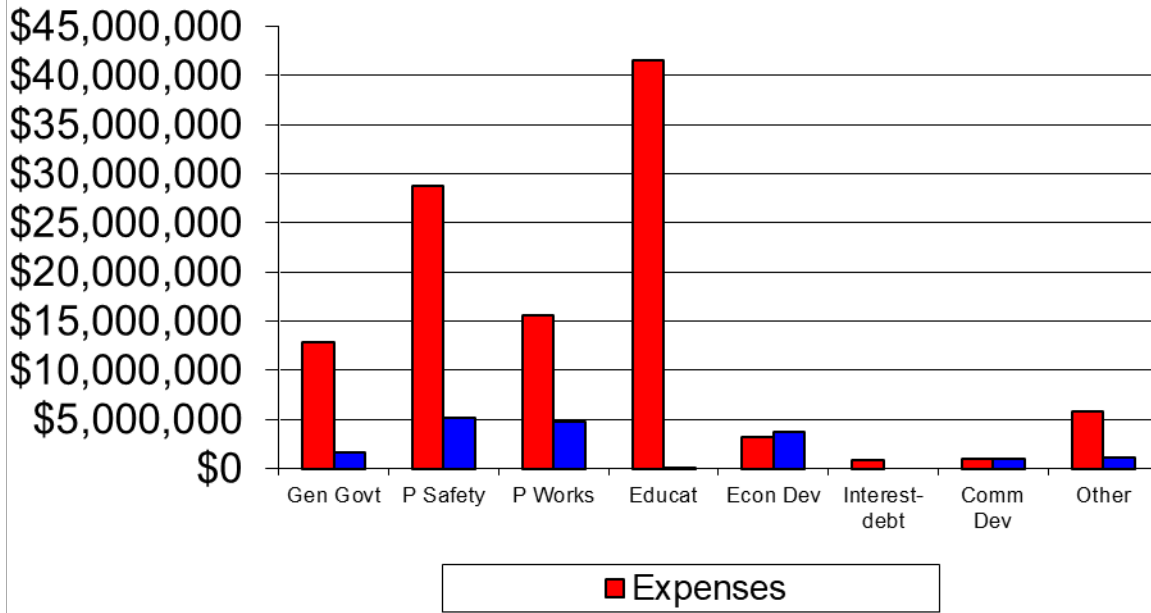
During the current fiscal year, the government's net position decreased by \$6.3 million. Revenues increased by \$5.6 million to \$120 million while expenses increased by \$ 2.6 million from the prior year to \$126.2 million. This increase was due largely to increased spending in public safety.

ALLEGANY COUNTY'S CHANGES IN NET POSITION							
	Governmental Activities		Business-type Activities		Total		
	FY 2019	FY 2018	FY 2019	FY 2018	FY 2019	FY 2018	
Revenues:							
Program revenues:							
Charges for services	\$ 9,967,619	\$ 8,706,414	\$ 10,346,460	\$ 10,266,428	\$ 20,314,079	\$ 18,972,842	
Operating grants and contributions	5,733,335	5,503,162	-	-	5,733,335	5,503,162	
Capital grants and contributions	1,894,195	1,401,461	1,725,700	2,159,945	3,619,895	3,561,406	
General revenues:							
Property taxes	42,099,543	40,525,539	1,144,089	1,133,343	43,243,632	41,658,882	
Income taxes	28,295,496	26,117,557	-	-	28,295,496	26,117,557	
Other local taxes	7,035,187	6,720,568	-	-	7,035,187	6,720,568	
Franchise taxes	426,574	434,575	-	-	426,574	434,575	
Grants and contributions not restricted to specific programs	8,939,143	9,244,141	-	-	8,939,143	9,244,141	
Unrestricted fees	-	-	-	-	-	-	
Unrestricted investment earnings	1,544,105	1,383,672	220,085	214,705	1,764,190	1,598,377	
Gain on sale/retirement of capital assets	102,550	65,351	-	-	102,550	65,351	
Miscellaneous	401,359	366,375	-	-	401,359	366,375	
Total revenues	<u>106,439,106</u>	<u>100,468,815</u>	<u>13,436,334</u>	<u>13,774,421</u>	<u>119,875,440</u>	<u>114,243,236</u>	
Expenses:							
General government	12,711,146	9,740,276	-	-	12,711,146	9,740,276	
Payment to data processing	145,424	188,456	-	-	145,424	188,456	
Public safety	28,788,857	24,450,408	-	-	28,788,857	24,450,408	
Public works	15,613,977	13,844,716	-	-	15,613,977	13,844,716	
Health	2,333,585	2,208,164	-	-	2,333,585	2,208,164	
Social services	1,258,655	952,725	-	-	1,258,655	952,725	
Education	3,162,750	10,005,096	-	-	3,162,750	10,005,096	
Payment to public school system	30,424,308	30,424,308	-	-	30,424,308	30,424,308	
Payment to community college	7,990,550	7,990,550	-	-	7,990,550	7,990,550	
Recreation, culture & libraries	1,191,689	1,214,252	-	-	1,191,689	1,214,252	
Payment to public library system	956,975	956,975	-	-	956,975	956,975	
Conservation of natural resources	142,584	279,539	-	-	142,584	279,539	
Community development & housing	1,005,058	1,021,156	-	-	1,005,058	1,021,156	
Economic development	3,194,349	4,111,276	-	-	3,194,349	4,111,276	
Interest on long-term debt	908,031	763,156	-	-	908,031	763,156	
Water	-	-	4,741,156	4,645,473	4,741,156	4,645,473	
Sewer	-	-	11,426,210	10,545,774	11,426,210	10,545,774	
Nursing Home	-	-	-	-	-	-	
Other proprietary funds	-	-	167,778	195,390	167,778	195,390	
Total expenses	<u>109,827,938</u>	<u>108,151,053</u>	<u>16,335,144</u>	<u>15,386,637</u>	<u>126,163,082</u>	<u>123,537,690</u>	
Increase in net position before transfers	(3,388,832)	(7,682,238)	(2,898,810)	(1,612,216)	(6,287,642)	(9,294,454)	
Transfers	(102,095)	(91,884)	102,095	91,884	-	-	
Increase (decrease) in net position	(3,490,927)	(7,774,122)	(2,796,715)	(1,520,332)	(6,287,642)	(9,294,454)	
Net position, beginning, restated	76,878,218	84,652,341	92,641,296	94,161,627	169,519,514	178,813,968	
Net position, ending	<u>\$ 73,387,291</u>	<u>\$ 76,878,218</u>	<u>\$ 89,844,582</u>	<u>\$ 92,641,294</u>	<u>\$ 163,231,870</u>	<u>\$ 169,519,514</u>	

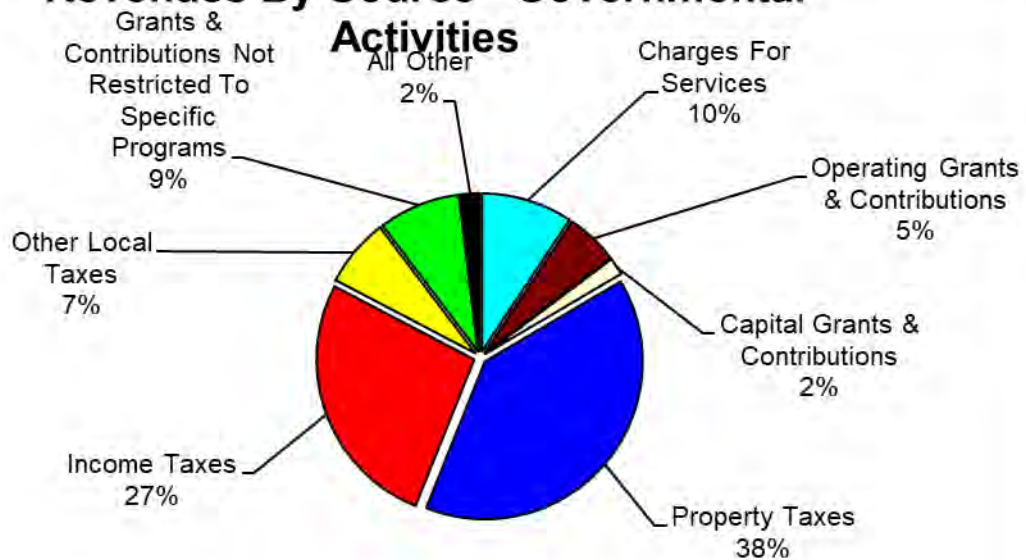
Governmental activities. Governmental activities decreased Allegany County's net assets by \$3.5 million. Total revenues increased \$ 6 million (or 6%) and expenses increased \$ 1.7 million (or 1.6%). Key elements of the changes in governmental net assets are as follows:

- Public safety expenditures increased largely due to adding and expanding a new ambulance service
- Education costs decreased close to \$ 7 million dollars due to the payment to the local school system for contribution to construction of new high school in FY 2018
- General government expenses increased largely due to an increase in pension expense.

Expenses and Program Revenues - Governmental Activities

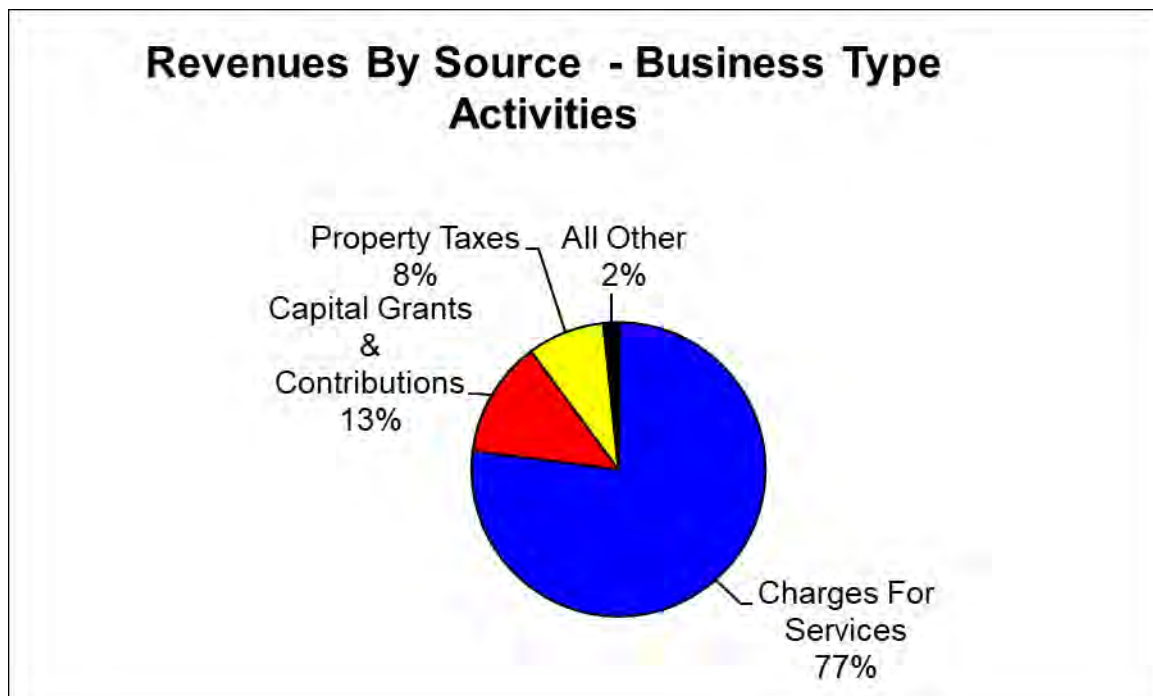
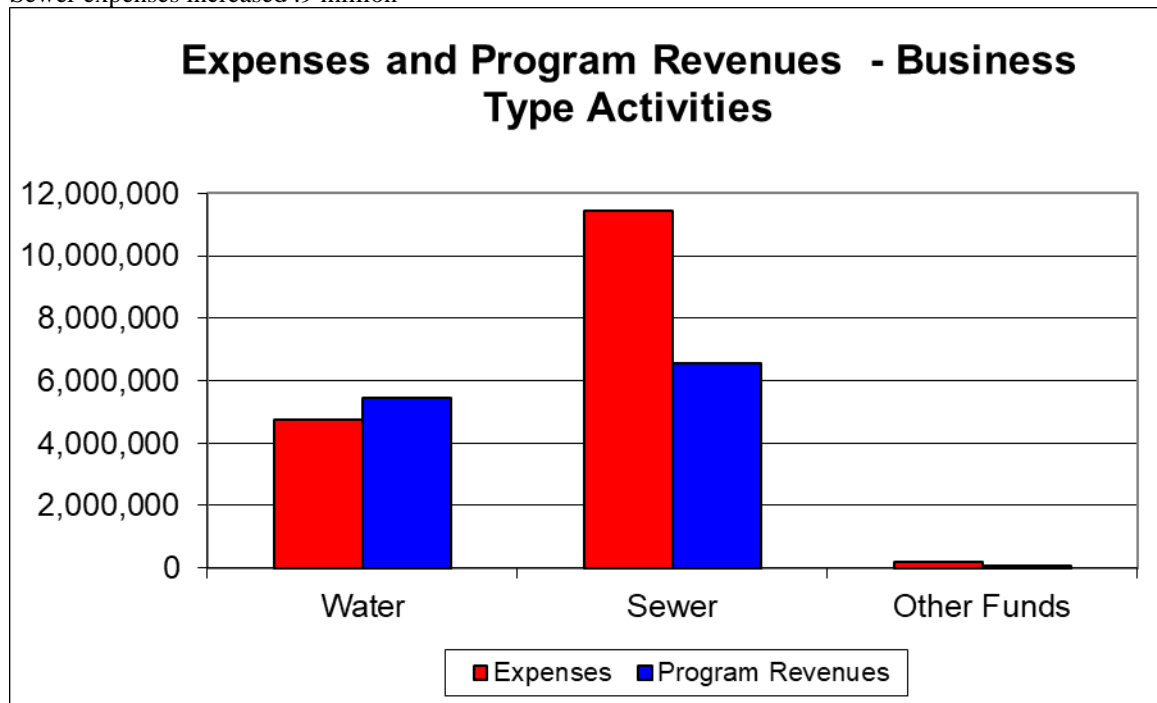


Revenues By Source - Governmental Activities



Business-type activities. The net position of the County's business-type activities decreased by \$ 2.8 million after transfers. Key elements of the decrease were:

- Capital grants decreased \$.4 million due to fewer major water/sewer projects.
- Sewer expenses increased .9 million



Financial Analysis of the Government's Funds

As noted earlier, Allegany County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

As of the end of the current fiscal year, Allegany County's governmental funds reported combined ending fund balance of \$48.6 million, an increase of \$ 7 million in comparison with the prior year. Approximately 30.6 percent of this total amount (\$15.6 million) constitutes *unassigned fund balance*, which is available for spending at the government's discretion. Other fund balance classifications are;

- Nonspendable – amounts that cannot be spent because they are not in spendable form or legally required to be maintained intact - \$1.2 million
- Restricted – amounts restricted to specific purposes by creditors, grantors, contributors, laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation - \$12.3 million.
- Committed – amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the County's Board of Commissioners. - \$ 11.3 million.
- Assigned – amounts which are intended to be used for specific purposes as constrained by the action of the Board or by the Director of Finance - \$8.1 million.

The general fund is the chief operating fund of Allegany County. At the end of the current fiscal year, *unassigned fund balance* of the general fund was \$16 million, out of a total fund balance of \$25.6 million. As a measure of the general fund's liquidity, it may be useful to compare both *unassigned fund balance* and total fund balance to total fund expenditures. *Unassigned fund balance* represents 18 percent of total general fund expenditures, while total fund balance represents 28.8 percent of that same amount.

Key factors in the \$ 7 million increase in the governmental fund balances are:

The PIB fund's (a major governmental fund) fund balance increased nearly \$8 million. The increase was largely due to \$ 8 million of PIB 2019 general obligation loan proceeds remaining unspent at year end.

Proprietary funds. Allegany County's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail. Net position at year end and the change in net position during the current year are highlighted below:

	Water Districts	Sanitary Districts	Other Enterprise Funds	Totals
Net position:				
Net investment in capital asset	\$35,735,872	\$ 60,545,638	\$ 281,855	\$96,563,365
Restricted for debt service	-	161,080	-	161,080
Unrestricted	4,481,792	(12,747,991)	1,386,336	(6,879,862)
Total net position	<u>\$40,217,664</u>	<u>\$47,958,728</u>	<u>\$ 1,668,191</u>	<u>\$89,844,582</u>
Change in net position during the year, increase (decrease)	<u>\$ 836,763</u>	<u>\$ (3,487,182)</u>	<u>\$ (146,294)</u>	<u>\$ (2,796,714)</u>

Other factors concerning the finances of these three funds have already been addressed in the discussion of Allegany County's business-type activities.

General Fund Budgetary Highlights

During the year, the original budget was not amended and remained at a total of \$ 90.3 million. Significant changes between the original budget and actual are summarized as follows:

- Actual revenue exceeded budgeted revenue by 4.1 million. The increase was largely due to increase in income tax revenue.
- Actual expenditures exceeded budgeted expenditures by 2.5% (or \$ 2.2 million). This increase was largely due to an increase in public safety expenditures due to expansion of County ambulance services.

Capital Asset and Debt Administration

Capital assets. Allegany County's investment in capital assets for its governmental and business type activities as of June 30, 2019 was \$218 million (net of accumulated depreciation). This investment in capital assets includes land, buildings, infrastructure, furniture and fixtures, equipment, vehicles, heavy equipment and other miscellaneous assets. The total increase in Allegany County's investment in capital assets for the current fiscal year was .2 percent (a .1 percent increase for governmental activities and a .1 percent decrease for business-type activities).

Major capital asset events during the current fiscal year included the following:

Governmental Activities: \$ 2.5 million increase in work in progress and \$1.7 million in vehicle and heavy equipment purchases for the Roads Department.

Additional information on Allegany County's capital assets can be found in the notes to the financial statements, note 8 on pages C-45 through C-46 of this report.

Long-term debt. At the end of the current fiscal year, Allegany County had total debt outstanding of \$62.5 million. Governmental activities debt consists of \$33.8 million in general obligation bonds including premium and \$.6 million of debt incurred with creditors for which the full faith and credit of the County has also been pledged. The \$28.1 million of debt for the business-type activities (revenue bonds) is either paid from revenues restricted for that purpose or by user fees.

ALLEGANY COUNTY'S OUTSTANDING DEBT General Obligation and Revenue Bonds

	Governmental Activities		Business-type Activities		Total	
	2019	2018	2019	2018	2019	2018
General obligation	\$32,288,000	\$ 23,481,908	\$ -	\$ -	\$ 32,288,000	\$ 23,481,908
Notes	203,465	203,466	-	-	203,465	203,466
Capital leases	-	-	-	-	-	-
State loans	429,216	642,863	9,789,786	11,036,046	10,219,002	11,678,909
Federal loans	-	-	18,066,691	18,372,966	18,066,691	18,372,966
Other loans	-	-	235,244	258,055	235,244	258,055
Premium on Bonds	1,519,041	742,907	-	-	1,519,041	742,907
Total	<u>\$34,439,724</u>	<u>\$ 25,071,144</u>	<u>\$28,091,721</u>	<u>\$ 29,667,067</u>	<u>\$ 62,531,445</u>	<u>\$ 54,738,211</u>

Allegany County issued new bond debt during the fiscal year in the amount of \$ 10,905,000 and retired \$ 2.4 million in total during the current fiscal year as debt outstanding increased 37 percent.

No new debt was incurred for Business type activities. Business type debt retired during the year was \$1.6 million.

In March, 2013, Allegany County's rating from Moody's upgraded from "A1" rating to "Aa3". In March of 2013 of Standard & Poor's raised the County's "A+" bond rating to "AA-", one of the few upgrades nationally for a governmental entity.

Additional information on Allegany County's long-term debt can be found in note 11 on pages C-51 through C-55 of this report.

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for June 2019 for Allegany County was 5.8 percent, which increased from 6.1 percent when compared to June 2018.

All of these factors were considered in preparing Allegany County's budget for the 2020 fiscal year.

During the current fiscal year, spendable fund balance in the general fund increased to \$16 million. The use of the unexpended and available fund balance reduced the amount of tax, service charges and fee increases necessary to have a balanced budget for the 2020 fiscal year.

Requests for Information

This financial report is designed to provide a general overview of Allegany County's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Allegany County Finance Director, 701 Kelly Road, Suite 205, Cumberland, Maryland 21502 or e-mail at finance@allconet.org.

BASIC FINANCIAL STATEMENTS

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**GOVERNMENT WIDE
FINANCIAL
STATEMENTS**

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ALLEGANY COUNTY, MARYLAND
STATEMENT OF NET POSITION
JUNE 30, 2019

ASSETS:	Primary Government			Component Units			
	Governmental Activities	Business-type Activities	Total	Board of Education	Allegany College of Maryland	Allegany County Library	LaVale Sanitary Commission
Current Assets:							
Cash	\$ 17,875,007	\$ 385,721	\$ 18,260,728	\$ 28,972,961	\$ 11,036,471	\$ 250,532	\$ 2,232,849
Investments	13,078,235	427,500	13,455,735	-	203,129	596,571	-
Property taxes receivable	4,720,296	-	4,720,296	-	-	-	-
Receivables:							
Accounts	286,364	3,170,824	3,377,188	11,363,589	809,490	29,776	263,092
Other	9,453,526	929,104	10,382,630	-	430,047	-	165,777
Internal balances	7,750,098	(7,750,098)	-	-	-	-	-
Inventory	39,977	87,985	127,962	184,822	301,050	-	211,370
Prepaid expenses	-	-	-	500	130,073	7,804	36,582
Miscellaneous	402,600	-	402,600	-	-	-	-
Restricted Assets:							
Cash	11,428,089	178,052	11,606,141	-	25,049	-	244,465
Investments	2,700,641	-	2,700,641	-	13,477,763	-	-
Taxes - receivable	-	156,582	156,582	-	-	-	-
Receivables	-	4,498	4,498	-	-	-	-
Total current assets	67,604,833	(2,409,832)	65,195,001	40,521,872	26,413,272	884,683	3,154,135
Non-current Assets:							
Long term Investment, Market	-	-	-	-	1,685,348	-	-
Restricted asset-taxes receivable	-	-	-	-	-	-	32,670
Pension Net Asset	-	-	-	-	-	-	396,718
Land	26,282,873	192,532	26,475,405	7,643,505	1,564,352	-	235,220
Work In Progress	4,156,111	10,309,427	14,465,538	1,125,271	4,637,241	-	172,215
Other non-depreciable assets	-	-	-	124,663	1,827,808	-	-
Capital assets subject to depreciation/amortization	156,918,678	194,374,786	351,293,464	235,358,147	58,139,406	9,246,261	30,661,009
Accumulated depreciation	(94,267,274)	(80,221,659)	(174,488,933)	(119,141,329)	(36,016,715)	(4,723,762)	(14,311,074)
Total non-current assets	93,090,388	124,655,086	217,745,474	125,110,257	31,837,440	4,522,499	17,186,758
Total Assets	160,695,221	122,245,254	282,940,475	165,632,129	58,250,712	5,407,182	20,340,893
Deferred Outflows of Resources							
Deferred Outflows for Pensions	3,035,266	210,528	3,245,794	1,029,035	128,217	15,706	288,228
Deferred Outflows for OPEB	66,974	-	66,974	-	-	3,762	723,539
Total Def Outflows of Resources	3,102,240	210,528	3,312,768	1,029,035	128,217	19,468	1,011,767
			3,449,116				
LIABILITIES:							
Current Liabilities:							
Accounts payable	4,638,241	1,357,226	5,995,467	2,989,757	439,615	52,120	373,094
Accrued wages payable	455,095	35,969	491,064	834,301	502,886	23,409	-
Accrued fringe benefits payable	210,665	17,252	227,917	-	186,980	-	-
Accrued interest	569,023	81,064	650,087	-	-	-	21,409
Current portion of long-term debt:							
Bonds and loans	2,169,205	1,567,550	3,736,755	-	-	-	190,458
Capital leases	-	-	-	129,202	73,241	-	-
Compensated absences	1,009,437	152,966	1,162,403	227,514	351,482	-	-
Due to Agency Fund	383,839	-	383,839	-	-	-	-
Due to Trust Fund	-	-	-	-	-	-	-
Unearned Revenue	559,822	-	559,822	2,738,430	1,107,989	-	-
Accrued health claims	526,538	-	526,538	6,238,924	253,153	-	-
Miscellaneous liabilities	2,164,913	252,203	2,417,116	1,641,166	1,223	-	-
Total current liabilities	12,686,778	3,464,230	16,151,008	14,819,294	2,916,769	75,529	585,961
Non-current liabilities:							
Cash advance due general fund	(1,200,000)	1,200,000	-	-	-	-	-
Bonds and loans	32,270,519	26,288,927	58,559,446	-	-	-	4,155,086
Capital leases	-	-	-	248,241	186,760	-	-
Annuity payment liability	-	-	-	-	1,968	-	-
Termination benefits	-	-	-	-	421,967	-	-
Net pension liability	19,705,330	1,301,341	21,006,671	5,846,753	792,781	65,241	-
Net OPEB liability	21,661,558	-	21,661,558	12,605,059	-	-	254,626
Post-employment benefits	-	-	-	-	-	103,511	-
Compensated absences	3,596,655	276,086	3,872,741	2,069,543	-	70,469	-
Total non-current liabilities	76,034,282	29,066,354	105,100,616	20,769,596	1,403,476	239,221	4,409,712
Total Liabilities	88,721,060	32,530,583	121,251,623	35,588,890	4,320,245	314,750	4,995,673
Deferred Inflows of Resources							
Deferred Inflows for Pensions	1,246,880	80,617	1,327,497	471,215	64,660	9,151	115,639
Deferred Inflows for OPEB	442,250	-	442,250	33,013	-	-	2,249,277
Total Def Inflows of Resources	1,689,130	80,617	1,769,747	504,228	64,660	9,151	2,364,916
NET POSITION							
Net investment in Capital Assets	87,441,448	96,563,365	184,004,813	124,608,151	28,205,110	4,522,499	12,411,826
Restricted for:							
Public safety	913,168	-	913,168	-	-	-	-
Highways	158,413	-	158,413	-	-	-	-
Education	-	-	-	-	-	-	-
Community development & housing	102,529	-	102,529	-	-	-	-
Economic development	-	-	-	-	-	-	-
Capital projects	11,061,530	-	11,061,530	3,177,218	-	-	-
Other purposes	80,743	161,080	241,823	184,822	12,993,472	457,518	233,020
Unrestricted	\$ (26,370,540)	\$ (6,879,863)	\$ (33,250,403)	\$ 2,597,855	\$ 12,795,442	\$ 122,732	\$ 1,347,225
Total Net Position	73,387,291	89,844,582	163,231,873	130,568,046	53,994,024	5,102,749	13,992,071

The notes to the financial statements are an integral part of this statement.

ALLEGANY COUNTY, MARYLAND
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019

Functions/Programs	Expenses		Expenses		Program Revenues		
	Before Indirect Expense Allocation	Indirect Expense Allocation	After Indirect Expense Allocation	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
Primary government::							
Governmental activities:							
General government:	\$ 13,336,514	\$ (625,368)	\$ 12,711,146	\$ 979,534	\$ 367,591	\$ 329,943	
Payment to data processing	145,424	-	145,424	-	-	-	
Public safety	28,788,857	-	28,788,857	3,698,282	1,327,540	123,898	
Public works	15,613,977	-	15,613,977	1,294,859	2,055,233	1,440,354	
Health	2,333,585	-	2,333,585	-	206,943	-	
Social services	1,258,655	-	1,258,655	29,520	56,454	-	
Education:	3,162,750	-	3,162,750	-	127,361	-	
Payment to public school system	30,424,308	-	30,424,308	-	-	-	
Payment to community college	7,990,550	-	7,990,550	-	-	-	
Recreation, culture & libraries:	1,191,689	-	1,191,689	464,370	276,159	-	
Payment to public library system	956,975	-	956,975	-	-	-	
Conservation of natural resources	142,584	-	142,584	76,913	31,313	-	
Community development and housing	1,005,058	-	1,005,058	-	977,224	-	
Economic development	3,194,349	-	3,194,349	3,424,141	307,517	-	
Interest on long term debt	908,031	-	908,031	-	-	-	
Total governmental activities	110,453,306	(625,368)	109,827,938	9,967,619	5,733,335	1,894,195	
Business-type activities:							
Water	4,565,766	175,390	4,741,156	4,183,777	-	1,275,256	
Sewer	10,976,232	449,978	11,426,210	6,118,496	-	450,444	
Other funds	167,778	-	167,778	44,187	-	-	
Total business-type activities	15,709,776	625,368	16,335,144	10,346,460	-	1,725,700	
Total primary government	\$ 126,163,082	\$ -	\$ 126,163,082	\$ 20,314,079	\$ 5,733,335	\$ 3,619,895	
Component units:							
Board of Education			\$ 133,680,074	\$ 1,104,496	\$ 21,246,473	\$ 3,574,408	
Allegany College of Md.			33,132,000	8,325,125	15,898,995	3,061,227	
County Library			2,361,379	215,288	157,808	-	
LaVale Sanitary Commission			6,378,408	5,147,842	-	65,181	
Total component units			\$ 175,551,861	\$ 14,792,751	\$ 37,303,276	\$ 6,700,816	

General revenues:

Property taxes
Income taxes
Other local taxes
 Casino Tax
 Gaming Tax
 Highway Users Tax
 Hotel/Motel Tax
 Recreation/Transfer
 Admission/Amusement
 Other Tax

Appropriation from Allegany County

Franchise tax

Grants & contributions not restricted
to specific programs

Unrestricted investment earnings

Gain on sale/retirement of capital assets

Miscellaneous

Transfers

Extraordinary Item-Loss on Impairment of School

Total general revenues, transfers and special items

Change in net position

Net position - beginning

Net position - ending

The notes to the financial statements are an integral part of this statement.

ALLEGANY COUNTY, MARYLAND
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019

Net (Expense) Revenue and Changes in Net Position

Governmental Activities	Primary Government		Component Units			
	Business-Type Activities	Total	Board of Education	Allegany College of MD	County Library	LaVale Sanitary Commission
\$ (11,034,078)	\$ -	\$ (11,034,078)	\$ -	\$ -	\$ -	\$ -
(145,424)	-	(145,424)	-	-	-	-
(23,639,137)	-	(23,639,137)	-	-	-	-
(10,823,531)	-	(10,823,531)	-	-	-	-
(2,126,642)	-	(2,126,642)	-	-	-	-
(1,172,681)	-	(1,172,681)	-	-	-	-
(3,035,389)	-	(3,035,389)	-	-	-	-
(30,424,308)	-	(30,424,308)	-	-	-	-
(7,990,550)	-	(7,990,550)	-	-	-	-
(451,160)	-	(451,160)	-	-	-	-
(956,975)	-	(956,975)	-	-	-	-
(34,358)	-	(34,358)	-	-	-	-
(27,834)	-	(27,834)	-	-	-	-
537,309	-	537,309	-	-	-	-
(908,031)	-	(908,031)	-	-	-	-
(92,232,789)	-	(92,232,789)	-	-	-	-
-	717,877	717,877	-	-	-	-
-	(4,857,270)	(4,857,270)	-	-	-	-
-	(123,591)	(123,591)	-	-	-	-
-	(4,262,984)	(4,262,984)	-	-	-	-
(92,232,789)	(4,262,984)	(96,495,773)	-	-	-	-
-	-	-	(107,754,697)	(5,846,653)	(1,988,283)	(1,165,385)
-	-	-	(107,754,697)	(5,846,653)	(1,988,283)	(1,165,385)
42,099,543	1,144,089	43,243,632	-	-	-	321,552
28,295,496	-	28,295,496	-	-	-	766,796
2,398,040	-	2,398,040	-	-	-	-
477,059	-	477,059	-	-	-	-
1,001,551	-	1,001,551	-	-	-	-
1,070,974	-	1,070,974	-	-	-	-
1,720,787	-	1,720,787	-	-	-	-
242,888	-	242,888	-	-	-	-
123,888	-	123,888	-	-	-	-
-	-	-	30,424,308	7,990,550	956,975	-
426,574	-	426,574	-	-	-	-
8,939,143	-	8,939,143	81,794,773	-	881,242	-
1,544,105	220,085	1,764,190	543,847	997,255	31,722	13,129
102,550	-	102,550	-	1,959	-	8,800
401,359	-	401,359	356,418	126,279	10,557	1,215
(102,095)	102,095	-	(459,202)	-	-	-
88,741,862	1,466,269	90,208,131	112,660,144	9,116,043	1,880,496	1,111,492
(3,490,927)	(2,796,714)	(6,287,642)	4,905,447	3,269,390	(107,787)	(53,893)
76,878,218	92,641,296	169,519,514	125,662,599	50,724,634	5,210,536	14,045,964
\$ 73,387,291	\$ 89,844,582	\$ 163,231,873	\$ 130,568,046	\$ 53,994,024	\$ 5,102,749	\$ 13,992,071

The notes to the financial statements are an integral part of this statement.

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**FUND
FINANCIAL
STATEMENTS**

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ALLEGANY COUNTY, MARYLAND
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2019

ASSETS:	General Fund	Revolving Building Fund	Public Improve Bond Fund	Other Governmental Funds	Total
Cash	\$ 17,873,857	\$ -	\$ -	\$ 1,150	\$ 17,875,007
Cash -restricted	-	-	11,398,447	29,642	11,428,089
Investments	9,054,977	-	-	2,814,061	11,869,038
Investments -restricted	2,700,643	-	-	-	2,700,643
Property tax receivable	4,805,296	-	-	-	4,805,296
Receivables	-	-	-	-	-
Notes and loans	-	-	-	206,364	206,364
Other receivables	7,069,613	220,426	-	1,617,989	8,908,028
Due from other funds	-	9,366,734	56,350	3,109,932	12,533,016
Advances to other funds	1,200,000	-	-	-	1,200,000
Inventory	-	-	-	39,977	39,977
Prepays	-	-	-	-	-
Miscellaneous assets	180,700	-	-	-	180,700
Total Assets	\$ 42,885,086	\$ 9,587,160	\$ 11,454,797	\$ 7,819,115	\$ 71,746,158

LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:

Liabilities:					
Accounts payable	\$ 2,508,414	\$ 129,847	\$ 393,267	\$ 1,604,575	\$ 4,636,103
Accrued payroll	423,460	8,395	-	23,240	455,095
Accrued payroll fringe	197,301	3,320	-	10,044	210,665
Due to other funds	7,485,976	-	-	1,335,550	8,821,526
Amounts held in escrow	1,568,223	-	-	492,082	2,060,305
Unearned revenue	118,816	-	-	647,373	766,189
Miscellaneous liabilities	80,743	23,867	-	-	104,610
Total Liabilities	12,382,933	165,429	393,267	4,112,864	17,054,493

Deferred inflows of resources:

Unavailable revenue	4,881,104	145,915	-	1,088,106	6,115,125
Total Deferred inflows of resources	4,881,104	145,915	-	1,088,106	6,115,125

Fund Balances:

Nonspendable	1,200,000	-	-	39,977	1,239,977
Restricted	80,743	-	11,061,530	1,174,110	12,316,383
Committed	830,551	9,275,816	-	1,216,382	11,322,749
Assigned	6,714,643	-	-	1,389,301	8,103,944
Unassigned	16,795,112	-	-	(1,201,625)	15,593,487
Total Fund Balances	25,621,049	9,275,816	11,061,530	2,618,145	48,576,540

Total Liabilities, deferred inflows of resources and fund balance

\$ 42,885,086	\$ 9,587,160	\$ 11,454,797	\$ 7,819,115
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Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	93,090,102
Other long-term assets are not available to pay current-period expenditures and are deferred in the funds.	459,095
Deferred Inflows of Resources	2,344,780
Deferred Outflows for Pension and OPEB benefits	3,102,238
Effect on assets/liabilities due to internal service fund allocation to Governmental activities	4,508,591
Long-term debt, including compensated absences, is not due and payable in the current period and therefore is not reported in the funds.	(39,045,816)
Deferred Inflows for Pension and OPEB benefits	(1,689,130)
Other long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(37,959,109)

Net position of governmental activities **\$ 73,387,291**

The notes to the financial statements are an integral part of this statement.

ALLEGANY COUNTY, MARYLAND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	General Fund	Revolving Building Fund	Public Improve Bond Fund	Other Governmental Funds	Total
REVENUES:					
Taxes:					
Property taxes	\$ 43,599,529	\$	\$	\$ -	\$ 43,599,529
Income taxes	28,388,370			-	28,388,370
Other local taxes	4,448,212			537,983	4,986,195
Licenses and permits	720,563			-	720,563
Intergovernmental:					
Federal	937,028		148,606	2,088,500	3,174,134
State	9,990,223	104,085		3,554,408	13,648,716
Other	975,797				975,797
Service charges	2,505,086			429,572	2,934,658
Fines and forfeitures	9,944			133,039	142,983
Interest	324,139		93,058	55,289	472,486
Miscellaneous	765,844	3,372,457		234,853	4,373,154
Total Revenues	<u>92,664,738</u>	<u>3,476,542</u>	<u>241,664</u>	<u>7,033,644</u>	<u>103,416,585</u>
EXPENDITURES:					
Current:					
General government	10,083,120			465,444	10,548,564
Public safety	22,522,316			1,883,503	24,405,819
Public works	11,964,608			1,753,197	13,717,805
Health and Hospitals	630,653				630,653
Social Services	1,118,301				1,118,301
Education					
Recreation, culture and libraries	903,302				903,302
Conservation of natural resources	278,219			-	278,219
Community Development and Housing	8,000			983,180	991,180
Economic development	759,455	1,720,303		-	2,479,758
Miscellaneous	82,174				82,174
Appropriation to other governments	1,525,705				1,525,705
Payments to component units	39,157,257			360,000	39,517,257
Debt Service:					
Principal	-	-		2,312,554	2,312,554
Interest				736,306	736,306
Capital Outlay:					
General government	-	-	295,843	21,254	317,097
Public safety	-	-	549,640	128,745	678,385
Public works	-	-	586,387	2,684,752	3,271,139
Education	-	-	2,092,624	1,070,126	3,162,750
Recreation, culture and libraries	-	-		150,191	150,191
Economic development	-	1,356,112		-	1,356,112
Miscellaneous	-				-
Total Expenditures	<u>89,033,110</u>	<u>3,076,415</u>	<u>3,524,494</u>	<u>12,549,252</u>	<u>108,183,271</u>
Excess (deficiency) of revenues over (under) expenditures	<u>3,631,628</u>	<u>400,127</u>	<u>(3,282,830)</u>	<u>(5,515,608)</u>	<u>(4,766,686)</u>
OTHER FINANCING SOURCES (USES):					
Transfers in	22,811			4,871,467	4,894,278
Transfers out	(3,318,147)	(1,058,516)	(434,098)	(185,612)	(4,996,373)
Debt issued-Bond Proceeds		-	10,905,000		10,905,000
Debt issued-Bond Premium			862,124		862,124
Sale of capital assets	40,020	18,925		43,605	102,550
Total Other Financing Sources and uses	<u>(3,255,316)</u>	<u>(1,039,591)</u>	<u>11,333,026</u>	<u>4,729,460</u>	<u>11,767,579</u>
Net change in fund balances	376,312	(639,464)	8,050,196	(786,148)	7,000,893
Fund balance, beginning	25,244,740	9,915,280	3,011,334	3,404,293	41,575,647
Fund balance, ending	<u>\$ 25,621,049</u>	<u>\$ 9,275,816</u>	<u>\$ 11,061,530</u>	<u>\$ 2,618,145</u>	<u>\$ 48,576,540</u>

The notes to the financial statements are an integral part of this statement.

**ALLEGANY COUNTY, MARYLAND
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2019**

Amounts reported for governmental activities in the statement of activities (page C-6)
are different because:

Net change in fund balances - total governmental funds (page C-12)	\$	7,000,893
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Governmental funds report capital outlay as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceed depreciation in the current period.

Capital outlay	\$ 6,492,539	
Depreciation	<u>(5,193,720)</u>	1,298,819

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.

-

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

1,712,451

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 assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Debt proceeds	(11,767,124)	
Payment of principal	<u>2,312,564</u>	(9,454,560)

Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the governmental funds.

(5,070,198)

Effect of revenues, expenditures and other changes in net position of the internal service funds allocated to governmental activities

1,021,667

Change in net position of governmental activities (pages C6-C7)

\$ (3,490,927)

The notes to the financial statements are an integral part of this statement.

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ALLEGANY COUNTY, MARYLAND
STATEMENT OF NET POSITION
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
June 30, 2019

	Allegany County Water Districts	Allegany County Sanitary Districts	Other Enterprise Funds	Total	Governmental Activity Internal Service Fund
ASSETS					
Current Assets:					
Cash:					
Cash	\$ -	\$ 385,721	\$ -	\$ 385,721	
Cash - restricted		178,052		178,052	
Investments	212,860	214,640		427,500	1,159,196
Receivables:					
Accounts (net)	1,421,302	1,736,169	13,353	3,170,824	1,403
Taxes - restricted		156,582		156,582	
Accounts (net) - restricted		4,498		4,498	
Other	800	767,017	161,287	929,104	
Due from other funds	3,794,426	6,906,705	977,877	11,678,208	3,654,769
Hospital Deposit					221,900
Prepaid expenses					
Inventory	-	87,985	-	87,985	
Total current assets	5,429,388	10,437,369	1,151,717	17,018,474	5,037,268
Non-current Assets:					
Other receivables			235,243	235,243	
Land	125,250	67,282		192,532	
Construction in Progress	2,430,672	7,878,755		10,309,427	
Capital assets subject to depreciation	62,814,156	126,914,169	4,646,461	194,374,786	
Accumulated depreciation	(18,314,280)	(57,542,773)	(4,364,606)	(80,221,659)	
Total noncurrent assets	47,055,798	77,317,433	517,098	124,890,329	
Total Assets	52,485,186	87,754,802	1,668,815	141,908,805	5,037,268
Deferred Outflows of Resources					
Deferred Outflows Related to Pension	49,343	161,185	-	210,528	-
Total Deferred Outflows of Resources	49,343	161,185	-	210,528	-
LIABILITIES					
Current Liabilities:					
Accounts payable	236,270	1,120,332	624	1,357,226	2,136
Accrued payroll	3,142	32,827		35,969	
Accrued payroll fringe	1,590	15,662		17,252	
Accrued interest	27,380	53,684		81,064	
Current portion of long-term debt:					
Revenue debt:					
Bonds and loans	284,302	1,283,248		1,567,550	
Other loans	22,993	573		23,566	
Compensated absences		152,966		152,966	
Due to other funds		19,428,306		19,428,306	
Health Insurance Reserve					526,538
Miscellaneous liabilities	-	252,204	-	252,204	
Total current liabilities	575,677	22,339,802	624	22,916,103	528,674
Noncurrent Liabilities:					
Cash advance due to General Fund	400,000	800,000		1,200,000	
Long term debt:					
Net Pension Liability	310,185	991,156		1,301,341	
Revenue debt:					
Bonds and loans	10,814,683	15,474,244		26,288,927	
Other loans	197,948	13,730		211,678	
Compensated absences	-	276,085	-	276,085	
Total noncurrent liabilities	11,722,816	17,555,235	-	29,278,031	-
Total Liabilities	12,298,493	39,895,037	624	52,194,134	528,674
Deferred Inflows of Resources					
Deferred inflows Related to Pension	18,374	62,243	-	80,617	-
Total Deferred Inflows of Resources	18,374	62,243	-	80,617	-
NET POSITION					
Net investment in capital assets	35,735,872	60,545,638	281,855	96,563,365	
Restricted for debt service	-	161,080	-	161,080	
Unrestricted	4,481,792	(12,747,991)	1,386,336	(6,879,863)	4,508,594
Total Net Position	\$ 40,217,664	\$ 47,958,727	\$ 1,668,191	\$ 89,844,582	\$ 4,508,594

The notes to the financial statements are an integral part of this statement.

ALLEGANY COUNTY, MARYLAND
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Allegany County Water Districts	Allegany County Sanitary Districts	Other Enterprise Funds	Total	Governmental Activity Internal Service Fund
OPERATING REVENUES:					
Service charges	\$ 4,183,777	\$ 6,118,496	\$ 44,187	\$ 10,346,460	8,549,544
Federal Grant-ARC					
Other Agency Revenue					
Miscellaneous				-	
Total Operating Revenues	4,183,777	6,118,496	44,187	10,346,460	8,549,544
OPERATING EXPENSES:					
Salaries	363,439	888,720		1,252,179	
Employee benefits	254,636	604,582		859,238	7,551,168
Office expenses		103,167	4,932	108,099	
Utilities	2,054,222	442,501	6,338	2,503,061	
Repairs & maintenance	159,747	272,769	36,104	468,620	
Contractual services	-				
Treatment costs		5,130,761	-	5,130,761	
Professional services	42,361	41,134	486	83,981	
Materials and supplies	29,379	360,257	-	389,636	
Insurance	-	136,657	1,560	138,217	
Indirect cost	173,385	449,979	-	623,364	
Miscellaneous		25,738		25,738	
Depreciation	1,339,718	2,621,947	118,358	4,080,023	
Total operating expenses	4,418,927	11,078,213	167,778	15,664,917	7,551,168
Operating Income (Loss)	(235,150)	(4,959,716)	(123,591)	(5,318,457)	998,376
NON-OPERATING REVENUE (EXPENSES):					
Real and personal property taxes		1,124,512		1,124,512	
Interest & penalties on taxes		35,260		35,260	
Discounts on taxes		(5,752)		(5,752)	
Enterprise/industrial exemptions					
Collection fees		(25,678)		(25,678)	
Front footage assessments		15,747		15,747	
Interest income	85,765	134,212	108	220,085	23,901
Interest income, debt service					
Interest expense	(322,229)	(347,997)		(670,226)	
Gain (Loss) on sale of capital assets	-		-	-	
Total non-operating revenue (expenses)	(236,464)	930,504	108	693,948	23,901
Income (Loss) before contributions and transfers	(471,614)	(4,029,412)	(123,483)	(4,624,509)	1,022,277
Capital contributions:					
Federal grants	305,667	299,281		604,948	
State grants	969,389	90,000	-	1,059,389	
Other		61,163	-	61,163	
Transfers:					
Transfers in	33,121	132,997		166,118	
Transfers out		(41,212)	(22,811)	(64,023)	
Change in net position	836,763	(3,487,182)	(146,294)	(2,796,714)	1,022,277
Total net position	39,380,901	51,445,910	1,814,483	92,641,296	3,486,317
Total net position - ending	\$ 40,217,664	\$ 47,958,727	\$ 1,668,191	\$ 89,844,582	\$ 4,508,594

The notes to the financial statements are an integral part of this statement.

ALLEGANY COUNTY, MARYLAND
STATEMENT OF CASH FLOWS
PROPRIETARY FUND TYPE - ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Allegany County Water Districts	Allegany County Sanitary Districts	Other Enterprise Funds	Total	Governmental Activity Internal Service Fund
Cash flows from operating activities:					
Cash received from customers	\$ 4,148,307	\$ 6,027,071	\$ 61,476	\$ 10,236,854	8,574,813
Cash payments for goods and services	(2,430,137)	(7,268,751)	(49,161)	(9,748,049)	(7,494,760)
Cash payments to employees for services	(617,388)	(1,508,355)		(2,125,743)	
Other operating revenues					-
Net cash provided (used) by operating activities	1,100,782	(2,750,035)	12,315	(1,636,938)	1,080,053
Cash flows from noncapital financing activities:					
Advances from other funds	4,603,124	27,927,624	46,688	32,577,436	10,188,048
Advances to other funds	(4,734,976)	(23,910,032)	(36,300)	(28,681,308)	(11,266,692)
Transfers from other funds	33,121	132,997		166,118	-
Transfers to other funds		(41,212)	(22,811)	(64,023)	-
Net cash provided (used) by noncapital financing activities	(98,731)	4,109,377	(12,423)	3,998,221	(1,078,644)
Cash flows from capital and related financing activities:					
Proceeds from capital debt					-
Acquisition and construction of capital assets	(1,803,184)	(1,404,766)		(3,207,950)	
Principal paid on capital debt	(298,370)	(1,276,976)	-	(1,575,346)	
Interest paid on capital debt	(323,029)	(353,174)		(676,203)	
Deferred inflows/outflows/pension liability	65,200	168,001		233,201	
Grant revenues	1,275,256	450,444		1,725,700	
Debt fees	-	1,144,089		1,144,089	
Net cash used for capital and related financing activities	(1,084,127)	(1,272,382)	-	(2,356,509)	-
Cash flows from investing activities:					
Purchase of investments	(3,689)	(3,811)	-	(7,500)	(25,310)
Sale of investments					
Interest on investments	85,765	134,212	108	220,085	23,901
Net cash used in investing activities	82,076	130,401	108	212,585	(1,409)
Net increase (decrease) in cash	-	217,361	-	217,361	-
Cash at beginning of the year	-	346,412	-	346,412	-
Cash at end of year	\$ -	\$ 563,773	\$ -	\$ 563,773	\$ -
Reconciliation of operating income to net cash provided by operating activities:					
Operating income (loss)	\$ (235,150)	\$ (4,959,716)	\$ (123,591)	\$ (5,318,457)	998,376
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	1,339,718	2,621,947	118,358	4,080,023	-
Provision for uncollectible accounts					-
Change in assets & liabilities:					
(Increase) decrease in receivables	(35,470)	(91,425)	17,289	(109,606)	1,269
(Increase) decrease in inventory	-	6,941		6,941	-
(Increase) decrease in hospital deposit					24,000
(Increase) decrease in prepaid exp					-
Increase (decrease) in notes payable	30,957	(312,728)	259	(281,512)	56,408
Increase (decrease) in accrued payroll	727	(15,054)	-	(14,327)	-
Total adjustments	1,335,932	2,209,681	135,906	3,681,519	81,677
Net cash provided (used) by operating activities	\$ 1,100,782	\$ (2,750,035)	\$ 12,315	\$ (1,636,938)	1,080,053

The notes to the financial statements are an integral part of this statement.

ALLEGANY COUNTY, MARYLAND
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
JUNE 30, 2019

<u>ASSETS:</u>	<u>OPEB Trust Fund</u>	<u>Agency Fund</u>
Cash	\$ 444,993	\$ -
Investments, at fair value		
Pooled Cash-MACO	2,493,107	
Certificates of Deposit		
Accounts receivable		1,205,717
Due from other funds		383,839
Prepaid Expenses		
Hospital deposit		
Total Assets	<u>2,938,100</u>	<u>1,589,556</u>
<u>LIABILITIES:</u>		
Health claim reserves		-
Other Liabilities		1,589,556
Total Liabilities	<u>-</u>	<u>1,589,556</u>
<u>NET POSITION:</u>		
Restricted for OPEB	<u>\$ 2,938,100</u>	<u>\$ -</u>

ALLEGANY COUNTY, MARYLAND
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

<u>ADDITIONS:</u>	<u>OPEB Trust Fund</u>
<u>Contributions:</u>	
Employer contributions	\$ 1,167,028
Employee contributions	
Plan Members	102,866
Other	
Total contributions	<u>1,269,894</u>
<u>Other additions:</u>	
Interest	
Investment activity	145,387
Less: Investment expense	(14,836)
Total other additions	<u>130,551</u>
Total additions	<u>1,400,445</u>
<u>DEDUCTIONS:</u>	
Benefits	1,269,894
Administrative expenses	70
Subsidized equivalent claims	
Total deductions	<u>1,269,964</u>
Net increase in net position	130,481
Net position restricted - beginning	<u>2,807,619</u>
Net position restricted- ending	<u>\$ 2,938,100</u>

The notes to the financial statements are an integral part of this statement.

**Notes
to the
Financial Statements
June 30, 2019**

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ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1. Summary of Significant Accounting Policies

A. Introduction

Allegany County, Maryland (the County) was established in 1789. The County in 1974 adopted the Code Home Rule form of government provided in Article XI-F of the Maryland Constitution and Article 25B of the Annotated Code of Maryland. Under this form of government, the Board has the authority to enact, amend and repeal public local laws relating to the incorporation, organization and government of the county, including laws authorizing the issuance and sale of bonds to finance capital projects for the County. Each member of the Board has one vote and, except for emergency bills, a simple majority of the Board is sufficient to enact any bill into law.

In 1996, the Commissioners adopted legislation making the County Administrator the Chief Administrative Officer of Allegany County responsible to the Board and charged with the administration of all County affairs. The Administrator will carry out the policies of the Board, direct and supervise the administration of all departments and agencies and perform all duties enumerated in the Allegany County Code Chapter 2, Article 1.

The executive offices of the County are located at the County Office Complex, 701 Kelly Road, Cumberland, Maryland 21502. The County Commissioners' office telephone number is 301-777-5911. The County's website can be viewed at www.allconet.org.

The financial statements of Allegany County have been prepared in conformity with generally accepted accounting principles (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The significant County principles, policies and procedures are summarized in the following Notes to the Financial Statements.

B. Reporting Entity

The reporting entity includes Allegany County's departments and agencies (the primary government) and its component units, entities for which the government is considered to be financially accountable. Each discretely presented component unit is reported in a separate column in the government-wide financial statements to emphasize that is legally separate from Allegany County.

As a result of its evaluation, the County has concluded that the following are component units of Allegany County and should be included in the reporting entity:

Blended Component Units – no external governmental units are blended in the combined financial statements.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1. Summary of Significant Accounting Policies - continued

B. *Reporting Entity – continued*

Discretely Presented Component Units – the component unit columns of the government wide financial statements include the financial data of the County's component units. They are reported in a separate column to emphasize that they are legally separate from the County.

1. The Board of Education – operates the public school system. The Board of Education may not issue debt without the County's approval and the County provides a significant portion of the Board's funding. The members of the board are elected by the voters of Allegany County.
2. The Allegany County Library – operates the County's Library system. The Library System may not issue debt without the County's approval. The County provides a major portion of the Library's funding and appoints the members of the board.
3. The LaVale Sanitary Commission – provides water and waste treatment facilities for LaVale and surrounding areas. Allegany County has pledged its full faith and credit for the debt of the LaVale Sanitary Commission. The governing board is appointed by the County Commissioners. The County provides no operating subsidies to the LaVale Sanitary Commission.
4. Allegany College of Maryland – offers two years of higher education to area residents. The College is fiscally dependent on Allegany County which provides a significant portion of the funding for its operations and the College can not issue debt without the approval of the Allegany County Board of Commissioners. The College has elected to report its financial information in accordance with GASB 34 special-purpose government type using the business-type activity model.

Complete financial statements of the individual component units can be obtained from their respective administrative offices:

Administrative Offices:

Allegany County Board of Education
108 Washington Street
Cumberland, Maryland 21502

LaVale Sanitary Commission
1 Roselawn Avenue
LaVale, Maryland 21502

Allegany County Library System
31 Washington Street
Cumberland, Maryland 21502

Allegany College
12401 Willowbrook Road
Cumberland, Maryland 21502

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1. Summary of Significant Accounting Policies - continued

C. *Government-wide and Fund Financial Statements*

The government-wide financial statements (i.e., the statement of net position and the statement of changes in net position) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segments are offset 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 or other items not properly included among program revenues are reported instead as general revenues.

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

D. *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 proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements imposed by the provider have been met.

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 collectable within the current period or soon enough thereafter to pay the liabilities of the current period. For this purpose, the County considers property tax revenues to be available if they are collected within 60 days of the year-end and a 90-day availability period is used for all other general fund revenues. Other major revenue sources subject to accrual are income taxes, federal and state grants and service charges. All other governmental funds use a 90 day availability period for revenue recognition. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when the payment is due.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1. Summary of Significant Accounting Policies - continued

D. *Measurement Focus, Basis of Accounting, and Financial Statement Presentation - continued*

The following is a description of the governmental fund types of the County:

1. General fund – the general fund is used to account for and report all financial resources not accounted for and reported in another fund.
2. Special revenue funds – are used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects.
3. Capital projects funds – are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. They exclude those types of capital-related outflows financed by proprietary funds or assets that will be held in trust.
4. Debt service funds – are used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest.

The County reports the following major governmental funds:

The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government not accounted for and reported in another fund.

The Revolving Building Fund is used to report the activity associated with the construction, operation and maintenance of County buildings used to enhance its economic development activities. The majority of revenue is derived from operating leases.

The Public Improvement Bond Fund is used to report the activity associated with bond proceeds. FY 2019 activity includes expenditures for various projects.

The government reports the following major proprietary funds:

The Water Districts Fund accounts for the activities of twenty-one individual water districts in various unincorporated areas of the County.

The Sewer Fund reports the activities of sixteen individual sewer districts in various unincorporated areas of the County.

The Internal Service Fund accounts for the self-insurance activities which provides health insurance coverage to county departments.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1. Summary of Significant Accounting Policies - continued

D. *Measurement Focus, Basis of Accounting, and Financial Statement Presentation - continued*

Additionally, the government reports the following fund types:

The Agency Fund accounts for taxes billed and collected for the State of Maryland, four municipalities and seventeen special taxing districts.

The OPEB Trust Fund accounts for the Allegany County Non-Pension Post-Employment Benefits Plan (ACBP), which provides medical benefits to eligible retired County employees and their beneficiaries.

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the government's water and sewer functions and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include 1) charges to customers or applicants for goods, services, or privileges provided, 2) operating grants and contributions, and 3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues and expenses from non-operating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the water and sewer funds are service charges. The water and sewer funds recognize as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as non-operating revenues and expenses.

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Actual results could differ from those estimates.

E. *Assets, liabilities, Deferred Outflows/Inflows of Resources, and net position or equity*

1. Deposits and investments

The County's cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

Article 95, Section 22 of the Annotated Code of Maryland authorizes the County to invest surplus funds in bonds or in other obligations of which the full faith and credit of the United States of America are pledged, obligations of federal government agencies issued in

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1. Summary of Significant Accounting Policies - continued

accordance with an Act of Congress, repurchase agreements that are secured by any bond or other obligation for the payment of which the full faith and credit of the United States are pledged, any bank or banks in the State of Maryland, any savings and loan association, any building and loan association, in interest-bearing time deposit; and/or savings accounts, or in the Local Government Investment Pool.

Investments for the County, as well as for its component units, are reported at fair value.

2. Receivables and payables

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the non-current portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Advances between funds, as reported in the fund financial statements, are offset by a fund balance reserve account in applicable governmental funds to indicate that they are not available for appropriation and are not expendable available financial resources.

All trade receivables of the enterprise funds are shown net of an allowance for uncollectibles. The allowance accounts for trade accounts receivable for the water and sewer funds are comprised of 50% of the balance six to nine months of age and 100% of account balances in excess of nine months. The allowance account for the loan fund is based on the analysis of individual accounts the expected ability to collect those accounts. The allowance for property taxes receivable is one-half of one percent of the annual levy and is based on historical trends.

As of July 1, 1996, State law mandates owner-occupied residential property owners may elect to pay real property taxes under a semiannual or annual payment schedule. The first installment for a semiannual payment or the annual payment is due by September 30, and the second installment of a semiannual schedule is due December 31, of the tax year without interest. Any unpaid installments after January 1 are charged interest of 1.5% monthly. Property owners electing to pay real property taxes semiannually may not have delinquent taxes on the property.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1. Summary of Significant Accounting Policies - continued

The assessment of all real and personal property for purposes of property taxation by the County is the sole responsibility of the State Department of Assessments and Taxation. Real property is valued at market value and is assessed at 100% of that value. The real estate assessment of 100% is the result of The Maryland Truth in Taxation Act, Chapter 80 of the Laws of Maryland of 2000 effective October 1, 2000. Prior to the law change, the assessment was 40% of the market value. Real property tax rates were adjusted to make the law revenue neutral. Tangible personal property is assessed at cost, less 10% depreciation for each year held, to a minimum of 25% of cost. The County granted tax differential rates to municipalities located within the County in accordance with Article 32A of the Annotated Code of Maryland which reduced the tax rates for owners of municipal property. The various tax rates for Allegany County for fiscal year 2019 are as follows:

	<u>Real</u>	<u>Personal Property</u>
Unincorporated	.9750	2.4375
Barton	.8963	2.2407
Cumberland	.8385	2.0963
Frostburg	.8494	2.1235
Lonaconing	.8641	2.1602
Luke	.8620	2.1550
Midland	.8963	2.2407
Westernport	.8963	2.2407

3. Inventories and prepaid items

All inventories are valued at cost using the first-in/first-out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

E. *Assets, liabilities, deferred outflows/inflows of resources and net position or equity - continued*

4. Restricted assets

Certain revenues of the County's sewer funds are set aside for their repayment of loans used to fund construction of sewer systems. They are classified as restricted assets on the balance sheet because they are limited by State law and debt covenants to the repayment of debt or construction.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1. Summary of Significant Accounting Policies - continued

5. Capital assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the government as assets with an initial, individual cost of more than \$10,000 (\$50,000 for infrastructure assets) and an estimated useful life of two years or more. Such assets are recorded at historical costs or estimated historical cost if purchased or constructed. Donated capital assets, donated works of art and similar items, and capital assets received in a service concession arrangement should be reported at acquisition value rather than fair value.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is not included as part of the capitalized value of the assets constructed.

Property, plant, and equipment of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

<u>Assets</u>	<u>Years</u>
Buildings	30-40
Sewer/Water Systems	30-50
Other infrastructure	30-40
Furniture & Fixtures	7-10
Vehicles	5-7
Equipment	5-10
Heavy equipment	7-10
Other capital assets	7-50

E. *Assets, liabilities, deferred outflows/inflows of resources and net positions or equity - continued*

6. Compensated absences

It is the government's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. All vacation pay and sick pay is accrued when incurred in the government-wide and proprietary fund financial statements. A liability for these amounts is reported in governmental funds only if they have matured, for example, as a result of employee resignations and retirements.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1. Summary of Significant Accounting Policies - continued

A liability is accrued for certain future vacation, sick, and other leave benefits, provided the following conditions are met:

- a. The employer's obligation relating to employees' rights to receive compensation for future absences is attributable to employees' services already rendered.
- b. The obligation relates to rights that vest.
- c. Payment of the compensation is probable and not contingent on a specific event outside the control of the County or the employee.
- d. The amount can be reasonably estimated.

County employees earn vacation time depending upon their length of service and are eligible to use this time in the year in which it is earned. Vacation time may be carried from one year to the next, but may not exceed 200% of the annual accrual at any point in time. Vacation time earned when the 200% ceiling has been reached is accrued as sick time and remains as such. All vacation time outstanding and earned upon leaving County service is paid to the employee at the current salary level.

County employees earn fifteen sick leave days per year with no accumulation ceiling. It is the policy of the County to pay for up to 120 days, if earned, of sick leave accumulated, upon the retirement of most employees. Any reduction in the liability for compensated absences is charged to the fund and function where the employee's time was charged which historically has been the general fund or the transit fund for the governmental funds and the Sanitary Districts for the enterprise funds.

At June 30, 2019, compensated absence liabilities for Allegany County are summarized as follows:

	Current Portion	Long-term Portion	Total Liability
Total Governmental Fund Types	\$ 1,009,437	\$ 3,596,655	\$ 4,606,092
Sanitary Districts	152,966	276,086	429,052
	<u>\$ 1,162,403</u>	<u>\$ 3,872,741</u>	<u>\$ 5,035,144</u>

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1. Summary of Significant Accounting Policies - continued

7. Long-term obligations:

In the government-wide financial statements, and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or proprietary fund type statement of net position. Bond issuance costs incurred in connection with the issuance of debentures are expensed in the year the cost is incurred.

8. Pensions:

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

9. Government-wide and Proprietary Fund Net Position:

Government-wide and proprietary fund net position are divided into three components:

- Net investment in capital assets – Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, notes or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- Restricted net position – consists of net assets with constraints placed on their use either by (1) external groups such as creditors, grantors, contributors or laws or regulations of other governments; or (2) law through enabling legislation.
- Unrestricted net position – all other net assets that do not meet the definition of “restricted” or “net investment in capital assets”.

10. Governmental Fund Balances:

In the governmental fund financial statements, fund balances are classified as follows:

- Nonspendable – Amounts that cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.
- Restricted - Amounts that can be spent only for specific purposes because of federal or state laws, or externally imposed conditions by grantors or creditors.
- Committed – Amounts that can be used only for specific purposes determined by a formal resolution by the Board of County Commissioners. The Board of County Commissioners is the highest level of decision-making authority for Allegany County. Commitments may be established, modified, or rescinded only through ordinances or resolutions approved by the Board of County Commissioners. Funds were committed in accordance with Resolution # 87-12 , # 11-16 and #13-23 and #10.17
- Assigned – Amounts that are constrained by the Board of County Commissioners or the Director of Finance, authorized agreements via board motion, for a particular purpose.
- Unassigned – All amounts not included in other spendable classifications.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1. Summary of Significant Accounting Policies - continued

The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds it is not appropriate to report a positive unassigned fund balance amount. However, in governmental funds other than the general fund, if expenditures incurred for specific purposes exceed the amounts that are restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance in the fund.

11. Because different measurement focuses and bases of accounting are used in the government-wide statement of net position and in government fund statements, amounts reported as restricted fund balances in governmental funds may be different from amounts reported as restricted net position in the statements of net position.

12. Use of Restricted Resources:

When an expense is incurred that can be paid using either restricted or unrestricted resources (net assets), the County's policy is to first apply the expense toward restricted resources and then toward unrestricted resources. In governmental funds, the County's policy is to first apply the expenditure toward restricted fund balance and then to other, less-restrictive classifications – committed and then assigned fund balances before using unassigned fund balances.

13. Deferred Outflows/Inflows of Resources:

In addition to assets, the statement of financial position and or balance sheet 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. See Note 12,13 and 15 for detail of deferred outflows and deferred inflows recorded in the entity-wide financial statements.

In addition to liabilities, the statement of financial position and or balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The County has only one type of item, which arises only under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 1. Summary of Significant Accounting Policies - continued

The governmental funds reports unavailable revenues from the following sources:

	General Fund	RBF	NonMajor Governmental Funds	Total
Property taxes	3,770,345			3,770,345
Public Safety Grants	55,887			55,887
Public Works Grants	908,778		1,088,106	1,996,884
Social Services Grant	52,900			52,900
State RBF Grant		145,915		145,915
EMS fees	86,989			86,989
Other	6,205	-		6,205
Total	4,881,104	145,915	1,088,106	6,115,125

Note 2. Reconciliation of Government -Wide and Fund Financial Statements

A. Explanation of certain differences between the governmental fund balance sheet and the Government-wide statement of net position. The governmental fund balance sheet includes a reconciliation between fund balance – total governmental funds and net position – governmental activities as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term debt, including compensated absences, is not due and payable in the current period and therefore is not reported in the funds.” The details of this \$39,045,816 are as follows:

Bonds payable (including premiums)	\$33,807,043
Notes payable	203,466
State loans	429,216
Compensated absences	<u>4,606,092</u>
Net adjustments to reduce fund balance - total governmental funds to arrive at net position - governmental activities	<u><u>\$39,045,816</u></u>

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 2. Reconciliation of Government-wide and Fund Financial Statements-continued

- B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balances and the government-wide statement of activities. The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balances—total governmental funds* and *changes in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense.”

The details of this \$ 1,298,819 difference are as follows:

Capital outlay	\$6,492,539
Depreciation expense	<u>(5,193,720)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities.	<u><u>\$1,298,819</u></u>

Another element of that reconciliation states the “The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.” The details of this (\$ 0) difference is as follows:

In the statement of activities, only the <i>gain</i> on the sale of capital assets is reported. However, in the governmental funds, the proceeds from the sale increase financial resources. Thus, the change in net position differs from the change in fund balance by the cost of the capital assets sold.	<u>0</u>
Net adjustment to decrease <i>net changes in fund balances—total governmental funds</i> to arrive at <i>changes in net position of governmental act</i>	<u><u>0</u></u>

Another element of that reconciliation states that “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 assets. Also, governmental funds report the effect of issuance costs, premiums, discounts, and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.”

The details of this (\$ 9,454,560) difference are as follows:

Bond Proceeds	(11,767,114)
Principal repayments:	
Principal payments	<u>2,312,554</u>
Net adjustments to reduce fund balance - total governmental funds to arrive at net position - governmental activities	<u><u>(\$9,454,560)</u></u>

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Another element of that reconciliation states that “Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.” The details of this (\$ 5,070,198) difference are as follows:

Compensated absences	(\$10,226)
OPEB Expense	(254,863)
Pension Expense	(4,633,986)
Other Misc expense	86,592
Accrued interest adjustment, net	<u>(257,715)</u>

Net adjustments to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities.	<u><u>(\$5,070,198)</u></u>
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Note 3. Stewardship, Compliance, and Accountability

A. Budgetary Information

Annual budgets are adopted for all General, Special Revenue, Debt Service and Capital Project Funds. All governmental fund budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Encumbrances and appropriations generally lapse at year-end and are treated as expenditures in the year the liability is incurred. Budgets are adopted for the Enterprise Funds, though not required, on a revenue and expenditure basis to permit monitoring of the financial activity. Budgets to actual comparisons are presented in this report for all the primary government’s major governmental fund types.

Budget-to-actual comparisons for the non-major governmental funds, though not required, are presented as supplementary information. Budget-to-actual comparisons are not required for component units and the enterprise funds and are not presented.

The County uses the following procedures in establishing the budgetary data reflected in the financial statements:

1. Prior to January 15, the County Administrator submits recommended budget guidelines to the Board of Commissioners for their approval.
2. After receiving approval of the budget guidelines, the County Administrator and the Director of Finance meet with the various departments and agencies to explain and distribute the guidelines.
3. The County Administrator and the Director of Finance compile all budget requests; after making departmental and agency review of the requests, a recommended budget is presented to the Board of County Commissioners for review and approval.
4. A public hearing is held to obtain public input and opinion of a preliminary budget.
5. Under Local Code Home Rule, the property tax rate must be set by June 30, and by that time, the budget is publicly adopted by the County Commissioners.
6. During the year supplemental appropriations shall be made by public approval of the Board of Commissioners. No supplemental appropriations were made in FY 19.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 3. Stewardship, Compliance, and Accountability - continued

7. During the year, budget amendments within a department are approved by the Director of Finance. Budget amendments between departments and/or funds require Commissioner public approval.
8. Legally, total expenditures for all individual governmental funds may not exceed the total budget for a particular fund except for emergencies, state-mandated programs, or by approval of a majority of the Board of Commissioners.
9. Appropriations lapse at the end of the fiscal year for all funds, except the Capital Project Funds, and certain federal grants that do not have a year-end date of June 30.
10. Budget monitoring is the responsibility of the Finance Department and the appropriate department head.

The County has elected not to employ the use of encumbrance accounting for financial reporting purposes. The County utilizes an encumbrance-based accounting system for internal reporting. However, these encumbrances lapse at year-end. Accordingly, the County does not prepare budgetary basis statements of revenues, expenditures and changes in fund balance.

B.

Excess of Expenditures Over Appropriations

For the year ended June 30, 2019, expenditures exceeded appropriations for the following funds (the legal level of budgetary control):

Fund	Excess
Block Grant Fund	5,956
Community Develop & Housing Fund	977,224
Fire and Rescue Funds	23,335
General Fund	2,163,120
Sheriff Drug Task Force Fund	63,091
Narcotics Task Force Fund	10,660
Capital Projects Fund	1,292,602
Pay Go Fund	793,275

- All expenditures over budget were funded by revenues that were not budgeted and unreserved fund balance

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 3. Stewardship, Compliance and Accountability -continued

C. Deficit Fund Equity

At June 30, 2019, two governmental funds, the Debt Service Fund had a deficit fund balance in the amount of (\$ 355,364) and the Capital Projects Fund had a deficit fund balance in the amount of (\$806,284).

Note 4. Deposits and Investments

Allegany County Primary Government:

As of June 30, 2019, the County had the following investments and maturities:

Investment Type	Fair Value	Investment Maturity in Months			
		Less Than 1	1-6	6-12	Greater than 12
Statement of Net Position					
Group Annuity Fixed	\$ 2,700,643	\$ 2,700,643			
Certificates of Deposit	13,455,735	1,230,236	2,667,499	4,708,000	4,850,000
Total Stmt of Net Position	<u>\$ 16,156,378</u>	<u>\$ 3,930,879</u>	<u>\$ 2,667,499</u>	<u>\$ 4,708,000</u>	<u>\$ 4,850,000</u>
OPEB MACO Trust	<u>\$ 2,493,107</u>	<u>\$ 2,493,107</u>	<u>\$ -</u>		

Interest Rate Risk. As a means of limiting its exposure to fair value losses arising from interest rates, the County's investment policy prohibits investments that mature more than 2 years from the date of purchase. However, the County may collateralize its repurchase agreements using longer dated investments. Reserve funds may be invested in securities exceeding 2 years if the maturity of such investments is made to coincide as nearly as practicable with the expected use of the funds.

Credit Risk - The County investment policy and State law requires collateralization of 102% of fair value of investments. ARTICLE 95, Section 22 of the Annotated Code of Maryland authorizes the County to invest surplus funds in bonds or in other obligations of which the full faith and credit of the United States of America are pledged, obligations of federal government agencies issued in accordance with an Act of Congress, repurchase agreements that are secured by any bond or other obligation for the payment of which the full faith and credit of the United States are pledged, any bank or banks in the State of Maryland, any savings and loan association, any building and loan association, in interest-bearing time deposit; and/or savings accounts, or in the Local Government Investment Pool. Allegany County is in compliance with its investment policy and State law having all deposits and investments

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 4. Deposits and Investments-continued

(except for the group annuity fixed investment) collateralized at 102% of fair value with bonds or other obligations secured by the full faith and credit of the United States.

Concentration of Credit Risk - The County investment policy limits investments of the portfolio to 5% of Bankers Acceptances, 5% to money market mutual funds, and 5% to commercial paper. The County investment policy complies with Maryland state law limits.

Custodial Credit Risk. Deposits and investments are exposed to custodial credit risk if they are not covered by depository insurance and the deposits are:

- a. Uncollateralized
- b. Collateralized with securities held by the pledging financial institution, or
- c. Collateralized with securities held by the pledging financial institution's trust department or agent but not in the depositor-government's name

The County carries its investments at fair value. Investments consist mostly of nonparticipating contracts (nonnegotiable certificates of deposit) with maturities of less than one year.

The Group Annuity Fixed investment is uncollateralized in the amount of \$ 2,700,643.

The MACO Trust investment is an "Other Post-Employment Benefits" membership trust established to help local governments invest current funds toward future obligations for retiree health insurance, a.k.a. "other post-employment benefits." Both county and municipal governments, and other county-funded entities (like libraries and community colleges), are welcome to join the MACO OPEB Trust.

Investing through an entity like the MACO Pooled OPEB Trust offers governments an opportunity under state law to invest funds in a manner suitable for longer term assets, and outside the laws generally governing "public funds." The Trust arrangement ensures that the funds may not be extracted for purposes other than the intended benefits, making that distinction clear. The trust shall be invested consistent with Section 17-102 of the Local Government Article of the Annotated Code of Maryland, as amended from time to time.

Overall, the Trustees have adopted a fairly conservative mixed portfolio, with 65% in equities and 35% in fixed income investments. The target rate of return for the Trust is 7% annually, set generally in keeping with industry trends given in the diversified portfolio construction. Further information including audited financial statements is available at www.mdcountries.org/index.aspx?nid=250.

Allegany County Discretely Presented Component Units:

Allegany County Board of Education

Cash deposits – At year-end, the carrying amount of the Board's deposits was \$28,972,376 and the bank balances were \$30,002,008. Of the bank balances, \$456,818 was covered by depository insurance and \$1,514,077 was covered by collateral held by M&T Bank. There are total uninsured and uncollateralized deposits of \$ 28,031,113, which are held in sweep accounts backed by the U.S. Government

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 4. Deposits and Investments-continued

Investments – All investment revenue is recorded in the fund that held the investment. Market values are not materially different from carrying values for these investments. Of the Board's investments, all was covered by federal depository insurance. As of June 30, 2019, the Board of Education had the following investments and maturities:

Investment Type	Investment Maturity (in months)				
	Total	Less than 1	1-6	6-12	More than 12
Certificates of Deposit	\$ 519,479	\$ 45,340	\$ 240,344	\$ 36,786	\$ 197,009
	<u>\$ 519,479</u>	<u>\$ 45,340</u>	<u>\$ 240,344</u>	<u>\$ 36,786</u>	<u>\$ 197,009</u>

Allegany County Library System

Cash – Risks and Policies

As of June 30, 2019, the carrying amount of the Library's deposits was \$250,532 and the bank balances were \$ 276,734.

Custodial credit risk for deposits is the risk that in the event of a bank failure the Library's deposits may not be returned of the Library will not recover collateral securities in the possession of an outside party. The Library's policy requires deposits with financial institutions to be fully secured by collateral. The Library's cash balances at financial institutions at June 30, 2019 are fully collateralized with securities held by the Library's agent in the Library's name.

Investments – Risks and Policies

As of June 30, 2019, the Library had the following investments and maturities:

Investment Type	Investment Maturity				Credit Rating
	Total	Less than 90 Days	90 Days to One Year	Over One Year	
U.S. Treasury Bonds	\$ 21,600	\$ -		\$ 21,600	N/A
Other Federal Government Obligations	342,431	-	-	342,431	N/A
Investment in MD Local Government Fund Pool	232,540	232,540	-	-	AAA
	<u>\$ 596,571</u>	<u>\$ 232,540</u>	<u>\$ -</u>	<u>\$ 364,031</u>	

Allegany County Discretely Presented Component Units:

Allegany County Library System (Continued)

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Library investment policy specifies with the exception of U.S. Treasury securities and authorized pools, no more than 5% of Bankers acceptance, 5% of money market mutual funds and 5% to commercial paper.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 4. Deposits and Investments - continued

Interest Rate Risk is the risk that changes in interest rates will adversely affect the fair value of an investment. Investments held for longer periods are subject to increased risk of adverse interest rate changes. The Library policy provides that to the extent practicable, investments are matched with anticipated cash flows. Unless matched to a specific cash flow, the Library will not directly invest in securities maturing more than one year from the date of purchase. Reserve funds may be invested in securities exceeding one year if the maturity of such investments are made to coincide as nearly as practicable with the expected use of the funds.

Concentration of Credit Risk is the risk of loss attributed to the magnitude of the Library's investment in a single issuer. With the exception of U.S. Government securities and authorized pools, the Library may not invest in no more than 5% of Bankers Acceptance, 5% of money market mutual funds, and 5% of commercial paper. The Library's investment policy complies with Maryland State Law limits.

Custodial Credit Risk is the risk that, in the event of a failure of the counterparty, the Library will not be able to recover the value of its investments or collateral securities in the possession of an outside party. Library policy provides that investment collateral is to be held by a third party custodian with whom the Library has a current custodial agreement in the Library's name. All of the Library's investments are collateralized with securities held by the Library's agent in the Library's name. The Library is in compliance with its investments policy and State law having all deposits and investments collateralized at 102% of market value with bonds and other obligations secured by the full faith and credit of the United States.

LaVale Sanitary Commission

Cash deposits – At year-end, the carrying amount of the LaVale Sanitary Commission's cash deposits was \$2,477,314 and the bank balance was \$ 2,516,617. Demand deposit funds are insured by FDIC and NCUA up to \$ 250,000 per institution. Government securities are pledged to secure the deposits in the repurchase investment account. These securities are part of a pool which is held in the bank's name. The commission held no investments at year end.

Custodial Credit Risk is the risk that in an event of a bank failure, the government's deposits may not be returned to it. As of June 30, 2019, \$ 2,311,946 of the government's bank balance of \$ 2,516,617 was exposed to custodial credit risk as follows:

Uninsured and collateralized by Government Securities held by the Counterparty, but not in LaVale Sanitary Commission's name	<u>\$ 2,311,946</u>
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Allegany College

Cash deposits – At year-end, the carrying amount of the Allegany College's, not including its component units, cash deposits was \$ 915,036 and the bank balance was 1,318,181.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 4. Deposits and Investments - continued

The bank balance was fully collateralized with securities held by the college's agent in the College's name.

Investments - As of June 30, 2019, the College had the following investments and maturities:

Investment Type	Total	Less Than 90 Days	90 Days To One Year
Certificates of deposit	\$ 203,329	\$ -	\$ 203,329
Maryland Local Government Investment Pool	10,050,172	10,050,172	-
	<u>\$ 10,253,501</u>	<u>\$ 10,050,172</u>	<u>\$ 203,329</u>

The College invests in the Maryland Local Government Investment Pool (MLGIP) which is administered by PNC Bank. The external investment pool is treated as a 2a-7pool. The MLGIP has a Standard and Poor's rating of AAAm and is administered by the State Treasurer. The MLGIP fund maintains a \$ 1.00 per share net asset value and is stated at cost, which is the same as fair value.

Note 5: Fair Value Measurements

Fair values of the County's assets measured on a recurring basis at June 30, 2019 are as follows:

		Fair Value Measurements at Reporting Date Using:		
		Quoted Prices in Active Markets for Identical Assets (Level 1)	Significant Other Observable Inputs (Level 2)	Significant Unobservable Inputs (Level 3)
<u>June 30, 2019</u>	<u>Fair Value</u>			
Group Annuity Fixed	\$2,700,643	\$2,700,643	\$0	\$0
Certificate of Deposit	13,455,735	13,455,735		
OPEB MACO Trust (a)	2,493,107			
Total	<u>\$18,649,485</u>	<u>\$16,156,378</u>	<u>\$0</u>	<u>\$0</u>

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 5: Fair Value Measurements (continued)

- (a) In accordance with Subtopic 820-10 certain investments are measured at net asset value per share (or its equivalent) have not been classified in the fair value hierarchy. The fair value amounts presented in the table above are intended to permit reconciliation of the fair value hierarchy to the line items presented in the statements of financial position.

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1 measurements) and the lowest priority to unobservable inputs (level 3 measurements).

The three levels of the fair value hierarchy are described as follows:

Level 1 inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the County has the ability to access.

Level 2 inputs to the valuation methodology include the following:

- Quoted prices for similar assets or liabilities in active markets
- Quoted prices for identical or similar assets or liabilities in inactive markets
- Inputs other than quoted prices that are observable for the asset or liability
- Inputs that are derived principally from, or corroborated by, observable market data by correlation or other means

If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3 inputs to the valuation methodology are unobservable and significant to the fair value measurement.

The asset's or liability's fair value measurement within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques used need to maximize the use of observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at June 30, 2019:

- Certificates of deposit are valued based on net asset value at year-end.
- Fixed income securities are valued at market quotations obtained from published sources.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 5: Fair Value Measurements (continued)

The preceding methods may produce a fair value calculation that may not be indicative of net realizable value or reflective of future fair values. Furthermore, although management believes its valuation methods are appropriate and consistent with other market participants, the use of different methodologies or assumptions to determine the fair value of certain financial instruments could result in a different fair value measurement at the reporting date.

For the year ended June 30, 2019, there were no significant transfers in or out of levels 1,2 or 3. Transfers between levels are recognized in the fair value hierarchy at the end of the reporting period.

Note 6. Property Taxes Receivable

Property taxes are levied each July 1 and due on or before September 30 of that year. Unpaid property taxes attach as an enforceable lien on the property as of October 1. Property tax assessments are performed by the State of Maryland on which the County bills and collects its property taxes.

Property tax receivable at June 30, 2019 was \$4,805,296 (before an allowance of \$ 85,000) of which 2,820,036 were current year's taxes receivable and the balance of \$1,985,260 was prior years' unpaid taxes.

Note 7. Other Receivables

Receivables, other than property taxes receivable and loans to the County's enterprise funds, as reported in the Statement of Net Position as of the year end for the County's individual governmental major funds, non-major funds and in the aggregate, consist of the following:

Governmental Activities:	General Fund	PIB Fund	RBF Fund	Non-major Governmental Funds	Internal Svc Fund	Total
Receivables:						
Interest	\$ 224,387		\$ -	\$ 1,743		\$ 226,130
Income taxes	3,790,502		-	-		3,790,502
Other taxes	596,742		-	20,988		617,730
Current:						
Accrued revenues	3,002,077	-	220,426	1,595,257	1,403	4,819,163
Loans, notes	-	-	-	-		-
Leases, capital	-	-	-	-		-
Long-term:						
Accrued revenues	-	-	-	-		-
Loans, notes	-	-	-	206,364		206,364
Leases, capital	-	-	-	-		-
Total receivables	\$7,613,708	\$ -	\$ 220,426	\$ 1,824,352	\$ 1,403	\$9,659,889

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 7. Other Receivables-continued

Receivables as reported in the Statement of Net Position at year end for the County's individual enterprise major funds, non-major funds and in the aggregate, consist of the following:

Business-type Activities:	Water Districts	Sewer Districts	Non-Major Enterprise Funds	Total
Receivables:				
Accounts			\$ -	-
Accounts, other	-	767,017	25,750	792,767
Accounts, trade	1,642,175	2,010,490	13,353	3,666,018
Less allowance	(220,073)	(274,321)	-	(494,394)
Net accounts, trade	1,422,102	1,736,169	13,353	3,171,624
Accounts, restricted	-	161,080	-	161,080
Less allowance	-	-	-	-
Net accounts, restricted	-	161,080	-	161,080
Loans	-	-	485,537	485,537
Less allowance	-	-	(350,000)	(350,000)
Net loans	-	-	135,537	135,537
Total receivables	\$1,422,102	\$ 2,664,266	\$ 174,640	\$ 4,261,008

Leases – Operating and Capital:

The County, as part of its economic development efforts, has constructed numerous shell buildings which are rented (operating leases) to various employers. The amount of future minimum non-cancelable operating lease payments due each of the next five years and beyond is as follows:

<u>Fiscal Year</u>	<u>Operating Leases Minimum Payments</u>
2020	3,273,912
2021	3,137,233
2022	3,177,771
2023	3,218,117
2024	3,145,427
Totals	<u>\$ 15,952,460</u>

The gross value of buildings with operating leases at June 30, 2019 is \$19,744,629 and the accumulated depreciation is \$ 9,327,349

Unearned Revenue:

Governmental funds report unearned revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 7. Other Receivables-continued

At the end of the current fiscal year, the various components of unearned revenue reported in the governmental funds were as follows:

Unearned revenue recorded as a receivable which are not considered available to liquidate liabilities of the current period:	
Unearned grant revenue	\$ 441,008
Unearned ticket revenue\other	118,816
Long term housing loans receivable	206,365
	<u>\$ 766,189</u>

Loans receivable:

The following table summarizes the loan receivable balances in the County Loan Fund at June 30, 2019:

Entity	Source of funds	Balance June 30, 2019
County Loan Fund loans:		
Western Maryland Scenic Railroad	Gen Fund/PIB of 1988	\$ 250,000
YMCA	General Fund	100,000
Flood Wall Loan-Cintas	General Fund	8,521
Employee loan	General Fund	17,016
WebRestaurant Loan	RBF Fund	30,000
City of Frostburg	RBF Fund	80,000
Allowance for doubtful accounts		(350,000)
Sub-total		\$ 135,537
Allconet II Fund loans:		
TWR loan	General Fund	25,750
Total		<u>\$ 161,287</u>

The County has established a Loan Fund to account for the long-term receivables due from other entities and the proprietary funds. Except for the payments received from fire companies, which is a revolving pool, the cash receipts are transferred to the General Fund, as they become available.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 8. Capital Assets

Capital asset activity for the year ended June 30, 2019 for the primary government was as follows:

Primary Government:	Beginning	Increases	Decreases	Transfers	Ending
Governmental activities:	Balance			In (Out)	Balance
Capital assets, not being depreciated:					
Land	\$ 26,003,598	\$ 279,275	\$ -		\$ 26,282,873
Work in Progress	1,624,155	2,531,956			4,156,111
Total capital assets not being depreciated:	27,627,753	2,811,231	-	-	30,438,984
Capital assets, being depreciated:					
Buildings	64,241,938	440,802			64,682,740
Infrastructure	49,673,813	189,783	-		49,863,596
Furniture & Fixtures	1,054,110		-		1,054,110
Equipment	20,297,467	1,093,371			21,390,838
Vehicles	12,291,220	1,311,878	(230,752)		13,372,346
Heavy Equipment	4,669,431	645,475	(14,800)		5,300,106
Other Capital Assets	1,254,935				1,254,935
Total capital assets, being depreciated:	153,482,914	3,681,309	(245,552)	-	156,918,678
Less accumulated depreciation for:					
Buildings	(29,505,832)	(1,802,185)		-	(31,308,017)
Infrastructure	(33,522,167)	(698,393)	-	-	(34,220,560)
Furniture & Fixtures	(967,292)	(30,439)	-	-	(997,731)
Equipment	(11,180,964)	(1,677,181)		-	(12,858,145)
Vehicles	(9,368,604)	(790,979)	230,752	-	(9,928,831)
Heavy Equipment	(4,000,429)	(142,407)	14,800		(4,128,036)
Other Capital Assets	(773,818)	(52,136)	-		(825,954)
Total accumulated depreciation	(89,319,106)	(5,193,720)	245,552	-	(94,267,274)
Total capital assets, being depreciated, net:	64,163,808	(1,512,411)	-	-	62,651,404
Governmental activities capital assets, net	\$ 91,791,560	\$ 1,298,820	\$ -	\$ -	\$ 93,090,388

Primary Government:	Beginning	Increases	Decreases	Transfers	Ending
Business-type activities:	Balance			In (Out)	Balance
Capital assets, not being depreciated:					
Land	\$ 192,532		\$ -	\$ -	\$ 192,532
Work in Progress	10,754,864	3,063,225		(3,508,662)	10,309,427
Total capital assets not being depreciated:	10,947,396	3,063,225	-	(3,508,662)	10,501,959
Capital assets, being depreciated:					
Buildings	256,346		-		256,346
Infrastructure	177,929,451			3,508,662	181,438,111
Furniture & Fixtures	17,681		-	-	17,681
Equipment	6,582,896		-	70,990	6,653,885
Vehicles	1,560,541			73,748	1,634,289
Heavy Equipment	1,537,421		-		1,537,421
Other Capital Assets	2,837,063		-	-	2,837,063
Total capital assets, being depreciated:	190,721,399	-	-	3,653,400	194,374,786
Less accumulated depreciation for:					
Buildings	(186,116)	(6,155)	-	-	(192,271)
Infrastructure	(65,648,087)	(3,566,394)	-	-	(69,214,481)
Furniture & Fixtures	(17,680)	-	-	-	(17,680)
Equipment	(5,884,597)	(198,224)	-	-	(6,082,821)
Vehicles	(1,273,403)	(102,201)	-	-	(1,375,604)
Heavy Equipment	(1,014,689)	(117,472)	-	-	(1,132,161)
Other Capital Assets	(2,117,016)	(89,577)	-	-	(2,206,593)
Total accumulated depreciation	(76,141,588)	(4,080,023)	-	-	(80,221,659)
Total capital assets, being depreciated, net:	114,579,811	(4,080,023)	0	3,653,400	114,153,127
Business-type activities capital assets, net	\$ 125,527,201	\$ (1,016,798)	\$ -	\$ 144,738	\$ 124,655,086

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 8. Capital Assets - continued

Depreciation expense was charged to functions/programs of the primary government, as reported in the statement of activities, for the year ended June 30, 2019 as follows:

<u>Governmental activities:</u>	
General government	\$ 145,283
Public safety	2,504,603
Public works	1,104,919
Health	218,440
Social services	108,456
Recreation, culture and libraries	149,646
Community development and housing	13,878
Economic development	948,495
Total depreciation expense - governmental activities	<u>\$ 5,193,720</u>
<u>Business type activities:</u>	
Water districts	\$ 1,339,718
Sewer districts	2,621,947
Allconet II	118,358
Total depreciation expense - governmental activities	<u>\$ 4,080,023</u>

Construction Commitments

The County has active construction projects as of June 30, 2019. The projects include industrial park infrastructure and water quality and service improvements. At year end the County's commitments with contractors are as follows:

<u>Project</u>	<u>Spent-to-date</u>	<u>Remaining Commitment</u>
Burbridge building	\$ 2,638,825	\$ 25,000
Orleans Rd Bridge	2,574,504	1,419,196
North Branch Bridge Projects	588,393	39,091
ACM Tech Building	4,401,482	730,962
Bedford Road Sewer-Phase V	1,097,115	94,127
Bedford Road Sewer-Phase VI	1,237,955	874,277
Flintstone WWTP	533,050	420,133
Braddock Run Sewer	883,476	234,895
Allegany High school	-	200,000
Barton Park Shell Building	3,962,266	30,000
Totals	<u>17,917,066</u>	<u>4,067,681</u>

Funding for all projects is a combination of federal and/or state grants and a local share funded by long-term debt. Funding for the projects was in place prior to the commencement of construction.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 8. Capital Assets - continued

Discretely Presented Component Units:

Capital asset activity for the Board of Education of Allegany County for the year ended June 30, 2019 (not including component units), was as follows:

Board of Education Governmental activities:	Beginning Balance	Increases	Transfers/ Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 4,208,336	\$ -	\$ 3,435,169	\$ 7,643,505
Work in process	56,340,416	3,021,312	(58,236,457)	1,125,271
Total capital assets not being depreciated:	60,548,752	3,021,312	(54,801,288)	8,768,776
Capital assets, being depreciated:				
Land Improvements	9,520,904	85,693	1,476,734	11,083,331
Buildings & Improvements	159,132,318	334,240	41,683,232	201,149,790
Furniture, Equipment & Vehicles	20,432,861	1,081,196	1,127,023	22,641,080
Total capital assets, being depreciated:	189,086,083	1,501,129	44,286,989	234,874,201
Less accumulated depreciation for:				
Land Improvements	(4,378,156)	(552,640)	61,870	(4,868,926)
Buildings & Improvements	(102,456,505)	(4,326,654)	8,840,545	(97,942,614)
Furniture, Equipment & Vehicles	(15,634,841)	(1,336,104)	1,116,960	(15,853,985)
Total accumulated depreciation	(122,469,502)	(6,215,398)	10,019,375	(118,665,525)
Total capital assets, being depreciated, net:	66,616,581	(4,714,269)	54,306,364	116,208,676
Governmental activities capital assets, net	\$ 127,165,333	\$ (1,692,957)	\$ (494,924)	124,977,452

Board of Education Business-type activities:	Beginning Balance	Increases	Decreases	Ending Balance
Capital assets, not being depreciated:				
Work in process	\$ -	\$ -	\$ -	\$ -
Capital assets, being depreciated:				
Furniture, Equipment & Vehicles	483,946	-		483,946
Less accumulated depreciation	(463,768)	(12,036)		(475,804)
Total capital assets, being depreciated, net:	20,178	(12,036)	-	8,142
Business-type activities capital assets, net	\$ 20,178	\$ (12,036)	\$ -	\$ 8,142

Capital asset activity for the Library of Allegany County for the year ended June 30, 2019 was as follow

Library Governmental activities:	Beginning Balance	Increases	Decreases	Ending Balance
Non-depreciable assets:				
Construction in Progress	\$ -			\$ -
Capital assets, being depreciated:				
Buildings & Improvements	\$ 4,958,615	\$ -		\$ 4,958,615
Furniture & Equipment	904,886	16,213		921,100
Vehicles/Bookmobile	64,698	-	-	64,698
Library Books	3,264,123	186,779	(149,052)	3,301,850
Total capital assets, being depreciated:	9,192,322	202,992	(149,052)	9,246,261
Less accumulated depreciation for:				
Buildings & Improvements	(1,117,493)	(99,461)	-	(1,216,954)
Furniture & Equipment	(576,188)	(60,428)		(636,614)
Vehicles/Bookmobile	(45,981)	(4,016)	-	(49,997)
Library Books	(2,778,029)	(191,218)	149,052	(2,820,194)
Total accumulated depreciation	(4,517,691)	(355,123)	149,052	(4,723,762)
Total capital assets, being depreciated, net:	\$ 4,674,631	\$ (152,131)	\$ -	\$ 4,522,499
Governmental activities capital assets, net	\$ 4,674,631	\$ (152,131)	\$ -	\$ 4,522,499

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 8. Capital Assets - continued

Discretely Presented Component Units - continued:

Capital asset activity for Allegany College of Maryland and its component units for the year ended June 30, 2019 were as follows:

Allegany College of Maryland	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 1,564,352	\$ -	\$ -	\$ 1,564,352
Library Collections	139,753	1,074	-	140,827
Work in Progress	1,527,155	3,318,249	(208,163)	4,637,241
Total capital assets not being depreciated:	3,231,260	3,319,323	(208,163)	6,342,420
Capital assets, being depreciated:				
Buildings	46,148,846	686,816	-	46,835,662
Equipment	10,071,689	481,520	(134,485)	10,418,724
Auxiliary Equipment	159,934		(7,285)	152,649
Library Books	830,307	29,012	(126,948)	732,371
Total capital assets, being depreciated:	57,210,776	1,197,348	(268,718)	58,139,406
Less accumulated depreciation:	(34,316,626)	(1,968,807)	268,718	(36,016,715)
Total capital assets, being depreciated, net:	22,894,150	(771,459)	0	22,122,691
Business-type activities capital assets, net	\$ 26,125,410	\$ 2,547,864	\$ (208,163)	\$ 28,465,111

Capital asset activity for the LaVale Sanitary Commission for the year ended June 30, 2019, was as follows:

LaVale Sanitary Commission	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 234,830	\$ 390	\$ -	\$ 235,220
Work in Progress	61,024	234,298	(123,106)	172,215
Total capital assets not being depreciated:	295,854	234,688	(123,106)	407,435
Capital assets, being depreciated:				
Buildings	803,233	11,882	(7,727)	807,388
Infrastructure	28,458,209	136,944	(24,140)	28,571,013
Machinery, Vehicles & Equipment, Office Furniture and Equipment	1,291,147	46,182	(54,721)	1,282,608
Total capital assets, being depreciated:	30,552,589	195,008	(86,588)	30,661,009
Less accumulated depreciation for:	(13,817,474)	(580,188)	86,588	(14,311,074)
Total capital assets, being depreciated, net:	16,735,115	(385,180)	0	16,349,935
Business-type activities capital assets, net	\$ 17,030,969	\$ (150,492)	\$ (123,106)	\$ 16,757,370

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 9. Interfund Receivables, Payables, and Transfers

The composition of interfund balances as of June 30, 2019, is as follows:

A. Due to/from other funds

	Due From Other Funds	Due To Other Funds
Governmental funds:		
General Fund	\$ -	\$ 7,485,976
Revolving Building Fund	9,366,734	-
PIB Fund	56,350	
Non-major Governmental Funds	3,109,932	1,335,550
Sub-total	12,533,016	8,821,526
Enterprise Funds:		
Water Districts	3,794,426	-
Sanitary Districts	6,906,705	19,428,306
Non-major Enterprise Funds	977,077	-
Sub-total	11,678,208	19,428,306
Internal Service Fund	3,654,769	
Fudiciary Funds:		
Agency Fund	383,839	-
Sub-total	383,839	-
TOTALS	\$ 28,249,832	\$ 28,249,832

The interfund balances as of June 30, 2019 are the result of a centralized cash receipt and disbursement function. This results in funds having a deficiency or excess of cash depending on the timing of the receipt of revenues or other sources and/or the payment of expenditures (or expenses) or other uses of cash.

B. Advances and Loans To/From Other Funds

	Advances to Other Funds	Advances from Other Funds
Advances:		
General Fund	\$ 1,200,000	
Sanitary Districts		\$ 800,000
Water Districts		400,000
Loans:		
Loan Fund	235,243	
Allegany County Sanitary Districts:		
Long-term debt-Bonds & Loans		13,730
Current portion of long-term debt		573
Allegany County Water Districts:		
Current portion of long-term debt		22,993
Long-term debt		197,948
	\$ 1,435,243	\$ 1,435,243

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 9. Interfund Receivables, Payables, and Transfers (continued)

The amounts owed to the General fund from the Sanitary District Funds and the amounts owed to the County Loan Fund from the Sanitary District and Water District Funds are reported as advances to indicate that such amounts are long-term assets and are not to be considered as “available spendable resources.”

C. Transfers

Transfers to other funds for the year ending June 30, 2019 are as follows:

Transferred From: Transferred To:	Amount	Total By Fund
From the General Fund to:		
Non-major funds governmental funds	\$ 3,212,590	
Enterprise funds:		
Allconet		
Water/Sewer fund	105,557	\$ 3,318,147
From the Revolving Building Fund To:		
General Fund	0	
Water Fund	19,348	
County Loan Fund		
Non-major funds governmental funds	1,039,168	1,058,516
From the PIB Fund To:		
Other Non-major governmental fund	434,098	434,098
From the Non-major Governmental Funds to:		
General Fund	-	
Other Non-major governmental fund	185,612	185,612
From the Water Fund to		
Non-major funds governmental funds		0
From the Non-major Enterprise Funds to:		
Water/Sewer fund	41,212	
General Fund	22,811	64,023
TOTALS	\$ 5,060,396	\$ 5,060,396

General Fund transfers to the non-major governmental funds were to fund the local share of grant funded programs and to pay debt service. Transfers to the enterprise funds were to assist in operating costs and debt service. Transfers from the Revolving Building Fund were to pay debt service costs of County economic development buildings and to pay for economic development’s share of expenditures in other funds.

Payments to component units for the year ending June 30, 2019 are as follows:

Payment From: Payment To:	Amount	Total By Fund Type
From the General Fund (appropriations) to:		
Board of Education	\$ 30,424,308	
Board of Education, Data Processing	145,424	
Allegany College of Maryland	7,630,550	
Library	956,975	\$ 39,157,257
From the Rocky Gap Slots Fund to:		
Allegany College of MD Foundation	360,000	360,000
Total	\$ 39,517,257	\$ 39,517,257

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 10. Short-term Debt

Allegany County did not issue short-term debt during the fiscal year ending June 30, 2019 and had no balance payable at year end.

Note 11. Long-Term Debt and Other Long-Term Liabilities

Long-term liability activity of the County for the year ended June 30, 2019, was as follows:

Long-term Debt					
Governmental Activities					
	Beginning Balance	Amount Issued	Amount Retired	Ending Balance	Due Within One Year
General Obligation	\$ 23,481,908	\$ 10,905,000	\$ (2,098,908)	\$ 32,288,000	\$ 1,952,000
Notes	203,465	-		203,465	9,435
State Loans	642,863	-	(213,647)	429,216	207,770
Premium on Bonds Payable	742,907	862,124	(85,990)	1,519,041	107,543
Total	<u>\$ 25,071,143</u>	<u>\$ 11,767,124</u>	<u>\$ (2,398,545)</u>	<u>\$ 34,439,724</u>	<u>\$ 2,276,748</u>
Business-type activities					
	Beginning Balance	Amount Issued	Amount Retired	Ending Balance	Due Within One Year
Water districts:					
Rural development loans	\$ 10,851,104	\$ -	\$ (159,878)	\$ 10,691,226	\$ 266,567
Maryland water quality loans	523,988	-	(116,229)	407,759	17,734
County loans	243,204	-	(22,263)	220,941	22,994
Total water districts	<u>11,618,296</u>	<u>-</u>	<u>(298,370)</u>	<u>11,319,926</u>	<u>307,295</u>
Sewer districts:					
Maryland water quality loans	459,386	-	(39,179)	420,207	27,637
Maryland environmental loans	10,052,672	-	(1,090,852)	8,961,820	1,104,587
Rural development loans	7,521,862	-	(146,397)	7,375,465	151,024
Other loans	14,851	-	(548)	14,303	573
Total sewer districts	<u>18,048,771</u>	<u>0</u>	<u>(1,276,976)</u>	<u>16,771,795</u>	<u>1,283,821</u>
Total business-type activities:					
Maryland water quality loans	983,374	-	(155,408)	827,966	45,371
Maryland environmental loans	10,052,672	-	(1,090,852)	8,961,820	1,104,587
Rural development loans	18,372,966	-	(306,275)	18,066,691	417,591
Other loans	258,055	-	(22,811)	235,244	23,567
Total business-type activities	<u>\$ 29,667,067</u>	<u>\$ 0</u>	<u>\$ (1,575,346)</u>	<u>\$ 28,091,721</u>	<u>\$ 1,591,116</u>
Other Long-term Liabilities					
	Beginning Balance	Current Year Changes	Payments	Ending Balance	Due Within One Year
Governmental Activities					
Compensated Absences	\$ 4,595,867	\$ 404,738	\$ (394,512)	\$ 4,606,092	\$ 1,009,437
Net Pension Liability-St of MD	12,713,478	3,508,448		16,221,926	
Net Pension Liability-LOSAP	2,804,816	678,788		3,483,604	
Net OPEB	21,332,959	328,599		21,661,558	
Business-type activities					
Water & sewer districts					
Compensated absences	\$ 449,917	\$ 33,830	\$ (54,697)	\$ 429,051	\$ 152,966
Net Pension Liability	1,061,450	239,891		1,301,341	

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 11. Long-Term Debt and Other Long-Term Liabilities-continued

Liabilities for compensated absences, workers compensation, OPEB and pension are liquidated using resources from the fund in which the employee performing service previously charged his or her salary and benefit costs.

Annual debt service requirements to maturity for Allegany County's governmental activities long-term debt outstanding as of June 30, 2019 are as follows:

Year Ending June 30,	General Obligation Bonds		Notes from Direct Borrowing		Capital Leases		State Loans from Direct Borrowing		Premium Bond Pay	Totals	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest		Principal	Interest
2020	1,952,000	1,158,407	9,435	9,813	-	-	207,771	4,972	107,543	2,276,749	1,173,192
2021	1,862,000	1,054,885	9,985	9,262	-	-	115,675	1,578	107,543	2,095,203	1,065,725
2022	1,932,000	984,457	10,567	8,680	-	-	79,590	635	107,543	2,129,700	993,772
2023	2,013,000	904,950	11,184	8,064	-	-	26,178	236	107,543	2,157,905	913,250
2024	2,084,000	831,809	11,836	7,411	-	-	-	-	107,543	2,203,379	839,220
2025-2029	10,049,000	3,023,266	54,661	22,328	-	-	-	-	537,715	10,641,376	3,045,594
2030-2034	6,404,900	1,385,305	65,519	8,630	-	-	-	-	314,068	6,784,487	1,393,935
2035-2039	5,991,100	327,905	30,279	-	-	-	-	-	129,544	6,150,923	327,905
	<u>\$ 32,288,000</u>	<u>\$ 9,670,984</u>	<u>\$ 203,466</u>	<u>\$ 74,188</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 429,214</u>	<u>\$ 7,421</u>	<u>\$ 1,519,042</u>	<u>\$ 34,439,724</u>	<u>\$ 9,752,593</u>

Annual debt service requirements to maturity for Allegany County's business-type activities long-term debt outstanding as of June 30, 2019 are as follows:

The annual debt service requirements to maturity for the Water Districts long-term debt outstanding at June 30, 2019 are:										
Year Ending June 30,	Farmers Home Admin. Loans		Water Quality/MDE Loans		Other Loans		Totals			
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2020	266,567	301,374	17,734	4,525	22,993	8,493	307,294	314,392		
2021	275,150	292,791	17,899	4,361	23,747	7,739	316,796	304,891		
2022	283,622	284,319	18,065	4,194	24,527	6,959	326,214	295,472		
2023	292,634	275,306	18,233	4,027	25,333	6,153	336,200	285,486		
2024	301,991	265,950	18,403	3,857	22,933	5,320	343,327	275,127		
2025-2029	1,663,413	1,141,744	94,614	20,545	24,000	20,650	1,782,027	1,182,939		
2030-2034	1,836,643	849,708	99,133	12,188	30,451	14,538	1,966,227	876,434		
2035-2039	1,900,629	599,386	62,129	5,980	38,043	6,584	2,000,801	611,950		
2040-2044	1,522,026	351,142	39,683	3,003	8,914	298	1,570,623	354,443		
2045-2049	1,343,716	176,659	21,866	1,495	0	0	1,365,582	178,154		
2050-2054	940,881	41,696	-	-	0	0	940,881	41,696		
2055-2059	63,954	1,566	-	-	0	0	63,954	1,566		
Totals	<u>\$ 10,691,226</u>	<u>\$ 4,581,641</u>	<u>\$ 407,759</u>	<u>\$ 64,175</u>	<u>\$ 220,941</u>	<u>\$ 76,734</u>	<u>\$ 11,319,927</u>	<u>\$ 4,722,550</u>		
The annual debt service requirements to maturity for the Sanitary Districts long-term debt outstanding at June 30, 2019 are:										
Year Ending June 30,	Water Quality Loans		Md. Environmental Loans		Farmers Home Admin. Loans		Other Loans		Totals	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2020	27,637	5,752	1,104,589	122,280	151,024	206,246	573	643	1,283,823	334,921
2021	27,962	5,426	1,118,638	108,231	155,517	201,753	600	617	1,302,717	316,027
2022	28,290	5,098	1,132,892	93,977	160,163	197,107	627	589	1,321,972	296,771
2023	28,623	4,766	1,068,955	79,540	164,968	192,301	656	560	1,263,202	277,167
2024	28,979	4,429	1,082,902	65,593	169,939	187,331	686	530	1,282,506	257,883
2025-2029	150,008	16,952	3,139,493	139,150	930,506	842,035	3,933	2,147	4,223,940	1,000,284
2030-2034	128,708	5,398	278,769	14,458	1,083,538	588,512	4,923	1,156	1,495,938	609,524
2035-2039	-	-	35,582	498	1,130,404	529,698	2,305	131	1,168,291	530,327
2040-2044	-	-	-	-	1,237,219	358,770	-	-	1,237,219	358,770
2045-2049	-	-	-	-	1,138,857	170,632	-	-	1,138,857	170,632
2050-2054	-	-	-	-	711,932	53,392	-	-	711,932	53,392
2055-2059	-	-	-	-	341,398	4,100	-	-	341,398	4,100
Totals	<u>\$ 420,207</u>	<u>\$ 47,821</u>	<u>\$ 8,961,820</u>	<u>\$ 623,727</u>	<u>\$ 7,375,465</u>	<u>\$ 3,531,877</u>	<u>\$ 14,303</u>	<u>\$ 6,373</u>	<u>\$ 16,771,795</u>	<u>\$ 4,209,798</u>

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 11. Long-Term Debt and Other Long-Term Liabilities - continued

A summary of individual long-term debt balances for governmental activities for the current and prior year is as follows:

Allegany County Primary Government Schedule of Long - Term General Obligation Debt:					
	Date of Issue	Date of Maturity	Interest Rate (%)	June 30,	
				2019	2018
General Obligation Bonds:					
Public Improvement Bonds:					
Bonds of 2008	12/16/08	09/01/18	4.36	0	505,908
Bonds of 2013-Nontax	03/11/13	03/11/27	2.11	5,470,000	6,220,000
Bonds of 2014	12/16/14	12/16/35	2.88	7,905,000	8,245,000
Bonds of 2017	01/20/17	01/15/32	2.88	8,008,000	8,511,000
Bonds of 2019	12/14/18	12/14/38	3.5-5	10,905,000	
Premium on Bonds	03/11/13	03/11/27	n/a	261,948	299,368
Premium on Bonds	12/16/14	12/16/35	n/a	416,523	443,540
Premium on Bonds	12/14/18	12/14/38	n/a	840,571	0
Notes:					
Farmers Home Admin	1992	2032	5.75	203,466	203,466
State Loans:					
PPG Purchase	2000	2020	5.00	272,814	427,634
PPG Improvements	2001	2022	4.69	8,652	27,478
Md Environmental Loan	2003	2023	0.89	147,748	187,751
Total Long - Term General Obligation Debt				34,439,724	25,071,144
Compensated Absences				4,606,092	4,595,866
Total long-term liabilities				\$ 39,045,816	\$ 29,667,010

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Schedule of Business-type Debt					
	Date of Issue	Date of Maturity	Interest Rate (%)	June 30,	
				2019	2018
Water Districts Debt:					
Eckhart FHA Loan 1991 Series A	02/21/91	2031	6.0	\$ 64,430	\$ 67,970
Eckhart FHA Loan 1991 Series B	02/21/91	2031	6.0	157,162	165,815
Eckhart/Clarysville RDA Loan	04/17/11	2051	2.5	191,439	195,355
Borden/Zhilman FHA Loan 1998	10/22/97	2037	4.5	229,123	236,939
Carlos/Shaft FHA Loan 2000	12/28/99	12/28/2039	3.25	339,210	350,743
Oldtown Rd FHA Loan 2000 R-1	12/28/99	12/28/2039	3.25	160,065	165,504
Oldtown Rd FHA Loan 2000 R-2	12/28/99	12/28/2039	3.25	163,400	168,952
Grahamtown FHA Loan 2001 R-2	2001	2042	4.5	456,722	468,267
Consol FHA loan	2004	2044	4.5	83,890	85,711
McCooe FHA Loan	1999	2039	4.5	767,658	791,872
Barton Industrial Park	2005	2045	4.5	292,240	298,266
Klondike FHA	2005	2045	4.5	381,686	389,424
Morantown FHA Loan	2005	2046	4.25	140,306	143,132
Mexico Farms	1992	2032	5.5	245,940	258,035
Bowmans Addition RDA Loan	10/01/10	2051	3.75	534,844	543,620
Bowmans Addition Phase 2 RDA	12/16/11	2052	2.00	545,198	556,484
Bedford Rd/Shades Lane MDE	06/28/12	2052	1.00	35,952	37,387
Cresaptown RDA Loan	06/28/12	2052	2.00	1,316,351	1,344,245
Cresaptown RDA Loan 2	06/28/12	2052	2.00	407,948	416,595
Mt Savage-FHA Loan	06/30/13	2053	2.00	3,133,258	3,199,402
Mt Savage-MDE Loan	10/31/12	2042	1.00	73,679	76,472
Rawlings	03/31/14	2054	2.00	172,423	175,913
Rawlings-MDE Loan	2015	2020	2.00	152,638	161,471
Rawlings-RDA Loan	2016	2057	2.00	433,648	441,659
Oldtown Road -FHA Loan	2017	2057	2.00	96,235	97,929
Route 36 District -FHA	2017	2057	2.00	86,118	90,879
Route 36 District -MDE	2017	2036	2.00	94,982	96,833
Route 36 District -FHA	2018	2058	2.00	99,314	101,112
Route 36 District -MDE	2018	2037	2.00	145,489	150,000
Pond Circle, FHA	2018	2058	2.00	97,298	99,107
Sub-total				11,098,986	11,375,093
Carlos/Shaft Loan	2006	2040	4.5	38,575	39,655
Missick Road Loan	2006	2040	4.5	60,778	62,481
Route 51 Loan	2006	2040	4.5	21,450	22,050
PSC Rate case	2007	2024	4.5	100,138	119,018
Sub - total				220,941	243,204
Total debt				11,319,927	11,618,297
Less: Current maturities of long - term debt				(307,295)	(298,592)
Total Water Districts long - term debt				\$ 11,012,631	\$ 11,319,704
Sanitary Districts Debt:					
Bedford Road	2013	2032	1.4	177,797	190,204
Braddock Run	2013	2019	1.0	-	11,862
Jennings Run	2014/2015	2036	1.0	242,584	257,319
Braddock Run	2016	2034	1.0	780,020	824,140
Bedford Road	2017	2031	1.2	98,501	106,543
Celanese WWTP Upgrade	06/03	2023	0.40	2,526,218	2,941,730
Inflow and Infiltration Study I	12/03	2023	0.40	230,977	306,593
Celanese	2006	2026	0.40	295,779	336,535
Inflow and Infiltration Study II	2008	2028	1.00	575,167	634,277
George Creek WWTP Upgrade	2009	2029	0.40	4,284,466	4,714,993
Inflow and Infiltration Study II	2010	2030	1.00	170,526	187,579
Georges Creek	2007	2047	4.125	428,631	436,630
Cash Valley Road	1996	2036	4.50	92,862	96,523
Oldtown Road	1996	2036	4.50	352,170	366,057
Bowling Green/Cresaptown A	2007	2047	4.125	1,618,008	1,648,199
Bowling Green/Cresaptown B	2007	2047	4.125	317,608	323,549
Bedford Road	2012	2052	2.000	414,961	423,758
Bedford Road	2013	2052	2.000	452,208	461,596
Jennings Run	2013	2052	2.000	786,412	802,918
Wrights Crossing-Brad Run	2018	2057	2.000	2,912,598	2,962,915
Oldtown	2006	2036	4.5	14,302	14,851
Total				16,771,795	18,048,771
Less: Current maturities of long - term debt				(1,283,821)	(1,277,137)
Total Sanitary Districts Long - term Debt				\$ 15,487,974	\$ 16,771,634

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Long-term Liabilities - Component Units						
Long-term debt activity for the year ended June 30, 2019:						
	Allegany College of Maryland			LaVale Sanitary Commission		
Payable at July 1, 2018	\$ 280,571			\$ 4,530,194		
Amount issued	51,998					
Amount retired	(72,568)			(184,650)		
Payable at June 30, 2019	<u>\$ 260,001</u>			<u>\$ 4,345,544</u>		
Annual debt service requirements to maturity:						
	Allegany College of Maryland (Capital Leases)			LaVale Sanitary Commission		
Fiscal Year	Principal	Interest	Total	Principal	Interest	Total
2020	73,241	4,207	77,448	190,460	139,960	330,420
2021	72,425	2,879	75,304	196,383	134,035	330,418
2022	68,810	1,618	70,428	202,537	127,881	330,418
2023	41,856	421	42,277	208,950	121,486	330,436
2024-2028	3,669	19	3,688	1,029,380	503,360	1,532,740
2029-2033			-	1,229,034	303,706	1,532,740
2034-2038	-	-	-	906,174	91,426	997,600
2039-2043	-	-	-	239,784	23,539	263,323
2044-2048				142,843	5,925	148,768
	<u>\$ 260,001</u>	<u>\$ 9,144</u>	<u>\$ 269,145</u>	<u>\$4,345,544</u>	<u>\$ 1,451,318</u>	<u>\$5,796,862</u>

Note 12. Pension and Retirement Systems

Allegany County Primary Government

General Information about the Pension Plan

Plan Descriptions

Allegany County contributes to the Maryland State Retirement and Pension Systems ("Systems"). Both systems are cost sharing multiple-employer defined benefit plans. The Systems were established by Article 73B of the Annotated Code of Maryland to provide retirement, disability, annual cost-of-living adjustments and death benefits to plan members and their beneficiaries. Responsibility for the organization and administration of the Systems is vested in the Board of Trustees of the Maryland State Retirement and Pension Systems. The retirement and pension systems issue a publicly available financial report, which includes financial statements and required supplementary information. The report may be obtained at <http://www.sra.state.md.us> or by writing to the following:

Maryland State Retirement Agency
120 E. Baltimore Street
Baltimore, Maryland 21202-6700

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 12. Pension and Retirement Systems-continued

Contributions

Employees covered under the retirement system are required to contribute between five and seven percent of their base salary. The County is required to contribute at an actuarially determined rate and the current rate is 9% of covered payroll. Employees belonging to the pension system must contribute seven percent of their base salary and seven percent of the base salary that exceeds the social security wage base. The County is required to contribute at an actuarially determined rate also. The contribution rate for the County is currently 9% of covered payroll. The contribution requirements of plan members and Allegany County are established and may be amended by the plan's board of trustees. Allegany County's contributions for the years ended June 30, 2019, 2018 and 2017, were \$ 1,781,734, \$ 1,665,400, and \$1,338,202 respectively, equal to the required employer contributions for each year.

Benefits Provided

Members are eligible for full service pension allowances upon accumulating 30 years of eligibility service regardless of age. Members are eligible for early service pension allowances upon reaching age 55 and have at least 15 years of eligible service. Full service pension allowances equals 1.2% of the highest three consecutive years as an employee for each year of creditable service accrued prior to July 1, 1998 plus 1.8% of the AFC for the three highest consecutive years as an employee for each year of creditable service accrued on or after July 1, 1998. Early service pension allowances equal the amount payable for a full service pension reduced by .5% for each month by which the retirement date precedes the date on which the member reaches age 62. The maximum reduction is 42%.

All members are eligible for ordinary disability pension allowances upon completing five years of eligibility service and receiving certification from the Medical Board that they are permanently incapable of performing their necessary job functions. Ordinary disability pension allowances equal the full service pension allowances if the members are at least age 62 on the date of retirement. Otherwise, the allowances equal the full service pension allowances computed as though the members had continued to accrue service credits until age 62 without any change in the rate of earnable compensation.

All members are eligible for accidental disability pension allowances if the Medical Board certifies that, in the course of their job performance and as the direct result of an accidental injury, they become totally and permanently disabled. Accidental disability pension allowances equal the sum of an annuity determined as the actuarial value of the members' accumulated contributions, and 2/3 of AFC.

In order to be eligible for death benefits, members must have either accumulated at least one year of eligibility service prior to the date of the death or died in the line of duty. The benefit provided upon death of all members equals the members' annual earnable compensation on the date of death plus accumulated contributions. Under certain circumstances, surviving spouses who were named sole primary beneficiaries may elect to receive either the aforementioned lump sum payment or a monthly allowance calculated as payment under Option 2 (100% survivor option). If at the time of death, the member had accrued at least 25 years of eligibility or attained age 55 with at least 15 years

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 12. Pension and Retirement Systems-continued

of eligible service or attained age 62 then the survivor's allowance is determined as if the members had been eligible to retire.

Members are eligible for vested pension allowances after separation from service and upon reaching age 62, provided that at least five years of eligibility service was accumulated prior to separation. Members may be eligible for reduced vested pension allowances upon attaining age 55 with at least 15 years of eligibility service. Vested allowances are reduced by .5% for each month by which the allowance commencement date precedes the date on which the member attains age 62. Vested allowances equal the normal service pension allowances computed on the basis of the member's accumulated creditable service and AFC at the point of separation. Members who elect to withdraw their accumulated contributions, remain eligible to receive the employer-provided share of the vested benefit. If members do not withdraw their contributions, and die before attaining age 62, their accumulated contributions are returned to the designated beneficiary.

Cost of living adjustments are adjusted each year based on the Consumer Price Index. The Cost of Living Adjustments (COLA) are effective July 1st of each year.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2019, the County reported total net pension liability of \$ 17,523,277 for its proportionate share of the MD State Retirement System's net pension liability. The net pension liability was measured as of June 30, 2018 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The County's proportion of the net pension liability was based on a projection of the County's long term share of contributions to the MD State Retirement System relative to the projected contributions made by all participants to the MD State Retirement System actuarially determined. At June 30, 2018, the County's proportion was .0835 percent, which was an increase of .0198 from its proportion measured as of June 30, 2017.

Pension expense for the pension plan for the year ended June 30, 2019 was \$ 6,404,762.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 12. Pension and Retirement Systems-continued

At June 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ (1,208,736)
Change of assumptions	439,588	
Net difference between projected and actual earnings on pension plan investments	531,720	
County contributions subsequent to the measurement date	1,781,734	
Total	<u><u>\$ 2,753,042</u></u>	<u><u>\$ (1,208,736)</u></u>

The amount \$ 1,781,734 reported as deferred outflows of resources related to pensions resulting from County contributions to the pension system subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended June 30, 2020. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

	Deferred Outflows (Inflows) of Resources
Year ended June 30:	
2020	\$ 389,633
2021	58,558
2022	(413,961)
2023	(217,196)
2024	(54,462)
Total	<u><u>(237,428)</u></u>

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 12. Pension and Retirement Systems-continued

Actuarial Assumptions

The total pension liability in the June 30, 2018 actuarial valuation was determined using the following key actuarial assumptions, applied to all periods included in the measurement:

Actuarial	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Inflation	2.60% general, 3.10% wage
Salary increases	3.10% to 9.10, including inflation
Discount rate	7.45%
Investment rate of return	7.45%
Mortality	RP-2014 Mortality Table with generational mortality projections using Scale MP , 2014, calibrated to MSRPS experience

The actuarial assumptions used in both the June 30, 2018 and the June 30, 2017 valuations were based on the results of an actuarial experience study for the five year period of 2010-2014. Based on the 2016 experience study, the actuary recommended changes in the actuarial assumptions. The changes include 1) a decrease in the general inflation rate from 2.65% to 2.60%, 2) a decrease in the wage inflation rate from 3.15% to 3.10%, and 3) salary decreases from 3.15% to 9.15% to 3.10% to 9.10%. Additionally, both the discount rate and investment rate of return decreased the same from 7.50% to 7.45%

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 weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of geometric real rates of return were adopted by the System after considering input from the System's investment consultants and actuaries. For each major asset class that is included in the System's target asset allocation, these best estimates are summarized in the following table:

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 12. Pension and Retirement Systems-continued

	Target	Long-Term
	Allocation	Expected Real
		Rate of Return
Public Equity	37%	5.80%
Private Equity	13%	6.70%
Rate Sensitive	19%	1.10%
Credit Opportunity	9%	3.60%
Real Assets	14%	4.80%
Absolute Return	8%	3.20%
Total	100%	

Discount Rate

The discount rate used to measure the total pension liability was 7.45%. This single discount rate was based on the expected rate of return on pension plan investments of 7.45%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate, contributions from the employer will be made at contractually required rates (actuarially determined), and contributions from the State will be made at current statutorily required rates. Based on these assumptions, the pension plan'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 County's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following presents the County's proportionate share of the net pension liability calculated using the discount rate of 7.45%, as well as what the County's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower (6.45%) or 1% higher (8.45%) than the current rate:

	1% Decrease 6.45%	Current Discount Rate 7.45%	1% Increase 8.45%
County's proportionate share of the net pension liability	25,239,546	17,523,277	11,119,346

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued MD State Retirement System's financial report.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 12. Pension and Retirement Systems-continued

Defined Contribution Plan

Allegany County has also established one defined contribution plan for the Management Contractual Employees Retirement Plan, to provide retirement benefits to certain contractual employees of the County. The ICMA Retirement Corporation administers the plan. At June 30, 2019, there were 3 members enrolled in the plan.

The defined contribution plan requires the County to contribute 9% to the Management Contractual Employees Retirement Plan of annual covered payroll. The required contribution was \$ 16,729, which was made. Plan provisions and contribution requirements are established and may be amended by the County Commissioners.

Employees are immediately vested in their own contributions and earnings on those contributions. Employees become vested in the County's contributions and earnings on County contributions immediately. There were no forfeitures for the plan. The County had no liability to the ICMA plan at June 30, 2019.

The financial statements of the defined contribution plan is prepared using the accrual basis of accounting. Employer and plan member contributions are recognized in the period the contributions are due. Plan investments are reported at fair market value.

Allegany County Component Units

Board of Education-Component Unit

The Board of Education participates in the Maryland State Retirement System part of the same cost sharing multiple-employer defined benefit pension and retirement systems the County participates in. The employees are covered under either the Teachers' Retirement System, the Employees' Retirement System, the Teachers' Pension System or the Employees' Pension System Plans. A copy of the report can be obtained by writing to the Maryland State Retirement Agency at the address listed above.

Members of the retirement systems entering on or after July 1, 1973 are required to contribute 5% or 7%, based on personal election, of earnable compensation; members before that date contribute the lesser of 5% or the percentage they were contributing prior to July 1, 1973.

Members of the contributory pensions are required to make contributions of 7% of earnable compensation. The Board is responsible for paying 100% of the normal cost for the TPS and TRS plans. The State of Maryland is responsible for paying 100% of the School System's past costs related to TPS and TRS plans. The State's contributions on behalf of the Board for they year ended June 30, 2019 were \$ 6,773,303, which were equal to the State's required contributions for that year. The Board's contributions for the year ended June 30, 2019 were \$ 2,603,702 and \$ 570,493 to the TRS, TPS and ERS, respectively. The Board recorded pension expense for the FY 19 in the amount of \$ 461,753 and the net pension liability recorded was \$ 5,846,753. Deferred outflows of resources was recorded in the amount of \$ 1,029,035, of which, \$ 190,828 was for change in assumptions, \$ 267,714 was for the net difference between projected and actual earnings and \$ 570,493 was for contributions made subsequent to the measurement date. Deferred inflows of resources was recorded in the amount of \$ 471,215 for the net difference between projected and actual experience.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 12. Pension and Retirement Systems-continued

Allegany County Library System-Component Unit

The employees of the Library are provided retirement benefits through the Maryland State Retirement and Pension Systems; the same cost sharing multiple-employer defined benefit retirement system in which the County participates. All employees of the Library System except custodial personnel are covered by the Maryland State Teacher's Retirement Systems. The Maryland State Department of Education is directly responsible for all financial and administrative requirements of the employees' participation in the Teachers Retirement System. The Library System itself is only financially and administratively responsible for custodial employees' participation in the Maryland State Retirement Systems. As of year-end, all custodial employees participated in the pension system. Detailed information on the Library's retirement plan provisions, funding status, required contributions and trends may be obtained in their financial reports for the period ending June 30, 2019. The Library's pension expense for the year was \$ 144,893. Net pension liability was \$ 65,242 at June 30, 2019. Deferred outflows of resources was \$ 15,706 of which \$ 12,372 was due to changes in assumptions, 6,511 was the net difference between projected and actual earnings on pension plan investments and \$ 6,821 was the Library's contributions subsequent to the measurement date. Deferred inflows of resources was recorded in the amount of \$ 9,151, of which \$ 6,083 was for the net difference between expected and actual experience and \$ 3,068 was the net difference between actual and projected earnings.

Allegany College-Component Unit

The College's permanent employees are provided pension benefits through one of several pension plans: Maryland State Teachers' Retirement System, Maryland State Teachers' Pension System, TIAA/CREF Retirement Plan, Maryland State Employees' Retirement System, and the Maryland State Employees' Pension System. All of the plans the College participates in are the same cost sharing multiple-employer defined benefit plans the County participates in, with the exception of TIAA/CREF Retirement Plan which is a separate plan the County is not associated with. The State of Maryland is responsible for funding the employee portion of pension costs for substantially all employees covered by the Teachers' Retirement System, Teachers' Pension System, and the TIAA/CREF Retirement Plan.

Detailed information on the College's retirement plan provisions, funding status, required contributions and trends may be obtained in their financial reports for the period ending June 30, 2018. Allegany College's pension expense for FY 19 was \$ 79,209 and net pension liability was \$ 792,781. Deferred outflows of resources were recorded at \$ 128,217, of which \$ 23,584 was due to change in pension assumptions, \$30,210 was for the net difference between projected and actual earnings on pension investments and \$ 74,423 was attributed to contributions made subsequent to the measurement date. Deferred inflows of resources was recorded at (\$ 64,660) for the net difference between projected and actual experience.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 12. Pension and Retirement Systems-continued

LaVale Sanitary Commission – Component Unit

The Sanitary Commission provides a defined benefit pension plan for all their full-time employees. The plan is a single employer non-contributory plan and is not a part of any of the plans in which the County participates. Detailed information on LaVale Sanitary Commission's retirement plan provisions, funding status, required contributions and trends may be obtained in their financial reports for the period ending June 30, 2019. LaVale Sanitary's pension expense for the fiscal year ended was \$ 46,484. Net pension liability was (\$ 396,718), pension contributions exceeding the required annual contributions are recorded as an asset in the Commission's financial statements; the balance at June 30, 2019 was \$ 396,718 and therefore, no net pension liability obligation exists.

At June 30, 2019, the Commission reported deferred outflows of resources in the amount of \$ 288,228 of which, \$ 177,748 was the difference between expected and actual experience, and 110,480 was the change in assumption amount. The deferred inflows of resources was \$ 115,639 of which, \$ 85,502, was attributed to change in assumptions and \$ 30,137 was the net difference between projected and actual earnings on pension plan investments.

Note 13. Pension and Retirement Systems-Length of Service Award Program (LOSAP)

Allegany County Primary Government

General Information about the LOSAP Pension Plan

Plan Descriptions

On January 1, 2009, the County adopted the Allegany County Emergency Services Length of Service Awards Program for the Allegany County Emergency Service Organizations members which provide fire, rescue, and ambulance services to the residents of Allegany County. The plan is a single employer, defined benefit pension plan which is open to any volunteer over the age of eighteen, who has completed one year of service. Participants vest after ten years of service and earn a fixed dollar benefit based on years of service. The plan is administered by Allegany County and any and all changes made to the benefit terms of the plan are under the authority of Allegany County. There are no assets accumulated in a trust that meet the criteria in GASB No. 73, paragraph 4. No trust is established, contributions are not irrevocable, and assets are not legally protected from creditors. No separate financial report is issued for the plan.

Participants Covered by Benefit Terms

At year end, the program membership consisted of 554 eligible active members and no retirees. There are no inactive members that currently receive benefits nor are there any inactive members that are entitled to but not receiving benefits.

Funding Policy and Benefits Provided

The plan is available to vested volunteer members with no covered payroll. Benefits amortize on a level dollar basis and are recognized when due and payable in accordance with the terms of the plan. Benefits accrue per month at the rate of \$7 multiplied by the years of service, with a maximum benefit of \$ 105 per month. Since the County fully funds the plan, refunds are not paid. The plan does not provide for post-retirement increases. No benefits have been paid.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 13. Pension and Retirement Systems-Length of Service Award Program (LOSAP) (continued)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At June 30, 2019, the County reported total net pension liability of \$ 3,483,604. The net pension liability was measured as of December 31, 2018 and the total pension liability was determined by an actuarial valuation as of January 1, 2018, the results of which were rolled forward to the December 31, 2018 measurement date, in accordance with actuarial standards of practice.

Pension expense for the plan for FY 19 was \$ 507,354

At June 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 3,734	\$ 93,516
Change of assumptions	489,018	25,214
Total	<u>\$ 492,752</u>	<u>\$ 118,730</u>

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

	Deferred Outflows (Inflows) of Resources
Year ended December 31:	
2019	\$ 51,292
2020	51,292
2021	51,292
2022	51,292
2023	51,292
2024 and Thereafter	117,562
Total	<u><u>374,022</u></u>

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 13. Pension and Retirement Systems-LOSAP-continued

Actuarial Assumptions

The total pension liability in the January 1, 2018 actuarial valuation was determined using the following key actuarial assumptions, (no experience studies) applied to all periods included in the measurement:

Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Inflation	0%
Salary increases	Not Applicable
Discount rate	3.71%
Investment rate of return	3.71%, net of pension plan investment expense, including inflation
Post Retirement Mortality	RP2000 projected to 2030
Retirement	First Eligible
Turnover	T6
Disability	None

Discount Rate

The discount rate used to measure the total pension liability was 3.71%. This single discount rate was based on the expected rate of return on pension plan investments of 3.71%. The discount rate of 3.71% is based on the 20-year AA general obligation bond rate as of December 31, 2018. The projection of cash flows used to determine the discount rate assumed that contributions from the employer will be made at contractually required rates (actuarially determined). 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. The discount rate increased to 3.71% from the previous year's rate of 3.31%.

Sensitivity of the County's Net Pension Liability to Changes in the Discount Rate

The following presents the County's net pension liability calculated using the discount rate of 3.71%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1% lower (2.71%) or 1% higher (4.71%) than the current rate:

	1% Decrease 2.71%	Current Discount Rate 3.71%	1% Increase 4.71%
Net Pension Liability	3,726,015	3,483,604	3,235,819

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 13. Pension and Retirement Systems-LOSAP-continued

Changes in Net Pension Liability

Balance at 1/1/18	\$ 2,804,816
Changes for the year:	
Service Cost	352,003
Interest	104,059
Changes in benefit terms	-
Differences between expected and actual experience	(105,205)
Changes in assumptions	334,551
Benefit payments and expenses	(6,620)
Net Changes for the Year	<u>678,788</u>
Balance at 12/31/18	<u>\$ 3,483,604</u>

Note 14. Governmental Fund Balance Classifications

Beginning with fiscal year 2012, the County adopted GASB Statement No. 54 "Fund Balance Reporting and Governmental Fund Type Definitions", which redefined how fund balances of governmental funds are presented in the financial statements. Those classifications are:

- Nonspendable – Amounts that cannot be spent either because they are in a nonspendable form or because they are legally or contractually required to be maintained intact.
- Restricted - Amounts that can be spent only for specific purposes because of the Allegany County Code, federal or state laws, or externally imposed conditions by grantors or creditors.
- Committed – Amounts that can be used only for specific purposes determined by a formal resolution or ordinance by the Board of County Commissioners.
- Assigned – Amounts that are designated by the Board of Commissioners or the Director of Finance for a particular purpose.
- Unassigned – All amounts not included in other spendable classifications.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 14. Governmental Fund Balance Classifications (continued)

Fiscal Year 2019 Fund Balance Classifications					
Fund Balances:	General Fund	Major Special Revenue Fund Revolving Building	Major Capital Projects Fund Public Imprv Fund	Other Funds	Total
Nonspendable					
Long term receivables	\$ 1,200,000	\$ -	-	\$ -	\$ 1,200,000
Inventory				39,977	39,977
Restricted for:					
Transit bus replacement	80,743	-	-	-	80,743
Housing programs	-	-	-	102,529	102,529
Coal Haul Roads	-	-	-	158,413	158,413
Drug task Force	-	-	-	158,678	158,678
Inmate activities/fire companies	-	-	-	725,175	725,175
PIB Bond Projects	-	-	11,061,530		11,061,530
Sheriff Task Force				29,315	29,315
Committed to:					
Economic development	-	9,275,816		-	9,275,816
Amount to balance FY 2020 budget	830,551				830,551
School capital\Fire Co	-	-	-	1,216,382	1,216,382
Assigned to:					
Election machine replacements		-	-	-	-
Future Disparity Grant Funding	4,014,000				4,014,000
Potential State of MD Budget Cuts		-	-		-
LOSAP	2,700,643				2,700,643
Technology Enhancements	-	-	-	304,720	304,720
Public Works projects				588,986	588,986
Public Safety				33,878	33,878
School projects				341,457	341,457
County building improvements	-	-	-	120,260	120,260
Unassigned:	16,795,112	-	-	(1,201,625)	15,593,487
	<u>\$ 25,621,049</u>	<u>\$ 9,275,816</u>	<u>11,061,530</u>	<u>\$ 2,618,145</u>	<u>\$ 48,576,540</u>

Note 15. Postemployment Healthcare Plan

Plan Description & Administration. The County's single-employer defined benefit postemployment healthcare plan, the Allegany County Non-Pension Post Employment Benefits Plan (ACBP), provides medical benefits to eligible retired County employees and their beneficiaries. ACBP is affiliated with the Allegany County, Maryland Non-Pension Post Employment Benefit Trust (ACMBT), an agent multiple-employer postemployment healthcare plan. The Allegany County Code assigns the authority to establish and amend the benefit provisions of the plans that participate in ACMBT to the respective employer entities, for ACBP, that authority rests with Allegany County. Management of the ACMBT is vested in the ACMBT Board of Trustees which consists of four trustees. One trustee is appointed by the LaVale Sanitary Commission (the other employer in the trust) and the other three are appointed by virtue of the position they hold in the Allegany County government. The authority to establish and amend the benefit provisions in the ACMBT rests with the respective employer entities. For Allegany County, the authority rests with the Board of Commissioners. The plan does not issue financial reports separately.

Note 15. Postemployment Healthcare Plan-continued

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

The assets, income and expenses for the trust that holds the assets are reported in the County's fiduciary funds.

Contributions. The contribution requirements of plan members and the County are established and may be amended by ACMBT board of trustees. ACBP members under age 65 receiving benefits who were hired prior to July 1, 1997 contribute 8% of the premium and members under the age 65 receiving benefits who were hired after June 30, 1997 contribute 25% of the premium. The County pays \$ 150 per month for retirees over 65.

The current ARC rate is 5.7 percent of annual covered payroll, and is an actuarially determined amount.

Benefits Provided. Employees are eligible for health insurance coverage providing that the retiring employee had coverage in effect when they stopped working, are eligible for retirement, and must have at least 10 years of service and attained age 62 or have 25 years of continuous service. Employees who retire are eligible for the under 65 health insurance plan. Once the retiree turns 65, the retiree is moved to the County's \$ 150 per month health insurance subsidy plan.

Employees Covered by Benefit Terms. Plan membership consists of 373 active members and 263 inactive plan members or beneficiaries currently receiving benefit payments and there are no inactive plan members that are entitled to but not receiving benefits.

Investment Policy. The Trust has adopted the County's investment policy. The Board of Commissioners have authority to amend the policy. Currently, the Trust invests in the MACO Trust Fund. The Maryland Association of Counties Pooled OPEB Trust (the "Trust") is an "Other Post-Employment Benefits" membership trust established to help local governments invest current funds toward future obligations for retiree health insurance, a.k.a. "other post-employment benefits." Both county and municipal governments, and other county-funded entities (like libraries and community colleges), are welcome to join the MACO OPEB Trust.

Investing through an entity like the MACO Pooled OPEB Trust offers governments an opportunity under state law to invest funds in a manner suitable for longer term assets, and outside the laws generally governing "public funds." The Trust arrangement ensures that the funds may not be extracted for purposes other than the intended benefits, making that distinction clear. The trust shall be invested consistent with Section 17-102 of the Local Government Article of the Annotated Code of Maryland, as amended from time to time.

Overall, the Trustees have adopted a fairly conservative mixed portfolio, with 65% in equities and 35% in fixed income investments. The target rate of return for the Trust is 7% annually, set generally in keeping with industry trends given the diversified portfolio construction. Further information including audited financial statements is available at www.mdcountries.org/index.aspx?nid=250

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Actuarial Methods and Assumptions. Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used to include techniques that are designed to reduce short-term volatility in actuarial value of assets, consistent with the long-term perspective of the calculations.

	Allegany County Non-Pension Postemployment Benefits Plan
Valuation Date	6/30/2017
Measurement Date	06/30/19
Actuarial cost method	Entry Age
Amortization method	Level percentage of pay (3% annual payroll increase assumed)
Remaining amortization period	30 Years
Actuarial assumptions:	
Discount Rate	The expected trust return of 7% is blended with the 20 year Aa municipal bond rate of 3.13%. The blended rate is 5.67%
Investment rate of return	7%, net of investment expense and including inflation
Healthcare cost trend rate	7% for 2017, reduced linearly to an ultimate rate of 4.5% in 2022
Mortality	RP 2000 gender-specific projected to 2027 with scale BB, for disabled mortality RP2000 disabled gender-specific projected to 2027 with scale BB

Changes in Actuarial assumptions. There were no changes in actuarial assumptions during fiscal year 2019, except for the change in discount rate due to an updated depletion date projection. Discount rate increased from 5.62% in FY 2018 to 5.67% in FY 19.

Note 15. Postemployment Healthcare Plan-continued

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Expected Return: The long-term expected rate of return on OPEB plan investments was determined using a building block method in which best estimates of expected future real rates of return (expected returns, net of OPEB plan investment expense and inflation) are developed for each 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. This is then modified through a Monte-Carlo simulation process, by which a (downward) risk adjustment is applied to the baseline expected return.

Best estimates of real rates of return for each major asset class included in the OPEB plan's target asset allocation as of June 30, 2019, and the final investment return assumption, are summarized in the following table:

	Long-Term Expected Real Rate of Return	Long-Term Weighted Real Rate of Return
Domestic Equity	5.75%	48.00%
International funds	6.50%	13.00%
Fixed Income-US	2.00%	33.00%
Global Funds	4.50%	6.00%
Cash Equivalents	0.40%	0.00%
Total Weighted Average Real Return	4.54%	100.00%
Plus Inflation	2.50%	
Total Return w/o Adjustment	7.04%	
Risk Adjustment	-0.40%	
Total Expected Return	<u>7.00%</u>	

The money-weighted rate of return for FY 19 was 5.04%

Net OPEB Obligation:

The County's net OPEB liability was measured as of June 30, 2019, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2017, the results of which were rolled forward to the June 30, 2019 measurement date, in accordance with actuarial standards of practice.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

The changes in net OPEB liability are as follows:

	<u>FY 19</u>
Total OPEB Liability	
Service Cost	383,269
Interest	1,345,895
Change in benefit terms	
Differences between expected and actual experience	
Changes in assumptions, including discount rate	(103,054)
Benefit payments	<u>(1,167,028)</u>
Net Change in total OPEB Liability	459,082
 Total OPEB liability-beginning	 <u>24,140,577</u>
Total OPEB liability-ending	<u><u>24,599,659</u></u>
 Plan fiduciary net position	
Contributions-employer	1,167,028
Contributions-member	102,866
Net investment income	141,286
Benefit payments	(1,269,894)
Administrative expenses	<u>(10,803)</u>
Net change in plan fiduciary net position	130,483
 Plan fiduciary net position-beginning	 <u>2,807,618</u>
Plan fiduciary net position-ending	<u><u>2,938,101</u></u>
 Net OPEB liability beginning	 <u>21,332,959</u>
Net OPEB liability ending	<u><u>21,661,558</u></u>
 Fiduciary net position as a percentage of total OPEB liability	 11.90%

Discount Rate: The discount rate used to measure the total OPEB liability was 5.67%. The County's funding expectations/policy is to contribute the Actuarially Determined Contribution to their OPEB trust (if greater than annual benefits), in addition to paying benefits for retirees. It is expected that benefits will be paid from the trust when a 40% funding level is reached. Based on this information, we project that benefits will be financed on a pay as you basis through 2029, then from the trust there forward (from 2030 on).

Therefore, the expected trust return of 7% is blended with the 20 year Aa bond rate (Source: Fidelity general obligation municipal bond index) of 3.13%. The blended rate is 5.67%.

Sensitivity of the net OPEB liability to changes in the discount rates: The following presents the net OPEB liability, as well as what the net OPEB liability would be if it were calculated using a discount rate that is 1% lower (4.67%) or 1% higher (6.67%) than the current discount rate:

	<u>Discount Rate</u> <u>at 4.67%</u>	<u>Discount Rate</u> <u>5.67%</u>	<u>Discount Rate</u> <u>at 6.67%</u>
Net OPEB Liability	23,806,761	21,661,558	19,789,477

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Sensitivity of the net OPEB liability to changes in the healthcare cost trend rates: The following presents the net OPEB liability, as well as what the net OPEB liability would be if it were calculated using healthcare cost trend rates that are 1% lower (6% decreasing to 3.5%) or 1% higher (8% decreasing to 5.5%) than the current healthcare cost trend rates:

	1% Decrease (6% decreasing to 3.5%)	Healthcare Cost Trend Rates (7% decreasing to 4.5%)	1% Increase (8% decreasing to 5.5%)
Net OPEB Liability	19,731,712	21,661,558	23,896,679

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB. As of June 30, 2019, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience		
Change of assumptions		(442,250)
Net difference between projected and actual earnings on plan investments	66,974	
Total	<u>\$ 66,974</u>	<u>\$ (442,250)</u>

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

	Deferred Outflows (Inflows) of Resources
Year ended June 30:	
2019	\$ (121,883)
2020	(121,883)
2021	(121,883)
2022	(9,627)
2023	
2024 and Thereafter	
Total	<u>(375,276)</u>

OPEB expense for fiscal year ending June 30, 2019 was \$1,421,891.

Payable to OPEB Plan:

There were no contributions payable to the OPEB plan as of June 30, 2019.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Allegany County Component Units

Board of Education-Component Unit

The Board of Education sponsors a single-employer post-retirement plan which provided a supplement to retiree health care benefits as well as providing medical benefits including prescription drug to eligible retired employees. Retirees are eligible for continued membership in the medical plans provided they have at least 15 year of service. Net OPEB Liability as of June 30, 2019 was \$ 12,605,059. For the year ended June 30, 2019 , the Board recognized OPEB expense of \$ 1,192,464. Deferred inflows of resources at year end was \$ 33,013 which represented the difference between actual and expected experience.

Allegany County Library System-Component Unit

Allegany County Library System sponsors a single-employer post-retirement plan which provides medical and prescription benefits to eligible retirees and their spouses. Eligible persons include employees with a minimum of thirty years of service or have reached age 60. These benefits are available until the employee reaches age 65. The retired employee must pay the full amount of the monthly insurance coverage. The Library's OPEB expense for the year was \$ 7,908. Net OPEB liability was \$ 103,511 at June 30, 2019. Deferred outflows for FY 19 was \$ 3,762, of which, \$1,601 was for the difference between expected and actual experience and \$ 2,161 was for changes in assumptions.

LaVale Sanitary Commission-Component Unit

The LaVale Sanitary Commission sponsors a single-employer defined benefit post-retirement plan which provides medical and prescription benefits to eligible retirees and their spouses. Employees and their spouses are eligible for benefits after the employee has twenty years of service and has attained age 60. Health insurance benefits are paid 100% by the Commission until the employee and spouse are eligible for Medicare. When the retired employee becomes eligible for Medicare, the retiree can elect to be covered under a Medicare supplemental plan and would be responsible for paying 50% of the spouses' premium. When the spouse becomes eligible for Medicare, the spouse can then elect to be covered under the Medicare supplemental plan and health insurance benefits are covered 100%. The Commission's OPEB expense for the year was \$ 198,642. Net OPEB liability was \$254,626 at June 30, 2019. Deferred outflows of resources was recorded at June 30, 2019 in the amount of \$ 723,539, of which \$ 715,667 was for the change in assumptions and \$7,872 was due to the net difference between projected and actual earnings on plan investments. Deferred inflows were recorded at \$ 2,249,277, of which \$ 143,259 was due to the difference between expected and actual experience and \$ 2,106,018 due to change in assumptions.

Note 16. Tax Abatements

The County is subject to Enterprise Zone Credits granted by the State of Maryland by authority of Section 9-103 of the Tax Property Article of the Annotated Code of Maryland. The Enterprise Zone tax

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

credit is available to businesses that locate in designated areas of Allegany County and is designed to spur economic growth in these areas. This real property tax credit is available only for nonresidential properties located within the Enterprise Zones and is based on growth in property assessment. Personal property is not included under the Enterprise Zone law. The “base year assessment” is the real property assessment for the year before any new construction or refurbishing is done. The credit is based on the increase in the assessment for each of the next 10 years compared to the base-year assessment.

The credit is given on the actual taxes that result from the increase in assessment, using the following rate schedule:

Year	Percentage of Assessment Increase Credit
1-5	80%
6	70%
7	60%
8	50%
9	40%
10	30%

The State subsequently reimburses the County for 50% of the annual tax credit. The fiscal year 2019 enterprise zone credits amounted to \$ 116,172 and the State of Maryland reimbursed the County \$ 57,861.

In addition, the County also “piggybacks” on to the City of Cumberland’s Historic Preservation tax credit program as follows:

The City of Cumberland has a Historic Preservation tax program whereas property owners are eligible to receive property tax credits of up to 10% of properly documented expenses when the existing structure is renovated or preserved. By authority of Section 9-204 of the Tax Property Article of the Annotated Code of Maryland, state law provides that a tax credit of up to 5% may be provided for the new construction costs of architecturally compatible structures and allows a property owner of the program structure to have the assessed value of the property frozen for up to 10 years at the pre-renovation value. A property must be a certified historic structure meaning that it must possess one of the following designations:

- a. Listed individually in the National Register of Historic Places
- b. Listed in a National Register historic or landmark district
- c. Listed in a property or district designated as an historic property or district under local law
- d. Included within the boundaries of a certified heritage area

Note 16. Tax Abatements-continued

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

The following table is utilized by the City of Cumberland (and therefore Allegany County) to determine the length of the property tax assessment freeze for approved properties:

Improvement Cost as Percentage of Base Assessment	Available Tax Exempt Status of Improvement
10%	1 Year
20%	2 Year
30%	2 Year
40%	3 Year
50%	3 Year
60%	4 Year
70%	4 Year
80%	5 Year
90%	6 Year
100%	7 Year
200%	8 Year
300%	9 Year
400%	9 Year
500%	10 Year

The amount of historic tax credit issued by Allegany County for FY 19 was \$ 51,760. The County does not provide for the recapture of abated taxes in the event an abatement recipient does not fulfill the commitment it makes in return for the tax abatement. Also, Allegany County grants tax credits to several nonprofit organizations that were named in Section 9-302 of the Tax Property Article of the Annotated Code of Maryland.

Note 17. Risk Management

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Liability Insurance - The County is exposed to various risks of loss related to torts; theft of, damage to and destruction of assets; errors and omissions; and natural disasters for which it carries commercial insurance. The County retains no risk for claims up to the maximum amount of the policy except for deductible amounts. During the fiscal year and for the three prior fiscal years, the County did not have any losses exceeding its insurance coverage.

Self-Insured Health Care – Effective January 1, 2009, the County is self-insured for hospitalization and medical benefits provided to its employees within specified limits. The County pays a third party administrator a monthly fixed fee for various claim administrative services on a per enrolled employee basis to administer the plan. The County has established an internal service fund to account for this activity.

The third-party administrator submits invoices periodically for all processed claims and administrative fees, and the County issues payment to the third-party administrator, who in turn issues individual claims checks. To protect itself against significant losses, the County has stop-loss policies in place for individual participant health care claims in excess of \$200,000 per year and aggregate annual participant claims in excess of \$9,567,583.

Third party administrators estimated the non-discounted claims liability reported in the funds at June 30, 2019. It is based on the requirements of Governmental Accounting Standards Board Statement No. 10, which requires that a liability for unpaid claims costs, including estimates of costs relating to incurred but not reported claims, be reported. Because actual claims liabilities depend on such complex factors as inflation, change in legal doctrines and damage awards, the process used in computing claims liabilities does not necessarily result in an exact amount. Claims liabilities are reevaluated periodically to take into consideration recently settled claims, the frequency of claims, and other economic and social factors.

Changes in the balance of claims payable relating to the funds for fiscal year 2019 are as follows:

Balance at July 1, 2017	\$ 472,840
Claims and changes in estimates	5,215,908
Claim payments	<u>(5,323,796)</u>
Balance at June 30, 2018	\$ 364,952
Claims and changes in estimates	6,891,635
Claim payments	<u>(6,730,049)</u>
Balance at June 30, 2019	<u><u>\$ 526,538</u></u>

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

Note 18. Pending Claims and Litigation

The County is the defendant in several lawsuits in which plaintiffs are seeking to recover amounts from the County as a result of alleged damages incurred by those plaintiffs. Although the outcome of these lawsuits and any other potential proceeding, lawsuit or claim that is pending or threatened are not presently determinable, it is the opinion of the County's legal counsel and County management that resolution of these matters will not have a material effect on the financial condition of the County. At this time, there are no known claims or judgments due within one year.

Note 19. Contingent Liabilities

The County participates in a number of state and federally assisted grant programs, principal of which are the U.S. Department of Agriculture, the U.S. Department of Transportation and the U.S. Department of Housing and Urban Developments economic development and housing assistance grant programs. Entitlement to the grant proceeds is generally based on compliance with the terms and conditions of the grant agreements and applicable regulations, including expenditure of the resources for eligible purposes. These programs are subject to program compliance audits by the grantors or their representatives. The audits of these programs for and including the year ended June 30, 2019 may not have been concluded.

Allegany County has borrowed funds on behalf of the LaVale Sanitary District for the purpose of improvements to sewer and water lines and construction of a water treatment plant and water reservoir. The LaVale Sanitary District is responsible for the debt service payments and the County has never been called upon to make any of the direct payments of the conduit debt. As of June 30, 2019, such debt includes loans with the U.S. Department of Agriculture of \$4,084,027.

The State of Maryland's Department of the Environment and Allegany County has entered an agreement setting a timetable for fixing the County's combined sewer and storm water system overflow problem. The cost associated with correcting the problem cannot be reasonably estimated. However those costs will likely be spread over an extended period of years and will be borne by the users of the sewer systems.

Note 20. Related Party

The Willowbrook Health Center Condominium (the Association) is a statutory condominium association organized for the purposes of operating and maintaining the common property of the Willowbrook Health Center Condominium. The Willowbrook Health Center Condominium consists of four units occupying a site of approximately 4.6 acres located in Cumberland, MD. The Condominium is jointly owned by the Allegany County Commissioners at 46.7 percent and the Western Maryland Health System at 53.3 percent. During FY 19, Allegany County paid \$ 266,610 in fees to the Willowbrook Health Center Condominium. Of this amount, \$ 4,929 is included in accounts payable at year-end.

Note 21. Evaluation of Subsequent Events

The County has evaluated, for possible financial statement disclosures, subsequent events through January 23, 2020, the date which the financial statements were available to be issued, and has determined there were no such events.

ALLEGANY COUNTY, MARYLAND
NOTES TO THE FINANCIAL STATEMENTS
JUNE 30, 2019

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**REQUIRED
SUPPLEMENTARY
INFORMATION**

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**ALLEGANY COUNTY, MARYLAND
REQUIRED SUPPLEMENTARY INFORMATION**

**LOSAP-SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS
Last Ten Fiscal Years ***

	2019	2018	2017
Total Net Pension Liability			
Service Cost	352,003	308,175	260,811
Interest	104,059	72,176	71,864
Changes in Benefit terms			
Differences between expected and actual experience	(105,205)	4,799	1
Changes in assumptions, including discount rate	334,551	246,393	(31,517)
Benefit payments and expenses	(5,620)	(7,270)	(5,820)
Net Change in total pension liability	678,788	624,274	294,339
Total Net Pension Liability-beginning	2,804,816	2,180,542	1,886,203
Total Net Pension Liability-ending	3,483,604	2,804,816	2,180,542

No covered payroll-plan members are all volunteer fire fighters.

*This schedule is designed to present information for a 10 year period beginning FY 17. Until a full 10 year trend is compiled, the County will be presenting information only for those years for which information is available.

**MARYLAND STATE RETIREMENT
SCHEDULE OF COUNTY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY**

Year Ended	County's Proportion of the net pension liability	County's Proportion of the net pension liability (asset)	County's Covered Payroll	County's share of net pension Liability (asset) as a % of payroll	Plan fiduciary net position as a % of total pension liability
30-Jun					
2015	6.10%	\$10,872,378	14,904,466	77.64%	69.53%
2016	6.98%	14,514,898	13,959,828	103.98%	68.78%
2017	6.85%	16,160,223	15,109,085	106.96%	65.79%
2018	6.37%	13,774,921	15,410,092	89.39%	69.38%
2019	8.35%	17,523,277	14,693,609	119.26%	71.18%

This schedule is presented to illustrate the requirement to show the information for 10 years. 2015 is the first year information is available

MARYLAND STATE RETIREMENT SCHEDULE OF COUNTY'S CONTRIBUTIONS

Year Ended	Contractually required contribution	Contributions relative to Contractually Req contribution	Contribution Deficiency	County's Covered Payroll	Contributions as a % of covered payroll
30-Jun					
2015	1,472,135	\$1,472,135	-	13,959,828	10.59%
2016	1,334,298	1,334,298		15,109,085	8.83%
2017	1,338,202	1,338,202		15,410,092	7.61%
2018	1,665,400	1,665,400		14,693,609	11.33%
2019	1,781,734	1,781,734		16,234,720	10.78%

This schedule is presented to illustrate the requirement to show the information for 10 years. 2015 is the first year information is available

Allegany County
Required Supplementary Information

**Schedule of Changes in the County's Net Other Post Retirement
Benefits Liability and Related Ratios-Last Ten Fiscal Years**

	<u>FY 19</u>	<u>FY 18</u>	<u>FY 17</u>
Total OPEB Liability			
Service Cost	383,269	372,106	361,268
Interest	1,345,895	1,275,326	1,250,947
Change in benefit terms			
Differences between expected and actual experience			
Changes in assumptions, including discount rate	(103,054)	(599,679)	
Benefit payments	(1,167,028)	(1,090,895)	(1,235,135)
Net Change in total OPEB Liability	459,082	(43,142)	377,080
Total OPEB liability-beginning	24,140,577	24,183,719	23,806,639
Total OPEB liability-ending	<u>24,599,659</u>	<u>24,140,577</u>	<u>24,183,719</u>
Plan fiduciary net position			
Contributions-employer	1,167,028	1,099,055	1,162,096
Contributions-member	102,866	86,712	90,491
Net investment income	141,286	147,820	195,770
Benefit payments	(1,269,894)	(1,177,607)	(1,235,135)
Administrative expenses	(10,803)	(10,635)	(17,453)
Net change in plan fiduciary net position	130,483	145,345	195,769
Plan fiduciary net position-beginning	2,807,618	2,662,273	2,466,504
Plan fiduciary net position-ending	<u>2,938,101</u>	<u>2,807,618</u>	<u>2,662,273</u>
Net OPEB liability beginning	21,332,959	21,521,446	21,340,135
Net OPEB liability ending	<u>21,661,558</u>	<u>21,332,959</u>	<u>21,521,446</u>
Fiduciary net position as a percentage of total OPEB liability	11.90%	11.60%	11.01%
Covered employee payroll	20,354,264	14,693,609	16,680,326
Net OPEB Liability as a percentage of covered payroll	106%	145%	129%
Schedule of the County's Other Post Retirement Benefits Contributions-Last Ten Fiscal Years *			
Actuarially determined contribution	1,351,412	1,312,050	1,273,835
Contributions in relation to the actuarially determined contributions	1,167,028	1,099,055	981,229
Contribution deficiency (excess)	<u>184,384</u>	<u>212,995</u>	<u>292,606</u>
County's covered-employee payroll	20,354,264	14,693,609	16,680,326
Contributions as percentage of covered-employee payroll	5.70%	7.50%	5.90%

Schedule of the County's Other Post Employment Benefits Investment Returns-Last 10 Fiscal Yrs

Annual money-weighted rate of return, net of investment expense	5.04%	5.56%	7.64%
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*This schedule is designed to present information for a 10 year period beginning with fiscal year 2017. Until a full 10 year trend is compiled the County will be presenting information only for those years for which information is available.

Allegany County
Notes to Required Supplementary Information
June 30, 2019

Note 1: LOSAP Pension Information

Actuarial Assumptions

The total pension liability in the January 1, 2018 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Fiscal Year End	June 30, 2019
Measurement Date	December 31, 2018
Annual Discount Rate	3.71%-based on 20 year AA general bond rate at 12/31/18. The projection of cash flows used to determine the discount rate assumed that contributions from the employer will be made at contractually required rates (actuarially determined)
Annual salary increases	Does not apply
Assumed retirement Age	First Eligible
Mortality	Mortality rates are based on RP 2000 projected to 2030.
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Percentage of Payroll, Closed
Form of Benefit	Monthly benefits at a rate of \$7 multiplied by the years of service, max \$ 105
	No changes in benefits during FY 19
Changes in assumptions	Discount rate increased from 3.31% in FY 18 to 3.71% in FY 19
	Mortality changed from 3 yr setback to RP2000 projected to 2030.
Assets accumulated in trust	None

Note 2: Other Post Employment Benefits Information

Actuarial Assumptions

The total OPEB liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Fiscal Year End	June 30, 2019
Measurement Date	June 30, 2019
Annual Discount Rate	5.67%-the expected trust return of 7% is blended with the 20 year Aa bond rate (Source: Fidelity general obligation municipal bond index) of 3.13%
Annual salary increases	3%
Mortality	RP 2000 gender-specific projected to 2027 with scale BB, for disabled mortality RP2000 disabled gender-specific projected to 2027 with scale BB
Actuarial Cost Method	Entry Age
Amortization Method	Level percentage of pay
Investment Rate of Return	7% net of investment expense and including inflation
Health Care trend rate	7% for 2019, reduced linearly to an ultimate rate of 4.5% in 2022
Changes in assumptions	Discount rate increased from 5.62% in FY 18 to 5.67% in FY 19

Note 3: State of Maryland Pension Information

Changes in assumptions:

Inflation assumption	Changed from 2.65% to 2.60%
Wage inflation assumption	Changed from 3.15% to 3.10%
Salary increases	Changed from 3.15% to 9.15% to 3.10 to 9.10%
Discount Rate/Investment Rate	Changed from 7.5% to 7.45%
Change in Benefit Terms	No change during the fiscal year
Change in Size/Composition of Population	No significant change during the fiscal year

**ALLEGANY COUNTY, MARYLAND
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2019**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amount	Final Budget - Positive (Negative)
REVENUES				
<u>Taxes:</u>				
Property Taxes:				
Real and personal property	\$ 40,903,459	40,903,459	41,025,549	\$ 122,090
Payments in lieu of taxes:				
Coal companies	15,000	15,000	135,386	120,386
Housing Authorities	45,000	45,000	50,238	5,238
Rocky Gap	295,000	295,000	295,000	-
DNR	1,345,084	1,345,084	1,345,084	-
Interest on Delinquent taxes	1,100,000	1,100,000	1,038,637	(61,363)
Sub-total	43,703,543	43,703,543	43,889,894	186,351
Less:				
Prompt payment discounts	181,000	181,000	179,026	1,974
Deferred revenues	350,000	350,000	(262,541)	612,541
Industrial exemptions	150,000	150,000	147,396	2,604
Enterprise zone exemptions	140,000	140,000	116,172	23,828
Residential development tax credit			14,103	(14,103)
Tax increment financing	15,000	15,000	26,985	(11,985)
Historic tax credit	37,500	37,500	51,759	(14,259)
PILOT abatement	11,400	11,400	17,465	(6,065)
Sub-total	884,900	884,900	290,365	594,535
Total Net Property Taxes	42,818,643	42,818,643	43,599,529	780,886
Income Taxes	26,149,213	26,149,213	28,388,370	2,239,157
Other Local Taxes:				
Hotel/motel tax	1,150,000	1,150,000	1,070,974	(79,026)
Admissions	240,000	240,000	242,888	2,888
Recordation	1,400,000	1,400,000	1,215,554	(184,446)
911 Fees	390,000	390,000	349,048	(40,952)
Trailer court	62,000	62,000	62,964	964
Transfer tax	475,000	475,000	505,233	30,233
Highway users taxes	989,924	989,924	1,001,551	11,627
Total Local Taxes	4,706,924	4,706,924	4,448,212	(258,712)
Total Taxes	73,674,780	73,674,780	76,436,111	2,761,331
Licenses and Permits				
Alcoholic beverage licenses	96,000	96,000	97,478	1,478
Amusement licenses	3,500	3,500	2,185	(1,315)
Traders licenses	95,000	95,000	89,346	(5,654)
Building permits	35,000	35,000	27,757	(7,243)
Marriage licenses	4,500	4,500	3,870	(630)
Cable franchise fees	440,000	440,000	426,574	(13,426)
Sediment control permits	25,000	25,000	73,353	48,353
Total Licenses and Permits	699,000	699,000	720,563	21,563

Continued

**ALLEGANY COUNTY, MARYLAND
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2019**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amount	Final Budget - Positive (Negative)
REVENUES (Continued):				
<u>Intergovernmental:</u>				
Federal Funds:				
Homeland security grant	145,000	145,000	304,359	159,359
Civil defense	83,441	83,441	66,596	(16,845)
FEMA grant	8,750	8,750	91,580	82,830
MTA Transportation planning	83,244	83,244	49,468	(33,776)
Emergency solutions program	125,000	125,000	32,838	(92,162)
Health & Human Services Grant				-
Masters program	41,728	41,728	36,117	(5,611)
Medicare-Ambulance Fees			306,635	306,635
Medicaid-Ambulance Fees			40,903	40,903
Payments in lieu of property taxes	8,000	8,000	8,532	532
Sub-total Federal funds	495,163	495,163	937,028	441,865
State Funds:				
Public Health	14,000	14,000	14,552	552
Police protection	218,193	218,193	247,197	29,004
State 911 grant	2,000	2,000	2,150	150
State transportation planning	10,406	10,406	6,183	(4,223)
Dept of Natural Resources	225,000	225,000	-	(225,000)
Drug Court Coordinator			54,131	54,131
Conservation aid salary	31,003	31,003	31,313	310
Program Open Space grant	583,857	583,857	276,159	(307,698)
Disparity grant	8,930,611	8,930,611	8,930,611	-
State Jury Reimbursement	50,000	50,000	34,290	(15,710)
Tourism grant	30,000	30,000	57,517	27,517
Governors Office of Crime Control			1,156	1,156
Family Support Services	202,632	202,632	208,615	5,983
Miscellaneous	72,000	72,000	126,349	54,349
Sub-total State Funds	10,369,702	10,369,702	9,990,223	(379,479)
Other Intergovernmental:				
Other agencies	179,826	179,826	975,797	795,971
Sub-total Other Intergovernmental:	179,826	179,826	975,797	795,971
Total Intergovernmental	11,044,691	11,044,691	11,903,048	858,357

Continued

**ALLEGANY COUNTY, MARYLAND
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2019**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amount	Final Budget - Positive (Negative)
REVENUES (Continued)				
Service Charges:				
General government charges:				
State civil process	50,000	50,000	45,195	(4,805)
Plans & specifications	5,000	5,000	1,645	(3,355)
Regulation & Maps			1,857	1,857
Tax sale fees	30,000	30,000	19,413	(10,587)
Election filing fees			25	25
Security interest filing fee			-	
License application fees	8,400	8,400	8,550	150
Liquor License transfer fee	3,600	3,600	5,230	1,630
Bay restoration collection fee	5,000	5,000		(5,000)
Health Ins Admin fee	250	250	278	28
Other general government service charges	6,300	6,300	900	(5,400)
Tourism promotion charges	20,000	20,000	47,250	27,250
Collection fees-special areas	60,000	60,000	62,582	2,582
Liquor License Collection fee	3,600	3,600	3,581	(19)
Hotel/Motel collection fee	22,500	22,500	25,198	2,698
Partial payment fee	1,750	1,750	2,296	546
Engineering fees	40,000	40,000	11,841	(28,159)
Indirect cost allocation	629,317	629,317	8,858	(620,459)
Sub-total general government charges	885,717	885,717	244,699	(641,018)
Public safety charges:				
Police protection charges	50,000	50,000	81,587	31,587
Zoning Admin Fee	400	400		(400)
Boarding state prisoners	25,000	25,000	85,580	60,580
Boarding federal prisoners	50,000	50,000	634,119	584,119
Community service fee	22,000	22,000	10,927	(11,073)
Home detention fee	35,000	35,000	28,453	(6,547)
Work Release Fees			4,096	4,096
Inmate Medical Copay	4,000	4,000	5,934	1,934
Building Inspection fees	15,000	15,000	11,389	(3,611)
CPR Training Fees			12,942	12,942
Ambulance Subscription Fees			37,322	37,322
Ambulance fees	760,000	760,000	589,180	(170,820)
Sub-total public safety charges	961,400	961,400	1,501,529	540,129
Sanitation and Waste Removal:				
Landfill fees	192,000	192,000	252,236	60,236
Recycling fees	80,000	80,000	147,448	67,448
Recycled material sales	15,000	15,000	18,474	3,474
Sub-total Sanitation and Waste	287,000	287,000	418,158	131,158

Continued

ALLEGANY COUNTY, MARYLAND
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amount	Final Budget -
				Positive
				(Negative)
REVENUES (Continued):				
<u>Service Charges (continued):</u>				
Public service enterprises:				
Upper Potomac River Commission	341,148	341,148	340,700	(448)
Road closing fees				(448)
Sub-total public service charges	341,148	341,148	340,700	(896)
Total Service Charges	2,475,265	2,475,265	2,505,086	29,373
<u>Fines and Forfeitures:</u>				
Circuit court fines	7,000	7,000	5,094	(1,906)
Contraband seizures				
Liquor violation fines	9,000	9,000	9,300	300
Zoning fines	4,000	4,000	300	(3,700)
Fines and forfeitures	10,000	10,000	(4,750)	(14,750)
Total Fines and Forfeitures	30,000	30,000	9,944	(20,056)
<u>Miscellaneous:</u>				
Interest	267,250	267,250	324,139	56,889
Rents and concessions	367,991	367,991	454,721	86,730
Miscellaneous	20,250	20,250	311,123	290,873
Total Miscellaneous	655,491	655,491	1,089,983	434,492
Total Revenues	88,579,227	88,579,227	92,664,735	4,085,060

**ALLEGANY COUNTY, MARYLAND
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2019**

EXPENDITURES:	Budgeted Amounts		Actual Amount	Variance with Final Budget - Positive (Negative)
	Original	Final		
General Government:				
Legislative:				
County Commissioners	170,621	170,621	184,952	(14,331)
County Commissioners Office	-	-	-	-
Total legislative	170,621	170,621	184,952	(14,331)
Judicial:				
Family Support Services	202,632	202,632	213,536	(10,904)
Alternative dispute resolution	6,403	6,403	6,415	(12)
Circuit court masters program	63,224	63,224	61,973	1,251
Circuit court	377,764	377,764	379,548	(1,784)
Orphans court	65,202	65,202	71,354	(6,152)
Family Law Master	82,748	82,748	58,359	24,389
State's attorney	1,569,671	1,569,671	1,595,048	(25,377)
Drug Coordinator	-	-	90,482	(90,482)
Law library	22,000	22,000	22,000	-
Grand and petit juries	74,254	74,254	74,020	234
Total Judicial	2,463,898	2,463,898	2,572,735	(108,837)
Executive:				
Administrator	350,962	350,962	537,303	(186,341)
Elections:				
Registration and elections	751,909	751,909	691,214	60,695
Financial Administration:				
Finance Office	698,644	698,644	634,671	63,973
Tax Office	673,837	673,837	392,240	281,597
State Assessment Fee	371,869	371,869	322,104	49,765
Accounting Software	378,520	378,520	350,017	28,503
Professional services	75,000	75,000	93,110	(18,110)
Total Financial Administration	2,197,870	2,197,870	1,792,142	405,728
Legal:				
Legal counsel	219,814	219,814	220,069	(255)
Other legal/professional	153,000	153,000	189,003	(36,003)
Total legal	372,814	372,814	409,072	(36,258)
Personnel Administration:				
Human Resources department	363,831	363,831	373,937	(10,106)
Human resources board of appeals	3,446	3,446	-	3,446
Wellness/Employee recognition	10,413	10,413	4,047	6,366
Total personnel administration	377,690	377,690	377,984	(294)
Planning and Zoning:				
Planning and zoning department	336,863	336,863	267,375	69,488
Land use planning	-	-	-	-
Total Planning and Zoning	336,863	336,863	267,375	69,488
General Services:				
County Building Maintenance	1,184,465	1,184,465	1,108,884	75,581
Data Processing	406,045	406,045	368,184	37,861
Total general services	1,590,510	1,590,510	1,477,068	113,442
Other general government:				
Liquor control board	127,736	127,736	110,604	17,132
Insurance	402,519	402,519	436,283	(33,764)
Employee benefits	467,500	467,500	75,077	392,423
Post retirement benefits	957,500	957,500	1,151,311	(193,811)
Total Other General Government	1,955,255	1,955,255	1,773,275	181,980
Total General Government	10,568,392	10,568,392	10,083,120	485,272

Continued

ALLEGANY COUNTY, MARYLAND
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual	Variance with Final Budget - Positive
	Original	Final	Amount	(Negative)
EXPENDITURES:				
EXPENDITURES (Continued):				
Public Safety:				
Police:				
Police Department	1,911,473	1,911,473	2,207,093	(295,620)
Sheriffs department	1,420,720	1,420,720	1,457,013	(36,293)
C31 Unit	13,000	13,000	22,102	(9,102)
Safe School	147,964	147,964	195,122	(47,158)
Total Police	3,493,157	3,493,157	3,881,330	(388,173)
Fire and rescue:				
Emergency medical services	1,125,560	1,125,560	1,406,488	(280,928)
Frostburg area ambulance	1,736,941	1,736,941	2,583,468	(846,527)
Length of service award	245,000	245,000	49,451	195,549
Volunteer fire companies	1,148,344	1,148,344	1,177,898	(29,554)
Total Fire	4,255,845	4,255,845	5,217,305	(961,460)
Correction:				
County detention center maintenance	204,715	204,715	204,027	688
County detention center	7,871,071	7,871,071	8,064,461	(193,390)
Juvenile service grant	14,300	14,300	12,682	1,618
Alternative sentencing	201,406	201,406	348,848	(147,442)
Home detention grant	162,123	162,123	155,388	6,735
Total Correction	8,453,615	8,453,615	8,785,406	(331,791)
Other Protection:				
Permits & enforcement	274,482	274,482	249,923	24,559
Emergency Management Agency	328,927	328,927	337,122	(8,195)
Local emergency planning			15,617	(15,617)
Animal control	375,918	375,918	375,918	-
911	2,562,581	2,562,581	2,941,988	(379,407)
Hazardous materials operations	69,513	69,513	51,275	18,238
Public safety department	155,352	155,352	202,230	(46,878)
Domestic preparedness grant	145,000	145,000	287,426	(142,426)
Building Codes	60,556	60,556	38,245	22,311
Code Enforcement	90,355	90,355	76,638	13,717
Transportation planning	140,524	140,524	61,893	78,631
Total Other Protection	4,203,208	4,203,208	4,638,275	(435,067)
Total Public Safety	20,405,825	20,405,825	22,522,316	(2,116,491)
Public Works:				
Public Services:				
Highway department	8,536,669	8,536,669	9,747,070	(1,210,401)
Airport	230,000	230,000	230,000	-
Waste collection:				
Solid waste disposal	420,110	420,110	372,705	47,405
Solid waste recycling	196,024	196,024	247,693	(51,669)
UPRC	426,435	426,435	425,875	560
County engineer	1,007,902	1,007,902	941,265	66,637
Total Public Works	10,817,140	10,817,140	11,964,608	(1,147,468)

Continued

**ALLEGANY COUNTY, MARYLAND
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2019**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive
	Original	Final	Amount	(Negative)
EXPENDITURES:				
EXPENDITURES (Continued):				
<u>Health and Hospitals:</u>				
Brook Building	158,000	158,000	132,435	25,565
Wilowbrook Office	311,850	311,850	266,610	45,240
Health Department supplemental	28,253	28,253	220,209	(191,956)
Western Maryland Health Planning	10,500	10,500	11,399	(899)
Total Health and Hospitals	508,603	508,603	630,653	(122,050)
<u>Social Services:</u>				
Nursing Home costs	185,000	185,000	112,633	72,367
Pauper's burials	1,300	1,300	650	650
Human Resources Devel. Comm.	744,946	744,946	744,946	-
Emergency solution program	125,000	125,000	32,838	92,162
Child abuse coordinator	137,794	137,794	138,434	(640)
Family Crisis Center	88,800	88,800	88,800	-
Promoting Safe/Stable Families	-	-	-	-
Total Social Services	1,282,840	1,282,840	1,118,301	164,539
<u>Recreation and Culture:</u>				
Agriculture Expo	13,000	13,000	13,000	-
Allegany County Arts Council	35,000	35,000	35,000	-
Allegany County fair	523,203	523,203	586,192	(62,989)
Highland trail operations	98,163	98,163	116,100	(17,937)
Cumberland Summer Theatre	12,000	12,000	12,000	-
Program Open Space	583,857	583,857	141,010	442,847
Total Recreation and Culture	1,265,223	1,265,223	903,302	361,921
<u>Conservation of Natural Resources:</u>				
Agricultural Extension Service	157,952	157,952	157,906	46
Soil conservation services	149,114	149,114	114,313	34,801
Gypsy moth control	10,000	10,000	6,000	4,000
Total Conservation of Natural Resources	317,066	317,066	278,219	38,847
<u>Community Development & Housing</u>				
Allegany Co. Public Housing Authority	8,000	8,000	8,000	-
Total Community Development & Housing	8,000	8,000	8,000	-
<u>Economic Development:</u>				
Scenic railroad development	140,000	140,000	140,000	-
Tri-County Council	40,000	40,000	40,000	-
Tourism department	642,000	642,000	544,571	97,429
Toll House	2,650	2,650	343	2,307
Thrasher Museum	15,000	15,000	23,876	(8,876)
Community promotion	14,000	14,000	10,665	3,335
Total Economic Development	853,650	853,650	759,455	94,195

(continued)

**ALLEGANY COUNTY, MARYLAND
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2019**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final	Amount	
EXPENDITURES:				
EXPENDITURES (Continued):				
<u>Appropriations to Other Governmental Units:</u>				
Grants in Lieu of Taxes	28,704	28,704	28,704	-
Health Department	1,462,385	1,462,385	1,462,385	-
Department of Social Services	11,000	11,000	34,616	(23,616)
Total Appropriations to Other Govt Units:	1,502,089	1,502,089	1,525,705	(23,616)
<u>Miscellaneous:</u>				
Miscellaneous	140,873	140,873	82,174	58,699
Total Miscellaneous	140,873	140,873	82,174	58,699
<u>Payments to Component Units</u>				
Allegany Co. Board of Education	30,424,308	30,424,308	30,424,308	-
Allegany College	7,630,550	7,630,550	7,630,550	-
Allegany County Library	956,975	956,975	956,975	-
Information Technology	188,456	188,456	145,424	43,032
Total payments to component units	39,200,289	39,200,289	39,157,257	43,032
Total Expenditures	86,869,990	86,869,990	89,033,110	(2,163,120)
Excess (deficiency) of revenues over (under) expenditures	1,709,237	1,709,237	3,631,625	6,248,180
OTHER FINANCING SOURCES (USES)				
<u>Unexpended balance - prior years</u>	1,571,596	1,571,596	-	(1,571,596)
<u>Transfers in from other funds:</u>				
Transfers from special revenue funds	156,988	156,988	-	(156,988)
Transfers from Debt Service Fund	-	-	-	-
Transfers from enterprise funds	28,608	28,608	22,811	(5,797)
Total Transfers In	185,596	185,596	22,811	(162,785)
<u>Operating Transfers to Other Funds:</u>				
Special revenue funds:				
Transit Fund	(458,279)	(458,279)	(320,184)	138,095
Housing & Section 8 fund	-	-	-	-
Narcotics Task Force	-	-	-	-
Gaming fund	-	-	-	-
RBF	-	-	-	-
Debt service Fund:				
From General government	(2,901,366)	(2,901,366)	(2,867,406)	33,960
From Bureau of Police	-	-	-	-
Capital Projects Fund				
Pay-Go Fund	-	-	(25,000)	(25,000)
Capital Projects Fund	-	-	-	-
Enterprise funds:				
Allcomet	(25,000)	(25,000)	-	25,000
Sanitary fund/Water fund	(91,784)	(91,784)	(105,557)	(13,773)
Total operating transfers to other funds	(3,476,429)	(3,476,429)	(3,318,147)	158,282
<u>Sale of capital assets</u>	10,000	10,000	40,020	30,020
Total Other Financing Sources and Uses	(1,709,237)	(1,709,237)	(3,255,316)	(1,546,079)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	\$ -	\$ -	376,309	\$ 4,702,103
Fund balance, beginning			25,244,740	
Fund balance, ending			\$ 25,621,049	

ALLEGANY COUNTY, MARYLAND
BUDGETARY COMPARISON SCHEDULE
REVOLVING BUILDING FUND SPECIAL REVENUE FUND
FOR THE YEAR ENDED JUNE 30, 2019

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amount	Final Budget -
				Positive
				(Negative)
REVENUES:				
Miscellaneous	\$ 3,139,083	\$ 3,139,083	\$ 3,372,457	\$ 233,374
State Grants			104,085	104,085
Total Revenues	3,139,083	3,139,083	3,476,542	337,459
EXPENDITURES				
Economic development	11,307,421	11,307,421	3,076,415	8,231,006
Total Expenditures	11,307,421	11,307,421	3,076,415	8,231,006
Excess (deficiency) of revenues over (under) expenditures	(8,168,338)	(8,168,338)	400,127	8,568,465
OTHER FINANCING SOURCES AND USES:				
Unexpended balance - prior years	8,369,138	8,369,138		(8,369,138)
Transfers to other funds	(200,800)	(200,800)	(1,058,516)	(857,716)
Sale of Assets			18,925	18,925
Total Other Financing Sources and Uses	8,168,338	8,168,338	(1,039,591)	(9,207,929)
Net change in fund balances	\$ -	\$ -	(639,464)	\$ (639,464)
Fund balance, beginning			9,915,280	
Fund balance, ending			\$ 9,275,816	

Notes to Required Supplementary Information

June 30, 2019

Budgetary Basis

Annual budgets are adopted for the General and all Special Revenue Funds which include the major funds presented in the Required Supplementary Information. All governmental fund budgets are adopted on a basis consistent with generally accepted accounting principles (GAAP). Encumbrances and appropriations generally lapse at year-end and are treated as expenditures in the year the liability is incurred.

**COMBINING & INDIVIDUAL
FUND FINANCIAL
STATEMENTS
&
SCHEDULES**

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NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds

Special revenue funds are used to account for the proceeds of specific revenue sources that are legally restricted for specific purposes.

Coal Haul Roads Fund - this fund accounts for taxes levied on mined coal which are locally restricted for repairing those roads used in transporting coal.

Transit Fund - the Transit Fund accounts for the operation of a public transit system. The primary sources of revenues are federal and state grants.

CDBG Fund - this fund accounts for revenues from the federal Department of Housing and Urban Development. These revenues are restricted to accomplish the various objectives of CDBG programs.

Block Grant Program Income Fund - program income from Community Development Block Grants which are restricted to specific programs are recorded in this fund.

Community Development and Housing - this fund accounts for federal grants restricted for low income housing programs as well as various other state and federal housing programs administered by the County.

Gaming Fund - this fund reports paper gaming revenues and their support of County fire companies and public education.

Drug Task Force Fund - this fund accounts for federal and state grants and local seizure revenues that are used to prevent the distribution and manufacture of illegal drugs.

Sheriff Narcotics Task Force Fund - this fund accounts for expenditures needed in order to prevent the distribution and manufacture of illegal drugs. Funded with fees such as impound fees and towing fees.

State Fire and Rescue Fund - this fund accounts for the receipt and distribution of State Section 508 funds to the various County fire and rescue organizations.

Rocky Gap Slots Revenue Fund-this fund accounts for the receipt of slots revenue from the Rocky Gap Casino and the distribution of funds to various agencies.

Debt Service Fund

The Debt Service Fund is used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources.

Capital Projects Funds

The Capital Projects Fund is used to account for capital projects primarily funded by grants and other external sources.

The PAYGO (Pay-As-You-Go) Capital Project Fund is used to segregate resources for future capital projects and is funded by transfers from the general fund and other sources.

ALLEGANY COUNTY, MARYLAND
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2019

Special Revenue Funds								
	Coal Haul Roads Fund	Transit Fund	Community Development Block Grant Fund	Block Grant Program Income Fund	Community Development & Housing Fund	Drug Task Force Fund	Sheriff Narcotics Task Force	Gaming Fund
ASSETS:								
Cash	\$ -	\$ 150	\$ -	\$ -	\$ -	\$ 1,000		\$ -
Cash - restricted					29,642			-
Investments	779,815			-	-	104,220	8,500	-
Investments-restricted								
Receivables								
Notes and loans				206,364		-	-	-
Other		249,017						20,988
Due from other funds	-		9,739	92,791	135,328	444,400	56,564	789,383
Inventory	-	39,977	-	-	-	-	-	-
Total Assets	<u>779,815</u>	<u>289,144</u>	<u>9,739</u>	<u>299,155</u>	<u>164,970</u>	<u>549,620</u>	<u>65,064</u>	<u>810,371</u>
LIABILITIES:								
Accounts payable	132,525	11,905			82,162	11,213	5,259	658
Accrued payroll		18,739				877		2,426
Accrued payroll fringe	-	9,147				68		720
Due to other funds	488,877	249,353	-			-		-
Amounts held in escrow	-	-	-		82,808	378,784	30,490	-
Unavailable revenue	-		-	206,365	-	-	-	-
Total Liabilities	<u>621,402</u>	<u>289,144</u>	<u>-</u>	<u>206,365</u>	<u>164,970</u>	<u>390,942</u>	<u>35,749</u>	<u>3,804</u>
DEFERRED INFLOWS of RESOURCES:								
Grant Reimbursement not Available		-						
Total Deferred Inflows of Resources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
FUND BALANCES								
Nonspendable		39,977	-	-	-	-	-	-
Restricted	158,413	-	9,739	92,790	-	158,678	29,315	-
Committed			-	-	-	-	-	806,567
Assigned			-	-	-	-	-	-
Unassigned	-	(39,977)	-	-	-	-	-	-
Total Fund Balances	<u>158,413</u>	<u>-</u>	<u>9,739</u>	<u>92,790</u>	<u>-</u>	<u>158,678</u>	<u>29,315</u>	<u>806,567</u>
Total Liabilities, deferred inflows of resources and fund balances	<u>\$ 779,815</u>	<u>\$ 289,144</u>	<u>\$ 9,739</u>	<u>\$ 299,155</u>	<u>\$ 164,970</u>	<u>\$ 549,620</u>	<u>\$ 65,064</u>	<u>\$ 810,371</u>

ALLEGANY COUNTY, MARYLAND
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
JUNE 30, 2019

Special Revenue Funds			Debt Service	Capital Project Funds			Total Nonmajor Governmental Funds
State Fire, Rescue & Public Safety Fund	Rocky Gap Slots Revenue Fund	Total	Debt Service Fund	Capital Project Fund	PAYGO Capital Project Fund	Total Capital Projects Funds	
\$ -		\$ 1,150	\$ -	\$ -	\$ -	\$ -	\$ 1,150
		29,642					29,642
320,730		1,213,265			1,600,796	1,600,796	2,814,061
		206,364					206,364
5,546	201,351	476,902		1,139,344	1,743	1,141,087	1,617,989
406,956	1,174,771	3,109,932					3,109,932
-		39,977	-	-	-	-	39,977
<u>733,232</u>	<u>1,376,122</u>	<u>5,077,232</u>	<u>-</u>	<u>1,139,344</u>	<u>1,602,539</u>	<u>2,741,883</u>	<u>7,819,115</u>
8,057	966,307	1,218,086		315,360	71,129	386,489	1,604,575
-		22,042	-	1,198		1,198	23,240
		9,935		109		109	10,044
		738,230	355,364	99,847	142,109	241,956	1,335,550
		492,082					492,082
-		206,365	-	441,008		441,008	647,373
<u>8,057</u>	<u>966,307</u>	<u>2,686,740</u>	<u>355,364</u>	<u>857,522</u>	<u>213,238</u>	<u>1,070,760</u>	<u>4,112,864</u>
		-		1,088,106	-	1,088,106	1,088,106
-	-	-	-	1,088,106	-	1,088,106	1,088,106
-		39,977					39,977
725,175		1,174,110					1,174,110
-	409,815	1,216,382					1,216,382
-					1,389,301	1,389,301	1,389,301
-		(39,977)	(355,364)	(806,284)	-	(806,284)	(1,201,625)
<u>725,175</u>	<u>409,815</u>	<u>2,390,492</u>	<u>(355,364)</u>	<u>(806,284)</u>	<u>1,389,301</u>	<u>583,017</u>	<u>2,618,145</u>
<u>\$ 733,232</u>	<u>\$ 1,376,122</u>	<u>\$ 5,077,232</u>	<u>\$ -</u>	<u>\$ 1,139,344</u>	<u>\$ 1,602,539</u>	<u>\$ 2,741,883</u>	<u>\$ 7,819,115</u>

ALLEGANY COUNTY, MARYLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

	Special Revenue Funds							
	Coal Haul Roads Fund	Transit Fund	Community Development Block Grant Fund	Block Grant Program Income Fund	Community Development & Housing Fund	Drug Task Force Fund	Sheriff Narcotics Task Force	Gaming Fund
REVENUES:								
Other local taxes	\$ 60,924	\$ -	\$ -	\$ -	\$ -	\$ -		\$ 477,059
Intergovernmental:								
Federal	-	1,110,909	-	367	977,224	-		
State/Other	-	431,780	-	-	-	33,200		
Service charges	-	356,152	-	-	-	-		33,100
Fines and forfeitures	-	-	-	-	-	117,009	15,530	500
Interest	13,669	-	-	-	-	1,721		
Miscellaneous	-	44,431	-	35,262	-	-	27,590	-
Total Revenues	74,593	1,943,272	-	35,629	977,224	151,930	43,120	510,659
EXPENDITURES:								
Current:								
General government	-	-	-	-	-	-	-	149,444
Public safety	-	-	-	-	-	114,888	34,283	78,150
Public works	-	1,753,197	-	-	-	-	-	-
Highways	-	-	-	-	-	-	-	-
Community Development and Housing	-	-	-	5,956	977,224	-	-	-
Economic development	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
Payments to component units	-	-	-	-	-	-	-	-
Debt Service:								
Principal	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Capital Outlay:								
General government	-	-	-	-	-	-	-	-
Public Safety	-	-	-	-	-	-	28,808	-
Public works	132,525	512,358	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-
Recreation & Culture	-	-	-	-	-	-	-	-
Library	-	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
Total Expenditures	132,525	2,265,555	-	5,956	977,224	114,888	63,091	227,594
Excess (deficiency) of revenues over (under) expenditures	(57,932)	(322,283)	-	29,673	-	37,042	(19,971)	283,065
OTHER FINANCING SOURCES (USES):								
Transfers in	-	320,183	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Debt issued	-	-	-	-	-	-	-	-
Capital leases	-	-	-	-	-	-	-	-
Sale of capital assets	-	2,100	-	-	-	19,300	22,205	-
Total Other Financing Sources and uses	-	322,283	-	-	-	19,300	22,205	-
Net change in fund balances	(57,932)	-	-	29,673	-	56,342	2,234	283,065
Fund balance, beginning,	216,345	-	9,739	63,117	-	102,336	27,081	523,502
Fund balance, ending	\$ 158,413	\$ -	\$ 9,739	\$ 92,790	\$ -	\$ 158,678	\$ 29,315	\$ 806,567

ALLEGANY COUNTY, MARYLAND
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

Special Revenue Funds			Debt Service	Capital Project Funds			Total Nonmajor Governmental Funds
State Fire, Rescue & Public Safety Fund	Rocky Gap Slots Revenue Fund	Total Special Revenue Funds	Debt Service Fund	Capital Project Fund	PAYGO Capital Project Fund	Total Capital Projects Funds	
\$ -		\$ 537,983	\$ -			\$ -	\$ 537,983
		2,088,500	-				2,088,500
333,720	2,398,040	3,196,740		357,668		357,668	3,554,408
		389,252	-	40,320		40,320	429,572
		133,039					133,039
6,892		22,282		-	33,007	33,007	55,289
116,332		223,615	-		11,238	11,238	234,853
456,944	2,398,040	6,591,411	-	397,988	44,245	442,233	7,033,644
-	316,000	465,444	-			-	465,444
425,305	1,230,877	1,883,503					1,883,503
		1,753,197					1,753,197
		983,180					983,180
	360,000	360,000					360,000
		-	2,312,554				2,312,554
		-	736,306				736,306
		21,254		21,254		21,254	21,254
		28,808		5,942	93,995	99,937	128,745
		644,883		1,929,531	110,338	2,039,869	2,684,752
	200,000	200,000	-	143,875	726,251	870,126	1,070,126
		-		-	150,191	150,191	150,191
		-		-	-	-	-
425,305	2,106,877	6,319,015	3,048,860	2,100,602	1,080,775	3,181,377	12,549,252
31,639	291,163	272,396	(3,048,860)	(1,702,614)	(1,036,530)	(2,739,144)	(5,515,608)
	(160,000)	320,183	3,048,860	1,275,582	226,842	1,502,424	4,871,467
		(160,000)	-	(8,570)	(17,042)	(25,612)	(185,612)
		43,605	-	-	-	-	43,605
-	(160,000)	203,788	3,048,860	1,267,012	209,800	1,476,812	4,729,460
31,639	131,163	476,184		(435,602)	(826,730)	(1,262,332)	(786,148)
693,536	278,652	1,914,308	(355,364)	(370,682)	2,216,031	1,845,349	3,404,293
\$ 725,175	\$ 409,815	\$ 2,390,492	\$ (355,364)	\$ (806,284)	\$ 1,389,301	\$ 583,017	\$ 2,618,145

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NONMAJOR ENTERPRISE FUNDS

Enterprise Funds

Enterprise funds are used when debt is backed solely by fees or charges, or there is a legal requirement to recover costs through fees or charges or a policy decision has been made to recover costs of providing services through user fees.

Allconet II Fund - this fund is used to account for the assets and operations of the second phase of the Allegany County high speed internet network which provides the infrastructure to connect the private and public sector to broadband/wideband technologies.

County Loan Fund - this fund accounts for the loan activity between the County, various agencies and the community. It also includes loans to the County's enterprise funds.

ALLEGANY COUNTY, MARYLAND
 COMBINING STATEMENT OF NET POSITION
 PROPRIETARY FUND TYPE - NON-MAJOR ENTERPRISE FUNDS
 June 30, 2019

		Allegany County Loan Fund	Total
ASSETS	Allegheny II		
Current Assets:			
Cash:			
Cash	\$	\$	\$
Receivables:			
Accounts (net)	13,353		13,353
Other	25,750	135,537	161,287
Due from other funds	375,270	601,807	977,077
Miscellaneous assets		-	
Total current assets	414,373	737,344	1,151,717
Non-current Assets:			
Advances to other funds	-	235,243	235,243
Capital assets subject to depreciation	4,646,461	-	4,646,461
Accumulated depreciation	(4,364,606)	-	(4,364,606)
Total noncurrent assets	281,855	235,243	517,098
Total Assets	696,228	972,587	1,668,815
LIABILITIES			
Current Liabilities:			
Accounts payable	624		624
Due to other funds	-		
Miscellaneous liabilities			-
Total current liabilities	624	-	624
Noncurrent Liabilities:			
Long term debt:			
Compensated absences		-	-
Total noncurrent liabilities	-	-	-
Total Liabilities	624	-	624
NET POSITION			
Net investment in capital assets	281,855		281,855
Unrestricted	413,749	972,587	1,386,336
Total Net Position	\$ 695,604	\$ 972,587	\$ 1,668,191

ALLEGANY COUNTY, MARYLAND
COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
PROPRIETARY FUND TYPE - NON-MAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED JUNE 30, 2019

		Allegany County Loan Fund	Total
OPERATING REVENUES:	<u>Alconet II</u>		
Service charges	44,187	-	44,187
Total operating Revenues	<u>44,187</u>		<u>44,187</u>
OPERATING EXPENSES:			
Rent Expense	4,932		4,932
Utilities	6,338		6,338
Repairs & maintenance	36,104		36,104
Professional services	486		486
Materials and supplies			-
Insurance	1,560		1,560
Miscellaneous			-
Depreciation	118,358	-	118,358
Total operating expenses	<u>167,778</u>	-	<u>167,778</u>
Operating Income (Loss)	<u>(123,591)</u>	-	<u>(123,591)</u>
NON-OPERATING REVENUE (EXPENSES):			
Interest income	108	-	108
Other income (expense)	-	-	-
Total non-operating revenue (expenses)	<u>108</u>	-	<u>108</u>
Income (Loss) before contributions and transfers	(123,483)	-	(123,483)
Federal grants			-
Other agency grants			-
Transfer in			-
Transfer out		(22,811)	(22,811)
Change in net position	<u>(123,483)</u>	<u>(22,811)</u>	<u>(146,294)</u>
Total net position - beginning	819,087	995,398	1,814,485
Total net position - ending	<u>\$ 695,604</u>	<u>\$ 972,587</u>	<u>\$ 1,668,191</u>

ALLEGANY COUNTY, MARYLAND
 COMBINING STATEMENT OF CASH FLOWS
 PROPRIETARY FUND TYPE - NON-MAJOR ENTERPRISE FUNDS
 FOR THE YEAR ENDED JUNE 30, 2019

	Allegheny County Loan Fund	Total
Cash flows from operating activities:		
Cash received from customers	\$ 40,259	\$ 61,476
Cash payments for goods and services	(49,161)	(49,161)
Other operating revenues	-	-
Net cash provided by operating activities	(8,902)	12,315
Cash flows from noncapital financing activities:		
Advances from other funds	49,289	46,688
Advances to other funds	(40,495)	(36,300)
Transfers from other funds	-	-
Transfers to other funds	(22,811)	(22,811)
Net cash provided by noncapital financing activities	8,794	(12,423)
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	-	-
Grant Revenue/Other agency revenue	-	-
Net cash used for capital and related financing activities	-	-
Cash flows from investing activities:		
Purchase of investments	-	-
Sale of investments	-	-
Interest on investments	108	108
Net cash used in investing activities	108	108
Net increase (decrease) in cash	-	-
Cash at beginning of the year	-	-
Cash at end of year	\$ -	\$ -
Reconciliation of operating income to net cash provided by operating activities:		
Operating income (loss)	\$ (123,591)	\$ (123,591)
Adjustments to reconcile operating income to net cash provided by operating activities:		
Depreciation	118,358	118,358
Provision for uncollectible accounts	-	-
Change in assets & liabilities:		
(Increase) decrease in receivables	(3,928)	17,289
(Increase) decrease in prepaids	-	-
Increase (decrease) in acc'ts payable	259	259
Increase (decrease) in accrued payroll	-	-
Total adjustments	114,689	135,906
Net cash provided by operating activities	\$ (8,902)	\$ 12,315

**SCHEDULES OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCE -
BUDGET AND ACTUAL**

**Debt Service Fund,
Special Revenue Funds
&
Capital Project Funds**

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ALLEGANY COUNTY, MARYLAND
DEBT SERVICE FUND
SCHEDULE OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
<u>Expenditures:</u>				
Current:				
Miscellaneous:				
Paying agent fees	\$ 25,000	\$ 25,000	\$	\$ 25,000
Debt Service:				
Principal payments on :				
General obligation debt	2,083,908	2,083,908	2,098,908	(15,000)
State loans	230,309	230,309	213,646	16,663
Total principal payments	<u>2,314,217</u>	<u>2,314,217</u>	<u>2,312,554</u>	<u>1,663</u>
Interest payments on:				
General obligation debt	723,125	723,125	726,689	(3,564)
State loans	20,476	20,476	9,617	10,859
Total interest payments	<u>743,601</u>	<u>743,601</u>	<u>736,306</u>	<u>7,295</u>
Total Expenditures	<u>3,082,818</u>	<u>3,082,818</u>	<u>3,048,860</u>	<u>33,958</u>
Deficiency of revenues under expenditures	<u>(3,082,818)</u>	<u>(3,082,818)</u>	<u>(3,048,860)</u>	<u>(33,958)</u>
<u>Other Financing Sources and (Uses):</u>				
Unexpended Fund Balance	-			
Transfers from other funds:				
From the General Fund	2,901,366	2,901,366	2,867,408	(33,958)
From the Revolving Building Fund	181,452	181,452	181,452	-
Transfer to General Fund				
Total Other Financing Sources and Uses	<u>3,082,818</u>	<u>3,082,818</u>	<u>3,048,860</u>	<u>(33,958)</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ -</u>		<u>\$ -</u>
Fund balance, beginning			<u>(355,364)</u>	
Fund balance, ending			<u>\$ (355,364)</u>	

ALLEGANY COUNTY, MARYLAND
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUN 30, 2019

	Coal Haul Road Fund				Transit Fund			
	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUES:								
Taxes - State Shared	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other local taxes	80,000	80,000	60,924	(19,076)	-	-	-	-
Intergovernmental:								
Federal	-	-	-	-	1,736,403	1,736,403	1,110,909	(625,494)
State	-	-	-	-	512,027	512,027	431,780	(80,247)
Other	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	394,250	394,250	356,152	(38,098)
Fines and forfeitures	-	-	-	-	-	-	-	-
Interest	5,000	5,000	13,669	8,669	-	-	-	-
Miscellaneous	-	-	-	-	5,100	5,100	46,531	41,431
Total Revenues	85,000	85,000	74,593	(10,407)	2,647,780	2,647,780	1,945,372	(702,408)
EXPENDITURES:								
General government	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Public works	140,000	140,000	132,525	7,475	3,106,060	3,106,060	2,765,555	840,505
Health & hospitals	-	-	-	-	-	-	-	-
Highway	-	-	-	-	-	-	-	-
Social Services	-	-	-	-	-	-	-	-
Community Development and Housing	-	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
Payments to Component Units	-	-	-	-	-	-	-	-
Total Expenditures	140,000	140,000	132,525	7,475	3,106,060	3,106,060	2,265,555	840,505
Excess (deficiency) of revenues over (under) expenditures	(55,000)	(55,000)	(57,932)	(2,932)	(458,280)	(458,280)	(320,183)	138,097
OTHER FINANCING SOURCES AND (USES):								
Unexpended balance - prior	55,000	55,000	-	(55,000)	-	-	-	-
Transfer from other funds	-	-	-	-	458,280	458,280	320,183	(138,097)
Transfers to other funds	-	-	-	-	-	-	-	-
Debt issued	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Total Other Financing Sources and Uses	55,000	55,000	-	(55,000)	458,280	458,280	320,183	(138,097)
Net change in fund balances	\$ -	\$ -	(57,932)	\$ (57,932)	\$ -	\$ -	-	\$ -
Fund balance, beginning,			216,345				-	
Fund balance, ending			\$ 158,413				\$ -	

ALLEGANY COUNTY, MARYLAND
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

Community Development Block Grant Fund					Block Grant Program Income Fund				
	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)	
REVENUES:									
Taxes - Stamp Shared	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Other local taxes	-	-	-	-	-	-	-	-	
Intergovernmental:									
Federal	-	-	-	-	-	-	367	367	
State	-	-	-	-	-	-	-	-	
Other	-	-	-	-	-	-	-	-	
Service charges	-	-	-	-	-	-	-	-	
Fines and forfeitures	-	-	-	-	-	-	-	-	
Insurance	-	-	-	-	-	-	-	-	
Miscellaneous	-	-	-	-	-	-	35,262	35,262	
Total Revenues	-	-	-	-	-	-	35,629	35,629	
EXPENDITURES:									
General government	-	-	-	-	-	-	-	-	
Public utility	-	-	-	-	-	-	-	-	
Public works	-	-	-	-	-	-	-	-	
Health & hospitals	-	-	-	-	-	-	-	-	
Highway	-	-	-	-	-	-	-	-	
Social Services	-	-	-	-	-	-	-	-	
Community Development and Housing	-	-	-	-	-	-	5,956	(5,956)	
Economic development	-	-	-	-	-	-	-	-	
Miscellaneous	-	-	-	-	-	-	-	-	
Payments to Component Units	-	-	-	-	-	-	-	-	
Total Expenditures	-	-	-	-	-	-	5,956	(5,956)	
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-	-	29,673	29,673	
OTHER FINANCING SOURCES AND (USES):									
Unexpended balance - prior	-	-	-	-	-	-	-	-	
Transfer from other funds	-	-	-	-	-	-	-	-	
Transfers to other funds	-	-	-	-	-	-	-	-	
Debt issued	-	-	-	-	-	-	-	-	
Sale of capital assets	-	-	-	-	-	-	-	-	
Total Other Financing Sources and Uses	-	-	-	-	-	-	-	-	
Net change in fund balances	\$ -	\$ -	-	\$ -	\$ -	\$ -	29,673	\$ 29,673	
Fund balance, beginning,			9,739				63,117		
Fund balance, ending			\$ 9,739				\$ 92,790		

ALLEGANY COUNTY, MARYLAND
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	Community Development & Housing Fund				Sheriff Drug Task Force				Narcotics Drug Task Force			
	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUES:												
Taxes - State Shared	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other local taxes	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental:												
Federal			977,224	977,224								
State			-	-							33,200	33,200
Other			-	-					30,000	30,000	-	(30,000)
Service charges			-	-							-	-
Fines and forfeitures			-	-			15,530	15,530	74,228	74,228	117,009	42,781
Interest			-	-			-	-			1,721	1,721
Miscellaneous			-	-			49,795	49,795	-	-	19,300	19,300
Total Revenues	-	-	977,224	977,224	-	-	65,325	65,325	104,228	104,228	171,230	67,002
EXPENDITURES:												
General government			-	-							-	-
Public safety			-	-			63,091	(63,091)	104,228	104,228	114,888	(10,660)
Public works			-	-							-	-
Health & hospitals			-	-							-	-
Highway			-	-							-	-
Social Services			-	-							-	-
Community Development and Housing			977,224	(977,224)							-	-
Economic development			-	-							-	-
Miscellaneous			-	-							-	-
Payments to Component Unit			-	-							-	-
Total Expenditures	-	-	977,224	(977,224)	-	-	63,091	(63,091)	104,228	104,228	114,888	(10,660)
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-	-	2,234	2,234	-	-	56,342	56,342
OTHER FINANCING SOURCES AND (USES):												
Unexpended balance - prior			-	-							-	-
Transfer from other funds			-	-							-	-
Transfer to other funds			-	-							-	-
Debt issued			-	-							-	-
Sale of capital assets			-	-							-	-
Total Other Financing Sources and Uses			-	-							-	-
Net change in fund balances	\$ -	\$ -	-	\$ -	\$ -	\$ -	2,234	\$ 2,234	\$ -	\$ -	56,342	\$ 56,342
Fund balance, beginning,			-	-			27,081				102,336	
Fund balance, ending			\$ -	\$ -			\$ 29,315				\$ 158,678	

ALLEGANY COUNTY, MARYLAND
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	Camping Fund				Revolving Building Fund			
	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUES:								
Taxes - State Shared	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other local taxes	366,000	366,000	477,059	111,059	-	-	-	-
Intergovernmental:								
Federal	-	-	-	-	-	-	-	-
State	-	-	-	-	-	-	104,085	104,085
Other	-	-	-	-	-	-	-	-
Service charges	31,000	31,000	33,600	2,600	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	3,139,083	3,139,083	3,372,457	233,374
Total Revenues	397,000	397,000	510,659	113,659	3,139,083	3,139,083	3,476,542	337,459
EXPENDITURES:								
General government	157,993	157,993	149,444	8,549	-	-	-	-
Public safety	59,752	59,752	78,150	(18,398)	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Health & hospitals	-	-	-	-	-	-	-	-
Highway	-	-	-	-	-	-	-	-
Social Services	-	-	-	-	-	-	-	-
Community Development and Housing	-	-	-	-	-	-	-	-
Economic development	-	-	-	-	11,307,421	11,307,421	3,076,415	8,231,006
Miscellaneous	-	-	-	-	-	-	-	-
Payments to Component Units	179,255	179,255	179,255	-	-	-	-	-
Total Expenditures	397,000	397,000	227,894	169,106	11,307,421	11,307,421	3,076,415	8,231,006
Excess (deficiency) of revenues over (under) expenditures	-	-	283,065	283,065	(8,168,338)	(8,168,338)	400,127	8,568,465
OTHER FINANCING SOURCES AND (USES):								
Unexpended balance - prior yr	-	-	-	-	8,369,138	8,369,138	-	(8,369,138)
Transfers from other funds	-	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	(200,800)	(200,800)	(1,058,516)	(857,716)
Debt issued	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	18,925	18,925
Total Other Financing Sources and Uses	-	-	-	-	8,168,338	8,168,338	(1,039,591)	(9,207,929)
Net change in fund balances	\$ -	\$ -	283,065	\$ 283,065	\$ -	\$ -	(639,464)	\$ (639,464)
Fund balance, beginning,			523,502				9,915,280	
Fund balance, ending			\$ 806,567				\$ 9,275,816	

ALLEGANY COUNTY, MARYLAND
SPECIAL REVENUE FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	Fire, Rescue & Public Safety Fund				Rocky Gap State Revenue Fund				Total Special Revenue Funds			
	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUES:												
Taxes - State Shared	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other local taxes	-	-	-	-	-	-	-	-	446,000	446,000	537,983	91,983
Intergovernmental:												
Federal	-	-	-	-	-	-	-	-	1,736,403	1,736,403	2,088,500	352,097
State	335,970	335,970	333,720	(2,250)	2,356,988	2,356,988	2,398,040	41,052	847,997	3,204,985	3,300,825	95,840
Other	-	-	-	-	-	-	-	-	30,000	30,000	-	(30,000)
Service charges	29,000	29,000	-	(29,000)	-	-	-	-	454,250	454,250	389,752	(64,498)
Fines and forfeitures	-	-	-	-	-	-	-	-	74,228	74,228	132,539	58,311
Interest	-	-	6,892	6,892	-	-	-	-	5,000	5,000	22,282	17,282
Miscellaneous	37,000	37,000	116,332	79,332	-	-	-	-	3,181,183	3,181,183	3,639,677	458,494
Total Revenues	401,970	401,970	456,944	54,974	2,356,988	2,356,988	2,398,040	41,052	6,775,061	9,132,049	10,111,558	979,509
EXPENDITURES:												
General government	-	-	-	-	92,663	92,663	316,008	223,337	157,993	250,636	465,444	214,788
Public safety	401,970	401,970	425,305	(23,335)	1,387,337	1,387,337	1,230,877	156,460	565,950	1,933,287	1,912,311	(40,976)
Public works	-	-	-	-	-	-	-	-	3,246,060	3,246,060	2,398,080	(847,980)
Health & hospitals	-	-	-	-	-	-	-	-	-	-	-	-
Highway	-	-	-	-	-	-	-	-	-	-	-	-
Social Services	-	-	-	-	-	-	-	-	-	-	-	-
Community Development and Housing	-	-	-	-	-	-	-	-	-	-	983,180	983,180
Economic development	-	-	-	-	-	-	-	-	-	-	-	-
Education	-	-	-	-	200,000	200,000	200,000	-	11,307,421	11,307,421	3,076,415	(8,231,006)
Payments to Component Units	-	-	-	-	360,000	360,000	360,000	-	200,000	200,000	200,000	-
Total Expenditures	401,970	401,970	425,305	(23,335)	2,040,000	2,040,000	2,106,877	379,797	15,456,679	17,496,679	9,395,430	(8,101,249)
Excess (deficiency) of revenues over (under) expenditures	-	-	31,639	31,639	316,988	316,988	291,163	291,163	(8,681,618)	(8,364,630)	716,128	(7,121,740)
OTHER FINANCING SOURCES AND USES:												
Unexpended balance - prior y.	-	-	-	-	-	-	-	-	8,424,138	8,424,138	-	(8,424,138)
Transfer from other funds	-	-	-	-	-	-	-	-	438,280	438,280	320,183	(138,097)
Transfer to other funds	-	-	-	-	(316,988)	(316,988)	(160,000)	156,988	(200,800)	(517,768)	(1,218,516)	(700,728)
Debt issued	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	18,925	18,925
Total Other Financing Sources and Uses	-	-	-	-	(316,988)	(316,988)	(160,000)	156,988	8,681,618	8,364,630	(879,408)	(9,244,038)
Net change in fund balances	\$ -	\$ -	31,639	\$ 31,639	\$ -	\$ -	131,163	\$ 448,151	\$ -	\$ -	\$ (163,280)	\$ (16,365,778)
Fund balance, beginning			693,535				278,652				11,829,588	
Fund balance, ending			\$ 725,175				\$ 409,815				\$ 11,666,308	

ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

	Capital Improvement Projects Fund				Pay-As-You-Go (PAYGO) Fund			
	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
REVENUES:								
Intergovernmental:								
Federal grants			\$	\$				
State grants			357,668	357,668				
Other								
Other Taxes								
Miscellaneous:								
Interest							33,007	33,007
Miscellaneous			40,320	40,320			11,238	11,238
Total Revenues			397,988	397,988			44,245	44,245
EXPENDITURES:								
General Government			21,254	(21,254)				
Public Safety	538,000	538,000	5,942	532,058			93,995	(93,995)
Public Works			1,929,531	(1,929,531)	137,500	137,500	110,338	27,162
Health								
Social Services								
Education	270,000	270,000	143,875	126,125			726,251	(726,251)
Recreation, Culture & Libraries					150,000	150,000	150,191	(191)
Conservation of Natural Resources								
Economic Development								
Miscellaneous								
Payments to component units								
Total Expenditures	808,000	808,000	2,100,602	(1,292,602)	287,500	287,500	1,080,775	(793,275)
Excess (deficiency) of revenues over (under) expenditures	(808,000)	(808,000)	(1,702,614)	(894,614)	(287,500)	(287,500)	(1,036,530)	(749,030)
OTHER FINANCING SOURCES AND USES:								
Unexpended fund balance	270,000	270,000		(270,000)	287,500	287,500		(287,500)
Transfers In:								
From other funds			1,275,582	1,275,582			226,842	226,842
Transfers Out:								
To other funds			(8,570)	(8,570)			(17,042)	(17,042)
Debt issued	538,000	538,000		(538,000)				
Capital leases								
Sale of capital assets								
Total Other Financing Uses	808,000	808,000	1,267,012	459,012	287,500	287,500	209,800	(77,700)
Net change in fund balances	\$	\$	(435,602)	\$ (435,602)	\$	\$	(826,730)	\$ (826,730)
Fund balance, beginning			(370,682)				2,216,031	
Fund balance, ending			<u>(806,284)</u>				<u>\$ 1,389,301</u>	

ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FOR THE YEAR ENDED JUNE 30, 2019

Public Improvement Bonds Capital Projects Fund				Total All Capital Projects			
Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
\$ -	\$ -	\$ 148,606	\$ 148,606	\$ -	\$ -	\$ 148,606	\$ 148,606
-	-	-	-	-	-	357,668	357,668
-	-	-	-	-	-	-	-
-	-	93,058	93,058	-	-	126,065	126,065
-	-	-	-	-	-	51,558	51,558
-	-	241,664	241,664	-	-	683,897	683,897
-	-	-	-	-	-	-	-
-	-	227,687	(227,687)	-	-	248,941	(248,941)
-	-	549,640	(549,640)	538,000	538,000	649,577	(111,577)
400,000	400,000	586,387	(186,387)	537,500	537,500	2,626,256	(2,088,756)
-	-	-	-	-	-	-	-
12,315,000	12,315,000	2,092,624	10,222,376	12,585,000	12,585,000	2,962,750	9,622,250
-	-	-	-	150,000	150,000	150,191	(191)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
12,715,000	12,715,000	3,456,338	9,258,662	13,810,500	13,810,500	6,637,715	7,172,785
(12,715,000)	(12,715,000)	(3,214,674)	9,500,326	(13,810,500)	(13,810,500)	(5,953,818)	7,856,682
-	-	-	-	-	-	-	-
12,715,000	12,715,000	-	(12,715,000)	13,272,500	13,272,500	-	(13,272,500)
-	-	-	-	-	-	1,502,424	1,502,424
-	-	(434,098)	(434,098)	-	-	(459,710)	(459,710)
-	-	11,698,968	11,698,968	538,000	538,000	11,698,968	11,160,968
-	-	-	-	-	-	-	-
12,715,000	12,715,000	11,264,870	(1,450,130)	13,810,500	13,810,500	12,741,682	(1,068,818)
-	-	-	-	-	-	-	-
\$ -	\$ -	8,050,196	\$ 8,050,196	\$ -	\$ -	6,787,864	\$ 6,787,864
-	-	3,011,334	-	-	-	4,856,683	-
-	-	\$ 11,061,530	-	-	-	\$ 11,644,547	-

CAPITAL PROJECT FUNDS

**SCHEDULES OF REVENUES,
EXPENDITURES AND PROJECT
BALANCES**

FROM INCEPTION TO JUNE 30, 2019

**ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECT FUNDS**

**SCHEDULE OF REVENUES, EXPENDITURES, AND PROJECT BALANCES
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2019**

	Proj. No.	Project Length Budget	Revenues and other Sources				
			Federal Grants	State Grants	Other Intergov't	Service Charges	Material/Supplies Revenues
			Capital Improvement Projects Fund				
Burns of 2-Gate	4082	583,000		697,637			
New Hope Bridge	4083	130,000	121,853				
Cash Valley Road	4084	675,100	674,337				
Disaster Recovery	4085	250,000	304,773				
AC Auto Tech Building	4086	500,000	-				
Flood Inlets	4087	10,797	-				
Emergency Mgmt Console	4088	1,921,967					
Detection Center HVAC	408A	435,000	433,692				
Orleans Road Bridge	4089	6,939,000	-	3,709			69,893
Bridge Industrial Park	408C	700,000					
Fairgrounds	408F	150,000					72,450
Allegany High School	408H	2,000					
Potomac Hollow Road Bridge	408P	795,000	733,778				
Swifts Creek	408Q	86,350		164,268			
Takoma Drainage	408T	375,000		384,864			
Tree Planting Grant	409G	175,000		267,195			
Emergency Waterwall	408V	50,000		127,591			
Rural Legacy	409W	327,526		1,784,954			26,375
Shaft	409X	50,538		222,629			
Frostburg Pond	409Y	800,000		795,439			
Dry Run Phase II	409L	520,000	292,086				
Flood Gate, Savage Dam	4095	3,713,000	3,265,061	401,372		328,590	
Potomac River Water	409T	70,000	15,000	-			
Flood Mitigation, FDM Scanned	409X	211,247	158,247				
Allegany Community College	4140	93,000					
Allegany Museum	4141	360,000					
Iron Rail Project	4142	450,000		15,358			
BSI Bridge	4143	250,000					
Highland Trail	410X	10,606,000	3,224,644	6,072,859	6,772	-	220,916
			9,223,371	10,885,855	6,772	328,590	390,034
Pay-As-You-Go Capital Project Fund							
Computer Network	4184	150,000	-	-	-	-	-
Roads Paving Program	418R	5,605,608	-	-	-	40,000	10,000
LaVale Blvd Street Curb	4200	1,600,000	-	110,438	10,000	-	194,900
Software upgrade	4208	803,309	230,856				
Disaster Emergency Capital	420V	200,000					
Animal Shelter Quarantine Addn.	420X	271,884					64,460
Carrollton House	420Y	100,000					
OP Roads Improvement	4208	733,123				16,992	
Washington St Columns	4204	280,000					
Bridge Street bridge	4207	416,000					
Drainage improvements	4208	87,300					3,997
WV Storage Roof	4210	125,000					
Filter infrastructure	421A	270,000					
Damp Mt Tower	421B	75,000		30,000			
LJarry Repair	421F	430,000			1,819,338		5,900
Sheriff Building	421H	800,000					4,000
ADOCs	421J	100,000					
Rocky Gap State-Fire Company	421L	79,775					
Rocky Gap State-Bld of ED	421M	407,775					
Rocky Gap State-County	421N	407,775					
Sheriff K-9	4218	6,000					
County bldg improvements	4181	651,681	18,981				156,537
			249,837	140,433	1,829,338	36,992	390,994
Public Improvement Bonds Capital Project Fund							
2013 PIR Cleaning Costs	4331						
2013 Taxable Bond Cleaning Costs	4333						
2013 PIR Bond Interest	433Y						
2014 PIR Educational Bond Cleaning	4341	150,000					26,533
2014 PIR Educational Bond Costs	4342	13,593,903		300,800			105,831
EMS Radio system	4351	6,800,000	505,500				
ACC Building	4352	1,100,000					
Woodstock	4353	1,000,000		538,513			
Bridge Rehab	4354	680,000					
Drinking Water Reservoir	4355	300,000					
Vietnam Vets.	4356	238,000					
Bond Core	4357	230,000					
Bellevue Road	4358	235,000					
Parkside Road	4359	185,000					
CAD System	4381	3,000,000					
AC Tech Bldg	4382	2,708,000					
County Bridge	4383	2,500,000					
County Building	4384	250,000					
AC Road	4385	450,000					
Bonds Equipment	4386	525,000					
Bonds Garage	4387	850,000					
LaVale Library	4388	600,000					
Bond Costs	4389	1,053,968					
Bond Screen	438Z						
			505,500	1,038,513	-	-	137,363
Total Capital Project Funds			\$ 9,978,708	\$ 12,066,801	\$ 1,836,310	\$ 384,582	\$ 921,391

ALLIANY COUNTY, MARYLAND
CAPITAL PROJECT FUNDS
SCHEDULE OF REVENUES, EXPENDITURES, AND PROJECT BALANCES
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2019

Revenues and other Sources			Expenditures and other Uses			Project Balance	Remaining Project Budget
Debit Proceeds	Transfers In	Total Sources	Expenditures	Transfers Out	Total Uses		
		597,637	597,637		597,637		(14,637)
46,613		168,466	168,466		168,466		(38,466)
863		675,100	675,100		675,100		
200		304,973	304,973		304,973		(54,973)
500,000		500,000	500,000		500,000		
11,591		11,591	378	11,213	11,591		(794)
1,921,967		1,921,967	1,713,237		1,713,237	188,730	188,730
273,227		703,919	441,863		441,863	264,056	(6,863)
308,888		382,490	1,618,972		1,618,972	(1,236,482)	5,320,028
770,430		770,430	799,342		799,342	(28,912)	(99,342)
18,121		91,171	21,234		21,234	70,117	128,746
133,780		133,780	132,419		132,419	1,361	(130,419)
251,693		985,471	985,471		985,471		(190,471)
		164,268	164,268	1,742	164,268		(77,918)
		384,864	374,653	10,211	384,864		(3,864)
1,742		268,937	267,195		267,195	1,742	(67,195)
72,462		200,053	200,053		200,053		(150,053)
		1,811,329	1,723,991		1,723,991	85,338	(1,398,465)
		222,629	270,262		270,262	(47,633)	(219,724)
713		796,134	797,180		797,180	(1,026)	2,820
94,527		386,613	387,328		387,328	(715)	132,872
220,000		4,215,023	4,079,632	135,411	4,215,023		(300,823)
123,360		138,360	118,773		118,773	19,587	(48,773)
53,000		211,247	209,738	1,509	211,247		
62,284		62,284	62,284		62,284		30,716
			127,856		127,856	(127,856)	172,144
		13,338	5,000		5,000	8,338	445,000
			2,930		2,930	(2,930)	247,070
425,221		9,908,412	9,908,412		9,908,412		887,388
5,448,084		24,432,700	24,778,503	165,086	24,943,589	(808,284)	4,332,536
398,046		398,046	198,314	5,725	165,089	233,007	184,961
6,163,779		6,213,579	5,883,294	33,336	5,784,590	428,989	(181,982)
982,612		1,257,547	1,048,525		1,048,525	209,222	431,675
805,309		1,036,165	1,036,528		1,036,528	(20,363)	(251,218)
400,000		400,000	98,433	200,200	294,623	101,377	(98,623)
205,624		271,084	271,084		271,084		
153,300		153,300	147,363	18,522	165,885	(10,383)	(61,685)
881,770		881,662	884,612		884,612	1,250	(163,489)
150,000		150,000	158,482		158,482	(8,482)	48,508
416,000		416,000	445,672		445,672	(29,672)	(28,672)
64,413		64,410	82,515		82,515	(18,105)	4,983
125,000		125,000				125,000	125,000
200,000		200,000	134,837		134,837	75,163	145,163
50,000		50,000	153,900		153,900	(73,900)	(78,900)
196,842		2,021,870	2,021,877		2,021,877	5	(1,591,877)
880,000		884,000	815,470	55,530	864,000		(84,000)
50,000		50,000	80		80	49,920	99,920
79,775		79,775	79,775		79,775		
479,775		479,775	479,775		479,775		(72,800)
479,775		479,775	246,476	1,842	283,318	216,457	144,457
6,000		6,000				6,000	6,000
481,030		636,548	549,419		549,419	107,129	102,262
13,648,850		16,324,046	14,538,591	392,195	14,934,746	1,389,301	(2,312,116)
226,935		226,935	225,456		225,456	1,479	(221,456)
36,017		56,017	53,636		53,636	2,381	(51,636)
	1,094	1,094	1,685		1,685	(790)	(1,685)
144,444		272,978	186,302		186,302	16,676	(6,302)
9,583,905	4,000,000	34,199,756	13,263,914	193,780	13,404,694	798,042	892,111
5,803,000	1,000,000	6,803,000	8,066,629		8,066,629	(1,263,129)	(2,066,629)
1,100,000		1,100,000	44,706		44,706	1,055,294	1,055,294
1,000,000		1,530,511	2,564,391		2,564,391	(1,034,880)	(1,064,391)
680,000		680,000	34,887	306,886	324,405	355,595	355,595
300,000		300,000				300,000	300,000
250,000		250,000	296,800		296,800		
250,000		250,000	99,484		99,484	150,516	150,516
234,000		253,000				234,000	234,000
183,000		183,000	91,880		91,880	93,500	93,500
3,000,000		3,000,000				3,000,000	3,000,000
2,700,000		2,700,000	332,614		332,614	2,367,386	2,367,386
3,800,000		3,800,000				3,800,000	3,800,000
250,000		250,000				250,000	250,000
450,000		450,000				450,000	450,000
575,000		575,000	572,380		572,380	2,620	2,620
850,000		850,000	50,000		50,000	800,000	800,000
400,000		400,000				400,000	400,000
1,021,968		1,021,968	223,304		223,304	808,664	808,664
		83,038	4,382		4,382	88,678	(4,382)
30,722,271	5,001,296	37,884,799	25,989,171	634,086	26,433,269	11,061,530	9,019,604
\$ 30,722,271	\$ 23,938,030	\$ 79,941,551	\$ 67,307,665	\$ 969,339	\$ 68,297,004	\$ 11,644,548	\$ 12,040,024

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CAPITAL PROJECT FUNDS

**SCHEDULES OF REVENUES,
EXPENDITURES AND CHANGES
IN FUND BALANCES
BY PROJECT**

FOR THE YEAR ENDED JUNE 30, 2019

ALLEGANY COUNTY, MARYLAND

CAPITAL PROJECTS FUND

CAPITAL IMPROVEMENT PROJECT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BY PROJECT

FOR THE YEAR ENDED JUNE 30, 2019

	Disaster Recovery (4085)	Emergency Mgmt Console (4088)	Orleans Rd Bridge (408B)	Detention Center (408A)	Evitts Creek (408Q)	Dry Run (409L)	ACM (4140)	Iron Rail (4142)	Bridge Ind Park (408C)
REVENUES:									
Intergovernmental:									
Federal:									
FEMA		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
CDBG									
State:									
Dept of Natural Resources									
State Highway	-		3,709					13,338	
Bureau of Mines									
Service charges	-							-	
Miscellaneous:									
Interest				-				-	
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Revenues	-	-	3,709	-	-	-	-	13,338	-
EXPENDITURES:									
Public Safety				5,942					-
Public Works			1,253,124						287,943
General Govt					-				
Education		-	-	-	-	-	-	-	-
Total Expenditures	-	-	1,253,124	5,942	-	-	-	-	287,943
OTHER FINANCING SOURCES and (USES):									
Transfers-in from:									
General Fund							-		-
Other funds	200	-	308,888				62,284	-	770,430
Transfer Out									-
Total Other Financing Sources and Uses	200	-	308,888				62,284	-	770,430
Net change in fund balances	200	-	(940,527)	(5,942)	-	-	62,284	13,338	482,487
Fund Balance, beginning		188,730	(295,955)	270,000	(200)	(715)	(62,285)	(5,000)	(511,399)
Fund Balance, Ending	\$ 200	\$ 188,730	\$ (1,236,482)	\$ 264,058	\$ (200)	\$ (715)	\$ (1)	\$ 8,338	\$ (28,912)

ALLEGANY COUNTY, MARYLAND

CAPITAL PROJECTS FUND

CAPITAL IMPROVEMENT PROJECT FUND

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
BY PROJECT

FOR THE YEAR ENDED JUNE 30, 2019

Allegany High School (408H)	Shaft Stream (408X)	ACM (4141)	BS Bridge (4143)	Potomac River		Tree Planting (408U)	Frostburg Pond (408Y)	Rural Legacy (408W)	Highland Trail (410X)	Fund Total
				Fairgrounds (408F)	Water Study (409T)					
\$ -	\$ -			\$ -	\$ -	\$ -	\$ -		\$ -	\$ -
	172,091					10,678		157,852		340,621
	-				-	-	-			17,047
	-			40,320	-	-	-			40,320
	-			-	-	-	-			-
-	172,091	-	-	40,320	-	10,678	-	157,852	-	397,988
-	-	-	-	-	-	-	-	-	-	5,942
-	219,724		2,930	-	-	10,678		155,132	-	1,929,531
				21,254						21,254
16,019		127,856	-	-	-	-	-	-	-	143,875
16,019	219,724	127,856	2,930	21,254	-	10,678	-	155,132	-	2,100,602
-	-	-	-	-	-	-	-	-	-	-
133,780			-					-	-	1,275,582
-	-	-	-	-	-	-	-	-	(8,570)	(8,570)
133,780	-	-	-	-	-	-	-	-	(8,570)	1,267,012
117,761	(47,633)	(127,856)	(2,930)	19,066	-	-	-	2,720	(8,570)	(435,602)
(116,400)	-	-	-	51,051	19,587	1,742	(1,026)	82,618	8,570	(370,682)
\$ 1,361	\$ (47,633)	\$ (127,856)	\$ (2,930)	\$ 70,117	\$ 19,587	\$ 1,742	\$ (1,026)	\$ 85,338	\$ -	\$ (806,284)

ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECTS FUND
PAY-AS-YOU-GO (PAYGO) CAPITAL PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BY PROJECT
FOR THE YEAR ENDED JUNE 30, 2019

	Computer Network (418I)	Roads Paving Program (418R)	Dan's Mountain Tower (421B)	LaVale Storm Drains (420O)	Gen Ledger Software Upgrades (420S)	Public Safety Emergency Capital (420V)	Caretaker House (420Y)	Road Improv (420Z)
REVENUES:								
Intergovernmental:								
Federal grants:								
RDA grant	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -
Homeland Security								
State grants:								
Maryland highway grant	-			-				
Misc State Grant								
State Highway Users Tax								
Other Agency	-			10,000				
Miscellaneous:								
Interest				-			-	
Miscellaneous	-				-	-	-	
Total Revenues	-	-	-	10,000	-	-	-	-
EXPENDITURES:								
General Government				-				
Public safety						93,995		-
Public works		31,910		9,333				48,450
Recreation & culture		-		-		-		-
Education	-				-			-
Total Expenditures	-	31,910	-	9,333	-	93,995	-	48,450
OTHER FINANCING SOURCES and (USES):								
Transfers-in from:								
General fund								25,000
Other funds								25,000
Transfers-out to:								
Other funds	-				-	(200)		-
Debt proceeds, capital lease	-	-		-	-	-	-	-
Total Other Financing Sources and Uses	-	-	-	-	-	(200)	-	50,000
Net change in fund balances	-	(31,910)	-	667		(94,195)	-	1,550
Fund Balance, beginning	200,000	456,899	(73,500)	208,555	(20,363)	195,572	(10,385)	-
Fund Balance, Ending	\$ 200,000	\$ 424,989	\$ (73,500)	\$ 209,222	\$ (20,363)	\$ 101,377	\$ (10,385)	\$ 1,550

ALLEGANY COUNTY, MARYLAND
CAPITAL PROJECTS FUND
PAY-AS-YOU-GO (PAYGO) CAPITAL PROJECT FUND
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BY PROJECT
FOR THE YEAR ENDED JUNE 30, 2019

Sheriff K-9 (421S)	Bridge St Bridge (4207)	Drainage Improvements (4208)	Fiber Infrastructure (421A)	Library (421E)	Washington St Columns (4204)	Alleconet (421J)	County Building Improv (4181)	Mt Savage Roof (4210)	Rocky Gap Slots Bd of Ed (421M)	Rocky Gap Slots County (421N)	Total PAYGO Capital Projects Fund
\$	\$	-	\$	\$			\$			\$	
				1,238							11,238
							33,007				33,007
-	-	-	-	1,238	-	-	33,007	-	-	-	44,245
											93,993
		20,645									110,338
					150,191	-					150,191
-	-	-	-	-	-	-	-	-	479,775	246,476	726,251
-	-	20,645	-	-	150,191	-	-	-	479,775	246,476	1,080,775
											25,000
				16,842					80,000	80,000	201,842
										(16,842)	(17,042)
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	16,842	-	-	-	-	80,000	63,158	209,800
-	-	(20,645)		18,080	(150,191)	-	33,007	-	(399,775)	(183,318)	(826,730)
6,000	(29,672)	3,540	75,163	(18,077)	140,699	49,920	107,129	125,000	399,775	399,775	2,216,030
\$ 6,000	\$ (29,672)	\$ (17,105)	\$ 75,163	\$ 3	\$ (9,492)	\$ 49,920	\$ 140,136	\$ 125,000	\$ -	\$ 216,457	\$ 1,389,301

**ENTERPRISE FUNDS
COMBINING SCHEDULES**

**WATER DISTRICTS
COMBINING SCHEDULE OF
REVENUES, EXPENSES
AND CHANGES IN
NET POSITION**

**SANITARY DISTRICTS
COMBINING SCHEDULE
OF NET POSITION**

**SANITARY DISTRICTS
COMBINING SCHEDULE OF
REVENUES, EXPENSES
AND CHANGES IN
NET POSITION**

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY WATER DISTRICTS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUND TYPE - (ENTERPRISE FUNDS)
FOR THE YEAR ENDED JUNE 30, 2019

	General Operating 5011	Grahamtown 501A	Consol 501B	Barton Ind. Park 501C	Mexico Farm 501D	Franklin/ Brophytown 501E	Bowling Green 501F	Bowman's Addition 501G	Cresaptown 501H
OPERATING REVENUES:									
Service charges	\$ 29,225	\$ 149,344	\$ 39,047	\$ 10,460	\$ 456,193	\$ 44,545	\$ 477,942	\$ 134,112	\$ 769,975
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Operating Revenues	29,225	149,344	39,047	10,460	456,193	44,545	477,942	134,112	769,975
OPERATING EXPENSES:									
Salaries		25,272	8,862	1,193	7,798	5,148	52,208	12,536	44,757
Fringe benefits		15,119	6,335	851	5,447	3,648	38,285	8,543	31,382
Office expenses									
Utilities		57,698	15,016	15,498	53,459	15,162	200,980	76,565	498,988
Repairs and maintenance		2,231	641		1,524	2,887	15,879	3,432	11,248
Rent (Equipment)		-	-	-	-	-	-	-	-
Professional fees		425	123		291	5,928	17,374	428	1,327
Materials and supplies		1,180	340	-	808	56	4,333	1,267	6,074
Insurance		-	-	-	-	-	-	-	-
Indirect cost		5,692	1,869	2,942	5,991	1,306	19,118	7,802	27,772
Miscellaneous									
Depreciation		41,648	18,810	44,422	55,340	104	88,305	74,703	47,843
Total Operating Expenses	-	149,265	51,996	64,906	130,658	34,239	436,482	185,276	669,391
Operating Income (Loss)	29,225	79	(12,949)	(54,446)	325,535	10,306	41,460	(51,164)	100,584
NON-OPERATING REVENUE (EXPENSES):									
Interest income	-	3,748	1,080	-	2,564	180	12,024	3,774	11,699
Interest expense	(3,620)	(20,783)	(3,817)	(13,311)	(13,896)	-	-	(32,598)	(34,998)
Total Non-operating									
Revenue (Expenses)	(3,620)	(17,035)	(2,737)	(13,311)	(11,332)	180	12,024	(28,824)	(23,299)
Income Before Contributions and Transfers	25,605	(16,956)	(15,686)	(67,757)	314,203	10,486	53,484	(79,988)	77,285
Capital Contributions:									
Federal grants							306,403		
State grants							651,371		
Other governments									
Transfers in:									
General fund				13,773					
Pay go									
Revolving Building Fund				19,348					
Transfers Out	-	-	-	-	-	-	-	-	-
Change in Net Position	\$ 25,605	\$ (16,956)	\$ (15,686)	\$ (34,636)	\$ 314,203	\$ 10,486	\$ 1,011,258	(79,988)	\$ 77,285

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY WATER DISTRICTS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUND TYPE - (ENTERPRISE FUNDS)
FOR THE YEAR ENDED JUNE 30, 2019

Mt. Savage 501J	Bedford Road 501K	MF Industrial 501P	Rawlings Water 501R	Oldtown Road 5012	McCoole 5013	Ellerslie 5014	Eckhart 5015	Hoffman 5016	Route 36 Vale Summit 5017	Borden/ Zhilman/ Morantown 5018	Carlos/Shaft/ Klondike 5019	Total
\$ 259,609	\$ 29,131	77,469	\$ 216,720	213,032	\$ 174,493	\$ 389,712	\$ 311,144	\$ 8,783	\$ 46,607	\$ 141,653	\$ 204,581	\$ 4,183,777
<u>259,609</u>	<u>29,131</u>	<u>77,469</u>	<u>216,720</u>	<u>213,032</u>	<u>174,493</u>	<u>389,712</u>	<u>311,144</u>	<u>8,783</u>	<u>46,607</u>	<u>141,653</u>	<u>204,581</u>	<u>4,183,777</u>
24,702	2,737	2,262	17,043	14,923	19,561	39,296	34,196	1,758	5,742	19,078	24,387	363,459
18,338	1,748	1,542	11,455	10,380	13,132	29,076	24,811	1,248	3,427	13,561	16,328	254,656
1,087	15,191	398,459	3,314	73,825	68,780	159,521	97,042	3,371	28,387	178,221	93,658	2,054,222
5,681	362	2,996	8,794	4,723	15,029	17,862	13,696	286	30,117	13,483	8,876	159,747
685	69	-	748	641	1,738	10,525	848	27	178	414	592	42,361
1,160	191	-	1,698	1,781	1,523	3,262	2,356	65	492	1,150	1,643	29,379
6,639	1,388	16,336	12,542	8,128	8,764	15,635	8,708	416	3,382	10,687	10,268	175,385
60,232	12,232	-	274,762	86,674	99,289	178,236	78,328	4,039	47,486	36,645	90,620	1,339,718
118,524	33,918	421,595	330,356	201,075	227,816	453,413	259,985	11,210	119,211	273,239	246,372	4,418,927
<u>141,085</u>	<u>(4,787)</u>	<u>(344,126)</u>	<u>(113,636)</u>	<u>11,957</u>	<u>(53,323)</u>	<u>(63,701)</u>	<u>51,159</u>	<u>(2,427)</u>	<u>(72,604)</u>	<u>(131,586)</u>	<u>(41,791)</u>	<u>(235,150)</u>
6,038	609	-	5,051	5,652	4,837	10,352	7,479	240	1,569	3,654	5,215	85,765
(66,132)	(522)	-	(14,003)	(16,345)	(35,118)	-	(18,610)	-	-	(16,506)	(31,970)	(322,229)
<u>(60,094)</u>	<u>87</u>	<u>-</u>	<u>(8,952)</u>	<u>(10,693)</u>	<u>(30,281)</u>	<u>10,352</u>	<u>(11,131)</u>	<u>240</u>	<u>1,569</u>	<u>(12,852)</u>	<u>(26,755)</u>	<u>(236,464)</u>
80,991	(4,700)	(344,126)	(122,588)	1,264	(83,604)	(53,349)	40,028	(2,187)	(71,035)	(144,438)	(68,546)	(471,614)
(736)	318,218	-	-	-	-	-	-	-	-	-	-	305,667
-	-	-	-	-	-	-	-	-	-	-	-	969,589
-	-	-	-	-	-	-	-	-	-	-	-	0
-	-	-	-	-	-	-	-	-	-	-	-	13,773
-	-	-	-	-	-	-	-	-	-	-	-	0
-	-	-	-	-	-	-	-	-	-	-	-	19,348
-	-	-	-	-	-	-	-	-	-	-	-	0
<u>\$ 80,255</u>	<u>\$ 313,518</u>	<u>(344,126)</u>	<u>\$ (122,588)</u>	<u>1,264</u>	<u>\$ (83,604)</u>	<u>\$ (53,349)</u>	<u>\$ 40,028</u>	<u>\$ (2,187)</u>	<u>\$ (71,035)</u>	<u>\$ (144,438)</u>	<u>\$ (68,546)</u>	<u>836,763</u>
Total net position - beginning												39,380,901
Total net position - ending												<u>\$ 40,217,664</u>

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY SANITARY DISTRICTS
COMBINING SCHEDULE OF NET POSITION
PROPRIETARY FUND TYPE - (ENTERPRISE FUNDS)

June 30, 2019

	General Fund 511	Bowling Green 516	Cresaptown 517	Braddock Run 518	Bedford Road 519	Jennings Run/Wills Creek 520	McCoolie 521
ASSETS							
Current Assets:							
Cash:							
Cash	\$ 385,721	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash - Restricted	-	-	-	178,052	-	-	-
Investments	214,640	-	-	-	-	-	-
Receivables:							
Accounts (net)	160,390	106,435	88,631	377,023	144,141	156,554	22,570
Taxes - restricted	-	23,897	19,078	21,159	15,963	8,960	1,394
Accounts (net) - restricted	1,744	-	-	-	-	2,754	-
Other	767,017	-	-	-	-	-	-
Due from other funds	-	461,349	1,603,116	-	-	-	-
Inventory	87,985	-	-	-	-	-	-
Total current assets	1,617,497	591,681	1,710,825	576,234	160,104	168,268	23,964
Noncurrent Assets:							
Land	5,000	1,000	5,000	500	1,000	1,500	-
Construction in progress	7,804,951	-	-	-	-	-	-
Capital assets subject to depreciation	4,422,114	4,828,368	4,171,910	9,430,128	8,975,475	10,036,059	2,289,639
Less: Accumulated depreciation	(3,607,229)	(2,888,251)	(2,339,112)	(3,716,208)	(4,478,017)	(5,455,184)	(1,708,367)
Total noncurrent assets	8,624,836	1,941,117	1,837,798	5,714,420	4,498,458	4,582,375	581,272
Total Assets	10,242,333	2,532,798	3,548,623	6,290,654	4,658,562	4,750,643	605,236
Deferred Outflows of Resources							
Deferred Outflows Related to Pensions	4,176	11,592	7,458	21,975	12,958	10,727	2,220
Total Deferred Outflows of Resources	4,176	11,592	7,458	21,975	12,958	10,727	2,220
LIABILITIES							
Current liabilities:							
Accounts payable	707,569	2,724	8,831	109,038	154,889	47,659	9,377
Accrued wages payable	18,413	790	393	2,767	500	271	108
Accrued payroll fringe benefits	8,250	196	213	1,363	226	138	88
Accrued interest payable	5,470	1,706	1,575	7,003	3,204	1,342	-
Current portion of long term debt							
Bonds & loans	153,382	19,571	18,065	96,095	44,390	26,757	-
Other loans	-	-	-	-	-	-	-
Compensated absences	152,966	-	-	-	-	-	-
Due to other funds	4,761,457	-	-	1,116,712	4,577,490	4,916,533	1,458,617
Accrued health claims	-	-	-	-	-	-	-
Miscellaneous liabilities	107,074	-	-	116,946	-	-	-
Total current liabilities	5,914,581	24,987	29,077	1,449,924	4,780,699	4,992,700	1,468,190
Noncurrent Liabilities:							
Cash advance due General Fund	-	-	-	-	-	800,000	-
Net Pension Liability	7,011	65,405	44,353	151,503	73,987	69,521	12,781
Long term debt:							
Bonds & loans	823,457	986,953	911,034	3,596,523	1,211,726	889,415	-
Other loans	-	-	-	-	-	-	-
Compensated absences	276,085	-	-	-	-	-	-
Total noncurrent liabilities	1,106,553	1,052,358	955,387	3,748,026	1,285,713	1,758,936	12,781
Total Liabilities	7,021,134	1,077,345	984,464	5,197,950	6,066,412	6,751,636	1,480,971
Deferred Inflows of Resources							
Deferred Inflows Related to Pensions	710	4,234	2,771	9,630	5,257	4,181	881
Total Deferred Inflows of Resources	710	4,234	2,771	9,630	5,257	4,181	881
NET POSITION							
Net investment in capital assets	7,647,997	934,593	908,699	2,021,802	3,242,342	3,666,203	581,272
Restricted for debt service	1,744	23,897	19,078	21,159	15,963	11,714	1,394
Unrestricted	(4,425,076)	504,321	1,641,069	(937,912.00)	(4,658,434)	(5,672,364)	(1,457,062)
Total Net Position	\$ 3,224,665	\$ 1,462,811	\$ 2,568,846	\$ 1,105,049	\$ (1,400,149)	\$ (1,994,447)	\$ (874,396)

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY SANITARY DISTRICTS
COMBINING SCHEDULE OF NET POSITION
PROPRIETARY FUND TYPE - (ENTERPRISE FUNDS)
June 30, 2019

Oldtown 522	Flintstone 523	Georges Creek 524	Franklin/ Bruphytown 525	Celanese Treatment Plant 526	Mexico Farms 527	Cash Valley Road 528	Oldtown Road 529	Barton Industrial Park 530	Total All Districts
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	385,721
-	-	-	-	-	-	-	-	-	178,052
-	-	-	-	-	-	-	-	-	214,640
7,318	14,146	396,344	15,864	83,894	121,329	8,559	31,556	1,415	1,736,169
114	294	58,669	180	-	895	3,061	2,918	-	156,582
-	-	-	-	-	-	-	-	-	4,498
-	-	-	-	-	-	-	-	-	767,017
-	-	1,635,006	586,835	682,419	1,671,798	-	265,182	-	6,906,705
-	-	-	-	-	-	-	-	-	87,985
<u>7,432</u>	<u>14,440</u>	<u>2,091,019</u>	<u>602,879</u>	<u>766,313</u>	<u>1,794,022</u>	<u>11,620</u>	<u>299,656</u>	<u>1,415</u>	<u>10,437,369</u>
500	3,000	46,282	-	-	2,500	-	1,000	-	67,282
-	-	73,804	-	-	-	-	-	-	7,878,755
892,947	1,279,023	50,015,005	561,727	21,880,572	2,070,299	813,331	2,816,919	2,430,653	126,914,169
(664,006)	(918,919)	(20,182,188)	(412,137)	(7,435,631)	(1,095,420)	(467,665)	(1,536,388)	(638,051)	(57,542,773)
<u>229,441</u>	<u>363,104</u>	<u>29,952,903</u>	<u>149,590</u>	<u>14,444,941</u>	<u>977,379</u>	<u>345,666</u>	<u>1,281,531</u>	<u>1,792,602</u>	<u>77,317,433</u>
<u>236,873</u>	<u>377,544</u>	<u>32,043,922</u>	<u>752,469</u>	<u>15,211,254</u>	<u>2,771,401</u>	<u>357,286</u>	<u>1,581,187</u>	<u>1,794,017</u>	<u>87,754,802</u>
5,681	5,600	35,679	1,352	30,947	2,328	632	2,639	5,220	161,185
<u>5,681</u>	<u>5,600</u>	<u>35,679</u>	<u>1,352</u>	<u>30,947</u>	<u>2,328</u>	<u>632</u>	<u>2,639</u>	<u>5,220</u>	<u>161,185</u>
842	271	7,696	-	9,049	55,847	-	2,442	4,098	1,120,332
477	367	3,056	-	4,756	535	-	35	359	32,827
295	183	2,121	-	2,380	-	-	13	196	15,662
-	-	18,702	-	12,488	-	457	1,737	-	53,684
-	-	446,234	-	460,402	-	3,829	14,523	-	1,283,248
-	-	-	-	-	-	-	573	-	573
-	-	-	-	-	-	-	-	-	152,966
843,922	807,214	-	-	-	-	170,405	-	775,956	19,428,306
-	-	-	-	-	-	-	-	-	0
-	-	-	-	28,184	-	-	-	-	252,204
<u>845,536</u>	<u>808,035</u>	<u>477,809</u>	<u>-</u>	<u>517,259</u>	<u>56,382</u>	<u>174,691</u>	<u>19,323</u>	<u>780,609</u>	<u>22,339,802</u>
-	-	-	-	-	-	-	-	-	800,000
33,658	35,115	238,495	7,381	182,612	16,519	4,014	15,788	33,013	991,156
-	-	4,266,863	-	2,361,594	-	89,033	337,646	-	15,474,244
-	-	-	-	-	-	-	13,730	-	13,730
-	-	-	-	-	-	-	-	-	276,085
<u>33,658</u>	<u>35,115</u>	<u>4,505,358</u>	<u>7,381</u>	<u>2,544,206</u>	<u>16,519</u>	<u>93,047</u>	<u>367,164</u>	<u>33,013</u>	<u>17,555,215</u>
<u>879,194</u>	<u>843,150</u>	<u>4,983,167</u>	<u>7,381</u>	<u>3,061,465</u>	<u>72,901</u>	<u>267,738</u>	<u>386,487</u>	<u>813,622</u>	<u>39,895,017</u>
2,667	2,043	14,208	559	10,882	1,255	209	910	1,846	62,243
229,441	363,104	25,239,806	149,590	11,622,945	977,379	252,804	915,059	1,792,602	60,545,638
114	294	58,669	180	-	895	3,061	2,918	-	161,080
(868,862)	(825,447)	1,783,751	596,111	546,909	1,721,299	(165,894)	278,452	(808,833)	(12,747,991)
<u>\$ (639,307)</u>	<u>\$ (462,049)</u>	<u>\$ 27,082,226</u>	<u>\$ 745,881</u>	<u>\$ 12,169,854</u>	<u>\$ 2,699,573</u>	<u>\$ 89,971</u>	<u>\$ 1,196,429</u>	<u>\$ 983,769</u>	<u>\$ 47,958,727</u>

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY SANITARY DISTRICTS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUND TYPE - (ENTERPRISE FUNDS)
FOR THE YEAR ENDED JUNE 30, 2019

	General Fund 511	Bowling Green 516	Cresaptown 517	Braddock Run 518	Bedford Road 519	Jennings Run/Wills Creek 520	McCoole 521
OPERATING REVENUES:							
Service charges	\$ 12,960	\$ 415,957	\$ 416,651	\$ 1,594,892	\$ 542,894	\$ 476,289	\$ 67,631
Miscellaneous							
Total Operating Revenues	12,960	415,957	416,651	1,594,892	542,894	476,289	67,631
OPERATING EXPENSES:							
Wages and salaries	1,436	111,283	55,910	179,960	75,924	66,105	19,128
Employee benefits	2,139	66,866	38,881	123,509	51,694	47,791	14,706
Office expenses	295	8,895	6,960	29,990	12,656	11,915	1,810
Utilities	1,240	26,591	98,992	82,209	25,702	19,009	6,955
Repairs and maintenance	742	17,823	18,540	44,255	33,796	17,286	7,707
Water/Sewage treatment costs		149,595	112,301	1,429,765	1,218,430	892,085	257,259
Professional fees	92	1,893	2,185	8,312	4,993	5,728	568
Materials and supplies	324	22,806	19,259	72,891	32,581	30,775	4,657
Insurance	347	9,962	8,289	30,175	15,069	26,732	2,154
Indirect cost	1,407	40,060	33,332	120,443	60,595	57,033	8,663
Miscellaneous		822	6,638	2,464	7,242	5,704	183
Depreciation	3,274	91,352	81,899	209,151	203,731	228,500	51,042
Total Operating Expenses	11,296	547,948	483,186	2,333,124	1,742,413	1,408,663	374,832
Operating Income (Loss)	1,664	(131,991)	(66,535)	(738,232)	(1,199,519)	(932,374)	(307,201)
NON-OPERATING REVENUE (EXPENSES):							
Real and personal property taxes		192,417	180,298	182,585	133,078	52,533	4,568
Interest & Penalties, taxes		5,676	4,386	3,474	4,279	2,058	183
Discounts, taxes	-	(970)	(947)	(946)	(726)	(253)	(24)
Collection fees	-	(4,441)	(4,090)	(4,021)	(3,088)	(1,203)	(99)
Front footage assessments		-	-	-	-	15,415	-
Interest income	354	10,092	8,398	30,358	15,266	14,369	2,182
Interest income, debt service	-	-	-	-	-	-	-
Interest expense	(11,889)	(41,973)	(38,745)	(70,702)	(22,141)	(16,821)	-
Allocated debt service revenue	163,497	(14,601)	(12,149)	(43,900)	(22,086)	(20,787)	(3,157)
Gain (Loss) on disposal of assets							
Total Nonoperating revenue (expenses)	151,962	146,200	137,151	96,848	104,582	45,311	3,653
Income Before Contributions and Transfers	153,626	14,209	70,616	(641,384)	(1,094,937)	(887,063)	(303,548)
Capital Contributions:							
Federal		-	-	279,281			
State							
Other				75,000			
Transfers in				21,788			
Transfers out	(129)	(3,669)	(3,053)	(11,031)	(5,550)	(5,223)	(793)
Change in Net Position	153,497	10,540	67,563	(276,346)	(1,100,487)	(892,286)	(304,341)
Net position - beginning	3,071,168	1,452,271	2,501,283	1,381,395	(299,662)	(1,102,161)	(570,055)
Net position - ending	\$ 3,224,665	\$ 1,462,811	\$ 2,568,846	\$ 1,105,049	\$ (1,400,149)	\$ (1,994,447)	\$ (874,396)

ALLEGANY COUNTY, MARYLAND
ALLEGANY COUNTY SANITARY DISTRICTS
COMBINING SCHEDULE OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
PROPRIETARY FUND TYPE - (ENTERPRISE FUNDS)
FOR THE YEAR ENDED JUNE 30, 2019

Oldtown 522	Flintstone 523	Georges Creek 524	Franklin/ Brophytown 525	Celanese Treatment Plant 526	Mexico Farm 527	Cash Valley Road 528	Oldtown Road 529	Barton Industrial Park 530	Total All Districts
\$ 18,130	\$ 38,350	\$ 1,012,492	\$ 51,453	\$ 934,072	\$ 383,872	\$ 30,961	\$ 115,574	\$ 6,318	\$ 6,118,496
18,130	38,350	1,012,492	51,453	934,072	383,872	30,961	115,574	6,318	6,118,496
2,240	3,071	97,008	6,551	217,249	30,786	2,981	13,532	5,556	888,720
1,564	2,059	67,827	4,458	147,333	20,970	2,068	8,905	3,812	604,582
404	671	18,400	1,295	3,728	2,551	716	2,793	88	103,167
134	222	6,203	432	92,022	67,726	239	9,861	4,964	442,501
510	847	24,598	1,636	67,653	26,367	902	7,751	2,356	272,769
98,012	84,481	467,814	6,219	-	246,037	53,621	7,632	107,510	5,130,761
127	211	5,776	407	7,499	1,522	225	1,596	-	41,134
1,040	1,726	47,357	3,334	106,925	7,552	1,844	7,186	-	360,257
481	6,791	21,906	1,542	-	3,040	852	9,317	-	136,657
1,935	3,210	88,078	6,200	-	12,225	3,430	13,368	-	449,979
44	66	1,796	128	40	255	73	283	-	25,738
18,282	26,962	1,042,290	14,089	457,609	48,245	21,920	75,043	48,558	2,621,947
124,773	130,317	1,889,053	46,291	1,100,058	467,276	88,871	157,267	172,844	11,078,212
(106,643)	(91,967)	(876,561)	5,162	(165,986)	(83,404)	(57,910)	(41,693)	(166,526)	(4,959,716)
945	1,205	317,569	1,922	-	9,773	12,539	35,080	-	1,124,512
27	66	13,380	29	-	325	423	954	-	35,260
(5)	(6)	(1,578)	(3)	-	(48)	(49)	(197)	-	(5,752)
(20)	(27)	(7,337)	(72)	-	(232)	(235)	(813)	-	(25,678)
-	-	332	-	-	-	-	-	-	15,747
488	809	22,191	1,562	20,832	3,079	864	3,368	-	134,212
-	-	(96,881)	-	(27,743)	-	(4,264)	(16,839)	-	(347,997)
(705)	(1,170)	(32,103)	(2,260)	-	(4,456)	(1,250)	(4,872)	-	-
730	877	215,573	1,178	(6,911)	8,441	8,028	16,681	-	930,304
(105,913)	(91,090)	(660,988)	6,340	(172,897)	(74,963)	(49,882)	(25,012)	(166,526)	(4,029,412)
-	20,000	-	-	90,000	-	-	-	-	299,281
-	-	(13,837)	-	-	-	-	-	-	90,000
-	-	-	-	-	-	-	-	-	61,163
(177)	(294)	19,425	(568)	43,784	(1,120)	(314)	(1,224)	48,000	132,997
(106,090)	(71,384)	(8,067)	(568)	-	(1,120)	(314)	(1,224)	-	(41,212)
(533,217)	(390,665)	(663,467)	5,772	(39,113)	(76,083)	(50,196)	(26,236)	(118,526)	(3,487,182)
(533,217)	(390,665)	27,745,693	740,109	12,208,967	2,775,656	140,167	1,222,665	1,102,295	51,445,910
\$ (639,307)	\$ (462,049)	\$ 27,082,226	\$ 745,881	\$ 12,169,854	\$ 2,699,573	\$ 89,971	\$ 1,196,429	\$ 983,769	\$ 47,958,727

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AGENCY FUND

STATEMENT OF CHANGES IN ASSETS and LIABILITIES

ALLEGANY COUNTY, MARYLAND
AGENCY FUND
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
FOR THE YEAR ENDED JUNE 30, 2019

ASSETS:	Balance July 1, 2018	Additions	Deductions	Balance June 30, 2019
Taxes levied for State:				
Taxes receivable - State	\$ 492,285	\$ 4,354,666	\$ 4,345,990	\$ 500,961
Bay restoration fee	410,883	970,417	901,537	479,763
Other receivables	(8,701)	128	128	(8,701)
Taxes levied for Special Areas:				
Lonaconing, Town of	32,462	145,063	146,267	31,258
Midland, Town of	9,150	40,215	39,768	9,597
Westernport, Town of	65,576	388,143	387,003	66,716
Barton, Town of	-	29,581	24,870	4,711
Cumberland differential	738	-	-	738
Bel Air Special Tax Area	1,313	36,588	36,753	1,148
Bowling Green Fire Co.	4,212	38,338	38,562	3,988
Bedford Road Fire Co.	5,468	45,361	45,157	5,672
Bowling Green Special Tax Area	3,177	22,284	22,333	3,128
Cresaptown Ambulance	12,207	149,799	149,785	12,221
Cresaptown Civic Imp. Assoc.	3,558	33,272	32,944	3,886
Cresaptown Fire Co.	13,965	197,332	196,622	14,675
Corriganville Light & Imp.	2,983	22,650	21,312	4,321
Ellerslie Special Tax Area	1,011	9,533	9,370	1,174
LaVale Volunteer Fire Dept.	18,341	200,569	201,460	17,450
LaVale Rescue Squad	9,207	97,751	98,229	8,729
LaVale Sanitary District	28,938	350,229	349,246	29,921
McCoolie Special Tax Area	1,127	4,477	4,033	1,571
Moscow Light	453	3,432	3,428	457
Mt. Savage Special Tax Area	2,516	11,142	11,016	2,642
Potomac Park Special Tax Area	2,123	16,559	16,685	1,997
Rawlings Fire Co.	8,104	75,811	76,220	7,695
Sub-total special areas	226,629	1,918,129	1,911,063	233,694
Due from other funds	377,845	9,849,538	9,843,543	383,839
Total Assets	\$ 1,498,943	\$ 17,092,878	\$ 17,002,261	\$ 1,589,556
LIABILITIES:				
Accounts payable	\$ 318,971	\$ 9,905,322	\$ 9,848,902	\$ 375,392
A/P Special Areas	230,217	1,812,291	1,809,076	233,433
Taxes payable - State	475,963	4,104,501	4,079,502	500,963
A/P Bay restoration fee	473,790	948,464	942,489	479,766
Total Liabilities	\$ 1,498,943	\$ 16,770,578	\$ 16,679,969	\$ 1,589,556

**CAPITAL ASSETS
USED IN THE OPERATION
OF GOVERNMENTAL FUNDS**

ALLEGANY COUNTY, MARYLAND
CAPITAL ASSETS USED IN THE OPERATION OF
GOVERNMENTAL FUNDS
COMPARATIVE SCHEDULES BY SOURCE
June 30, 2019 and 2018

ASSETS	Primary Government			
	At June 30, 2019			Net
	Cost	Accumulated Depreciation	Net Book Value	Book Value June 30, 2018
Land	\$ 26,282,873	\$ -	\$ 26,282,873	\$ 26,003,598
Construction in progress	4,156,111	-	4,156,111	1,624,155
Buildings	64,682,739	31,308,017	33,374,722	34,736,106
Infrastructure	49,863,594	34,220,511	15,643,083	16,151,646
Furniture & fixtures	1,054,110	997,730	56,380	86,818
Machinery & equipment	21,390,837	12,858,141	8,532,696	9,116,503
Vehicles	13,372,345	9,928,831	3,443,514	2,922,616
Heavy equipment	5,300,108	4,128,037	1,172,071	669,002
Other capital assets	1,254,935	825,955	428,980	481,117
Total Assets	<u>\$ 187,357,662</u>	<u>\$ 94,267,274</u>	<u>\$ 93,090,388</u>	<u>\$ 91,791,559</u>
FUND EQUITY				
Investment in general capital assets acquired before July 1, 1993 - source unidentified			\$ 8,165,296	\$ 8,165,296
Investment in construction in progress			1,892,137	1,892,137
Investment in general capital assets by source:				
General Fund:				
General revenues			14,499,783	13,138,157
Federal grants			4,219,248	4,219,248
State grants			2,849,831	2,849,831
Miscellaneous revenues			765,526	765,526
Debt proceeds			1,575,512	1,063,415
Special Revenue Funds:				
General revenues			51,717,877	50,110,318
Federal grants			6,317,171	5,923,824
State grants			8,177,893	8,166,459
Miscellaneous revenues			219,090	194,574
Debt proceeds			8,926,043	8,926,043
Capital Project Funds:				
General revenues			21,787,155	21,051,514
Federal grants			11,349,287	10,121,744
State grants			26,032,317	25,883,287
Miscellaneous revenues			1,127,822	1,127,822
Debt proceeds			16,364,066	16,139,879
Other			1,371,590	1,371,590
Less:				
Accumulated depreciation			(94,267,274)	(89,319,106)
Total Fund Equity			<u>\$ 93,090,388</u>	<u>\$ 91,791,559</u>

ALLEGANY COUNTY, MARYLAND
CAPITAL ASSETS USED IN THE OPERATION OF
GOVERNMENTAL FUNDS
SCHEDULE OF ASSETS BY FUNCTION
June 30, 2019

Function	Land	Buildings	Infrastructure	Furniture & Fixtures	Equipment	Vehicles	Other Capital Assets	Construction In Progress	Total Cost	Less Depreciation	Total
General Government	\$ 3,682,489	\$ 4,949,223	\$ 39,776	\$ 186,623	\$ 1,759,221	\$ 335,944	\$ 561,701	\$ 142,221	\$ 11,657,198	\$ (6,921,116)	\$ 4,736,082
Public Safety	2,359,864	19,709,392	2,647,360	330,345	18,415,547	2,444,954	200,558	-	46,108,020	(21,305,214)	24,802,806
Public Works	2,915,382	1,767,520	41,135,460	305,788	905,930	8,888,682	5,253,845	2,758,828	63,931,435	(44,953,182)	18,978,253
Health	575,119	6,553,202	-	-	-	-	4,121	-	7,132,442	(2,643,605)	4,488,837
Social Services	116	3,250	24,331	199,288	89,080	1,453,044	39,200	-	1,808,309	(1,338,659)	469,650
Recreation & Culture	1,534,781	2,774,928	214,288	21,911	59,943	36,162	409,294	-	5,051,307	(2,035,856)	3,015,451
Libraries	6,000	1,631,033	-	-	-	-	-	-	1,637,033	(977,344)	659,689
Natural Resources	149,031	-	-	-	15,839	15,999	-	-	180,869	(31,838)	149,031
Urban Development & Housing	56,637	426,508	-	4,160	35,846	9,302	-	-	532,453	(454,025)	78,428
Economic Development	15,003,454	26,867,683	5,802,379	5,995	109,431	188,258	86,324	1,255,062	49,318,586	(13,606,433)	35,712,153
Total General Capital Assets	\$ 26,282,873	\$ 64,682,739	\$ 49,863,594	\$ 1,054,110	\$ 21,390,837	\$ 13,372,345	\$ 6,555,043	\$ 4,156,111	\$ 187,357,662	\$ (94,267,274)	\$ 93,090,388

ALLEGANY COUNTY, MARYLAND
CAPITAL ASSETS USED IN THE OPERATION OF
GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION
FOR THE FISCAL YEAR ENDED JUNE 30, 2019

Function	General Capital Assets June 30, 2018	Transfers to Other Funds	Asset Reclass	Additions	Deductions	Cost	Accumulated Depreciation June 30, 2018	Less Current Year Depreciation	Add Depreciation on Disposals	General Capital Assets June 30, 2019
General Government	\$ 11,666,861	\$ -	\$ -	\$ 24,487	\$ (34,150)	\$ 11,657,198	\$ (6,812,456)	\$ (142,810)	\$ 34,150	\$ 4,736,082
Public Safety	44,950,811	-	-	1,286,847	(129,637)	46,108,020	(18,930,204)	(2,504,647)	129,637	24,802,806
Public Works	60,658,657	-	-	3,354,544	(81,765)	63,931,435	(43,930,022)	(1,104,925)	81,765	18,978,253
Health	7,132,442	-	-	-	-	7,132,442	(2,425,175)	(218,430)	-	4,488,837
Social Services	1,808,309	-	-	-	-	1,808,309	(1,230,201)	(108,458)	-	469,650
Recreation & Culture	5,051,307	-	-	-	-	5,051,307	(1,928,218)	(107,638)	-	3,015,451
Libraries	1,637,033	-	-	-	-	1,637,033	(935,334)	(42,010)	-	659,689
Natural Resources	31,838	-	-	149,031	-	180,869	(31,838)	-	-	149,031
Urban Development & Housing	532,453	-	-	-	-	532,453	(440,145)	(13,880)	-	78,428
Economic Development	47,640,957	-	-	1,677,630	-	49,318,586	(12,655,516)	(950,917)	-	35,712,153
Total General Capital Assets	\$ 181,110,668	\$ -	\$ -	\$ 6,492,539	\$ (245,552)	\$ 187,357,662	\$ (89,319,109)	\$ (5,193,715)	\$ 245,552	\$ 93,090,388

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STATISTICAL SECTION

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Statistical Section

This part of the Allegany County's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the County's overall financial health.

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Financial Trends	
These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.	
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These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax	
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Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement 34 in FY 2003; schedules presenting government-wide information include information beginning in that year.

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FINANCIAL TRENDS

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Allegany County, Maryland
Net Position By Component
Last Ten Fiscal Years
(basis of accounting)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Governmental activities										
Net Investment in										
Capital Assets	79,922,549	81,231,372	82,834,048	78,548,257	77,576,485	76,388,353	84,398,712	88,497,352	88,142,012	87,441,448
Restricted	3,883,138	3,009,836	1,821,413	3,083,383	3,030,834	11,875,277	18,954,328	16,237,133	4,258,467	12,318,383
Unrestricted	2,817,888	4,485,252	8,060,878	16,220,459	24,060,546	9,739,329	3,585,497	2,573,829	(13,519,281)	(26,370,540)
Total governmental activities net position	<u>\$ 86,703,571</u>	<u>\$ 88,726,459</u>	<u>\$ 93,816,137</u>	<u>\$ 98,252,099</u>	<u>\$ 104,667,865</u>	<u>\$ 100,100,959</u>	<u>\$ 104,238,537</u>	<u>\$ 105,308,114</u>	<u>\$ 78,878,218</u>	<u>\$ 73,387,291</u>
Business-type activities										
Net Investment in										
Capital Assets	80,104,054	82,056,523	81,346,531	82,803,801	88,732,280	93,011,287	97,811,312	98,160,878	95,880,101	95,563,385
Restricted	198,240	246,483	239,902	288,615	281,383	442,291	247,389	240,345	155,088	161,080
Unrestricted	(307,587)	723,081	1,520,472	1,783,055	1,016,851	(633,330)	(2,817,398)	(4,239,585)	(3,373,873)	(6,879,863)
Total business-type activities net position	<u>\$ 79,994,687</u>	<u>\$ 83,026,047</u>	<u>\$ 83,106,905</u>	<u>\$ 84,675,274</u>	<u>\$ 90,010,314</u>	<u>\$ 92,820,228</u>	<u>\$ 95,041,283</u>	<u>\$ 94,161,628</u>	<u>\$ 92,641,294</u>	<u>\$ 88,844,582</u>
Primary Government										
Net Investment in										
Capital Assets	\$ 160,028,603	\$ 163,287,895	\$ 164,180,579	\$ 161,151,858	\$ 168,308,765	\$ 171,397,620	\$ 182,008,024	\$ 184,658,230	\$ 182,002,113	\$ 184,004,813
Restricted	4,161,378	3,258,298	2,161,315	3,371,998	3,282,217	12,417,568	18,601,597	16,477,478	4,410,533	12,477,483
Unrestricted	2,510,289	5,208,313	10,581,148	20,003,517	26,077,197	9,105,999	788,099	(1,665,986)	(16,883,134)	(33,250,403)
Total primary government net position	<u>\$ 166,699,269</u>	<u>\$ 171,752,506</u>	<u>\$ 176,923,042</u>	<u>\$ 184,527,373</u>	<u>\$ 194,678,179</u>	<u>\$ 192,921,187</u>	<u>\$ 199,377,820</u>	<u>\$ 199,489,742</u>	<u>\$ 169,519,512</u>	<u>\$ 163,231,893</u>

Allegany County, Maryland
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

Expenses	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Governmental activities:										
General Government:	8,846,071	8,485,854	9,275,767	9,087,290	8,746,293	8,971,206	10,098,884 k	12,286,649	9,768,944 m	12,711,146
Payment to data processing	348,334	348,334	358,754	358,754	332,998	313,562	261,843	182,712	188,456	145,424
Public Safety	18,650,183	17,280,112	16,887,997	18,640,877	17,406,223	18,606,877	20,125,044	20,723,459	24,440,852 n	26,788,857
Public Works	15,378,566	13,596,902	12,585,997	12,250,869	13,698,806 l	13,039,773	13,263,932	14,148,806	13,882,496	15,813,977
Health	1,902,425	1,452,887	2,279,912	1,868,200	1,867,479	2,073,143	2,131,859	2,093,988	2,208,164	2,333,585
Social Services	2,288,943	1,487,708	1,682,412	1,553,815	1,568,214	1,277,778	1,467,194	1,387,194	881,055	1,258,655
Education:	207,803	417,181	582,842	640,888	682,409	623,625	1,389,052	797,321	10,365,098 o	3,162,750
Payment to public school system	28,518,587	29,005,829	28,240,000	29,391,958	29,770,045	30,224,471	30,014,167	30,169,985	30,424,308	30,424,308
Payments to community college	7,425,000	7,425,000	7,425,000	7,425,000	7,555,000	7,555,000	7,915,000	7,630,550	7,630,550	7,990,550
Recreation, culture & libraries:	712,201	1,078,718	868,820	884,822	722,533	749,378	826,830	583,538	1,214,232 p	1,191,889
Payment to public library system	905,000	905,000	905,000	905,000	940,000	947,500	947,500	956,975	956,975	956,975
Conservation of natural resources	289,487	309,186	201,107	240,204	287,362	254,450	249,836	265,293	284,317	142,584
Community development & housing	1,527,343	1,260,818	884,528	1,033,325	915,289	1,042,086	1,176,904	1,026,337	1,021,158	1,005,058
Economic development	2,296,740	3,099,936	2,879,427	2,548,509	3,602,112	2,672,959	2,674,585	3,355,189	4,111,278 q	3,194,349
Interest on long term debt	1,878,376	1,438,754	1,260,789	987,503	581,189	650,717	659,875	877,774	763,156	909,031
Total governmental activities expenses	\$ 90,972,159	\$ 87,812,179	\$ 86,307,852	\$ 85,914,814	\$ 88,775,760	\$ 89,002,523	\$ 93,202,815	\$ 96,287,730	\$ 108,151,053	\$ 109,827,938
Business-type activities:										
Water	3,699,321	4,184,704	4,016,864	4,270,963	4,344,329	4,428,254	4,772,141	4,723,474	4,645,473	4,741,156
Sewer	7,251,103	7,914,848	8,485,797	8,622,450	8,886,484	9,354,485	9,965,143	10,782,299	10,545,774	11,426,210
Other Funds	613,458	716,843	749,876	353,648	187,465	334,585	225,789	202,991	195,390	187,778
Total business-type activities expenses	11,563,882	12,816,295	13,254,637	13,247,061	13,518,258	14,118,324	14,963,073	15,708,764	15,386,637	16,355,144
Total primary government expenses	\$ 102,536,041	\$ 100,628,474	\$ 99,562,289	\$ 99,161,875	\$ 102,294,048	\$ 103,120,847	\$ 108,165,888	\$ 111,996,494	\$ 123,537,690	\$ 126,163,082
Program Revenues										
Governmental activities:										
Charges For services:										
Public safety	1,854,301	1,503,049	1,394,969	1,263,272	1,247,168	416,243	1,288,935	1,161,723	2,414,892	3,698,282
Public works	1,002,656	842,854	931,374	952,807	999,315	1,403,788	1,038,634	1,020,139	1,152,083	1,294,859
Economic development	3,208,431	3,368,034	3,458,473	3,448,157	3,336,528	1,004,159	3,367,800	3,300,433	3,307,020	3,424,141
Other activities	756,974	781,680	779,869	739,780	804,327	3,788,001	872,000	819,358	1,832,418	1,550,337
Operating grants and contributions	5,468,828	4,309,939	4,123,808	5,100,079	4,470,054	4,320,955	4,230,909	4,507,723	5,503,162	5,733,335
Capital grants and contributions	6,597,432	480,867 d	2,770,388 l	388,323 g	1,296,010	1,086,127	2,078,635	3,235,959	1,401,481	1,894,195
Total governmental activities program revenues	18,686,622	11,286,223	13,458,859	11,870,498	12,153,400	12,017,273	12,851,113	14,065,335	15,811,037	17,595,149
Business-type activities:										
Charges For services:										
Water	3,385,635	3,792,849	3,848,217	3,888,155	3,857,267	4,182,774	4,257,317	4,197,525	4,166,326	4,183,777
Sanitary	5,007,377	5,285,246	5,411,747	5,444,477	5,735,194	5,905,018	6,082,372	6,382,842	6,040,900	6,118,466
Other Funds	124,134	271,440	255,457	281,017	269,480	316,477	106,300	72,442	59,200	44,187
Operating grants and contributions										
Capital grants and contributions	7,412,483 n	4,545,248 e	2,847,845 f	3,908,935 h	7,473,345 i	8,018,881 f	5,404,171 j	2,827,122 i	2,159,946 i	1,725,700
Total business-type activities program revenues	15,929,609	13,874,881	11,861,266	13,322,284	17,435,286	18,420,890	15,850,160	13,479,931	12,426,373	12,072,160
Total primary government program revenues	\$ 34,616,231	\$ 25,161,104	\$ 25,319,925	\$ 25,192,782	\$ 29,588,686	\$ 28,438,203	\$ 28,701,273	\$ 27,545,266	\$ 28,037,410	\$ 29,667,309

(a) Schedules presenting government wide (full accrual accounting) are available from fiscal year 2003, the year the County Implemented GASB Statement No. 34.

Allegany County, Maryland
Changes in Net Position, Last Ten Fiscal Years (a)
(accrual basis of accounting)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
Net (Expense)/Revenue										
Governmental activities	\$ (72,083,537)	\$ (78,325,956)	\$ (72,848,993)	\$ (74,044,316)	\$ (76,622,960)	\$ (76,985,250)	\$ (80,351,702)	\$ (82,222,395)	\$ (92,540,016)	\$ (92,232,789)
Business-type activities	4,365,727	1,058,588	(1,393,371)	75,223	3,916,998	2,302,606	887,087	(2,228,833)	(2,980,264)	(4,282,984)
Total primary government net expense	<u>\$ (67,717,810)</u>	<u>\$ (77,267,370)</u>	<u>\$ (74,242,364)</u>	<u>\$ (73,969,093)</u>	<u>\$ (72,705,962)</u>	<u>\$ (74,682,644)</u>	<u>\$ (79,464,615)</u>	<u>\$ (84,451,228)</u>	<u>\$ (95,520,280)</u>	<u>\$ (96,495,773)</u>
General Revenues And Other Changes In Net Position										
Governmental Activities:										
Taxes										
Property taxes	39,552,052	41,238,282	41,271,372	40,882,732	41,334,050	40,209,077	40,285,518	40,900,084	40,525,539	42,099,543
Income taxes	22,821,287	24,239,325	24,657,767	24,480,225	24,169,537	28,099,413	26,836,169	25,911,041	26,117,557	28,285,486
Other local taxes	3,280,020 ^b	3,360,883	2,965,592	4,011,282	4,339,820	4,889,338	5,343,333	6,195,069	8,720,588	7,035,187
Licenses	353,375	355,178	415,088	415,158	414,882	425,841	441,304	447,143	434,575	426,574
Unrestricted grants	7,341,783	7,346,258	7,359,609	8,940,541	9,172,991	9,165,836	9,210,586	9,205,270	9,244,141	8,939,143
Investment earnings	1,082,485	1,184,451	1,183,443	888,087	1,745,196	1,353,238	1,181,160	1,375,762	1,383,672	1,544,105
Gain/(loss) on sale/retirement of capital assets	-	243,845	81,820	387,597	18,915	-	-	-	65,351	102,550
Miscellaneous	573,888	591,353	191,234	208,120	323,218	342,101	403,037	987,088	388,378	401,358
Transfers	3,158,822 ^c	(208,709)	(187,252)	(93,484)	(167,799)	(89,824)	(147,927)	(155,527)	(91,884)	(102,095)
Special Item	-	-	-	-	-	-	-	-	-	-
Total governmental activities	<u>\$ 78,143,492</u>	<u>\$ 78,348,844</u>	<u>\$ 77,938,671</u>	<u>\$ 80,080,278</u>	<u>\$ 81,350,568</u>	<u>\$ 82,175,020</u>	<u>\$ 83,553,159</u>	<u>\$ 84,875,960</u>	<u>\$ 84,765,894</u>	<u>\$ 88,741,662</u>
Business-type activities:										
Property taxes	901,613	1,414,497	996,575	988,573	1,019,069	997,240	982,289	993,937	1,133,343	1,144,089
Investment earnings	183,601	183,350	175,200	309,448	208,641	201,738	181,339	195,916	214,705	220,085
Miscellaneous	108,761	188,208	5,924	103,681	22,533	21,003	15,835	3,800	-	-
Gain/(loss) on sale/retirement of capital assets	4,589,787 ^c	-	129,278	-	-	-	-	-	-	-
Transfers	(3,158,822) ^d	208,709	187,252	93,484	187,799	89,824	147,927	155,527	91,884	102,095
Total business-type activities	<u>\$ 2,604,940</u>	<u>\$ 1,872,764</u>	<u>\$ 1,474,229</u>	<u>\$ 1,493,146</u>	<u>\$ 1,418,042</u>	<u>\$ 1,309,805</u>	<u>\$ 1,337,368</u>	<u>\$ 1,349,180</u>	<u>\$ 1,439,932</u>	<u>\$ 1,466,269</u>
Total primary government	<u>\$ 80,748,432</u>	<u>\$ 80,321,608</u>	<u>\$ 79,412,900</u>	<u>\$ 81,573,424</u>	<u>\$ 82,768,610</u>	<u>\$ 83,484,825</u>	<u>\$ 84,890,524</u>	<u>\$ 86,225,140</u>	<u>\$ 86,205,826</u>	<u>\$ 90,207,931</u>
Change in Net Position										
Governmental activities, restated	\$ 8,089,955	\$ 2,022,888	\$ 5,089,678	\$ 6,035,962	\$ 4,728,943	\$ 5,189,770	\$ 3,201,453	\$ 2,853,565	\$ (7,774,122)	\$ (3,490,927)
Business-type activities	8,970,867	3,031,350	80,858	1,568,368	5,335,040	3,812,411	2,224,456	(879,653)	(1,520,332)	(2,796,714)
Total primary government	<u>\$ 13,030,622</u>	<u>\$ 5,054,238</u>	<u>\$ 5,170,536</u>	<u>\$ 7,604,331</u>	<u>\$ 10,063,983</u>	<u>\$ 8,802,181</u>	<u>\$ 5,425,909</u>	<u>\$ 1,773,912</u>	<u>\$ (9,294,454)</u>	<u>\$ (6,287,642)</u>

Notes: Expenses include indirect cost allocation.

(Continued)

Allegany County, Maryland
Changes in Net Position, Last Ten Fiscal Years
(accrual basis of accounting)

Explanation of Significant Variances:

	a	Decrease due to less grant money received in FY 2010 for the Georges Creek WWTP Upgrade which is near completion
	b	Decrease due to dramatic decrease in highway users revenue and recordation/transfer taxes.
	c	Increase due to decrease in highway users tax revenue therefore transfers to highway fund increased.
	d	Decrease in grants largely due to the decrease in American Recovery & Reinvestment Act Grants that were received in 2010
	e	Decrease largely due to a large construction project being completed (Georges Creek Wastewater Plant)
	f	Decrease due to grant related projects being completed and projects financed more with loans
	g	Decrease due to donation of building in FY 2012 in the amount of \$ 1.6 million and no such donation in FY 13
	h	Increase due to increase in federal and state funding for the Mount Savage Water/Sewer project
	i	Increase due to expenditures largely due to additional road and "Pot-hole" work
j		Increase due to increase in federal and state funding for the Mt Savage & Rawlings Water projects and Jennings Run Sewer project
	k	Increase largely due to GASB 68 required entries to pension expense , liability increased
l		Increase largely due to GASB 68 required entries to pension expense , liability increased and GASB 72 entries
m		Increase largely due to GASB 68 required entries to pension expense -liability decreased this year
	n	Increase due to adding a new ambulance service to County residents
o		Increase due to contribution to new county high school
p		Increase due to renovations to Library buildings
q		Increase due to paving and road projects
r		County added new ambulance service

Allegheny County, Maryland
Fund Balances, Governmental Funds
Last Ten Fiscal Years
 (modified accrual basis of accounting)

	2010	2011	2012	2013	2014	2015	2016	2017	2018	2019
General Fund										
Nonspendable		1,202,021	1,200,483	1,201,265	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
Restricted		110,787	129,902	148,883	148,883	148,883	1,796,630	173,170	131,878	80,743
Committed		2,649,997	-	-	-	949,319	150,000	987,195	1,571,566	830,551
Assigned		1,868,285	881,313	447,970	3,414,000	5,664,000	4,014,000	5,898,328	6,423,165	6,714,643
Unassigned		11,394,352	15,876,397	17,801,898	18,665,272	19,642,135	18,082,412	18,649,963	15,918,000	16,755,112
Reserved	1,210,858									
Unreserved	15,781,591									
Total General Fund	\$ 16,972,480	\$ 17,225,132	\$ 17,891,585	\$ 18,699,784	\$ 23,458,195	\$ 27,604,317	\$ 25,252,642	\$ 25,886,858	\$ 25,244,740	\$ 23,821,046
All Other Governmental Funds										
Nonspendable							46,480	42,233	41,820	39,977
Restricted		1,217,478	1,718,061	3,050,872	2,968,844	10,187,951	12,725,823	15,752,673	4,123,488	12,235,640
Committed		6,714,281	5,468,432	8,891,702	10,738,989	12,138,663	9,734,827	8,700,167	10,717,434	10,492,198
Assigned		2,340,790	2,685,550	2,442,285	1,497,237	1,394,298	1,342,978	2,288,721	2,218,031	1,389,301
Unassigned		(551,089)	43,002	(11,080)	(191,236)	(306,634)	(419,033)	(397,687)	(767,666)	(1,201,625)
Reserved	1,209,131									
Unreserved, reported in:										
Special revenue funds	8,198,802									
Capital project funds	3,015,178									
Debt service funds	315,232									
Total all other governmental funds	\$ 12,738,141	\$ 9,721,468	\$ 9,916,045	\$ 14,353,799	\$ 18,011,634	\$ 23,423,778	\$ 23,430,255	\$ 25,388,197	\$ 16,930,937	\$ 22,855,491

Note: Changes to fund balance classifications beginning in FY 2011 are due to changes required by GASB Statement Number 54

Allegany County, Maryland
Changes in Fund Balances, Governmental Funds
Last Ten Fiscal Years

(modified accrual basis of accounting)

Revenues	2010	#	2011	2012	2013	2014	2015	2016	2017	2018	2019
Property taxes	39,691,592		42,100,002	42,049,578	40,302,290	43,948,120	41,737,685	41,018,799	42,106,441	41,529,472	43,599,1
Income taxes	23,824,288		24,248,781	24,854,127	24,249,252	24,112,733	25,910,575	26,880,919	26,435,017	25,797,515	26,388,
Highway user taxes	227,622		317,590	229,448	424,914	871,589	466,089	547,328	539,372	690,000	1,001,5
Other local taxes	3,689,846		3,539,070	3,223,788	4,087,133	4,088,218	3,579,491	4,043,448	4,380,110	4,074,450	3,984,5
Licenses and permits	609,877		613,729	659,513	684,287	686,233	679,422	700,480	672,859	666,528	720,5
Intergovernmental:											
Federal	8,381,233		2,892,586	3,617,971	2,991,120	2,044,238	3,250,448	2,372,945	2,830,366	2,922,197	3,174,1
State	10,014,893		9,518,068	8,661,983	10,909,579	12,151,477	12,255,365	13,546,119	18,123,698	15,920,794	13,648,
Other	362,362		515,474	514,785	537,554	467,581	600,745	306,747	178,287	901,053	975,
Service charges	2,602,221		2,000,873	2,232,599	1,758,235	1,740,331	1,898,021	1,805,043	1,938,622	2,446,454	2,834,
Fines and forfeitures	114,372		74,177	141,890	96,119	170,927	150,249	152,942	80,907	74,581	142,
Interest	247,584		162,578	121,670	126,522	103,748	152,354	237,085	312,861	340,649	472,
Miscellaneous	3,832,288		4,005,045	3,644,683	3,902,225	3,949,683	4,142,621	4,080,911	4,342,888	4,254,946	4,373,1
Total revenues	\$ 93,578,128		\$69,987,773	\$ 89,972,005	\$ 90,049,230	\$ 94,134,836	\$ 94,822,063	\$ 95,662,764	\$ 99,740,838	\$ 99,618,619	\$ 103,416,
Expenditures											
General government	8,368,897		8,277,780	8,622,096	8,436,402	7,899,532	8,532,724	9,210,525	9,301,186	9,420,158	10,548,
Public safety	14,803,570		16,224,735	16,110,171	16,144,972	16,216,972	17,572,571	18,218,000	19,484,708	23,217,837	24,405,
Public works	11,752,219		12,123,968	11,496,843	11,118,747	11,808,708	11,465,679	12,282,927	11,734,735	12,297,757	13,717,
Health and Hospitals	479,537		460,030	425,309	439,291	411,510	432,998	452,436	425,494	541,244	630,
Social Services	2,911,063		1,448,501	1,497,113	1,376,693	1,483,664	1,283,500	1,318,831	1,276,668	1,251,241	1,118,
Education	25,261		24,511	23,781	29,754	-	-	-	-	-	-
Recreation, culture and libraries	555,124		663,290	712,577	736,413	616,169	628,708	692,800	795,045	1,076,066	903,
Conservation of natural resources	286,273		353,689	201,090	239,976	319,102	254,882	244,874	263,677	282,314	278,
Community Development and Housir	1,566,289		1,298,107	870,841	1,018,262	900,783	1,027,692	1,162,941	1,012,374	1,007,193	991,1
Economic development	2,017,520		3,774,804	3,260,393	1,690,366	2,084,527	1,936,365	5,481,683	1,856,960	3,305,352	2,479,
Miscellaneous	20,869		114,855	27,089	34,803	31,222	33,046	38,599	44,831	47,189	82,
Appropriation to other governments	1,242,952		1,242,369	1,245,199	1,347,973	1,376,033	1,481,027	1,476,610	1,495,969	1,494,083	1,525,
Capital Outlay	8,092,983		3,209,772	1,741,884	2,320,671	3,076,325	4,096,958	6,070,469	13,507,913	14,858,728	8,835,
Debt Service:											
Interest	1,732,187		1,491,130	1,271,904	1,083,631	866,802	556,774	762,344	649,037	634,194	736,
Principal	4,887,794		5,082,830	4,593,968	16,833,941	3,937,149	4,397,552	3,213,641	3,325,019	2,405,547	2,312,
Payments to Component Units	36,678,334		36,916,334	36,928,754	38,080,712	39,280,450	38,234,208	38,601,988	38,940,222	39,200,289	39,517,
Total expenditures	\$ 95,720,852		\$92,910,505	\$ 89,029,012	\$ 100,933,607	\$ 90,206,946	\$ 91,916,460	\$ 99,468,768	\$ 104,213,678	\$ 111,239,172	\$ 108,183,
Excess of revenues over (under) Expenditures	\$ (2,142,724)		(\$2,922,732)	\$ 942,993	\$ (10,884,377)	\$ 3,927,890	\$ 2,905,583	\$ (3,774,004)	\$ (4,472,740)	\$ (11,620,553)	\$ (4,766,
Other Financing Sources (Uses)											
Proceeds from borrowing	83,719						9,740,351		9,000,000		11,767,1
Proceeds from refinancing					14,736,467						
Payments to escrow agent	-										
Transfers in	19,552,823		7,823,754	7,293,320	5,877,981	6,239,177	4,368,114	10,639,108	6,435,360	3,504,113	4,694,
Transfers from component units											
Transfers out	(16,393,999)		(8,032,465)	(7,480,574)	(5,971,428)	(6,406,976)	(4,457,938)	(10,787,034)	(6,590,887)	(3,595,897)	(4,996,
Sale of capital assets	217,528		369,452	64,771	2,517,850	628,097	1,716	83,586	13,706	16,231	102,
Total Other Financing Sources (Uses)	\$ 3,440,071		\$160,741	\$ (82,483)	\$ 17,160,850	\$ 458,298	\$ 9,652,243	\$ (84,340)	\$ 8,858,179	\$ (76,853)	\$ 11,767,1
Net Change in fund balances	\$ 1,297,347		(\$2,761,991)	\$ 860,510	\$ 6,276,473	\$ 4,386,186	\$ 12,557,826	\$ (3,858,344)	\$ 4,385,439	\$ (11,697,206)	\$ 7,000,5
Debt service as a percentage of noncapital expenditures	7.2%		7.40%	6.8%	18.1%	5.2%	5.5%	4.4%	4.2%	3.0%	3
Note: Expenditures for Capital Assets are reported about as "Capital outlays" as well as departmental expenditures. The total expenditures for capital asses is utilized for computing the ratio above.											
Total Expenditures for Capital Assets	\$3,324,148		\$3,864,007	\$2,382,598	\$1,721,256	\$2,267,159	\$2,284,182	\$8,428,204	\$9,472,687	\$4,220,066	\$6,492

REVENUE CAPACITY

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Allegany County, Maryland
Assessed Value and Actual Value Of Taxable Property
Last Ten Fiscal Years

Fiscal Year	Real Property		Real Property Total Direct Tax Rate	Personal Property		Corporate Personal Property		Totals		Personal & Corporate Personal Total Direct Tax Rate
	Market Value	Assessed Value		Market Value	Assessed Value	Market Value	Assessed Value	Market Value	Assessed Value	
2010	3,141,348,303	3,141,348,303	1.0191	6,100,480	6,100,480	424,375,697	424,375,697	3,571,822,480	3,571,822,480	2.5478
2011	3,360,795,103	3,360,795,103	1.0305	6,596,150	6,596,150	347,045,160	347,045,160	3,714,436,413	3,714,436,413	2.5763
2012	3,547,448,518	3,547,448,518	0.9997	5,747,720	5,747,720	353,272,590	353,272,590	3,906,468,828	3,906,468,828	2.4993
2013	3,532,084,432	3,532,084,432	0.9877	5,694,540	5,694,540	346,092,240	346,092,240	3,883,871,212	3,883,871,212	2.4693
2014	3,511,729,354	3,511,729,354	0.9880	5,028,930	5,028,930	358,164,980	358,164,980	3,874,923,264	3,874,923,264	2.4700
2015	3,469,830,592	3,469,830,592	1.0035	4,997,740	4,997,740	345,858,616	345,858,616	3,820,686,948	3,820,686,948	2.5088
2016	3,487,280,029	3,487,280,029	0.9899	6,494,120	6,494,120	337,155,996	337,155,996	3,830,930,145	3,830,930,145	2.4748
2017	3,508,924,084	3,508,924,084	0.9883	8,705,040	8,705,040	348,994,870	348,994,870	3,860,623,994	3,860,623,994	2.4733
2018	3,528,551,083	3,528,551,083	0.9885	7,878,200	7,878,200	329,114,435	329,114,435	3,865,343,718	3,865,343,718	2.4713
2019	3,556,120,788	3,556,120,788	0.9921	7,192,380	7,192,380	353,252,397	353,252,397	3,916,565,543	3,916,565,543	2.4803

Source: Allegany County Finance Office & Allegany Tax Office

Note: Tax rates expressed in \$100 of assessed value

Allegany County, Maryland

Schedule Of Real Property Tax Rates - Direct And Overlapping and the County Direct Rate Last Ten Fiscal Years

	2019	2018	2017	2016	2015	2014	2013	2012	2011	2010
<u>Municipal Direct Tax Rates (1.2)</u>										
Barton	0.1712	0.1736	0.1727	0.1718	0.1728	0.1649	0.1662	0.1709	0.1699	0.1835
Cumberland	1.0595	1.0595	0.9654	0.9654	0.9654	0.9634	0.9634	0.9634	0.9654	0.9634
Frostburg	0.6600	0.6600	0.6400	0.6205	0.5820	0.5665	0.5665	0.5665	0.5500	0.5300
Lonaconing	0.3460	0.3512	0.3498	0.3527	0.5552	0.3400	0.3400	0.3400	0.3700	0.3400
Luke	1.0601	1.0604	1.0600	1.0600	0.7900	0.5500	0.5500	0.5500	0.5500	0.5500
Midland	0.2800	0.2800	0.2800	0.2800	0.2800	0.2800	0.2800	0.2800	0.2800	0.2800
Westonport	0.6000	0.6000	0.6000	0.6000	0.6000	0.6000	0.6000	0.6000	0.6000	0.6000
<u>Allegany County Direct Tax Rates (1.3)</u>										
Barton	0.8963	0.8843	0.8935	0.8938	0.8976	0.8910	0.8892	0.9038	0.9475	0.9545
Cumberland	0.8385	0.8324	0.8452	0.8486	0.8530	0.8424	0.8371	0.8319	0.8999	0.9016
Frostburg	0.8494	0.8405	0.8330	0.8560	0.8597	0.8497	0.8436	0.8579	0.9065	0.9086
Lonaconing	0.8641	0.8573	0.8696	0.8714	0.8761	0.8675	0.8655	0.8834	0.9328	0.9305
Luke	0.8620	0.8551	0.8670	0.8687	0.8735	0.8645	0.8620	0.8799	0.9289	0.9266
Midland	0.8963	0.8843	0.8935	0.8938	0.8976	0.8910	0.8892	0.9038	0.9475	0.9545
Westonport	0.8963	0.8843	0.8935	0.8938	0.8976	0.8910	0.8892	0.9038	0.9475	0.9545
Unincorporated	0.9750	0.9760	0.9770	0.9780	0.9790	0.9800	0.9810	0.9820	0.9829	0.9829
<u>Special Taxing Areas (1.4)</u>										
<u>Sanitary Districts</u>										
Bedford Road	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000	0.1000
Bowling Green	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500	0.2900	0.2900
Braddock Run	0.0420	0.0420	0.0070	0.0070	0.0070	0.0070	0.0070	0.0070	0.0070	0.0070
Cresaptown	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500	0.2500	0.2900	0.2900
Jennings Run - Wade Creek	0.0520	0.0520	0.0520	0.0520	0.0520	0.0520	0.0520	0.0520	0.0520	0.0520
Cash Valley Subdistrict	0.1860	0.1860	0.1860	0.1860	0.1860	0.1860	0.1860	0.1860	0.1860	0.1860
McCoole	0.0310	0.0310	0.0310	0.0310	0.0310	0.0310	0.0310	0.0310	0.0700	0.0700
Filberts/ Gilpin	0.0160	0.0160	0.1600	0.1600	0.1500	0.1500	0.1500	0.1500	0.1700	0.1700
Franklin/ Brophytown	0.0190	0.0190	0.0190	0.0190	0.0190	0.0190	0.0190	0.0190	0.0190	0.0190
Oldtown	0.0330	0.0330	0.0330	0.0330	0.0330	0.0330	0.0330	0.0330	0.0800	0.0900
George's Creek	0.2100	0.2100	0.2100	0.2100	0.2100	0.2100	0.2100	0.2100	0.4700	0.1600
Mexico Farms	0.0510	0.0510	0.0510	0.0510	0.0510	0.0510	0.0510	0.0510	0.0600	0.0600
Oldtown Road	0.1300	0.1300	0.1300	0.1300	0.1300	0.1040	0.0770	0.0770	0.0770	0.0770
<u>Other Special Districts</u>										
Bedford Road Volunteer Fire Co	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400
Bel Air Special Tax Area	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400
Bowling Green and Roberts Place	0.0550	0.0550	0.0650	0.0650	0.0650	0.0650	0.0650	0.0650	0.0650	0.0650
Bowling Green Volunteer Fire Co	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400
Corriganville Light & Imp Assoc.	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600	0.0600
Cresaptown Ambulance Taxing Area	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280	0.0280
Cresaptown Civic Improvement Assoc	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500	0.0500
Cresaptown Special Fire Tax Area	0.0520	0.0520	0.0520	0.0520	0.0520	0.0520	0.0520	0.0520	0.0520	0.0520
Ellendale Special Taxing Area	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0400	0.0400
LaVale Secretary Commission	0.0550	0.0530	0.0470	0.0420	0.0520	0.0520	0.0530	0.1000	0.1000	0.1000
LaVale Fire Department	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400
LaVale Volunteer Rescue Squad	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200	0.0200
McCoole Special Taxing Area	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400
Moscow Special Taxing Area	0.1000	0.1200	0.1200	0.1200	0.1200	0.1200	0.1200	0.1200	0.1200	0.1200
Mt. Savage Special Taxing Area	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400	0.0400
Potomac Park Citizens Committee	0.0450	0.0450	0.0450	0.0450	0.0450	0.0450	0.0450	0.0450	0.0450	0.0450
Rawlins Special Fire Tax Area	0.1000	0.1200	0.0800	0.0800	0.0800	0.0800	0.0800	0.0800	0.0800	0.0800
Total County Direct Rate (1.5)	0.9921	0.9885	0.9899	0.9899	1.0035	0.9880	0.9877	0.9997	1.0305	1.0191

Notes:

- (1) All tax rates are per \$ 100 of assessed value.
- (2) Municipal tax rates are presented for informative purposes only and are not included in the Total County Direct Rate.
- (3) County tax rates vary as a result of tax differentials provided to taxpayers residing in municipal jurisdictions.
- (4) Thirty special taxing areas have been established in the County. As provided by various statutes, taxes are levied and assessed within the special taxing areas to provide revenues for the amortization of bonded indebtedness of sanitary districts and to pay for the protection, street lighting and other civil services.
- (5) County direct rate includes County taxes levied for the County and the special taxing areas, it does not include taxes levied by the municipalities. For areas levied on behalf of special taxing districts, the direct rate includes a prorated portion of the tax rate that corresponds to the portion of the County's assessable base against which the tax is levied. Therefore, the total County direct rate presented above is not a mathematical sum of all of the individual rates presented.

Source: Allegany County Finance Department; Maryland State Assessment Office

Allegany County, Maryland
Principal Property Tax Payers
Current Year and Nine Years Ago

Taxpayer	2019			2010		
	Taxable Assessed Value	Rank	Percentage of County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of County Taxable Assessed Value
AES WR Limited Partnership	\$ 63,295,623	1	1.62%	\$ 112,773,250	1	3.17%
Polomac Edison Co	62,945,830	2	1.61%	45,004,390	3	1.27%
Columbia Gas of Maryland	38,034,840	5	0.85%	24,433,616	7	0.69%
CSX Transportation	35,583,066	3	0.91%	23,184,836	8	0.65%
New Page (Mead/Westvaco/Verso)	34,814,310	4	0.89%	65,987,938	2	1.86%
Trans-Allegheny Interstate Line	25,717,160	7	0.66%	40,756,100	4	1.15%
LaVale Associates	25,413,500	6	0.65%	32,072,930	5	0.90%
Verizon-Maryland (Bell Atlantic)	17,348,660	8	0.44%	28,868,650	6	0.81%
Hunter Douglas Northeast, Inc.	15,180,180	9	0.39%	16,315,070	10	0.46%
Allegany Coal-Land	13,843,267	10	0.36%	17,849,803	9	0.50%
American Woodmark						
Total	\$ 332,276,436		8.36%	\$ 407,246,583		11.45%

Source: Allegany County Tax and Utility Office

Note: Total county taxable assessed value includes real estate and personal property
Largest assessed properties are not necessarily the largest taxpayer due to tax exemptions

Allegany County, Maryland
Property Tax Levies and Collections
Last Ten Fiscal Years

Real Property

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Levy Changes in Subsequent Years	Collections in Subsequent Years	Grand Total Information		
		Amount	Percentage of Levy			Levy	Collections	Percentage of Levy
2010	31,122,925	28,548,101	91.72%	(43,308)	2,533,551	31,079,617	31,079,652	100.00%
2011	32,888,341	30,352,908	92.35%	(61,104)	2,443,986	32,807,237	32,796,894	99.97%
2012	33,037,418	30,557,037	92.49%	(43,883)	2,425,168	32,983,455	32,982,205	99.97%
2013	32,780,110	30,023,529	91.65%	(23,154)	2,701,040	32,736,956	32,724,569	99.98%
2014	32,815,478	30,189,373	92.56%	(30,351)	2,378,385	32,585,125	32,585,758	99.94%
2015	32,363,414	29,837,271	92.19%	(17,501)	2,477,583	32,345,813	32,314,854	99.90%
2016	32,407,750	29,866,195	92.16%	(18,212)	2,478,240	32,388,538	32,344,435	99.86%
2017	32,533,653	30,119,478	92.58%	(21,675)	2,320,829	32,511,878	32,440,307	99.78%
2018	31,928,292	29,405,769	92.10%	(10,412)	1,321,129	31,917,880	30,726,898	96.27%
2019	32,200,047	29,636,851	92.04%			32,200,047	29,636,851	92.04%

Personal Property and Corporate Personal Property

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Levy Changes in Subsequent Years	Collections in Subsequent Years	Grand Total Information		
		Amount	Percentage of Levy			Levy	Collections	Percentage of Levy
2010	9,222,172	8,363,782	90.69%	(100,308)	710,125	9,121,864	9,073,887	99.47%
2011	8,305,076	8,068,844	97.16%	(83,648)	122,524	8,221,430	8,181,368	99.63%
2012	8,281,531	7,494,898	90.50%	(33,772)	715,784	8,247,759	8,210,620	99.55%
2013	8,027,386	7,204,178	89.75%	13,477	795,518	8,040,862	7,989,694	99.49%
2014	8,294,170	7,770,966	93.69%	(311,470)	181,369	7,982,700	7,952,335	98.62%
2015	8,022,819	7,882,332	98.26%	(8,288)	301,281	8,014,530	7,983,613	99.61%
2016	7,832,203	7,650,947	97.69%	17,740	188,271	7,849,943	7,820,216	99.62%
2017	7,854,575	7,718,722	98.27%	(36,871)	47,935	7,817,604	7,766,857	99.36%
2018	7,422,103	7,178,320	96.69%	28,385	189,011	7,450,488	7,339,331	98.51%
2019	7,802,902	7,546,060	96.71%			7,802,902	7,546,060	96.71%

Total Taxes Levied

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Levy Changes in Subsequent Years	Collections in Subsequent Years	Grand Total Information		
		Amount	Percentage of Levy			Levy	Collections	Percentage of Levy
2010	40,345,097	36,909,883	91.48%	(143,616)	3,243,676	40,201,481	40,153,539	99.88%
2011	41,173,417	38,421,752	93.32%	(144,750)	2,688,510	41,028,667	40,968,262	99.80%
2012	41,318,949	38,051,873	92.09%	(77,735)	3,140,952	41,241,214	41,182,825	99.88%
2013	40,787,495	37,227,707	91.27%	(9,877)	3,498,558	40,777,818	40,724,263	99.87%
2014	40,909,848	37,960,339	92.79%	(341,821)	2,557,754	40,567,825	40,518,093	99.88%
2015	40,388,233	37,518,803	92.90%	(25,780)	2,778,864	40,360,443	40,298,487	99.85%
2016	40,239,953	37,517,142	93.23%	(1,472)	2,647,511	40,238,481	40,184,853	99.82%
2017	40,368,128	37,838,200	93.69%	(58,648)	2,368,764	40,329,462	40,206,984	99.70%
2018	39,350,395	36,582,089	92.96%	17,973	1,484,140	39,368,368	38,066,229	96.69%
2019	40,002,949	37,182,911	92.95%			40,002,949	37,182,911	92.95%

Source: Allegany County Tax and Utility Office & Allegany County Finance Office

DEBT CAPACITY

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Allegany County, Maryland
Ratios Of Outstanding Debt By Type
Last Ten Fiscal Years

Fiscal Year	Governmental Activities				Business -Type Activities							Total Primary Government	Percentage of Personal Income	Debt Per Capita
	General Obligation Bonds	Term Notes	Capital Leases	State Loans	Water Term Notes	Water Federal Loans	Water State Loans	Sanitary Term Notes	Sanitary State Loans	Sanitary Federal Loans	Nursing Home Loans			
2010	21,920,544	9,385,495	206,094	4,175,771	397,734	4,308,768	-	18,453	15,668,339	3,281,112	-	59,338,310	2.60%	818
2011	17,881,152	8,895,326	131,177	3,897,419	380,518	5,047,339		18,070	15,840,547	3,237,078		55,108,622	2.40%	734
2012	14,215,928	8,502,021	74,090	3,199,049	382,737	7,588,082		17,670	15,108,960	3,684,134		52,732,649	2.20%	703
2013	20,948,078	219,828	36,080	2,203,357	344,380	10,928,281		17,251	14,518,950	4,968,713		54,185,699	3.30%	725
2014	17,922,288	212,915	18,560	1,765,300	325,424	10,859,917	130,265	18,814	13,698,637	4,902,290		48,852,390	3.10%	674
2015	23,531,007	205,809	0	1,471,847	305,853	10,710,507	238,488	18,355	12,728,747	4,833,387		54,038,000	3.40%	735
2016	20,497,355	205,809	0	1,237,420	301,088	10,934,987	285,640	15,878	12,461,588	4,742,448		50,872,187	3.20%	695
2017	28,343,388	203,485	0	894,298	284,781	10,897,962	388,918	15,375	11,838,500	4,652,100		55,398,733	3.50%	764
2018	24,967,722	203,465	0	842,863	243,204	10,851,104	523,988	14,851	10,512,058	7,521,882		55,481,117	3.50%	769
2019	33,807,041	203,465	0	429,218	220,941	10,891,228	407,759	14,303	9,382,027	7,375,486		62,531,445	2.20%	873

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements
Population and Per Capita Income information provided on Demographic and Economic Statistics Chart

Source: Allegany County Finance Office and Bureau Of Economic Analysis

Allegany County, Maryland
Ratios of General Obligation Debt Outstanding
Last Ten Fiscal Years

General Obligation Debt Outstanding

<u>Fiscal Year</u>	<u>General Obligation Bonds</u>	<u>Taxable Value of Property</u>	<u>Percentage of Actual Taxable Value of Property</u>	<u>Population</u>	<u>Debt Per Capita</u>
2010	21,920,544	3,571,822,480	0.61%	75,101	291.88
2011	17,861,152	3,714,433,413	0.48%	75,059	237.96
2012	14,215,926	3,906,468,828	0.36%	74,692	190.33
2013	20,948,078	3,883,871,212	0.54%	74,012	283.04
2014	17,922,268	3,874,923,264	0.46%	73,521	243.77
2015	23,531,007	3,820,686,948	0.62%	72,952	322.55
2016	20,487,355	3,835,441,204	0.53%	72,528	282.48
2017	26,343,366	3,860,623,994	0.68%	72,130	365.22
2018	24,967,722	3,865,343,718	0.65%	71,614	348.64
2019	33,807,041	3,916,565,543	0.86%	70,975	476.32

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements
Long-term compensated absences payable balances are not included in this schedule

Source: Allegany County Finance Office and Bureau Of Economic Analysis

Allegany County, Maryland
Legal Debt Margin Information
Last Ten Fiscal Years

	2010	2011	2012	2013	2014	2015	2016
Population	75,101	75,059	74,892	74,012	73,521	72,952	72,528
Inmate population excluded	3,279	3,279	3,279	3,279	3,279	3,279	3,279
Net population for debt limit	71,822	71,780	71,413	70,733	70,242	69,673	69,249
Debt Per Capita	585	585	585	585	585	585	585
Debt Limit	42,015,870	41,891,300	41,776,605	41,378,805	41,091,570	40,758,705	40,510,665
Total Net Debt applicable to limit	35,667,904	30,585,074	25,991,086	23,407,144	19,469,995	24,272,444	21,058,803
Legal Debt Margin	6,347,966	11,406,226	15,785,519	17,971,661	21,621,575	16,486,261	19,451,862
Total net debt applicable to the limit as a percentaga of debt limit	84.9%	72.8%	62.2%	56.6%	47.4%	59.6%	52.0%

Source: Bureau of Economic Analysis, U.S. Census Bureau & Allegany County Finance Office

County debt policy dated May 1996

Allegheny County, Maryland
Pledged-Revenue Coverage
Last Ten Fiscal Years

SANITARY DISTRICTS

Fiscal Year	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Principal	Interest	Total	Coverage
2019	7,396,797	8,456,266	(1,059,469)	1,276,976	347,997	1,624,973	(0.65)
2018	7,304,477	7,595,770	(291,293)	1,259,331	329,051	1,588,382	(0.18)
2017	7,498,515	7,866,612	(368,097)	1,208,866	319,082	1,527,948	(0.24)
2016	7,202,103	7,080,788	121,315	1,187,281	335,926	1,523,207	0.08
2015	7,056,321	6,576,768	479,553	1,114,763	338,240	1,453,003	0.33
2014	6,910,702	6,208,477	702,225	1,086,079	352,416	1,438,495	0.49
2013	6,710,671	5,793,480	917,191	1,117,642	352,576	1,470,220	0.62
2012	6,663,036	5,697,183	965,853	1,112,160	321,865	1,434,045	0.67
2011	6,944,595	5,641,225	1,303,370	1,113,166	336,551	1,449,717	0.90
2010	6,166,613	5,053,655	1,113,158	725,634	315,904	1,041,538	1.07

WATER DISTRICTS

Fiscal Year	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Principal	Interest	Total	Coverage
2019	4,269,542	3,079,209	1,190,333	298,370	322,229	620,599	1.92
2018	4,250,353	2,989,839	1,260,514	283,355	356,469	639,844	1.97
2017	4,270,876	3,143,760	1,127,116	272,042	316,284	588,326	1.92
2016	4,325,074	3,228,218	1,096,856	269,427	348,335	617,762	1.76
2015	4,250,167	3,127,808	1,122,359	173,006	333,202	506,208	2.22
2014	4,030,154	3,058,543	971,611	164,640	335,939	500,579	1.94
2013	3,819,651	3,095,376	724,275	158,655	290,816	449,471	1.61
2012	3,708,484	2,960,298	748,186	112,458	235,508	347,966	2.15
2011	3,863,485	3,194,883	668,602	97,847	221,780	319,427	2.09
2010	3,442,520	2,805,180	637,340	89,693	207,391	297,084	2.15

1 - Total revenues includes interest, but does not include capital grants or gain/loss on sale of assets

2 - Total operating expenses less depreciation and interest expense

DEMOGRAPHIC AND ECONOMIC INFORMATION

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Allegany County, Maryland
Demographic and Economic Statistics
Last Ten Calendar Years

<u>Year</u>	<u>Population</u>	<u>Personal Income In 000s</u>	<u>Per Capita Personal Income</u>	<u>Public School Enrollment</u>	<u>Unemployment Rate</u>
2010	75,101	2,292,903	30,531	9,152	8.93%
2011	75,059	2,352,416	31,341	9,022	8.88%
2012	74,692	2,453,991	32,855	8,813	8.02%
2013	74,012	2,400,000	32,000	8,829	8.60%
2014	73,521	2,659,178	35,929	8,872	7.20%
2015	72,952	2,958,277	40,551	8,865	7.30%
2016	72,528	3,014,191	41,559	8,812	6.40%
2017	72,130	2,975,363	41,250	8,702	5.80%
2018	71,814	2,816,878	39,320	8,629	6.10%
2019	70,975	2,875,694	40,517	8,062	5.80%

Source - Population, personal income and per capita - Bureau of Economic Analysis

Public School Enrollment - Allegany County Board Of Education

Unemployment Rate - Maryland Department Of Labor, Licensing and Regulation

**Allegany County, Maryland
Principal Employers
Current Year and Nine Years Ago**

<u>Employer</u>	<u>2019</u>			<u>2010</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage Of Total County Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage Of Total County Employment</u>
Western Maryland Health Systems	2,200	1	6.14%	2,258	1	6.95%
Allegany County Board Of Education	1,350	2	3.77%	1,401	3	4.31%
Northrum Grumman(ATK Tactical)	1,050	3	2.93%	1,472	2	4.53%
Frostburg State University	1,003	4	2.80%	930	5	2.86%
Hunter Douglas	900	5	2.51%	594	7	1.83%
New Page Corporation (VERSO)	700	6	1.95%	973	4	2.99%
CSX Transportation	635	7	1.77%	900	6	2.77%
Western Correctional Institution	588	8	1.64%	552	10	1.70%
North Branch Correctional Institution	574	9	1.60%	557	9	1.71%
Allegany College				592	8	1.82%
American Woodmark	572	10	1.60%			
Total	<u>9,572</u>		<u>26.72%</u>	<u>10,229</u>		<u>31.47%</u>

Source: Allegany County Economic Development Office and Maryland Department of Business & Economic Development.

OPERATING INFORMATION

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Allegany County, Maryland
Full-time Equivalent County Government Employees
by Function/Program
Last Ten Fiscal Years

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017
General Government								
Commissioners & Staff	8.0	7	6	5	5	5.75	5.75	5.75
Judicial	29.1	28.1	27.9	27.9	29.05	28.75	28.75	29.9
Finance	9.8	9.3	9	8	6	5	5	6
Tax Office	7.7	7.7	7.7	7.7	7.7	7.7	7.7	6.7
Maintenance	15.7	14.7	15	14	13.9	13.9	13.9	13.9
Other	42.6	39.7	36.3	36.9	37.45	40.8	40.5	39.5
Public Safety								
Sheriff/Bureau of Police	32.4	34.4	34.4	34.4	34.5	34.4	34.4	35.4
Detention Center	65.4	84	85.8	85.8	85.8	81	81	81.7
911	25.9	25.9	25.9	25.9	26.55	29.05	29.05	29.05
Other	31.3	32.3	31.1	30.1	26.6	24.714	24.714	24.714
Public Works								
Roads division	74.7	74.4	68.4	67.4	67.4	66.4	66.4	66.5
Engineering	14.5	13.5	12	12	9.9	9.9	9.9	9.45
Solid Waste	5.3	5.3	4.3	4.3	5.05	5.46	5.46	4.81
Transit	30.2	29	27.9	27.9	27.9	27.76	27.76	27.76
Health and Hospitals	2.0	2.0	2	2.0	2	2.0	2.0	2.0
Social Services	1.0	1.0	1	1.0	1	1.0	1.0	1.0
Recreation, culture, libraries, tourism	2.0	1.4	1.4	1.4	1.4	1.4	1.4	1.4
Conservation of natural resources	2.0	2.0	1	1.0	1	1.0	1.0	1.0
Community Development and Housing	3.7	2.3	-					
Economic Development	7.7	7.5	7.7	6.3	5.7	5.7	5.0	5.0
Sanitary	31.8	33.8	34	34.0	34	36.0	36.0	36.0
Nursing Home	-							
Total	462.6	455.3	440.8	433.0	427.9	427.5	426.7	427.5

Source: Allegany County Finance Office-Budget

Allegany County, Maryland
Operating Indicators By Function/Program
Last Ten Fiscal Years

Function/Program	2010	2011	#	2012	2013	2014	2015	2016	2017
General Government									
Average number of tax bills issued	38,532	38,518		38,529	38,530	38,536	38,475	38,625	38,650
Public Safety									
Total Number of arrests	1,608	1,285		1,593	1,860	1,782	not avail	not avail	not avail
Total Number of traffic stops	1,840	1,579		1,782	1,492	1,558	not avail	not avail	not avail
Average number of inmates	157	170		150	153	150	134	142	140
Number of Volunteer Fire Stations	23	23	#	22	21	21	21	19	19
Public Works									
Miles of roads maintained	544	544	#	544	544	544	544	544	544
Social Services									
Transit route miles	384,182	332,324		381,238	376,369	409,383	** N/A	** N/A	** N/A
Transit passengers	189,708	187,522		219,995	210,601	205,090	** N/A	** N/A	** N/A
Sanitary									
Average number of sanitary/water customers	9,250	9,250		9,500	9,750	9,850	10,130	10,280	10,295
Gaming									
Games Sold	35,357	33,395		32,701	30,699	27,437	26,013	25,754	26,651
Operators Licensed	92	88	#	100	81	80	70	63	75
Inspections Conducted	860	672	#	851	610	748	701	701	644

Source: Various County Departments

Allegany County, Maryland
Capital Asset Statistics by Function/Program
Last Ten Fiscal Years

Function/Program	2010	2011	2012	2013	2014	2015	2016	2017
General Government								
Number of major buildings maintained	11	11	11	11	11	11	11	11
Public Safety								
Number of police stations	4	4	4	4	4	4	4	4
Number of patrol vehicles	34	38	38	40	33	39	42	42
Public Works								
Miles of roads maintained	544	544	544	544	544	544	544	544
Average number of highway vehicles	140	140	140	140	140	140	140	140
Number of Garages-Roads Dept	5	5	5	5	5	5	5	5
Number of operating transit buses	21	22	22	22	18	18	18	18
Economic Development								
Number of industrial parks	8	8	8	8	8	8	8	8
Number of Buildings leases	13	13	13	12	11	11	11	12
Sanitary								
Sanitary/Water (miles)	175	175	175	175	175	175	175	175
Number of Wastewater Treatment plants	6	6	6	6	6	6	6	6
Number of Water Storage Tanks	6	6	6	6	6	6	6	6

Source: Various County Departments

