

# Allegany County, Maryland Comprehensive Annual Financial Report

For the Fiscal Year Ended June 30, 2020

# 2020



## **Allegany County Board of County Commissioners**

Jacob C. Shade, *President*

Creade V. Brodie, Jr., *Commissioner*

David J. Caporale, *Commissioner*

Jason M. Bennett, *County Administrator*



**ALLEGANY COUNTY, MARYLAND**  
**COMPREHENSIVE ANNUAL**  
**FINANCIAL REPORT**

**FOR THE FISCAL YEAR**  
**JULY 1, 2019 - JUNE 30, 2020**

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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### BOARD OF COMMISSIONERS

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

Jason Bennett, CPA, *Director of Finance*

**February 22, 2021**

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, 2020, 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, 2020, 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, 2020, 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 increased considerably from June 30, 2019 at 5.8% to 9.7% for June 30, 2020. This increase was largely due to the global COVID-19 pandemic. The region has diverse manufacturing and industrial base of rail transportation and the manufacturing of window coverings. During regular years, 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 31,307. The total labor force is down largely due to the COVID 19 pandemic.

**Long-term financial planning:** The County adopts a five-year Capital Improvement Program each year as required by state law.

**Major initiatives:** The County has taken major steps to improve and expand our broadband offerings to our citizens, schools and businesses utilizing CARES funds as a result of the global pandemic. The goal will be to allow access to broadband in every corner of the County while focusing on enhanced speeds.

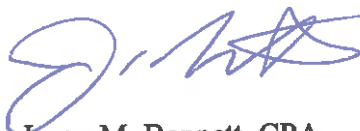
The County continues to actively work to replace some of the jobs lost with the closure of the VERSO Luke Paper Mill in May of 2019 by finding alternative uses for the space and highlighting the natural resources and workforce available to potential businesses.

### **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.

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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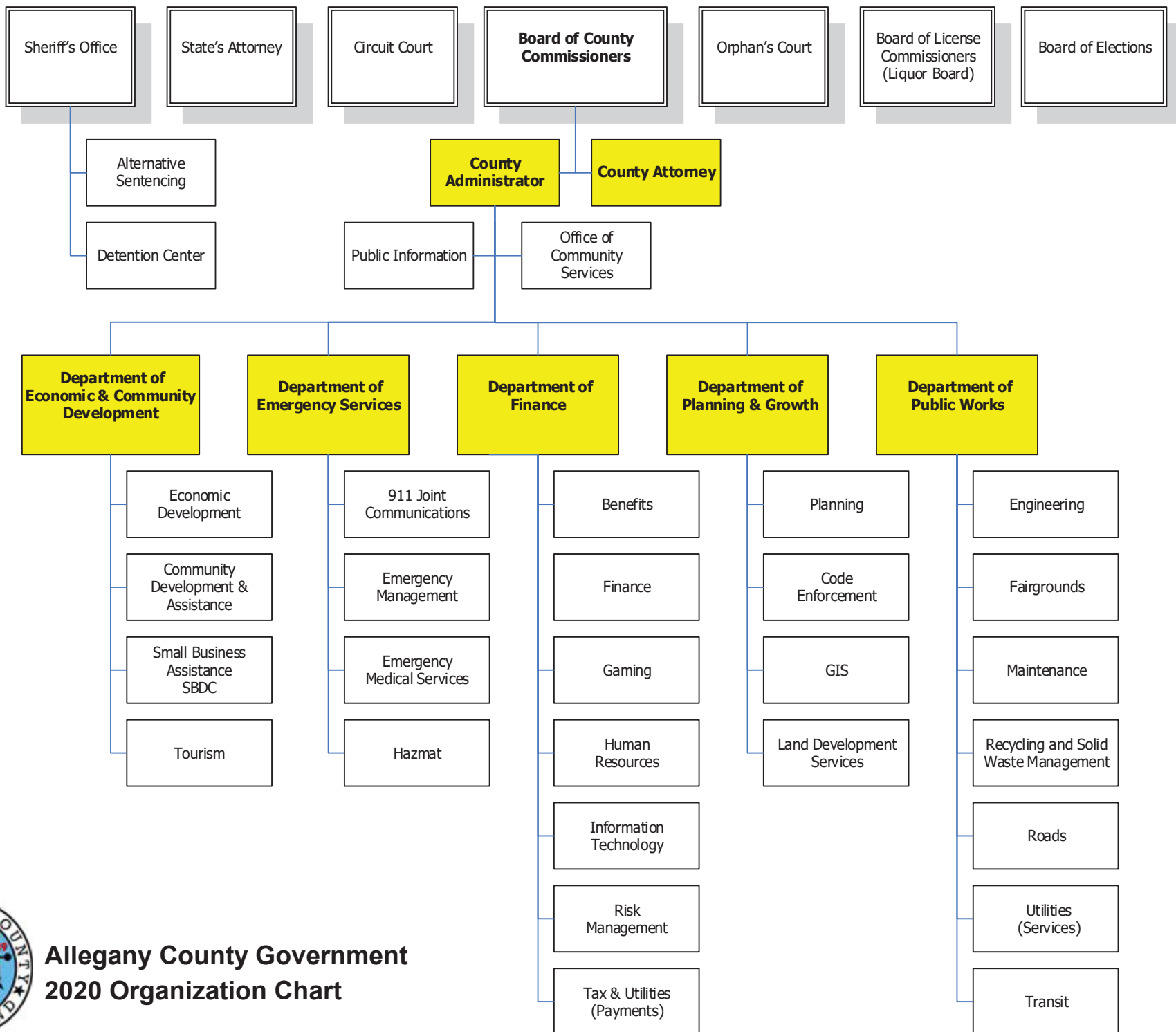
Allegany County, Maryland  
Summary of Certain Officials  
June 30, 2020

Board of Commissioners

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

County Administrator, Interim	Jason M. Bennett, CPA
Clerk of the Board	Linda Simpson
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	Lee Beeman, Esquire
Election Administrator	Diane L. Loibel





## Allegany County Government 2020 Organization Chart

# **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, 2020, 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, 66 percent, and 75 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, 2020, 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 February 22, 2021, 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  
February 22, 2021

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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, 2020. 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 \$161.1 million (*net position*). Of this amount, \$186 million is net investment in capital assets and \$1.7 million is restricted for specific purposes (restricted net position). The County's total unrestricted net position is (\$26.9 million). This total unrestricted net position amount includes (\$18.2 million) from governmental activities, and unrestricted net position balance from business-type activities of (\$8.6 million).
- The government's total net position decreased by \$2.1 million or 1.3%. The governmental net position decreased \$.9 million. Business-type net assets decreased by \$1.2 million during the year.
- As of the close of the current fiscal year, Allegany County's governmental funds reported combined ending fund balances of \$44.3 million, a decrease of \$ 4.3 million in comparison with the prior year. Approximately 34% of the ending fund balance, \$15.3 million, *is available for spending* at the government's discretion (*unassigned fund balance*), \$1.2 million is nonspendable, \$ 9.4 million is restricted, \$ 10 million is committed to certain programs and \$8.4 million is assigned to specific programs.
- Allegany County's governmental activity outstanding debt decreased by \$2.3 million (or 6.6%) during the current fiscal year. The County's business-type debt decreased by \$ 1.6 million (or 5.7%).

### 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 \$161.1 million at the close of the most recent fiscal year.

By far the largest portion of Allegany County's net position (\$186 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 2020	FY 2019	FY 2020	FY 2019	FY 2020	FY 2019
<b>Assets:</b>						
Current and other assets	\$ 68,977,847	\$ 67,604,833	\$ (4,460,730)	\$ (2,409,832)	\$ 64,517,117	\$ 65,195,001
Capital assets	95,015,226	93,090,388	123,617,100	124,655,086	218,632,326	217,745,474
Total assets	163,993,073	160,695,221	119,156,370	122,245,254	283,149,443	282,940,475
Deferred Outflows of Resources	3,949,594	3,102,240	199,385	210,528	4,148,979	3,312,768
<b>Liabilities:</b>						
Current and other liabilities	17,563,794	12,686,778	3,060,966	3,464,230	20,624,760	16,151,008
Long-term liabilities outstanding	74,968,780	76,034,262	27,527,235	29,066,354	102,496,015	105,100,616
Total liabilities	92,532,574	88,721,040	30,588,200	32,530,583	123,120,774	121,251,624
Deferred Inflows of Resources	2,962,170	1,689,130	101,529	80,617	3,063,699	1,769,747
<b>Net position:</b>						
Net investment in capital assets	89,130,241	87,441,448	97,116,640	96,563,365	186,246,881	184,004,813
Restricted	1,544,097	12,316,383	194,232	161,080	1,738,329	12,477,463
Unrestricted	(18,226,415)	(26,370,540)	(8,644,846)	(6,879,863)	(26,871,261)	(33,250,403)
Total net position	\$ 72,447,923	\$ 73,387,291	\$ 88,666,026	\$ 89,844,582	\$ 161,113,949	\$ 163,231,873

An additional portion of Allegany County's net position (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 (\$26.9 million). The *unrestricted net position* balance for the governmental activities was

(\$18.2 million) and the business-type activities have a balance of (\$8.6 million).

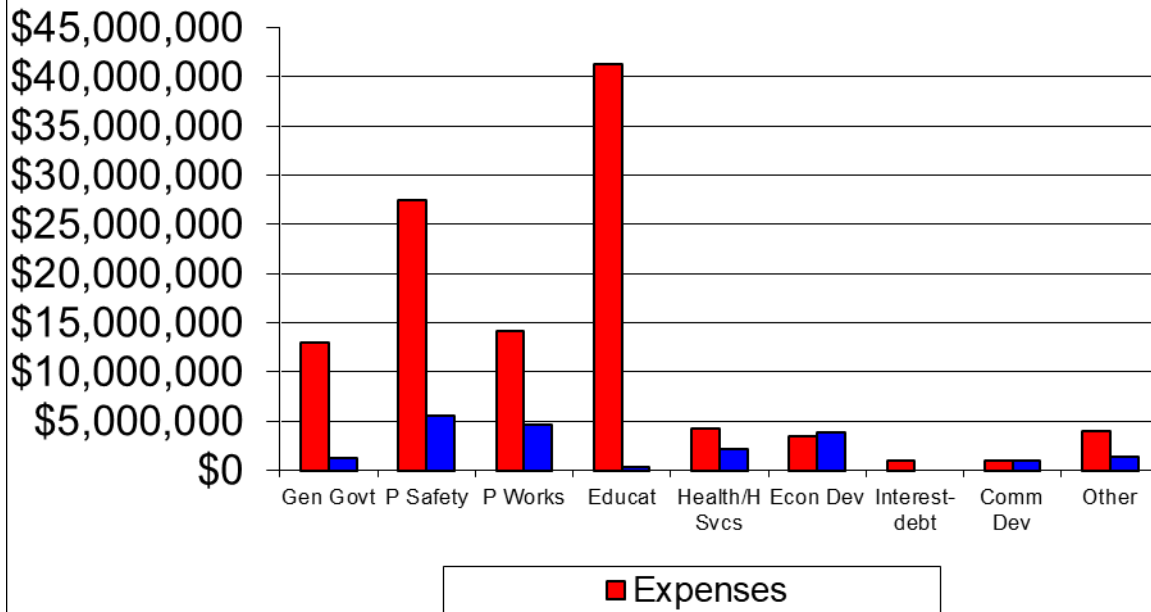
During the current fiscal year, the government's net position decreased by \$2.1 million. Revenues increased by \$2.9 million to \$122.7 million while expenses decreased by \$ 1.3 million from the prior year to \$124.8 million. The revenue increase was due largely to increased operating grants for health and human services

ALLEGANY COUNTY'S CHANGES IN NET POSITION						
	Governmental Activities		Business-type Activities		Total	
	FY 2020	FY 2019	FY 2020	FY 2019	FY 2020	FY 2019
Revenues:						
Program revenues:						
Charges for services	\$ 9,234,638	\$ 9,967,619	\$ 10,385,748	\$ 10,346,460	\$ 19,620,386	\$ 20,314,079
Operating grants and contributions	8,288,736	5,733,335	-	-	8,288,736	5,733,335
Capital grants and contributions	2,658,561	1,894,195	1,922,922	1,725,700	4,581,483	3,619,895
General revenues:						
Property taxes	42,056,853	42,099,543	1,159,250	1,144,089	43,216,103	43,243,632
Income taxes	28,719,134	28,295,496	-	-	28,719,134	28,295,496
Other local taxes	6,753,500	7,035,187	-	-	6,753,500	7,035,187
Franchise taxes	418,750	426,574	-	-	418,750	426,574
Grants and contributions not restricted to specific programs	8,939,231	8,939,143	-	-	8,939,231	8,939,143
Unrestricted fees	-	-	-	-	-	-
Unrestricted investment earnings	1,466,467	1,544,105	94,846	220,085	1,561,313	1,764,190
Gain on sale/retirement of capital assets	33,531	102,550	-	-	33,531	102,550
Miscellaneous	601,978	401,359	-	-	601,978	401,359
Total revenues	<u>109,171,379</u>	<u>106,439,106</u>	<u>13,562,766</u>	<u>13,436,334</u>	<u>122,734,145</u>	<u>119,875,440</u>
Expenses:						
General government	12,883,978	12,711,146	-	-	12,883,978	12,711,146
Payment to data processing	146,465	145,424	-	-	146,465	145,424
Public safety	27,462,769	28,788,857	-	-	27,462,769	28,788,857
Public works	14,227,947	15,613,977	-	-	14,227,947	15,613,977
Health	4,274,237	2,333,585	-	-	4,274,237	2,333,585
Social services	1,485,199	1,258,655	-	-	1,485,199	1,258,655
Education	2,512,606	3,162,750	-	-	2,512,606	3,162,750
Payment to public school system	30,734,335	30,424,308	-	-	30,734,335	30,424,308
Payment to community college	7,989,498	7,990,550	-	-	7,989,498	7,990,550
Recreation, culture & libraries	1,418,456	1,191,689	-	-	1,418,456	1,191,689
Payment to public library system	966,545	956,975	-	-	966,545	956,975
Conservation of natural resources	66,702	142,584	-	-	66,702	142,584
Community development & housing	1,012,235	1,005,058	-	-	1,012,235	1,005,058
Economic development	3,460,799	3,194,349	-	-	3,460,799	3,194,349
Interest on long-term debt	979,034	908,031	-	-	979,034	908,031
Water	-	-	4,858,397	4,741,156	4,858,397	4,741,156
Sewer	-	-	10,221,511	11,426,210	10,221,511	11,426,210
Nursing Home	-	-	-	-	-	-
Other proprietary funds	-	-	151,357	167,778	151,357	167,778
Total expenses	<u>109,620,805</u>	<u>109,827,938</u>	<u>15,231,265</u>	<u>16,335,144</u>	<u>124,852,070</u>	<u>126,163,082</u>
Increase in net position before transfers	(449,426)	(3,388,832)	(1,668,499)	(2,898,810)	(2,117,925)	(6,287,642)
Transfers	(489,942)	(102,095)	489,942	102,095	-	-
Increase (decrease) in net position	(939,368)	(3,490,927)	(1,178,556)	(2,796,715)	(2,117,925)	(6,287,642)
Net position, beginning, restated	73,387,291	76,878,218	89,844,582	92,641,296	163,231,873	169,519,514
Net position, ending	<u>\$ 72,447,923</u>	<u>\$ 73,387,291</u>	<u>\$ 88,666,026</u>	<u>\$ 89,844,582</u>	<u>\$ 161,113,948</u>	<u>\$ 163,231,872</u>

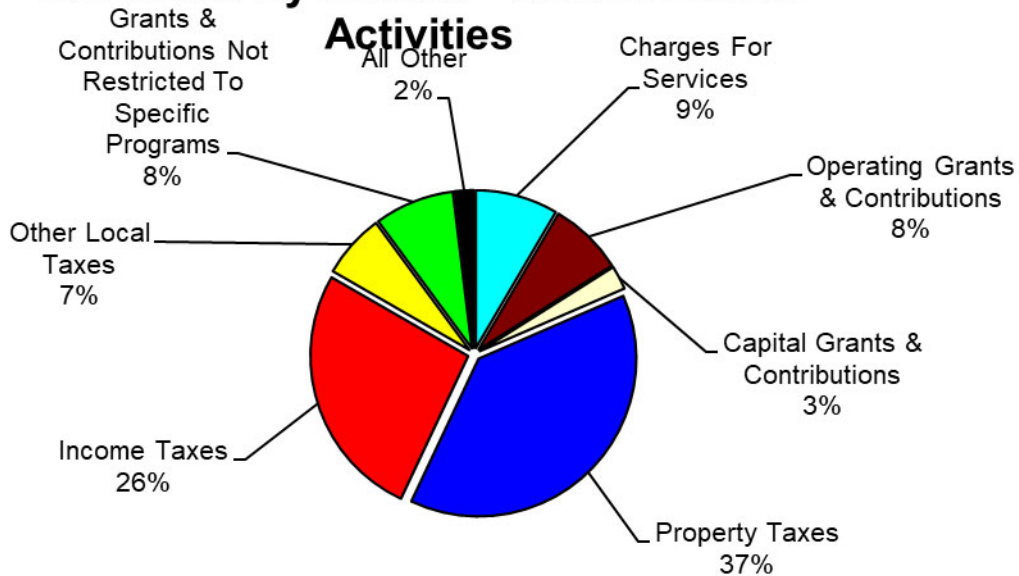
**Governmental activities.** Governmental activities decreased Allegany County's net assets by \$.9 million. Total revenues increased \$ 2.7 million (or 2.5%) and expenses increased \$ .2 million (or .2%). Key elements of the changes in governmental net position are as follows:

- Health and Human Services revenue increase in operating grants due to COVID-9 grants in the amount of \$ 2 million dollars
- Due to the Covid-19 pandemic, Health and Human Services expense increased \$ 2 million dollars while most other departments expenditures decreased overall, which nets to .2 million dollar decrease

## Expenses and Program Revenues - Governmental Activities



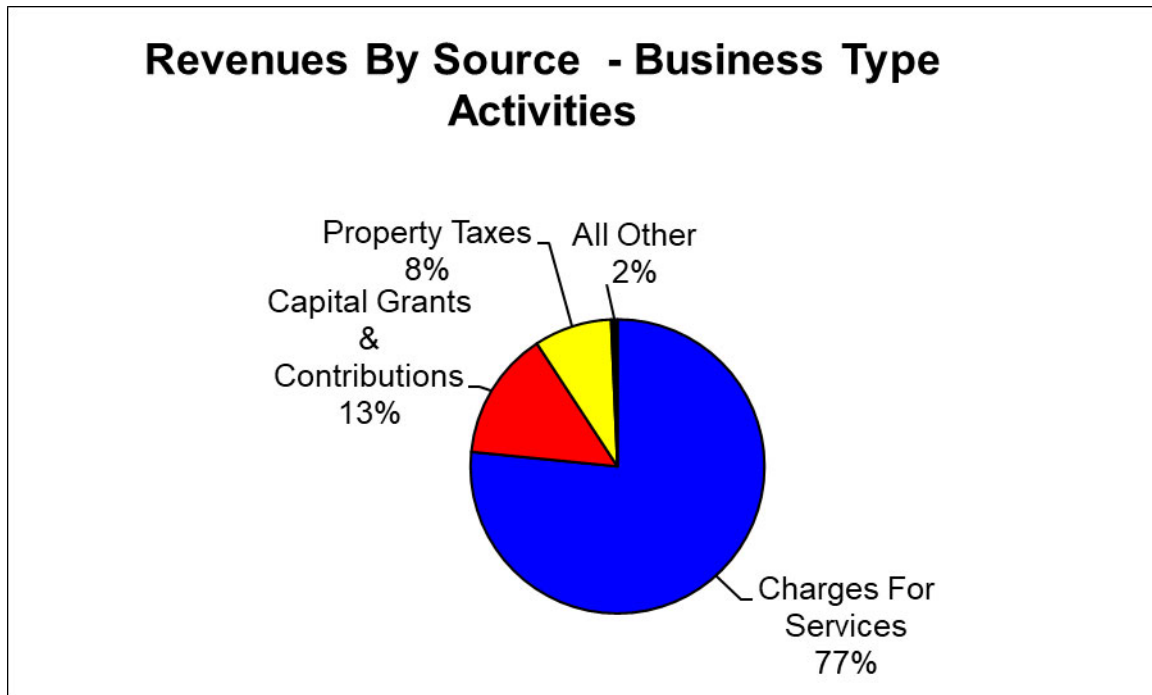
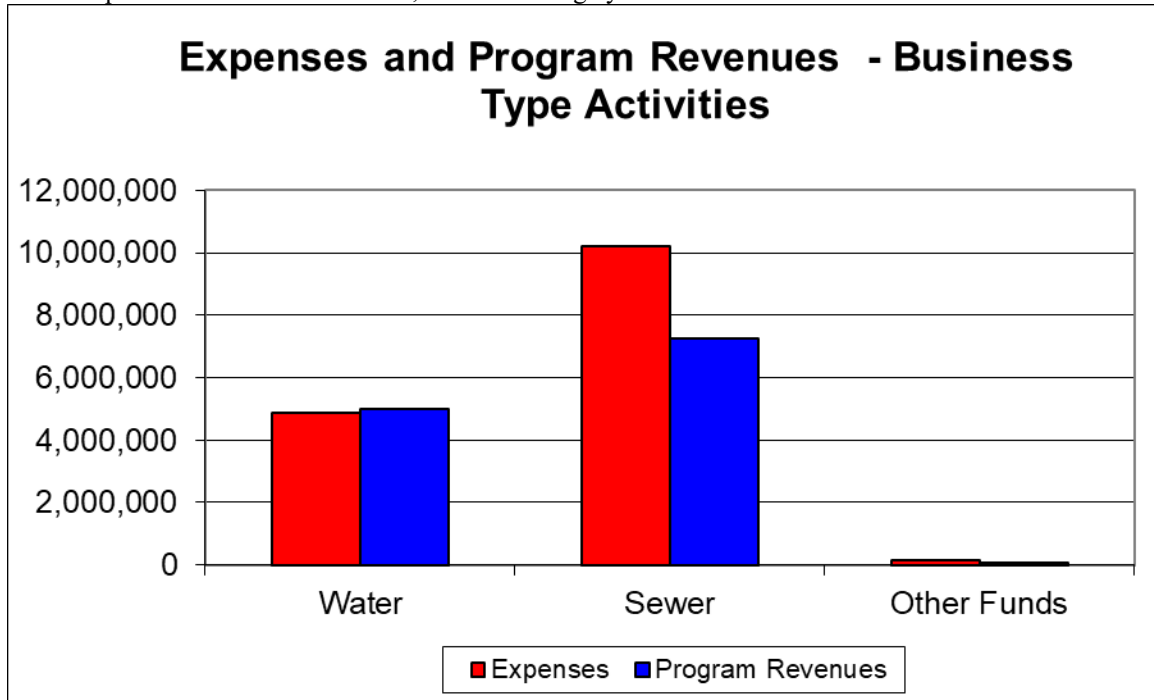
## Revenues By Source - Governmental Activities



**Business-type activities.** The net position of the County's business-type activities decreased by \$ 1.2 million after transfers. Key elements of the decrease were:

- Revenues remained relatively the same as previous year.to fewer major water/sewer projects.

- Sewer expenses decreased 1.1 million, which was largely due to an decrease in sewer treatments costs.



## 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 \$44.3 million, a decrease of \$ 4.3 million in comparison with the prior year. Approximately 34 percent of this total amount (\$15.3 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 - \$9.4 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. - \$ 10 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 - \$8.4 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 \$16.8 million, out of a total fund balance of \$25.8 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 19 percent of total general fund expenditures, while total fund balance represents 29.1 percent of that same amount.

**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	\$36,528,462	\$ 60,422,491	\$ 165,687	\$ 97,116,640
Restricted for debt service	-	194,232	-	194,232
Unrestricted	4,033,626	(14,305,287)	1,626,812	(8,644,848)
Total net position	<u>\$40,562,088</u>	<u>\$46,311,436</u>	<u>\$ 1,792,499</u>	<u>\$ 88,666,026</u>
Change in net position during the year, increase (decrease)	<u>\$ 344,424</u>	<u>\$ (1,647,287)</u>	<u>\$ 124,308</u>	<u>\$ (1,178,556)</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 amended and totaled of \$ 91.9 million. Significant changes between the original budget and actual are summarized as follows:

- Actual revenue exceeded budgeted revenue by 1 million. The increase was largely due to increase in income tax revenue.

### 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, 2020 was \$186 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 1 percent (a 2 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: \$ 5 million increase in infrastructure.

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 \$58.7 million. Governmental activities debt consists of \$31.7 million in general obligation bonds including premium and \$.4 million of debt incurred with creditors for which the full faith and credit of the County has also been pledged. The \$26.5 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	
	2020	2019	2020	2019	2020	2019
General obligation	\$ 30,336,000	\$ 32,288,000	\$ -	\$ -	\$ 30,336,000	\$ 32,288,000
Notes	195,841	203,465	-	-	195,841	203,465
Capital leases	-	-	-	-	-	-
State loans	222,236	429,216	8,639,651	9,789,786	8,861,887	10,219,002
Federal loans	-	-	17,649,100	18,066,691	17,649,100	18,066,691
Premium on Bonds	1,411,498	1,519,041	-	-	1,411,498	1,519,041
Total	<u>\$ 32,165,576</u>	<u>\$ 34,439,724</u>	<u>\$ 26,288,782</u>	<u>\$ 27,856,477</u>	<u>\$ 58,454,328</u>	<u>\$ 62,296,199</u>

Allegany County governmental activities retired \$ 2.2 million in total during the current fiscal year as total debt outstanding decreased 6.2 percent.

No new debt was incurred for Governmental or 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 2020 for Allegany County was 9.7 percent, which increased from 5.8 percent when compared to June 2019. The increase was largely due to the COVID-19 pandemic.

All of these factors were considered in preparing Allegany County's budget for the 2021 fiscal year.

During the current fiscal year, spendable fund balance in the general fund increased to \$16.8 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 2021 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](mailto:finance@allconet.org).



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# **BASIC FINANCIAL STATEMENTS**

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**GOVERNMENT WIDE  
FINANCIAL  
STATEMENTS**

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**ALLEGANY COUNTY, MARYLAND**  
**STATEMENT OF NET POSITION**  
**JUNE 30, 2020**

	Primary Government			Component Units			
	Governmental Activities	Business-type Activities	Total	Board of Education	Allegany College of Maryland	Allegany County Library	LaVale Sanitary Commission
<b>ASSETS:</b>							
Current Assets:							
Cash	\$ 18,799,583	\$ 199,255	\$ 18,998,838	\$ 37,522,375	\$ 9,027,891	\$ 282,883	\$ 2,353,560
Investments	10,344,298	439,206	10,783,504	-	203,600	807,903	-
Property taxes receivable	5,941,809	-	5,941,809	-	-	-	-
Receivables:							
Accounts	187,555	3,636,082	3,823,637	10,606,871	765,910	76,019	282,540
Other	10,247,113	679,770	10,926,883	-	2,208,845	-	130,419
Internal balances	9,932,907	(9,932,907)	-	-	-	-	-
Inventory	42,801	82,050	124,851	319,917	285,545	-	220,079
Prepaid expenses	-	-	-	500	75,107	11,026	41,061
Miscellaneous	364,504	41,200	405,704	-	-	-	-
Restricted Assets:							
Cash	10,134,199	200,382	10,334,581	-	40,440	-	268,262
Investments	2,983,078	-	2,983,078	-	13,881,224	-	-
Taxes - receivable	-	189,850	189,850	-	-	-	44,547
Receivables	-	4,382	4,382	-	-	-	-
Total current assets	68,977,847	(4,460,730)	64,517,117	48,449,663	26,488,562	1,177,831	3,340,468
Non-current Assets:							
Long term Investment, Market	-	-	-	-	1,893,974	-	-
Restricted asset-taxes receivable							
Pension Net Asset							239,876
Land	26,562,659	192,532	26,755,191	7,643,505	1,564,352	-	402,190
Work In Progress	3,779,250	4,320,974	8,100,224	289,436	7,819,886	203,351	162,548
Other non-depreciable assets	-	-	-	189,356	1,988,744	-	-
Capital assets subject to depreciation/amortization	164,241,638	203,417,445	367,659,083	236,292,866	60,243,935	8,882,969	30,996,465
Accumulated depreciation	(99,568,321)	(84,313,851)	(183,882,172)	(123,000,619)	(37,842,490)	(4,530,505)	(14,892,909)
Total non-current assets	95,015,226	123,617,100	218,632,326	121,414,544	35,668,401	4,555,815	16,908,170
<b>Total Assets</b>	163,993,073	119,156,370	283,149,443	169,864,207	62,156,963	5,733,646	20,248,638
<b>Deferred Outflows of Resources</b>							
Deferred Outflows for Pensions	3,328,932	199,385	3,528,317	2,673,296	110,970	14,625	317,887
Deferred Outflows for OPEB	620,662	-	620,662	1,094,040	-	5,922	1,858,705
<b>Total Def Outflows of Resources</b>	3,949,594	199,385	4,148,979	3,767,336	110,970	20,547	2,176,592
			3,449,116				
<b>LIABILITIES:</b>							
Current Liabilities:			-				
Accounts payable	4,827,494	903,708	5,731,202	2,396,437	901,638	227,219	253,467
Accrued wages payable	644,278	44,103	688,381	705,002	490,377	34,898	19,246
Accrued fringe benefits payable	275,938	21,758	297,696	-	186,232	-	-
Accrued interest	489,247	74,407	563,654	-	-	-	20,787
Current portion of long-term debt:							
Bonds and loans	2,092,738	1,595,165	3,687,903	-	-	-	196,383
Capital leases	-	-	-	111,884	72,425	-	-
Compensated absences	1,327,842	156,874	1,484,716	238,215	706,176	-	33,292
Due to Agency Fund	226,106	-	226,106	-	-	-	-
Due to Trust Fund	-	-	-	-	-	-	-
Unearned Revenue	4,736,180	-	4,736,180	3,760,275	501,934	-	-
Accrued health claims	618,436	-	618,436	9,032,221	277,052	-	-
Miscellaneous liabilities	2,325,535	264,951	2,590,486	1,828,283	360,780	-	-
Total current liabilities	17,563,794	3,060,966	20,624,760	18,072,317	3,496,614	262,117	523,175
Non-current liabilities:							
Cash advance due general fund	(1,200,000)	1,200,000	-	-	-	-	-
Bonds and loans	30,072,837	24,693,617	54,766,454	-	-	-	3,958,809
Capital leases	-	-	-	266,782	114,335	-	-
Annuity payment liability	-	-	-	-	1,852	-	-
Termination benefits	-	-	-	-	518,109	-	-
Net pension liability	20,882,581	1,324,816	22,207,397	5,730,106	747,514	68,521	-
Net OPEB liability	21,668,757	-	21,668,757	15,387,904	-	-	1,573,257
Post-employment benefits	-	-	-	-	-	129,967	-
Compensated absences	3,544,605	308,802	3,853,407	2,144,634	-	89,875	31,807
Total non-current liabilities	74,968,780	27,527,235	102,496,015	23,529,426	1,381,810	288,363	5,563,873
<b>Total Liabilities</b>	92,532,574	30,588,200	123,120,774	41,601,743	4,878,424	550,480	6,087,048
<b>Deferred Inflows of Resources</b>							
Deferred Inflows for Pensions	1,655,211	101,529	1,756,740	1,127,163	74,299	6,992	67,140
Deferred Inflows for OPEB	1,306,959	-	1,306,959	22,323	-	-	2,122,741
<b>Total Def Inflows of Resources</b>	2,962,170	101,529	3,063,699	1,149,486	74,299	6,992	2,189,881
<b>NET POSITION</b>							
Net investment in							
Capital Assets	89,130,241	97,116,640	186,246,881	120,846,522	31,742,512	4,555,815	12,513,102
Restricted for:							
Public safety	992,161	-	992,161	-	-	-	-
Highways	190,120	-	190,120	-	-	-	-
Education	-	-	-	-	-	-	-
Community development & housing	9,739	-	9,739	-	-	-	-
Economic development	-	-	-	-	-	-	-
Capital projects	273,170	-	273,170	2,292,158	-	-	-
Other purposes	78,907	194,232	273,139	319,917	13,856,549	493,328	271,518
Unrestricted	\$ (18,226,415)	\$ (8,644,846)	\$ (26,871,261)	\$ 7,421,717	\$ 11,716,149	\$ 147,578	\$ 1,363,681
<b>Total Net Position</b>	72,447,923	88,666,026	161,113,949	130,880,314	57,315,210	5,196,721	14,148,301

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, 2020**

Functions/Programs	Expenses		Expenses		Program Revenues		
	Before	Indirect	After	Operating		Capital	
	Indirect Expense	Expense	Indirect Expense	Charges for	Grants and	Grants and	
	Allocation	Allocation	Allocation	Services	Contributions	Contributions	
<b>Primary government::</b>							
Governmental activities:							
General government:	\$ 13,486,284	\$ (602,306)	\$ 12,883,978	\$ 897,131	\$ 383,591		
Payment to data processing	146,465	-	146,465	-	-	-	
Public safety	27,462,769	-	27,462,769	3,062,954	2,445,317		
Public works	14,227,947		14,227,947	1,365,791	1,404,440	1,851,486	
Health & Hospitals	4,274,237	-	4,274,237	-	2,152,510		
Social services	1,485,199	-	1,485,199	3,256	428,382		
Education:	2,512,606	-	2,512,606	-		281,036	
Payment to public school system	30,734,335	-	30,734,335	-	-	-	
Payment to community college	7,989,498	-	7,989,498	-	-	-	
Recreation, culture & libraries:	1,418,456	-	1,418,456	435,519	409,674	86,834	
Payment to public library system	966,545	-	966,545	-	-	-	
Conservation of natural resources	66,702	-	66,702	27,257	32,484	-	
Community development and housing	1,012,235	-	1,012,235		986,985	-	
Economic development	3,460,799	-	3,460,799	3,442,730	45,353	439,205	
Interest on long term debt	979,034	-	979,034	-	-	-	
Total governmental activities	110,223,111	(602,306)	109,620,805	9,234,638	8,288,736	2,658,561	
<b>Business-type activities:</b>							
Water	4,693,561	164,836	4,858,397	4,198,183	-	792,796	
Sewer	9,784,041	437,470	10,221,511	6,138,652	-	1,130,126	
Other funds	151,357	-	151,357	48,913	-		
Total business-type activities	14,628,959	602,306	15,231,265	10,385,748	-	1,922,922	
Total primary government	\$ 124,852,070	\$ -	\$ 124,852,070	\$ 19,620,386	\$ 8,288,736	\$ 4,581,483	
<b>Component units:</b>							
Board of Education			\$ 140,663,452	\$ 809,272	\$ 23,826,191	\$ 615,437	
Allegany College of Md.			35,099,529	9,903,931	16,591,709	3,746,259	
County Library			2,398,051	206,542	192,215	203,351	
LaVale Sanitary Commission			5,603,847	4,596,799	-	25,151	
Total component units			\$ 183,764,879	\$ 15,516,544	\$ 40,610,115	\$ 4,590,198	
				General revenues:			
				Property taxes			
				Income taxes			
				Other local taxes			
				Casino Tax			
				Gaming Tax			
				Highway Users Tax			
				Hotel/Motel Tax			
				Recordation/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			
				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, 2020**

Net (Expense) Revenue and Changes in Net Position

Primary Government			Component Units			
Governmental Activities	Business-Type Activities	Total	Board of Education	Allegany College of MD	County Library	LaVale Sanitary Commission
\$ (11,603,256)	\$ -	\$ (11,603,256)	\$ -	\$ -	\$ -	\$ -
(146,465)	-	(146,465)	-	-	-	-
(21,954,498)	-	(21,954,498)	-	-	-	-
(9,606,230)	-	(9,606,230)	-	-	-	-
(2,121,727)	-	(2,121,727)	-	-	-	-
(1,053,561)	-	(1,053,561)	-	-	-	-
(2,231,570)	-	(2,231,570)	-	-	-	-
(30,734,335)	-	(30,734,335)	-	-	-	-
(7,989,498)	-	(7,989,498)	-	-	-	-
(486,429)	-	(486,429)	-	-	-	-
(966,545)	-	(966,545)	-	-	-	-
(6,961)	-	(6,961)	-	-	-	-
(25,250)	-	(25,250)	-	-	-	-
466,489	-	466,489	-	-	-	-
(979,034)	-	(979,034)	-	-	-	-
<u>(89,438,870)</u>	<u>-</u>	<u>(89,438,870)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	132,582	132,582	-	-	-	-
-	(2,952,733)	(2,952,733)	-	-	-	-
-	(102,444)	(102,444)	-	-	-	-
<u>-</u>	<u>(2,922,595)</u>	<u>(2,922,595)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<u>(89,438,870)</u>	<u>(2,922,595)</u>	<u>(92,361,465)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
-	-	-	(115,412,552)	-	-	-
-	-	-	-	(4,857,630)	-	-
-	-	-	-	-	(1,795,943)	-
-	-	-	-	-	-	(981,897)
<u>-</u>	<u>-</u>	<u>-</u>	<u>(115,412,552)</u>	<u>(4,857,630)</u>	<u>(1,795,943)</u>	<u>(981,897)</u>
42,056,853	1,159,250	43,216,103	-	-	-	370,040
28,719,134	-	28,719,134	-	-	-	755,732
-	-	-	-	-	-	-
1,862,601	-	1,862,601	-	-	-	-
345,341	-	345,341	-	-	-	-
977,329	-	977,329	-	-	-	-
765,026	-	765,026	-	-	-	-
2,163,486	-	2,163,486	-	-	-	-
86,568	-	86,568	-	-	-	-
553,149	-	553,149	-	-	-	-
-	-	-	30,734,335	7,989,498	966,545	-
418,750	-	418,750	-	-	-	-
8,939,231	-	8,939,231	84,245,420	-	891,217	-
1,466,467	94,846	1,561,313	420,973	280,925	24,483	11,121
33,531	-	33,531	-	-	-	-
601,978	-	601,978	324,092	(91,607)	7,670	1,234
(489,942)	489,942	-	-	-	-	-
<u>88,499,502</u>	<u>1,744,038</u>	<u>90,243,540</u>	<u>115,724,820</u>	<u>8,178,816</u>	<u>1,889,915</u>	<u>1,138,127</u>
(939,368)	(1,178,556)	(2,117,925)	312,268	3,321,186	93,972	156,230
73,387,291	89,844,582	163,231,873	130,568,046	53,994,024	5,102,749	13,992,071
<u>\$ 72,447,923</u>	<u>\$ 88,666,026</u>	<u>\$ 161,113,949</u>	<u>\$ 130,880,314</u>	<u>\$ 57,315,210</u>	<u>\$ 5,196,721</u>	<u>\$ 14,148,301</u>

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, 2020**

<b>ASSETS:</b>	General Fund	Revolving Building Fund	Public Improve Bond Fund	Other Governmental Funds	Total
Cash	\$ 18,798,433	\$ -	\$ -	\$ 1,150	\$ 18,799,583
Cash -restricted	-	-	10,103,130	31,069	10,134,199
Investments	7,106,509	-	-	2,403,187	9,509,696
Investments-restricted	2,983,078	-	-	-	2,983,078
Property tax receivable	6,035,809	-	-	-	6,035,809
Receivables					
Notes and loans	-	-	-	187,555	187,555
Other receivables	7,451,048	735,517	190,682	671,771	9,049,018
Due from other funds	-	7,804,314	121,627	7,905,123	15,831,064
Advances to other funds	1,200,000	-	-	-	1,200,000
Inventory	-	-	-	42,801	42,801
Prepays	-	-	-	-	-
Miscellaneous assets	65,204	-	-	-	65,204
<b>Total Assets</b>	<b>\$ 43,640,081</b>	<b>\$ 8,539,831</b>	<b>\$ 10,415,439</b>	<b>\$ 11,242,657</b>	<b>\$ 73,838,007</b>

**LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:**

<b>Liabilities:</b>					
Accounts payable	\$ 937,648	\$ 242,448	\$ 2,190,795	\$ 1,474,561	\$ 4,845,452
Accrued payroll	567,321	8,915	-	68,042	644,278
Accrued payroll fringe	254,249	4,194	-	17,495	275,938
Due to other funds	8,777,883	-	-	1,692,035	10,469,918
Amounts held in escrow	1,596,068	-	-	626,693	2,222,761
Unearned revenue	48,927	-	-	4,874,814	4,923,741
Miscellaneous liabilities	78,907	23,867	-	-	102,774
<b>Total Liabilities</b>	<b>12,261,003</b>	<b>279,424</b>	<b>2,190,795</b>	<b>8,753,640</b>	<b>23,484,862</b>
<b>Deferred inflows of resources:</b>					
Unavailable revenue	5,564,586	4,500	-	453,928	6,023,014
<b>Total Deferred inflows of resources</b>	<b>5,564,586</b>	<b>4,500</b>	<b>-</b>	<b>453,928</b>	<b>6,023,014</b>
<b>Fund Balances:</b>					
Nonspendable	1,200,000	-	-	42,801	1,242,801
Restricted	78,907	-	8,224,644	1,192,020	9,495,571
Committed	760,245	8,255,907	-	973,142	9,989,294
Assigned	6,997,078	-	-	1,400,029	8,397,107
Unassigned	16,778,262	-	-	(1,572,904)	15,205,358
<b>Total Fund Balances</b>	<b>25,814,492</b>	<b>8,255,907</b>	<b>8,224,644</b>	<b>2,035,088</b>	<b>44,330,131</b>
<b>Total Liabilities, deferred inflows of resources and fund balance</b>	<b>\$ 43,640,081</b>	<b>\$ 8,539,831</b>	<b>\$ 10,415,439</b>	<b>\$ 11,242,657</b>	

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.	95,014,939
Other long -term assets are not available to pay current -period expenditures and are deferred in the funds.	1,085,483
Deferred Inflows of Resources	919,182
Deferred Outflows for Pension and OPEB benefits	3,949,592
Effect on assets/liabilities due to internal service fund allocation to Governmental activities	4,897,692
Long-term debt, including compensated absences, is not due and payable in the current period and therefore is not reported in the funds.	(37,038,025)
Deferred Inflows for Pension and OPEB benefits	(2,962,170)
Other long -term liabilities are not due and payable in the current period and therefore are not reported in the funds.	(37,748,901)

Net position of governmental activities \$ 72,447,923

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, 2020**

	General Fund	Revolving Building Fund	Public Improve Bond Fund	Other Governmental Funds	Total
<b>REVENUES:</b>					
Taxes:					
Property taxes	\$ 41,566,027	\$ -	\$ -	\$ -	\$ 41,566,027
Income taxes	28,670,090	-	-	-	28,670,090
Other local taxes	4,499,021	-	-	391,875	4,890,896
Licenses and permits	620,500	-	-	-	620,500
Intergovernmental:					
Federal	1,576,660	439,205	-	5,649,972	7,665,837
State	11,395,492	198,072	-	3,314,225	14,907,789
Other	775,755	-	190,681	-	966,436
Service charges	2,520,988	-	-	350,170	2,871,158
Fines and forfeitures	9,948	-	-	153,333	163,281
Interest	328,626	-	204,683	74,091	607,400
Miscellaneous	837,703	3,476,165	-	271,064	4,584,932
Total Revenues	<u>92,800,810</u>	<u>4,113,442</u>	<u>395,364</u>	<u>10,204,730</u>	<u>107,514,346</u>
<b>EXPENDITURES:</b>					
Current:					
General government	10,125,974	-	-	484,659	10,610,633
Public safety	22,559,641	-	-	1,656,049	24,215,690
Public works	10,160,044	-	-	2,016,073	12,176,117
Health and Human Services	651,506	-	-	1,779,506	2,431,012
Social Services	1,273,006	-	-	-	1,273,006
Education	-	-	-	-	-
Recreation, culture and libraries	1,326,234	-	-	-	1,326,234
Conservation of natural resources	336,083	-	-	-	336,083
Community Development and Housing	8,000	-	-	990,406	998,406
Economic development	848,053	2,014,620	-	-	2,862,673
Miscellaneous	78,453	-	-	-	78,453
Appropriation to other governments	1,601,443	-	-	-	1,601,443
Payments to component units	39,554,201	-	-	282,642	39,836,843
Debt Service:					
Principal	-	-	-	2,166,605	2,166,605
Interest	-	-	-	1,166,354	1,166,354
Capital Outlay:					
General government	-	-	521,658	331,826	853,484
Public safety	-	-	271,533	651,104	922,637
Public works	-	-	555,324	2,102,667	2,657,991
Health and Human Services	-	-	-	141,995	141,995
Education	-	-	1,883,736	796,637	2,680,373
Recreation, culture and libraries	-	-	-	297,476	297,476
Economic development	-	2,678,265	-	-	2,678,265
Miscellaneous	-	-	-	-	-
Total Expenditures	<u>88,522,638</u>	<u>4,692,885</u>	<u>3,232,251</u>	<u>14,863,999</u>	<u>111,311,773</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,278,172</u>	<u>(579,443)</u>	<u>(2,836,887)</u>	<u>(4,659,269)</u>	<u>(3,797,427)</u>
<b>OTHER FINANCING SOURCES (USES):</b>					
Transfers in	23,566	-	-	4,444,363	4,467,929
Transfers out	(4,117,553)	(440,466)	-	(399,852)	(4,957,871)
Debt issued-Bond Proceeds	-	-	-	-	-
Debt issued-Bond Premium	-	-	-	-	-
Sale of capital assets	9,258	-	-	31,700	40,958
Total Other Financing Sources and uses	<u>(4,084,729)</u>	<u>(440,466)</u>	<u>-</u>	<u>4,076,211</u>	<u>(448,984)</u>
Net change in fund balances	193,443	(1,019,909)	(2,836,887)	(583,058)	(4,246,411)
Fund balance, beginning	25,621,049	9,275,816	11,061,531	2,618,146	48,576,542
Fund balance, ending	<u>\$ 25,814,492</u>	<u>\$ 8,255,907</u>	<u>\$ 8,224,644</u>	<u>\$ 2,035,088</u>	<u>\$ 44,330,131</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, 2020**

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)	\$	(4,246,411)
--	----	-------------

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	\$ 7,295,800	
Depreciation	<u>(5,363,534)</u>	1,932,266

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position.		(7,427)
--	--	---------

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.		515,471
--	--	---------

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. 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		
Payment of principal	<u>2,166,595</u>	2,166,595

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.		(1,688,964)
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Effect of revenues, expenditures and other changes in net position of the internal service funds allocated to governmental activities		<u>389,101</u>
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Change in net position of governmental activities (pages C6-C7)	\$	<u>(939,368)</u>
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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, 2020**

	Allegany County Water Districts	Allegany County Sanitary Districts	Other Enterprise Funds	Total	Governmental Activity Internal Service Fund
<b>ASSETS</b>					
Current Assets:					
Cash:					
Cash	\$ -	\$ 199,255	\$ -	\$ 199,255	
Cash - restricted	-	200,382	-	200,382	
Investments	219,598	219,608	-	439,206	834,602
Receivables:					
Accounts (net)	1,572,096	2,049,003	14,983	3,636,082	18,612
Taxes - restricted	-	189,850	-	189,850	
Accounts (net) - restricted		4,382	-	4,382	
Other	1,158	251,267	427,345	679,770	
Due from other funds	3,203,834	7,019,433	931,756	11,155,023	4,345,657
Hospital Deposit					299,300
Bid Deposit	-	-	41,200	41,200	
Inventory	-	82,050	-	82,050	
Total current assets	<u>4,996,687</u>	<u>10,215,230</u>	<u>1,415,284</u>	<u>16,627,201</u>	<u>5,498,171</u>
Non-current Assets:					
Other receivables	-	-	211,677	211,677	
Land	125,250	67,282	-	192,532	
Construction in Progress	1,054,557	3,266,417	-	4,320,974	
Capital assets subject to depreciation	66,075,038	132,695,946	4,646,461	203,417,445	
Accumulated depreciation	<u>(19,713,736)</u>	<u>(60,119,341)</u>	<u>(4,480,774)</u>	<u>(84,313,851)</u>	
Total noncurrent assets	<u>47,541,109</u>	<u>75,910,304</u>	<u>377,364</u>	<u>123,828,777</u>	
Total Assets	<u>52,537,798</u>	<u>86,125,535</u>	<u>1,792,649</u>	<u>140,455,980</u>	<u>5,498,171</u>
<b>Deferred Outflows of Resources</b>					
Deferred Outflows Related to Pension	46,567	152,818	-	199,385	-
Total Deferred Outflows of Resources	<u>46,567</u>	<u>152,818</u>	<u>-</u>	<u>199,385</u>	<u>-</u>
<b>LIABILITIES</b>					
Current Liabilities:					
Accounts payable	224,834	678,728	150	903,712	
Accrued payroll	11,824	32,279	-	44,103	
Accrued payroll fringe	6,884	14,874	-	21,758	
Accrued interest	26,471	47,936	-	74,407	
Current portion of long-term debt					
Revenue debt:					
Bonds and loans	293,049	1,302,116	-	1,595,165	
Other loans	23,747	600	-	24,347	
Compensated absences		156,874	-	156,874	
Due to other funds	-	21,087,931	-	21,087,931	
Health Insurance Reserve					600,479
Miscellaneous liabilities	-	264,952	-	264,952	
Total current liabilities	<u>586,809</u>	<u>23,586,290</u>	<u>150</u>	<u>24,173,249</u>	<u>600,479</u>
Noncurrent Liabilities:					
Cash advance due to General Fund	400,000	800,000	-	1,200,000	
Long term debt:					
Net Pension Liability	316,032	1,008,784		1,324,816	
Revenue debt:					
Bonds and loans	10,521,650	14,171,967	-	24,693,617	
Other loans	174,201	13,130	-	187,331	
Compensated absences	-	308,801	-	308,801	
Total noncurrent liabilities	<u>11,411,883</u>	<u>16,302,682</u>	<u>-</u>	<u>27,714,565</u>	<u>-</u>
Total Liabilities	<u>11,998,692</u>	<u>39,888,973</u>	<u>150</u>	<u>51,887,814</u>	<u>600,479</u>
<b>Deferred Inflows of Resources</b>					
Deferred Inflows Related to Pension	23,585	77,944	-	101,529	-
Total Deferred Inflows of Resources	<u>23,585</u>	<u>77,944</u>	<u>-</u>	<u>101,529</u>	<u>-</u>
<b>NET POSITION</b>					
Net investment in capital assets	36,528,462	60,422,491	165,687	97,116,640	
Restricted for debt service	-	194,232	-	194,232	
Unrestricted	4,033,626	(14,305,287)	1,626,812	(8,644,846)	4,897,692
Total Net Position	<u>\$ 40,562,088</u>	<u>\$ 46,311,436</u>	<u>\$ 1,792,499</u>	<u>\$ 88,666,026</u>	<u>\$ 4,897,692</u>

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, 2020**

	Allegany County Water Districts	Allegany County Sanitary Districts	Other Enterprise Funds	Total	Governmental Activity Internal Service Fund
<b>OPERATING REVENUES:</b>					
Service charges	\$ 4,171,755	\$ 6,130,415	\$ 48,913	\$ 10,351,083	8,618,647
Federal Grant-ARC				-	
Other Agency Revenue				-	
Miscellaneous	26,428	8,237		34,665	
Total Operating Revenues	4,198,183	6,138,652	48,913	10,385,748	8,618,647
<b>OPERATING EXPENSES:</b>					
Salaries	400,388	892,127	-	1,292,515	
Employee benefits	219,302	476,444	-	695,746	8,256,135
Office expenses		128,103	5,412	133,515	
Utilities	2,130,104	380,212	5,721	2,516,037	
Repairs & maintenance	178,965	486,088	22,389	687,442	
Contractual services	1,020		-	1,020	
Treatment costs		3,939,824	-	3,939,824	
Professional services	4,634	30,128	-	34,762	
Materials and supplies	28,883	341,833	-	370,716	
Insurance	-	154,287	1,667	155,954	
Indirect cost	164,836	437,471	-	602,307	
Miscellaneous	17,344	15,168		32,512	
Depreciation	1,399,455	2,610,653	116,168	4,126,276	
Total operating expenses	4,544,931	9,892,339	151,357	14,588,626	8,256,135
Operating Income (Loss)	(346,748)	(3,753,685)	(102,444)	(4,202,878)	362,512
<b>NON-OPERATING REVENUE (EXPENSES):</b>					
Real and personal property taxes	-	1,143,188	-	1,143,188	
Interest & penalties on taxes	-	31,990	-	31,990	
Discounts on taxes	-	(5,656)	-	(5,656)	
Enterprise/industrial exemptions	-	-	-	-	
Collection fees	-	(25,459)	-	(25,459)	
Front footage assessments	-	15,187	-	15,187	
Interest income	40,119	54,409	318	94,846	26,586
Interest income, debt service	-		-	-	
Interest expense	(313,466)	(329,172)	-	(642,638)	
Gain (Loss) on sale of capital assets	-		-	-	
Total non-operating revenue (expenses)	(273,347)	884,487	318	611,458	26,586
Income (Loss) before contributions and transfers	(620,095)	(2,869,198)	(102,126)	(3,591,420)	389,098
Capital contributions:					
Federal grants	-	1,040,126		1,040,126	
State grants	792,796	90,000	-	882,796	
Other		-	-	-	
Transfers:					
Transfers in	171,724	117,356	250,000	539,080	
Transfers out		(25,572)	(23,566)	(49,138)	
Change in net position	344,424	(1,647,287)	124,308	(1,178,556)	389,098
Total net position	40,217,664	47,958,727	1,668,191	89,844,582	4,508,594
Total net position - ending	\$ 40,562,088	\$ 46,311,436	\$ 1,792,499	\$ 88,666,026	\$ 4,897,692

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, 2020**

	Allegany County Water Districts	Allegany County Sanitary Districts	Other Enterprise Funds	Total	Governmental Activity Internal Service Fund
<b>Cash flows from operating activities:</b>					
Cash received from customers	\$ 4,047,031	\$ 6,341,568	\$ 54,788	\$ 10,443,387	8,601,438
Cash payments for goods and services	(2,537,222)	(6,348,782)	(35,665)	(8,921,669)	(8,182,194)
Cash payments to employees for services	(605,714)	(1,333,283)	-	(1,938,997)	-
Other operating revenues			-	-	-
Net cash provided (used) by operating activities	904,095	(1,340,497)	19,123	(417,279)	419,244
<b>Cash flows from noncapital financing activities:</b>					
Advances from other funds	5,286,194	27,375,618	69,889	32,731,701	8,460,896
Advances to other funds	(4,695,603)	(25,828,718)	(24,564)	(30,548,885)	(9,151,783)
Transfers from other funds	171,724	117,356		289,080	-
Transfers to other funds		(25,572)	(23,566)	(49,138)	-
Net cash provided (used) by noncapital financing activities	762,315	1,638,684	21,759	2,422,758	(690,887)
<b>Cash flows from capital and related financing activities:</b>					
Proceeds from capital debt		-	-	-	
Acquisition and construction of capital assets	(1,884,767)	(1,203,524)		(3,088,291)	
Principal paid on capital debt	(307,279)	(1,283,982)	-	(1,591,261)	
Interest paid on capital debt	(314,374)	(334,920)	-	(649,294)	
Deferred inflows/outflows/pension liab	13,834	21,285			
Grant revenues	792,796	1,130,126		1,922,922	
Debt fees/Other	-	1,159,250	(41,200)	1,118,050	
Net cash used for capital and related financing activities	(1,699,790)	(511,765)	(41,200)	(2,287,874)	-
<b>Cash flows from investing activities:</b>					
Hospital Deposit					(77,400)
Purchase of investments	(747,949)	(622,967)	-	(1,370,916)	(2,064,848)
Sale of investments	741,210	618,000	-	1,359,210	2,389,443
Interest on investments	40,119	54,409	318	94,846	26,586
Net cash used in investing activities	33,380	49,442	318	83,140	273,781
Net increase (decrease) in cash	-	(164,136)	-	(164,136)	2,138
Cash at beginning of the year	-	563,773	-	563,773	-
Cash at end of year	\$ -	\$ 399,637	\$ -	\$ 399,637	\$ 2,138
<b>Reconciliation of operating income to net cash provided by operating activities:</b>					
Operating income (loss)	\$ (346,748)	\$ (3,753,685)	\$ (102,444)	\$ (4,202,877)	362,512
Adjustments to reconcile operating income to net cash provided by operating activities:					
Depreciation	1,399,455	2,610,653	116,168	4,126,276	-
Provision for uncollectible accounts		-	-	-	
Change in assets & liabilities:					
(Increase) decrease in receivables	(151,152)	202,916	5,873	57,637	(17,209)
(Increase) decrease in inventory	-	5,935	-	5,935	
(Increase) decrease in prepaid exp					
Increase (decrease) in acc'ts payable	(11,436)	(441,604)	(474)	(453,514)	73,941
Increase (decrease) in accrued payroll	13,976	35,288	-	49,264	
Total adjustments	1,250,843	2,413,188	121,567	3,785,598	56,732
Net cash provided (used) by operating activities	\$ 904,095	\$ (1,340,497)	\$ 19,123	\$ (417,279)	419,244

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, 2020**

<b>ASSETS:</b>	OPEB Trust Fund	Agency Fund
Cash	\$ 444,993	\$ -
Investments, at fair value		
Pooled Cash-MACO	2,534,160	
Certificates of Deposit		
Accounts receivable		1,453,214
Due from other funds		226,105
Prepaid Expenses		
Hospital deposit		
Total Assets	<u>2,979,153</u>	<u>1,679,319</u>
<b>LIABILITIES:</b>		
Health claim reserves		-
Other Liabilities		1,679,319
Total Liabilities	<u>-</u>	<u>1,679,319</u>
<b>NET POSITION:</b>		
Restricted for OPEB	<u>\$ 2,979,153</u>	<u>\$ -</u>

**ALLEGANY COUNTY, MARYLAND**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

<b>ADDITIONS:</b>	OPEB Trust Fund
<b>Contributions:</b>	
Employer contributions	\$ 1,062,954
Employee contributions	
Plan Members	95,962
Other	
Total contributions	<u>1,158,916</u>
<b>Other additions:</b>	
Interest	57,285
Investment activity	(6,628)
Less: Investment expense	(12,402)
Total other additions	<u>38,255</u>
Total additions	<u>1,197,171</u>
<b>DEDUCTIONS:</b>	
Benefits	1,158,916
Administrative expenses	
Subsidized equivalent claims	
Total deductions	<u>1,158,916</u>
Net increase in net position	38,255
Net position restricted - beginning	2,940,898
Net position restricted- ending	<u>\$ 2,979,153</u>

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

**Notes**  
**to the**  
**Financial Statements**  
**June 30, 2020**

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**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Note 1. Summary of Significant Accounting Policies

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*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](http://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, 2020**

Note 1. Summary of Significant Accounting Policies - continued

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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, 2020**

Note 1. Summary of Significant Accounting Policies - continued

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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, 2020**

Note 1. Summary of Significant Accounting Policies - continued

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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 2020 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, 2020**

Note 1. Summary of Significant Accounting Policies - continued

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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, 2020**

Note 1. Summary of Significant Accounting Policies - continued

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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, 2020**

Note 1. Summary of Significant Accounting Policies - continued

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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 2020 are as follows:

	<u>Real</u>	<u>Personal Property</u>
Unincorporated	.9750	2.4375
Barton	.8864	2.2159
Cumberland	.8223	2.0558
Frostburg	.8355	2.0888
Lonaconing	.8526	2.1314
Luke	.8511	2.1278
Midland	.8864	2.2159
Westernport	.8864	2.2159

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, 2020**

Note 1. Summary of Significant Accounting Policies - continued

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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, 2020**

**Note 1. Summary of Significant Accounting Policies - continued**

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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, 2020, compensated absence liabilities for Allegany County are summarized as follows:

	Current Portion	Long-term Portion	Total Liability
Total Governmental Fund Types	\$ 1,327,842	\$ 3,544,605	\$ 4,872,447
Sanitary Districts	156,874	308,801	465,675
	<u>\$ 1,484,716</u>	<u>\$ 3,853,406</u>	<u>\$ 5,338,122</u>

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Note 1. Summary of Significant Accounting Policies - continued

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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 position 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 position 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 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, 2020**

Note 1. Summary of Significant Accounting Policies - continued

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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 position), 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, 2020**

**Note 1. Summary of Significant Accounting Policies - continued**

The governmental funds reports unavailable revenues from the following sources:

	<b>General Fund</b>	<b>RBF</b>	<b>NonMajor Governmental Funds</b>	<b>Total</b>
Property taxes	5,103,832			5,103,832
Public Safety Grants	183,673			183,673
Public Works Grants	77,497		453,928	531,425
Social Services Grant	122,188			122,188
State RBF Grant		4,500		4,500
EMS fees	73,646			73,646
Other	3,750	-		3,750
Total	<u>5,564,586</u>	<u>4,500</u>	<u>453,928</u>	<u>6,023,014</u>

**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 \$37,038,025 are as follows:

Bonds payable (including premiums)	\$31,747,498
Notes payable	195,841
State loans	222,236
Compensated absences	<u>4,872,450</u>
Net adjustments to reduce fund balance - total governmental funds to arrive at net position - governmental activities	<u>\$37,038,025</u>

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

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

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- 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 \$ 1,932,266 difference are as follows:

Capital outlay	\$7,295,800
Depreciation expense	<u>(5,363,534)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities.	<u>\$1,932,266</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 position.” The details of this (\$ 7,427) difference is as follows:

In the statement of activities, only the *gain* 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. (7,427)

Net adjustment to decrease *net changes in fund balances—total governmental funds* to arrive at *changes in net position of governmental act* (7,427)

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 position. 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 \$ 2,166,595 difference are as follows:

Bond Proceeds	0
Principal repayments:	
Principal payments	<u>2,166,595</u>
Net adjustments to reduce fund balance - total governmental funds to arrive at net position - governmental activities	<u>\$2,166,595</u>

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

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 (\$ 1,688,964) difference are as follows:

Compensated absences	(\$266,355)
OPEB Expense	(318,220)
Pension Expense	(1,291,716)
Other Misc expense	107,554
Accrued interest adjustment, net	<u>79,773</u>

Net adjustments to decrease net changes in fund balances - total governmental funds to arrive at changes in net position of governmental activities.	<u>(\$1,688,964)</u>
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**Note 3. Stewardship, Compliance, and Accountability**

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*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 20.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Note 3. Stewardship, Compliance, and Accountability - continued

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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, 2020, expenditures exceeded appropriations for the following funds (the legal level of budgetary control):

<b>Fund</b>	<b>Excess</b>
Block Grant Fund	3,421
Community Develop & Housing Fund	986,985
Fire and Rescue Funds	1,954
Gaming Fund	199,655
Sheriff Drug Task Force Fund	86,949
Narcotics Task Force Fund	63,372
Capital Projects Fund	3,307,535

- 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, 2020**

**Note 3. Stewardship, Compliance and Accountability -continued**

*C. Deficit Fund Equity*

At June 30, 2020, four governmental funds, the Debt Service Fund had a deficit fund balance in the amount of (\$ 355,364), the Capital Projects Fund had a deficit fund balance in the amount of (\$1,136,0324), the Block Grant Fund had a deficit fund balance in the amount of (\$ 38,198) and the Sheriff Narcotics Fund has a deficit fund balance in the amount of ( \$509).

**Note 4. Deposits and Investments**

*Allegany County Primary Government:*

As of June 30, 2020, 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	\$ 2,983,078	\$ 2,983,078			
Certificates of Deposit	10,783,504	10,783,504			
Total Stmt of Net Position	<u>\$ 13,766,582</u>	<u>\$ 13,766,582</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
OPEB MACO Trust	<u>\$ 2,534,160</u>	<u>\$ 2,534,160</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, 2020**

**Note 4. Deposits and Investments-continued**

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(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 \$ 2,983,078.

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](http://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 \$37,522,375 and the bank balances were \$38,073,601. Of the bank balances, \$386,679 was covered by depository insurance and \$37,686,922 was covered by collateral.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**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, 2020, 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	\$ 519,491	\$ 30,297	\$ 213,600	\$ 53,798	\$ 221,736
	<u>\$ 519,491</u>	<u>\$ 30,297</u>	<u>\$ 213,600</u>	<u>\$ 53,798</u>	<u>\$ 221,736</u>

**Allegany County Library System**

**Cash – Risks and Policies**

As of June 30, 2020, the carrying amount of the Library's deposits was \$282,833 and the bank balances were \$ 241,598.

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, 2020 are fully collateralized with securities held by the Library's agent in the Library's name.

As of June 30, 2020, 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	\$ 22,046	\$ -		\$ 22,046	N/A
Other Federal Government Obligations	257,748	-	-	257,748	N/A
Investment in MD Local Government Fund Pool	528,109	528,109	-	-	AAA
	<u>\$ 807,903</u>	<u>\$ 528,109</u>	<u>\$ -</u>	<u>\$ 279,794</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, 2020**

Note 4. Deposits and Investments - continued

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**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 \$2,621,822 and the bank balance was \$ 2,636,206. 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, 2020, \$ 2,433,925 of the government's bank balance of \$ 2,636,206 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>\$ 2,433,925</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 \$ 1,454,757 and the bank balance was 1,710,959.



**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**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, 2020, the College had the following investments and maturities:

Investment Type	Total	Less Than 90 Days	90 Days To One Year
Certificates of deposit	\$ 203,600	\$ -	\$ 203,600
Maryland Local Government Investment Pool	7,510,121	7,510,121	-
	<u>\$ 7,713,721</u>	<u>\$ 7,510,121</u>	<u>\$ 203,600</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, 2020 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, 2020</u>	<u>Fair Value</u>			
Group Annuity Fixed	\$2,983,078	\$2,983,078	\$0	\$0
Certificate of Deposit	10,783,504	10,783,504		
OPEB MACO Trust (a)	2,534,160			
Total	<u>\$16,300,742</u>	<u>\$13,766,582</u>	<u>\$0</u>	<u>\$0</u>

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Note 5: Fair Value Measurements (continued)

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- (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, 2020:

- 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, 2020**

**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, 2020, 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, 2020 was \$6,035,809 (before an allowance of \$ 94,000) of which 3,519,913 were current year's taxes receivable and the balance of \$2,515,896 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	\$ 255,740		\$ -	\$ -		\$ 255,740
Income taxes	4,829,696		-	-		4,829,696
Other taxes	631,420		-	23,927		655,347
Current:						
Accrued revenues	2,722,994	190,682	735,517	838,526	18,612	4,506,331
Loans, notes	-	-		-		-
Leases, capital	-	-	-	-		-
Long-term:						
Accrued revenues	-	-	-	-		-
Loans, notes	-	-		187,555		187,555
Leases, capital	-	-	-	-		-
Total receivables	\$8,439,850	\$ 190,682	\$ 735,517	\$ 1,050,008	\$ 18,612	\$ 10,434,668

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**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	1,158	251,267	24,880	277,305
Accounts, trade	1,862,783	2,443,663	14,983	4,321,429
Less allowance	(290,687)	(394,660)	-	(685,347)
Net accounts, trade	1,572,096	2,049,003	14,983	3,636,082
Accounts, restricted		194,232	-	194,232
Less allowance	-	-	-	-
Net accounts, restricted	-	194,232	-	194,232
Loans	-	-	752,465	752,465
Less allowance	-	-	(350,000)	(350,000)
Net loans	-	-	402,465	402,465
Total receivables	\$1,573,254	\$ 2,494,502	\$ 442,328	\$ 4,510,084

*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:

Fiscal Year	Operating Leases
	Minimum Payments
2021	3,664,644
2022	3,705,182
2023	3,745,528
2024	3,672,838
2025	2,761,535
Totals	<u>\$ 17,549,727</u>

The gross value of buildings with operating leases at June 30, 2020 is \$21,823,260 and the accumulated depreciation is \$ 10,744,272

**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, 2020**

**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	\$ 4,687,259
Unearned ticket revenue\other	48,927
Long term housing loans receivable	187,555
	<u>\$ 4,923,741</u>

*Loans receivable:*

The following table summarizes the loan receivable balances in the County Loan Fund at June 30, 2020:

Entity	Source of funds	Balance June 30, 2020
County Loan Fund loans:		
Western Maryland Scenic Railroad	Gen Fund/PIB of 1988	\$ 250,000
Aeon Technologies	RBF Fund	\$ 250,000
YMCA	General Fund	100,000
Flood Wall Loan-Cintas	General Fund	6,205
Employee loan	General Fund	36,260
WebRestaurant Loan	RBF Fund	30,000
City of Frostburg	RBF Fund	80,000
Allowance for doubtful accounts		(350,000)
Sub-total		\$ 402,465
Allconet II Fund loans:		
TWR loan	General Fund	24,880
Total		<u>\$ 427,345</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, 2020**

**Note 8. Capital Assets**

Capital asset activity for the year ended June 30, 2020 for the primary government was as follows:

<b>Primary Government:</b>	Beginning Balance	Increases	Decreases	Transfers In (Out)	Ending Balance
<b>Governmental activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 26,282,873	\$ 279,786	\$ -		\$ 26,562,659
Work in Progress	4,156,111	4,641,822		(5,018,683)	3,779,250
Total capital assets not being depreciated:	30,438,984	4,921,608	-	(5,018,683)	30,341,909
Capital assets, being depreciated:					
Buildings	64,682,740	387,485			65,070,225
Infrastructure	49,863,596	114,651	-	5,018,683	54,996,930
Furniture & Fixtures	1,054,110		-		1,054,110
Equipment	21,390,838	656,718			22,047,556
Vehicles	13,372,346	944,858	(27,123)		14,290,081
Heavy Equipment	5,300,106	253,709	(22,906)		5,530,909
Other Capital Assets	1,254,935		(3,114)		1,251,821
Total capital assets, being depreciated:	156,918,671	2,357,421	(53,143)	5,018,683	164,241,638
Less accumulated depreciation for:					
Buildings	(31,308,017)	(1,809,371)		-	(33,117,388)
Infrastructure	(34,220,560)	(729,082)	13,791	-	(34,935,851)
Furniture & Fixtures	(997,731)	(23,332)	-	-	(1,021,063)
Equipment	(12,858,145)	(1,665,599)	(493)	-	(14,524,237)
Vehicles	(9,928,831)	(889,703)	23,172	-	(10,795,362)
Heavy Equipment	(4,128,036)	(194,853)	26,024	-	(4,296,865)
Other Capital Assets	(825,954)	(51,596)	-	-	(877,550)
Total accumulated depreciation	(94,267,274)	(5,363,536)	62,494	-	(99,568,321)
Total capital assets, being depreciated, net:	62,651,397	(3,006,115)	9,351	5,018,683	64,673,317
Governmental activities capital assets, net	\$ 93,090,380	\$ 1,915,493	\$ 9,351	\$ -	\$ 95,015,226

<b>Primary Government:</b>	Beginning Balance	Increases	Decreases	Transfers In (Out)	Ending Balance
<b>Business-type activities:</b>					
Capital assets, not being depreciated:					
Land	\$ 192,532		\$ -	\$ -	\$ 192,532
Work in Progress	10,309,427	3,018,997		(9,007,450)	4,320,974
Total capital assets not being depreciated:	10,501,959	3,018,997	-	(9,007,450)	4,513,506
Capital assets, being depreciated:					
Buildings	256,346		-		256,346
Infrastructure	181,438,111			9,007,450	190,445,559
Furniture & Fixtures	17,681		-	-	17,681
Equipment	6,653,885	35,910	-		6,689,794
Vehicles	1,634,289	35,559	(36,815)		1,633,033
Heavy Equipment	1,537,421		-		1,537,421
Other Capital Assets	2,837,063		-	-	2,837,063
Total capital assets, being depreciated:	194,374,796	71,469	(36,815)	9,007,450	203,417,445
Less accumulated depreciation for:					
Buildings	(192,271)	(6,156)	-	-	(198,427)
Infrastructure	(69,214,481)	(3,635,311)	-	-	(72,849,792)
Furniture & Fixtures	(17,680)		-	-	(17,680)
Equipment	(6,082,821)	(181,465)	-	-	(6,264,286)
Vehicles	(1,375,604)	(96,642)	36,815	-	(1,435,431)
Heavy Equipment	(1,132,161)	(117,104)	-	-	(1,249,265)
Other Capital Assets	(2,206,593)	(89,598)	-	-	(2,296,191)
Total accumulated depreciation	(80,221,611)	(4,126,276)	36,815	-	(84,313,851)
Total capital assets, being depreciated, net:	114,153,185	(4,054,807)	0	9,007,450	119,103,594
Business-type activities capital assets, net	\$ 124,655,138	\$ (1,035,810)	\$ -	\$ -	\$ 123,617,100

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

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, 2020 as follows:

Governmental activities:	
General government	\$ 156,657
Public safety	2,491,555
Public works	1,247,771
Health	218,440
Social services	104,176
Recreation, culture and libraries	152,503
Community development and housing	13,829
Economic development	978,603
Total depreciation expense - governmental activities	<u>\$ 5,363,536</u>
Business type activities:	
Water districts	\$ 1,399,455
Sewer districts	2,610,653
Allconet II	116,168
Total depreciation expense - governmental activities	<u>\$ 4,126,276</u>

*Construction Commitments*

The County has active construction projects as of June 30, 2020. The projects include industrial park infrastructure and water quality and service improvements. At year end the County's commitments with contractors are as follows:

Project	Spent-to-date	Remaining Commitment
Burbridge building	\$ 2,638,825	\$ 25,000
Allegany Co Makerspace	2,121,845	2,286,669
Borden Tunnel Lighting Project	108,522	74,457
ACM Tech Building-Phase 2	1,580,631	5,010,113
North Branch Pump Station	821,077	1,058,369
Allegany High School		200,000
Barton Park Shell Building	3,962,266	30,000
Totals	<u>11,233,166</u>	<u>8,684,608</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, 2020**

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, 2020 (not including component units), was as follows:

<b>Board of Education</b> Governmental activities:	Beginning Balance	Increases	Transfers/ Decreases	Ending Balance
Capital assets, not being depreciated:				
Land	\$ 7,643,505	\$ -		\$ 7,643,505
Work in process	1,125,271	1,517,633	(2,353,468)	289,436
Total capital assets not being depreciated:	<u>8,768,776</u>	<u>1,517,633</u>	<u>(2,353,468)</u>	<u>7,932,941</u>
Capital assets, being depreciated:				
Land Improvements	11,083,331	233,740	(348,035)	10,969,036
Buildings & Improvements	201,149,790	86,733	688,872	201,925,395
Furniture, Equipment & Vehicles	22,641,080	904,236	(630,827)	22,914,489
Total capital assets, being depreciated:	<u>234,874,201</u>	<u>1,224,709</u>	<u>(289,990)</u>	<u>235,808,920</u>
Less accumulated depreciation for:				
Land Improvements	(4,868,926)	(557,254)	344,469	(5,081,711)
Buildings & Improvements	(97,942,614)	(4,359,286)	1,374,819	(100,927,081)
Furniture, Equipment & Vehicles	(15,853,985)	(1,280,820)	624,542	(16,510,263)
Total accumulated depreciation	<u>(118,665,525)</u>	<u>(6,197,360)</u>	<u>2,343,830</u>	<u>(122,519,055)</u>
Total capital assets, being depreciated, net:	<u>116,208,676</u>	<u>(4,972,651)</u>	<u>2,053,840</u>	<u>113,289,865</u>
Governmental activities capital assets, net	<u>\$ 124,977,452</u>	<u>\$ (3,455,018)</u>	<u>\$ (299,628)</u>	<u>121,222,806</u>

<b>Board of Education</b> 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	(475,804)	(5,760)		(481,564)
Total capital assets, being depreciated, net:	<u>8,142</u>	<u>(5,760)</u>	<u>-</u>	<u>2,382</u>
Business-type activities capital assets, net	<u>\$ 8,142</u>	<u>\$ (5,760)</u>	<u>\$ -</u>	<u>\$ 2,382</u>

Capital asset activity for the Library of Allegany County for the year ended June 30, 2020

<b>Library</b> Governmental activities:	Beginning Balance	Increases	Decreases	Ending Balance
Non-depreciable assets:				
Construction in Progress	<u>\$ -</u>			<u>\$ -</u>
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:	<u>9,192,322</u>	<u>202,992</u>	<u>(149,052)</u>	<u>9,246,261</u>
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	<u>(4,517,691)</u>	<u>(355,123)</u>	<u>149,052</u>	<u>(4,723,762)</u>
Total capital assets, being depreciated, net:	<u>\$ 4,674,631</u>	<u>\$ (152,131)</u>	<u>\$ -</u>	<u>\$ 4,522,499</u>
Governmental activities capital assets, net	<u>\$ 4,674,631</u>	<u>\$ (152,131)</u>	<u>\$ -</u>	<u>\$ 4,522,499</u>



**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

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, 2020 were as follows:

<b>Allegany College of Maryland</b>	Beginning Balance	Increases	Decreases	Ending Balance
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 1,564,352	\$ -	\$ -	\$ 1,564,352
Library Collections	140,827	2,763	-	143,590
Work in Progress	4,637,241	4,448,637	(1,265,992)	7,819,886
Total capital assets not being depreciated:	<u>6,342,420</u>	<u>4,451,400</u>	<u>(1,265,992)</u>	<u>9,527,828</u>
Capital assets, being depreciated:				
Buildings	46,835,662	1,659,560	-	48,495,222
Equipment	10,418,724	527,055		10,945,779
Auxiliary Equipment	152,649			152,649
Library Books	732,371	11,019	(93,105)	650,285
Total capital assets, being depreciated:	<u>58,139,406</u>	<u>2,197,634</u>	<u>(93,105)</u>	<u>60,243,935</u>
Less accumulated depreciation :	<u>(36,016,715)</u>	<u>(1,918,880)</u>	<u>93,105</u>	<u>(37,842,490)</u>
Total capital assets, being depreciated, net:	<u>22,122,691</u>	<u>278,754</u>	<u>0</u>	<u>22,401,445</u>
Business-type activities capital assets, net	\$ 28,465,111	\$ 4,730,154	\$ (1,265,992)	\$ 31,929,273

Capital asset activity for the LaVale Sanitary Commission for the year ended June 30, 2020, was as follows:

<b>Library</b>	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Non-depreciable assets:				
Construction in Progress	\$ -	\$ 203,351		\$ 203,351
Capital assets, being depreciated:				
Buildings & Improvements	\$ 4,958,615	\$ -		\$ 4,958,615
Furniture & Equipment	921,100	11,932		933,033
Vehicles/Bookmobile	64,698	26,338	-	91,036
Library Books	3,301,850	140,272	(541,835)	2,900,287
Total capital assets, being depreciated:	<u>9,246,263</u>	<u>178,542</u>	<u>(541,835)</u>	<u>8,882,969</u>
Less accumulated depreciation for:				
Buildings & Improvements	(1,216,954)	(99,461)	-	(1,316,415)
Furniture & Equipment	(636,614)	(55,991)		(692,603)
Vehicles/Bookmobile	(49,997)	(5,997)	-	(55,994)
Library Books	(2,820,194)	(187,129)	541,835	(2,465,487)
Total accumulated depreciation	<u>(4,723,759)</u>	<u>(348,578)</u>	<u>541,835</u>	<u>(4,530,502)</u>
Total capital assets, being depreciated, net:	<u>\$ 4,522,504</u>	<u>\$ (170,036)</u>	<u>\$ -</u>	<u>\$ 4,352,464</u>
Governmental activities capital assets, net	<u>\$ 4,522,504</u>	<u>\$ 33,315</u>	<u>\$ -</u>	<u>\$ 4,555,815</u>

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**Note 9. Interfund Receivables, Payables, and Transfers**

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The composition of interfund balances as of June 30, 2020, is as follows:

*A. Due to/from other funds*

	Due From Other Funds	Due To Other Funds
Governmental funds:		
General Fund	\$ -	\$ 8,777,883
Revolving Building Fund	7,804,314	
PIB Fund	121,627	
Non-major Governmental Funds	7,905,123	1,692,035
Sub-total	15,831,064	10,469,918
Enterprise Funds:		
Water Districts	3,203,834	-
Sanitary Districts	7,019,433	21,087,931
Non-major Enterprise Funds	931,756	-
Sub-total	11,155,023	21,087,931
Internal Service Fund	4,345,657	
Fudiciary Funds:		
Agency Fund	226,105	-
		-
<b>TOTALS</b>	<b>\$ 31,557,849</b>	<b>\$ 31,557,849</b>

The interfund balances as of June 30, 2020 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	211,678	
Allegany County Sanitary Districts:		
Long-term debt-Bonds & Loans		13,130
Current portion of long-term debt		600
Allegany County Water Districts:		
Current portion of long-term debt		23,747
Long-term debt		174,201
	<u>\$ 1,411,678</u>	<u>\$ 1,411,678</u>

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**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, 2020 are as follows:

Transferred From: Transferred To:	Amount	Total By Fund
From the General Fund to:		
Non-major funds governmental funds	\$ 4,020,041	
Enterprise funds:		
Alconet		
Water/Sewer fund	97,512	\$ 4,117,553
From the Revolving Building Fund To:		
General Fund	0	
Water Fund	19,348	
County Loan Fund	250,000	
Non-major funds governmental funds	171,117	440,466
From the PIB Fund To:		
Other Non-major governmental fund	0	0
From the Non-major Governmental Funds to:		
Enterprise funds:		
Water/Sewer fund	146,648	
Other Non-major governmental fund	253,204	399,852
From the Non-major Enterprise Funds to:		
Water/Sewer fund	25,572	
General Fund	23,566	49,138
<b>TOTALS</b>	<b>\$ 5,007,009</b>	<b>\$ 5,007,009</b>

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, 2020 are as follows:

Payment From: Payment To:	Amount	Total By Fund Type
From the General Fund (appropriations) to:		
Board of Education	\$ 30,734,335	
Board of Education, Data Processing	146,465	
Allegany College of Maryland	7,706,856	
Library	966,545	\$ 39,554,201
From the Rocky Gap Slots Fund to:		
Allegany College of MD Foundation	282,642	282,642
<b>Total</b>	<b>\$ 39,836,843</b>	<b>\$ 39,836,843</b>

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**Note 10. Short-term Debt**

Allegany County did not issue short-term debt during the fiscal year ending June 30, 2020 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, 2020, was as follows:

<b>Long-term Debt</b>					
<b>Governmental Activities</b>					
	Beginning Balance	Amount Issued	Amount Retired	Ending Balance	Due Within One Year
General Obligation	\$ 32,288,000	\$	\$ (1,952,000)	\$ 30,336,000	\$ 1,862,000
Notes	203,465	-	(7,624)	195,841	7,520
State Loans	429,216	-	(206,980)	222,236	115,675
Premium on Bonds Payable	1,519,041		(107,543)	1,411,498	107,543
Total	<u>\$ 34,439,722</u>	<u>\$ 0</u>	<u>\$ (2,274,147)</u>	<u>\$ 32,165,576</u>	<u>\$ 2,092,738</u>
<b>Business-type activities</b>					
	Beginning Balance	Amount Issued	Amount Retired	Ending Balance	Due Within One Year
Water districts:					
Rural development loans	\$ 10,691,226	\$	\$ (266,567)	\$ 10,424,659	\$ 275,150
Maryland water quality loans	407,759		(17,734)	390,025	17,899
County loans	220,941	-	(22,993)	197,948	23,747
Total water districts	<u>11,319,926</u>	<u>-</u>	<u>(307,294)</u>	<u>11,012,647</u>	<u>316,796</u>
Sewer districts:					
Maryland water quality loans	420,207		(27,637)	392,570	27,962
Maryland environmental loans	8,961,655		(1,104,589)	7,857,066	1,118,637
Rural development loans	7,375,465		(151,024)	7,224,441	155,517
Other loans	14,303	-	(574)	13,729	600
Total sewer districts	<u>16,771,630</u>	<u>0</u>	<u>(1,283,824)</u>	<u>15,487,813</u>	<u>1,302,716</u>
Total business-type activities:					
Maryland water quality loans	827,966	-	(45,371)	782,595	45,861
Maryland environmental loans	8,961,655	-	(1,104,589)	7,857,066	1,118,637
Rural development loans	18,066,691	-	(417,591)	17,649,100	430,667
Other loans	235,244	-	(23,567)	211,677	24,347
Total business-type activities	<u>\$ 28,091,556</u>	<u>\$ 0</u>	<u>\$ (1,591,118)</u>	<u>\$ 26,500,460</u>	<u>\$ 1,619,512</u>
<b>Other Long-term Liabilities</b>					
	Beginning Balance	Current Year Changes	Payments	Ending Balance	Due Within One Year
<b>Governmental Activities</b>					
Compensated Absences	\$ 4,606,092	\$ 547,524	\$ (281,169)	\$ 4,872,447	\$ 1,327,842
Net Pension Liability-St of MD	16,221,926	349,201		16,571,127	
Net Pension Liability-LOSAP	3,483,604	827,850		4,311,454	
Net OPEB	21,661,558	7,199		21,668,757	
<b>Business-type activities</b>					
Water & sewer districts					
Compensated absences	\$ 429,051	\$ 36,624	\$	\$ 465,675	\$ 156,874
Net Pension Liability	1,301,341	23,475		1,324,816	

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**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, 2020 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
2021	1,862,000	1,054,885	7,520	11,727	-	-	115,675	1,578	107,543	2,092,738	1,068,190
2022	1,932,000	984,457	7,959	11,289	-	-	81,154	635	107,543	2,128,656	996,381
2023	2,013,000	904,950	8,423	10,824	-	-	25,406	236	107,543	2,154,372	916,010
2024	2,084,000	831,809	8,915	10,333	-	-	-	-	107,543	2,200,458	842,142
2025	2,151,000	755,959	9,434	9,813	-	-	-	-	107,543	2,267,977	765,772
2026-2030	9,694,000	2,669,568	56,099	40,141	-	-	-	-	350,745	10,100,844	2,709,709
2031-2035	7,690,000	1,104,997	74,482	21,758	-	-	-	-	350,615	8,115,097	1,126,755
2036-2040	2,910,000	192,913	23,008	1,646	-	-	-	-	172,424	3,105,432	194,559
	<u>\$ 30,336,000</u>	<u>\$ 8,499,538</u>	<u>\$ 195,840</u>	<u>\$ 117,531</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 222,235</u>	<u>\$ 2,449</u>	<u>\$ 1,411,499</u>	<u>\$ 32,165,576</u>	<u>\$ 8,619,518</u>

Annual debt service requirements to maturity for Allegany County's business-type activities long-term debt outstanding as of June 30, 2020 are as follows:

The annual debt service requirements to maturity for the Water Districts long-term debt outstanding at June 30, 2020 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		
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	311,706	256,235	18,574	3,546	4,430	4,557	334,710	268,338		
2026-2030	1,717,941	1,087,219	95,515	20,545	24,000	20,650	1,837,456	1,128,414		
2031-2035	1,842,872	791,247	100,040	11,261	31,788	13,142	1,974,700	815,650		
2036-2040	1,848,268	542,792	52,440	4,872	41,190	4,837	1,941,898	552,501		
2041-2045	1,486,295	311,566	34,399	2,665	0	0	1,520,694	314,231		
2046-2050	1,337,662	147,612	16,452	1,064	0	0	1,354,114	148,676		
2051-2055	692,396	24,670	-	-	0	0	692,396	24,670		
2056-2060	34,142	597	-	-	0	0	34,142	597		
Totals	<u>\$ 10,424,679</u>	<u>\$ 4,280,304</u>	<u>\$ 390,020</u>	<u>\$ 64,392</u>	<u>\$ 197,948</u>	<u>\$ 69,357</u>	<u>\$ 11,012,648</u>	<u>\$ 4,414,053</u>		
The annual debt service requirements to maturity for the Sanitary Districts long-term debt outstanding at June 30, 2020 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
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	29,300	4,089	1,049,901	51,444	175,082	182,188	718	499	1,255,001	238,220
2026-2030	151,677	15,188	2,149,887	92,245	959,028	813,708	4,094	1,962	3,264,686	923,103
2031-2035	97,739	3,087	253,891	10,345	1,119,467	668,883	5,148	932	1,476,245	683,247
2036-2040	-	-	-	-	1,125,958	496,077	1,200	40	1,127,158	496,117
2041-2045	-	-	-	-	1,274,345	321,644	-	-	1,274,345	321,644
2046-2050	-	-	-	-	1,024,775	144,925	-	-	1,024,775	144,925
2051-2055	-	-	-	-	654,931	62,392	-	-	654,931	62,392
2056-2060	-	-	-	-	240,268	4,100	-	-	240,268	4,100
Totals	<u>\$ 392,570</u>	<u>\$ 42,083</u>	<u>\$ 7,857,066</u>	<u>\$ 501,375</u>	<u>\$ 7,224,441</u>	<u>\$ 3,472,409</u>	<u>\$ 13,729</u>	<u>\$ 5,729</u>	<u>\$ 15,487,813</u>	<u>\$ 4,021,596</u>

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**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,	
				2020	2019
General Obligation Bonds:					
Public Improvement Bonds:					
Bonds of 2008	12/16/08	09/01/18	4.36	0	0
Bonds of 2013-Nontax	03/11/13	03/11/27	2.11	4,700,000	5,470,000
Bonds of 2014	12/16/14	12/16/35	2.88	7,555,000	7,905,000
Bonds of 2017	01/20/17	01/15/32	2.88	7,491,000	8,008,000
Bonds of 2019	12/14/18	12/14/38	3.5-5	10,590,000	10,905,000
Premium on Bonds	03/11/13	03/11/27	n/a	224,528	261,948
Premium on Bonds	12/16/14	12/16/35	n/a	389,506	416,523
Premium on Bonds	12/14/18	12/14/38	n/a	797,465	840,571
Notes:					
Farmers Home Admin	1992	2032	5.75	195,842	203,466
State Loans:					
PPG Purchase	2000	2020	5.00	114,874	272,814
PPG Improvements	2001	2022	4.69	0	8,652
Md Environmental Loan	2003	2023	0.89	107,359	147,748
Total Long - Term General Obligation Debt				32,165,576	34,439,724
Compensated Absences				4,872,447	4,606,092
Total long-term liabilities				\$ 37,038,023	\$ 39,045,816

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Schedule of Business-type Debt						
	Date of Issue	Date of Maturity	Interest Rate (%)	June 30,		
				2020	2019	
Water Districts Debt:						
Eckhart FHA Loan 1991 Series A	02/21/91	2031	6.0	\$ 60,678	\$ 64,430	
Eckhart FHA Loan 1991 Series B	02/21/91	2031	6.0	147,990	157,162	
Eckhart/Clarysville RDA Loan	04/17/11	2051	2.5	187,423	191,439	
Borden/Zhilman FHA Loan 1998	10/22/97	2037	4.5	220,948	229,123	
Carlos/Shaft FHA Loan 2000	12/28/99	12/28/2039	3.25	327,298	339,210	
Oldtown Rd FHA Loan 2000 R-1	12/28/99	12/28/2039	3.25	154,447	160,065	
Oldtown Rd FHA Loan 2000 R-2	12/28/99	12/28/2039	3.25	157,665	163,400	
Grahmtown FHA Loan 2001 R-2	2001	2042	4.5	444,648	456,722	
Consol FHA loan	2004	2044	4.5	81,985	83,890	
McCoole FHA Loan	1999	2039	4.5	742,335	767,658	
Barton Industrial Park	2005	2045	4.5	285,937	292,240	
Klondike FHA	2005	2045	4.5	373,595	381,686	
Morantown FHA Loan	2005	2046	4.25	137,358	140,306	
Mexico Farms	1992	2032	5.5	233,166	245,940	
Bowmans Addition RDA Loan	10/01/10	2051	3.75	525,734	534,844	
Bowmans Addition Phase 2 RDA	12/16/11	2052	2.00	533,656	545,198	
Bedford Rd/Shades Lane MDE	06/28/12	2052	1.00	34,498	35,952	
Cresaptown RDA Loan	06/28/12	2052	2.00	1,287,893	1,316,351	
Cresaptown RDA Loan 2	06/28/12	2052	2.00	399,127	407,948	
Mt Savage-FHA Loan	06/30/13	2053	2.00	3,065,984	3,133,258	
Mt Savage-MDE Loan	10/31/12	2042	1.00	70,854	73,679	
Rawlings	03/31/14	2054	2.00	168,867	172,423	
Rawlings-MDE Loan	2015	2020	2.00	143,726	152,638	
Rawlings-RDA Loan	2016	2057	2.00	425,476	433,648	
Oldtown Road -FHA Loan	2017	2057	2.00	94,507	96,235	
Route 36 District -FHA	2017	2057	2.00	81,557	86,118	
Route 36 District -MDE	2017	2036	2.00	93,101	94,982	
Route 36 District -FHA	2018	2058	2.00	97,484	99,314	
Route 36 District -MDE	2018	2037	2.00	140,947	145,489	
Pond Circle, FHA	2018	2058	2.00	95,460	97,298	
Sub-total				10,814,699	11,098,986	
Carlos/Shaft Loan	2006	2040	4.5	37,444	38,575	
Missick Road Loan	2006	2040	4.5	58,998	60,778	
Route 51 Loan	2006	2040	4.5	20,821	21,450	
PSC Rate case	2007	2024	4.5	80,683	100,138	
Sub - total				197,948	220,941	
Total debt				11,012,647	11,319,927	
Less: Current maturities of long - term debt				(316,797)	(307,295)	
Total Water Districts long - term debt				\$ 10,695,849	\$ 11,012,631	
Sanitary Districts Debt:						
Bedford Road	2013	2032	1.4	165,219	177,797	
Braddock Run	2013	2019	1.0	-	-	
Jennings Run	2014/2015	2036	1.0	227,350	242,584	
Braddock Run	2016	2034	1.0	735,256	780,020	
Bedford Road	2017	2031	1.2	90,359	98,501	
Celanese WWTP Upgrade	06/03	2023	0.40	2,106,940	2,526,218	
Inflow and Infiltration Study I	12/03	2023	0.40	154,677	230,977	
Celanese	2006	2026	0.40	254,655	295,779	
Inflow and Infiltration Study II	2008	2028	1.00	515,138	575,167	
George Creek WWTP Upgrade	2009	2029	0.40	3,846,574	4,284,466	
Inflow and Infiltration Study II	2010	2030	1.00	153,474	170,526	
Georges Creek	2007	2047	4.125	420,296	428,631	
Cash Valley Road	1996	2036	4.50	89,032	92,862	
Oldtown Road	1996	2036	4.50	337,647	352,170	
Bowling Green/Cresaptown A	2007	2047	4.125	1,586,552	1,618,008	
Bowling Green/Cresaptown B	2007	2047	4.125	311,433	317,608	
Bedford Road	2012	2052	2.000	405,987	414,961	
Bedford Road	2013	2052	2.000	442,631	452,208	
Jennings Run	2013	2052	2.000	769,593	786,412	
Wrights Crossing-Brad Run	2018	2057	2.000	2,861,266	2,912,598	
Oldtown	2006	2036	4.5	13,729	14,302	
Total				15,487,813	16,771,795	
Less: Current maturities of long - term debt				(1,302,716)	(1,283,821)	
Total Sanitary Districts Long - term Debt				\$ 14,185,097	\$ 15,487,974	

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**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Long-term Liabilities - Component Units						
Long-term debt activity for the year ended June 30, 2020:						
	Allegany College of Maryland	LaVale Sanitary Commission				
Payable at July 1, 2019	\$ 260,001	\$ 4,345,544				
Amount issued						
Amount retired	(73,241)	(190,352)				
Payable at June 30, 2020	\$ 186,760	\$ 4,155,192				
Annual debt service requirements to maturity:						
	Allegany College of Maryland (Capital Leases)			LaVale Sanitary Commission		
Fiscal Year	Principal	Interest	Total	Principal	Interest	Total
2021	72,425	2,879	75,304	196,383	134,035	330,418
2022	68,810	1,618	70,428	202,537	127,880	330,417
2023	41,856	421	42,277	208,950	121,496	330,446
2024	3,669	19	3,688	191,706	114,842	306,548
2025			-	198,515	108,033	306,548
2030-2034			-	1,104,579	428,161	1,532,740
2035-2039	-	-	-	1,253,803	214,297	1,468,100
2040-2044	-	-	-	555,000	45,170	600,170
2045-thereafter				243,719	17,442	261,161
	\$ 186,760	\$ 4,937	\$ 191,697	\$4,155,192	\$ 1,311,356	\$5,466,547

**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, 2020**

Note 12. Pension and Retirement Systems-continued

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**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, 2020, 2019 and 2018, were \$ 1,961,655, \$ 1,781,734, and \$ 1,665,400, 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, 2020**

**Note 12. Pension and Retirement Systems-continued**

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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 1<sup>st</sup> of each year.

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

At June 30, 2020, the County reported total net pension liability of \$ 17,895,943 for its proportionate share of the MD State Retirement System's net pension liability. The net pension liability was measured as of June 30, 2019 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, 2019, the County's proportion was .0867 percent, which was an increase of .0032 from its proportion measured as of June 30, 2018.

Pension expense for the pension plan for the year ended June 30, 2020 was \$ 2,953,463

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**Note 12. Pension and Retirement Systems-continued**

At June 30, 2020, 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	\$ -	\$ (1,360,725)
Change of assumptions	73,644	
Net difference between projected and actual earnings on pension plan investments	361,021	
County contributions subsequent to the measurement date	1,961,655	
<b>Total</b>	<u><b>\$ 2,396,320</b></u>	<u><b>\$ (1,360,725)</b></u>

The amount \$ 1,961,655 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:	
2021	\$ (182,463)
2022	(654,982)
2023	(458,216)
2024	(224,091)
2025	(194,292)
<b>Total</b>	<u><b>(1,714,044)</b></u>

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Note 12. Pension and Retirement Systems-continued

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**Actuarial Assumptions**

The total pension liability in the June 30, 2019 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	2.65% general, 3.15% wage
Salary increases	3.10% to 11.6, including inflation
Discount rate	7.40%
Investment rate of return	7.40%
Mortality	Public Sector 2010 Mortality Tables calibrated to MSRPS experience with generational projections using MP-2018 (2-dimensional) mortality improv

The actuarial assumptions used in both the June 30, 2019 and the June 30, 2018 valuations were based on the results of an actuarial experience study for the five year period of 2014-2018 for 2019 and the results of an actuarial experience study for the five year period 2010-2014. Based on the 2019 experience study, the actuary recommended changes in the actuarial assumptions. The changes include 1) an increase in the general inflation rate from 2.60% to 2.65%, 2) an increase in the wage inflation rate from 3.10% to 3.15%, and 3) salary increases from 3.10% to 9.10% to 3.10% to 11.6%. Additionally, both the discount rate and investment rate of return decreased the same from 7.45% to 7.40% and the mortality table changed.

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, 2020**

Note 12. Pension and Retirement Systems-continued

	Target	Long-Term
	Allocation	Expected Real
		Rate of Return
Public Equity	37%	6.30%
Private Equity	13%	7.50%
Rate Sensitive	19%	1.30%
Credit Opportunity	9%	3.90%
Real Assets	14%	4.50%
Absolute Return	8%	3.00%
Total	100%	

**Discount Rate**

The discount rate used to measure the total pension liability was 7.40%. This single discount rate was based on the expected rate of return on pension plan investments of 7.40%. 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 7.40%, 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 (6.40%) or 1% higher (8.40%) than the current rate:

	1% Decrease 6.40%	Current Discount Rate 7.40%	1% Increase 8.40%
County's proportionate share of the net pension liability	25,902,603	17,895,955	11,227,426

**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, 2020**

Note 12. Pension and Retirement Systems-continued

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*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, 2020, there were 3 members enrolled in the plan.

The defined contribution plan requires the County to contribute 9.38% to the Management Contractual Employees Retirement Plan of annual covered payroll. The required contribution was \$ 15,916, 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, 2020.

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 the year ended June 30, 2020 were \$ 6,858,416, which were equal to the State's required contributions for that year. The Board's contributions for the year ended June 30, 2020 were \$ 2,586,615 and \$ 582,676 to the TRS, TPS and ERS, respectively. The Board recorded pension expense for the FY 20 in the amount of \$ 1,056,972 and the net pension liability recorded was \$ 5,730,106. Deferred outflows of resources was recorded in the amount of \$ 1,094,040, of which, \$ 106,419 was for change in assumptions, \$ 272,430 for change in share \$ 132,515 was for the net difference between projected and actual earnings and \$ 582,676 was for contributions made subsequent to the measurement date. Deferred inflows of resources was recorded in the amount of \$ 1,127,163, of which \$ 395,078 for the net difference between projected and actual experience, \$ 576,138 for change in share and \$ 155,947 for change in assumptions.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Note 12. Pension and Retirement Systems-continued

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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, 2020. The Library's pension expense for the year was \$ 154,216. Net pension liability was \$ 68,521 at June 30, 2020. Deferred outflows of resources was \$ 5,922 of which \$ 1,317 was due to changes in assumptions, 1,615 was the net difference between projected and actual earnings on pension plan investments, \$ 37 change in share and \$ 2,953 was the Library's contributions subsequent to the measurement date. Deferred inflows of resources was recorded in the amount of \$ 6,992, of which \$ 5,016 was for the net difference between expected and actual experience and \$ 1,865 was the change in assumptions and \$ 111 change in proportionate share.

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, 2019. Allegany College's pension expense for FY 20 was \$ 63,718 and net pension liability was \$ 747,514. Deferred outflows of resources were recorded at \$ 110,970, of which \$ 13,402 was due to change in pension assumptions, \$15,469 was for the net difference between projected and actual earnings on pension investments and \$ 82,099 was attributed to contributions made subsequent to the measurement date. Deferred inflows of resources was recorded at (\$ 74,299) for the net difference between projected and actual experience (\$53,956) and changes in assumptions (\$ 20,343).

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**Note 12. Pension and Retirement Systems-continued**

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**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, 2020. LaVale Sanitary's pension expense for the fiscal year ended was \$ 78,684. Net pension liability was (\$ 239,876), pension contributions exceeding the required annual contributions are recorded as an asset in the Commission's financial statements; the balance at June 30, 2020 was \$ 239,876 and therefore, no net pension liability obligation exists.

At June 30, 2020, the Commission reported deferred outflows of resources in the amount of \$ 317,887 of which, \$ 178,613 was the difference between expected and actual experience, \$ 108,718 was the change in assumption amount and \$ 30,556 was net difference between projected and actual earnings on investments. The deferred inflows of resources was \$ (67,140) of which, \$(67,140), was attributed to change in assumptions.

**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 467 eligible active members and 71 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. Benefits have been paid.



**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**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, 2020, the County reported total net pension liability of \$ 4,311,454. The net pension liability was measured as of December 31, 2019 and the total pension liability was determined by an actuarial valuation as of January 1, 2019, the results of which were rolled forward to the December 31, 2019 measurement date, in accordance with actuarial standards of practice.

Pension expense for the plan for FY 20 was \$ 547,081

At June 30, 2020, 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	\$ 3,201	\$ 192,991
Change of assumptions	948,925	23,113
<b>Total</b>	<u><b>\$ 952,126</b></u>	<u><b>\$ 216,104</b></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:	
2020	\$ 110,333
2021	\$ 110,333
2022	\$ 110,333
2023	\$ 110,333
2024	\$ 110,333
2025 and Thereafter	184,357
<b>Total</b>	<u><b>736,022</b></u>

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Note 13. Pension and Retirement Systems-LOSAP-continued

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**Actuarial Assumptions**

The total pension liability in the January 1, 2019 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	2.75%
Investment rate of return	2.75%, 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 2.75%. This single discount rate was based on the expected rate of return on pension plan investments of 2.75%. The discount rate of 2.75% is based on the 20-year AA general obligation bond rate as of December 31, 2019. 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 decreased to 2.75% from the previous year's rate of 3.71%.

**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 2.75%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1% lower (1.75%) or 1% higher (3.75%) than the current rate:

	1% Decrease 1.75%	Current Discount Rate 2.75%	1% Increase 3.75%
Net Pension Liability	4,616,649	4,311,454	3,999,427

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Note 13. Pension and Retirement Systems-LOSAP-continued

**Changes in Net Pension Liability**

Balance at 1/1/19	\$ 3,483,604
Changes for the year:	
Service Cost	341,969
Interest	94,779
Changes in benefit terms	-
Differences between expected and actual experience	(127,045)
Changes in assumptions	599,378
Benefit payments and expenses	<u>(81,231)</u>
Net Changes for the Year	<u>827,850</u>
Balance at 12/31/19	<u>\$ 4,311,454</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, 2020**

**Note 14. Governmental Fund Balance Classifications (continued)**

Fiscal Year 2020 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				42,801	42,801
Restricted for:					
Transit bus replacement	78,907	-	-	-	78,907
Housing programs	-	-	-	9,739	9,739
Coal Haul Roads	-	-	-	190,120	190,120
Drug task Force	-	-	-	183,299	183,299
Inmate activities/fire companies	-	-	-	808,862	808,862
PIB Bond Projects	-	-	8,224,644		8,224,644
Sheriff Task Force					-
Committed to:					
Economic development	-	8,255,907		-	8,255,907
Amount to balance FY 2021 budget	760,245				760,245
School capital\Fire Co	-	-	-	973,142	973,142
Assigned to:					
Election machine replacements		-	-	-	-
Future Disparity Grant Funding	4,014,000				4,014,000
Potential State of MD Budget Cuts		-	-		-
LOSAP	2,983,078				2,983,078
Technology Enhancements	-	-	-	304,720	304,720
Public Works projects				700,147	700,147
Public Safety				32,813	32,813
School projects				185,597	185,597
County building improvements	-	-	-	176,752	176,752
Unassigned:	16,778,262	-	-	(1,572,904)	15,205,358
	<u>\$ 25,814,492</u>	<u>\$ 8,255,907</u>	<u>8,224,644</u>	<u>\$ 2,035,088</u>	<u>\$ 44,330,131</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.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Note 15. Postemployment Healthcare Plan-continued

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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 4.5 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 397 active members and 271 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.mdcounties.org/index.aspx?nid=250](http://www.mdcounties.org/index.aspx?nid=250)

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**Note 15. Postemployment Healthcare Plan-continued**

**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	6/30/2019
Measurement Date	06/30/20
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 2.45%. The blended rate is 5.38%
Investment rate of return	7%, net of investment expense and including inflation
Healthcare cost trend rate	6.5% for 2019, reduced linearly to an ultimate rate of 4.0% in 2024
Mortality	Pre/Post Retirement: Pub 2010G Headcount (M/F) with generational improvements using Scale SSA 18 Post Disablement: Pub 2010 G Headcount (M/F) with generational improvements using Scale SSA 18

**Changes in Actuarial assumptions.** There were no changes in actuarial assumptions during fiscal year 2020, except for the change in discount rate due to an updated depletion date projection. Discount rate decreased from 5.67% in FY 2019 to 5.38% in FY 20.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Note 15. Postemployment Healthcare Plan-continued

**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, 2020, and the final investment return assumption, are summarized in the following table:

	<b>Long-Term Expected Real Rate of Return</b>	<b>Long-Term Weighted Real Rate of Return</b>
Domestic Equity	5.95%	37.50%
International Funds	6.30%	21.50%
Fixed Income-US	1.95%	35.00%
Real Estate	4.45%	6.00%
Cash Equivalents	0.00%	0.00%
Total Weighted Average Real Return	4.54%	100.00%
Plus Inflation	2.50%	
Total Return w/o Adjustment	7.04%	
Risk Adjustment	0.04%	
Total Expected Return	7.00%	

The money-weighted rate of return for FY 20 was 1.62%.

**Net OPEB Obligation:**

The County's net OPEB liability was measured as of June 30, 2020, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2019, the results of which were rolled forward to the June 30, 2020 measurement date, in accordance with actuarial standards of practice.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Note 15. Postemployment Healthcare Plan-continued

**The changes in net OPEB liability are as follows:**

	<b>FY 20</b>
Total OPEB Liability	
Service Cost	394,767
Interest	1,387,465
Change in benefit terms	
Differences between expected and actual experience	(1,206,307)
Changes in assumptions, including discount rate	535,281
Benefit payments	(1,062,954)
Net Change in total OPEB Liability	48,252
 Total OPEB liability-beginning	 24,599,659
Total OPEB liability-ending	24,647,911
 Plan fiduciary net position	
Contributions-employer	1,062,954
Contributions-member	95,902
Net investment income	47,605
Benefit payments	(1,158,856)
Administrative expenses	(6,552)
Net change in plan fiduciary net position	41,053
 Plan fiduciary net position-beginning	 2,938,101
Plan fiduciary net position-ending	2,979,154
 Net OPEB liability beginning	 21,661,558
Net OPEB liability ending	21,668,757
 Fiduciary net position as a percentage of total OPEB liability	 12.10%

**Discount Rate:** The discount rate used to measure the total OPEB liability was 5.38%. 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 2032, then from the trust there forward (from 2033 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 2.45%. The blended rate is 5.38%.



**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**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 (4.38%) or 1% higher (6.38%) than the current discount rate:

	<u>Discount Rate at 4.38%</u>	<u>Discount Rate 5.38%</u>	<u>Discount Rate at 5.38%</u>
Net OPEB Liability	23,672,736	21,668,757	19,908,719

**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 (5.5% decreasing to 3.0%) or 1% higher (7.5% decreasing to 5.0%) than the current healthcare cost trend rates:

	<u>1% Decrease (5.5% decreasing to 3.0%)</u>	<u>Healthcare Cost Trend Rates (6.5% decreasing to 4.0%)</u>	<u>1% Increase (7.5% decreasing to 5.0%)</u>
Net OPEB Liability	19,841,431	21,668,757	23,770,465

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.** As of June 30, 2020, 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		\$ (1,005,256)
Change of assumptions	446,067	(301,703)
Net difference between projected and actual earnings on plan investments	174,595	
<b>Total</b>	<u><u>\$ 620,662</u></u>	<u><u>\$ (1,306,959)</u></u>

The 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:	
2021	\$ (202,149)
2022	(202,149)
2023	(89,893)
2024	(80,265)
2025	(111,841)
2026 and Thereafter	
<b>Total</b>	<u><u>(686,297)</u></u>

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

OPEB expense for fiscal year ending June 30, 2020 was \$1,381,174.

**Payable to OPEB Plan:**

There were no contributions payable to the OPEB plan as of June 30, 2020.

*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, 2020 was \$ 15,387,904. For the year ended June 30, 2020 , the Board recognized OPEB expense of \$ 1,699,727. Deferred outflows of resources at year end was \$ 2,673,296 of which \$ 2,271,561 was for changes in assumptions and \$ 401,735 which represented the difference between projected and actual earnings. Deferred inflows of resources was \$ 22,323 which was for the difference between projected and actual earnings.

**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 \$ 15,593. Net OPEB liability was \$ 129,967 at June 30, 2020. Deferred outflows for FY 20 was \$ 14,625, of which, \$1,398 was for the difference between expected and actual experience and \$ 13,227 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 \$ 82,295. Net OPEB liability was \$1,573,257 at June 30, 2020. Deferred outflows of resources was recorded at June 30, 2020 in the amount of \$ 1,858,705, of which \$ 1,811,263 was for the change in assumptions and \$47,442 was due to the net difference between projected and actual earnings on plan investments. Deferred inflows were recorded at \$ 2,122,741, of which \$ 194,566 was due to the difference between expected and actual experience and \$ 1,928,175 due to change in assumptions.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**Note 16. Tax Abatements**

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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 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 2020 enterprise zone credits amounted to \$ 133,990 and the State of Maryland reimbursed the County \$ 66,995.

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

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Note 16. Tax Abatements-continued

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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 20 was \$ 52,346. 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.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

Note 17. Risk Management

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**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.

**COVID-19 Pandemic**- The COVID-19 pandemic has caused negative impacts in all aspects of County operations and financials. The extent of the unprecedented disruptions depends on the length of the pandemic and its far-reaching results cannot be determined at this time. Currently, any significant financial or other impacts on the County cannot be reasonably estimated.

**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 \$10,029,816.

Third party administrators estimated the non-discounted claims liability reported in the funds at June 30, 2020. 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 2020 are as follows:

Balance at July 1, 2019	\$ 364,952
Claims and changes in estimates	6,891,635
Claim payments	<u>(6,730,049)</u>
Balance at June 30, 2019	\$ 526,538
Claims and changes in estimates	8,330,076
Claim payments	<u>(8,256,135)</u>
Balance at June 30, 2020	\$ <u>600,479</u>

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2020**

**Note 18. Pending Claims and Litigation**

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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**

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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, 2020, such debt includes loans with the U.S. Department of Agriculture of \$4,084,133.

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**

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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 20, Allegany County paid \$ 293,025 in fees to the Willowbrook Health Center Condominium. Of this amount, \$ 11,112 is included in accounts payable at year-end.

**Note 21. Evaluation of Subsequent Events**

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The County has evaluated, for possible financial statement disclosures, subsequent events through February 22, 2021, 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, 2020**

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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 \***

	2020	2019	2018	2017
Total Net Pension Liability				
Service Cost	341,969	352,003	308,176	260,811
Interest	94,779	104,059	72,176	71,864
Changes in Benefit terms	-	-	-	-
Differences between expected and actual experience	(127,045)	(105,205)	4,799	1
Changes in assumptions, including discount rate	599,378	334,551	246,393	(31,517)
Benefit payments and expenses	(81,231)	(6,620)	(7,270)	(6,820)
Net Change in total pension liability	827,850	678,788	624,274	294,339
Total Net Pension Liability-beginning	3,483,604	2,804,816	2,180,542	1,886,203
Total Net Pension Liability-ending	4,311,454	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	14,004,466	77.64%	69.53%
2016	6.98%	14,514,898	13,959,828	103.98%	68.78%
2017	6.85%	16,160,225	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%
2020	8.67%	17,895,857	16,834,720	106.30%	72.34%

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	10.55%
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		16,834,720	10.78%
2020	1,961,655	1,961,655		17,707,982	11.08%

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**

	FY 20	FY 19	FY 18	FY 17
Total OPEB Liability				
Service Cost	394,767	383,269	372,106	361,268
Interest	1,387,465	1,345,895	1,275,326	1,250,947
Change in benefit terms				
Differences between expected and actual experience	(1,206,307)			
Changes in assumptions, including discount rate	535,281	(103,054)	(599,679)	
Benefit payments	(1,062,954)	(1,167,028)	(1,090,895)	(1,235,135)
Net Change in total OPEB Liability	48,252	459,082	(43,142)	377,080
Total OPEB liability-beginning	24,599,659	24,140,577	24,183,719	23,806,639
Total OPEB liability-ending	24,647,911	24,599,659	24,140,577	24,183,719
Plan fiduciary net position				
Contributions-employer	1,062,954	1,167,028	1,099,055	1,162,096
Contributions-member	95,902	102,866	86,712	90,491
Net investment income	47,605	141,286	147,820	195,770
Benefit payments	(1,158,856)	(1,269,894)	(1,177,607)	(1,235,135)
Administrative expenses	(6,552)	(10,803)	(10,635)	(17,453)
Net change in plan fiduciary net position	41,053	130,483	145,345	195,769
Plan fiduciary net position-beginning	2,938,101	2,807,618	2,662,273	2,466,504
Plan fiduciary net position-ending	2,979,154	2,938,101	2,807,618	2,662,273
Net OPEB liability beginning	21,661,558	21,332,959	21,521,446	21,340,135
Net OPEB liability ending	21,668,757	21,661,558	21,332,959	21,521,446
Fiduciary net position as a percentage of total OPEB liability	12.10%	11.90%	11.60%	11.01%
Covered employee payroll	23,562,640	20,354,264	14,693,609	16,680,326
Net OPEB Liability as a percentage of covered payroll	92%	106%	145%	129%

**Schedule of the County's Other Post Retirement Benefits Contributions-Last Ten Fiscal Years \***

Actuarially determined contribution	1,455,687	1,351,412	1,312,050	1,273,835
Contributions in relation to the actuarially determined contributions	1,062,954	1,167,028	1,099,055	981,229
Contribution deficiency (excess)	392,733	184,384	212,995	292,606
County's covered-employee payroll	23,562,640	20,354,264	14,693,609	16,680,326
Contributions as percentage of covered-employee payroll	4.50%	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	1.62%	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, 2020**

**Note 1: LOSAP Pension Information**

Actuarial Assumptions

The total pension liability in the January 1, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Fiscal Year End	June 30, 2020
Measurement Date	December 31, 2019
Annual Discount Rate	2.75%-based on 20 year AA general bond rate at 12/31/19. 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 20
Changes in assumptions	Discount rate decreased from 3.71% in FY 19 to 2.75% in FY 20 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, 2019 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Fiscal Year End	June 30, 2020
Measurement Date	June 30, 2020
Annual Discount Rate	5.38%-the expected trust return of 7% is blended with the 20 year Aa bond rate (Source: Fidelity general obligation municipal bond index) of 2.45%
Annual salary increases	3%
Mortality	Pre/Post Retirement: Pub 2010G Headcount (M/F) with generational improvements using Scale SSA18
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	6.5% for 2020, reduced linearly to an ultimate rate of 4.0% in 2024
Changes in assumptions	Discount rate decreased from 5.67% in FY 19 to 5.38% in FY 20

**Note 3: State of Maryland Pension Information**

Changes in assumptions:

Inflation assumption	Changed from 2.60% to 2.65%
Wage inflation assumption	Changed from 3.10% to 3.15%
Salary increases	Changed from 3.10% to 9.10% to 3.10 to 11.6%
Discount Rate/Investment Rate	Changed from 7.45% to 7.40%
Change in Benefit Terms	No change during the fiscal year
Change in Size/Composition of Population	No significant change during the fiscal year
Mortality Table	Public Sector 2010 Mortality Table

**ALLEGANY COUNTY, MARYLAND  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amount	Final Budget - Positive (Negative)
<b>REVENUES</b>				
<u>Taxes:</u>				
Property Taxes:				
Real and personal property	\$ 40,588,238	40,588,238	41,143,670	\$ 555,432
Payments in lieu of taxes:				
Coal companies	140,000	140,000	103,408	(36,592)
Housing Authorities	45,000	45,000	32,983	(12,017)
Rocky Gap	295,000	295,000	295,000	-
DNR	1,001,457	1,001,457	1,001,457	-
Interest on Delinquent taxes	1,100,000	1,100,000	833,663	(266,337)
Sub-total	43,169,695	43,169,695	43,410,181	240,486
Less:				
Prompt payment discounts	181,000	181,000	176,271	4,729
Deferred revenues	250,000	250,000	1,354,269	(1,104,269)
Industrial exemptions	150,000	150,000	154,722	(4,722)
Enterprise zone exemptions	125,000	125,000	76,129	48,871
Residential development tax credit	15,000	15,000	14,127	873
Tax increment financing	15,000	15,000	-	15,000
Historic tax credit	37,500	37,500	52,346	(14,846)
PILOT abatement	20,000	20,000	16,290	3,710
Sub-total	793,500	793,500	1,844,154	(1,050,654)
Total Net Property Taxes	42,376,195	42,376,195	41,566,027	(810,168)
Income Taxes	27,195,182	27,195,182	28,670,090	1,474,908
Other Local Taxes:				
Hotel/motel tax	1,178,750	1,178,750	765,026	(413,724)
Admissions	220,000	220,000	86,568	(133,432)
Recordation	1,400,000	1,400,000	1,535,095	135,095
Ag Transfer Tax	-	-	3,117	3,117
911 Fees	365,000	365,000	416,452	51,452
Trailer court	62,000	62,000	87,043	25,043
Transfer tax	550,000	550,000	628,391	78,391
Highway users taxes	1,035,334	1,035,334	977,329	(58,005)
Total Local Taxes	4,811,084	4,811,084	4,499,021	(312,063)
Total Taxes	74,382,461	74,382,461	74,735,138	352,677
Licenses and Permits				
Alcoholic beverage licenses	99,000	99,000	71,564	(27,436)
Amusement licenses	3,500	3,500	323	(3,177)
Traders licenses	95,000	95,000	78,566	(16,434)
Junkyard licenses	900	900	800	-
Building permits	35,000	35,000	25,206	(9,794)
Marriage licenses	4,500	4,500	3,305	(1,195)
Cable franchise fees	430,000	430,000	418,750	(11,250)
Sediment control permits	30,000	30,000	21,986	(8,014)
Total Licenses and Permits	697,900	697,900	620,500	(77,300)

Continued

**ALLEGANY COUNTY, MARYLAND  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amount	Final Budget - Positive (Negative)
<b>REVENUES (Continued):</b>				
<u>Intergovernmental:</u>				
Federal Funds:				
Homeland security grant			326,652	326,652
Civil defense	83,441	83,441	16,589	(66,852)
FEMA grant	811,540	811,540	503,822	(307,718)
MTA Transportation planning	83,244	83,244	61,302	(21,942)
Emergency solutions program	125,000	125,000	246,304	121,304
Health & Human Services Grant				-
Masters program	43,943	43,943	37,681	(6,262)
Medicare-Ambulance Fees			326,254	326,254
Medicaid-Ambulance Fees			49,436	49,436
Payments in lieu of property taxes	-	-	8,620	8,620
Sub-total Federal funds	<u>1,147,168</u>	<u>1,147,168</u>	<u>1,576,660</u>	<u>429,492</u>
State Funds:				
Public Health	14,000	14,000	14,024	24
Police protection	230,000	230,000	239,957	9,957
State 911 grant	-	-	2,250	2,250
State Highway	-	-	908,774	908,774
State transportation planning	10,406	10,406	7,663	(2,743)
Juvenile Service Grant	14,300	14,300	13,027	(1,273)
Dept of Natural Resources	225,000	225,000	-	(225,000)
Conservation aid salary	31,313	31,313	32,484	1,171
Program Open Space grant	628,861	628,861	409,674	(219,187)
Disparity grant	8,930,611	8,930,611	8,930,611	-
State Jury Reimbursement	50,000	50,000	24,656	(25,344)
Tourism grant	30,000	30,000	27,353	(2,647)
Miscellaneous	404,169	404,169	785,019	380,850
Sub-total State Funds	<u>10,568,660</u>	<u>10,568,660</u>	<u>11,395,492</u>	<u>826,832</u>
Other Intergovernmental:				
Other agencies	<u>210,359</u>	<u>210,359</u>	<u>775,755</u>	<u>565,396</u>
Sub-total Other Intergovernmental:	<u>210,359</u>	<u>210,359</u>	<u>775,755</u>	<u>565,396</u>
Total Intergovernmental	<u>11,926,187</u>	<u>11,926,187</u>	<u>13,747,907</u>	<u>1,821,720</u>

Continued

**ALLEGANY COUNTY, MARYLAND  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amount	Final Budget - Positive (Negative)
<b>REVENUES (Continued)</b>				
<u>Service Charges:</u>				
General government charges:				
State civil process	50,000	50,000	39,230	(10,770)
Plans & specifications	5,000	5,000	2,430	(2,570)
Regulation & Maps			1,110	1,110
Tax sale fees	30,000	30,000	4,232	(25,768)
Election filing fees	50	50	225	175
Security interest filing fee			85	85
License application fees	8,400	8,400	7,850	(550)
Liquor License transfer fee	3,600	3,600	2,820	(780)
Bay restoration collection fee	5,000	5,000		(5,000)
Health Ins Admin fee			433	433
Other general government service charges	5,500	5,500	-	(5,500)
Tourism promotion charges	20,000	20,000	26,378	6,378
Collection fees-special areas	60,000	60,000	64,712	4,712
Liquor License Collection fee	3,600	3,600	2,042	(1,558)
Hotel/Motel collection fee	22,500	22,500	19,692	(2,808)
Partial payment fee	2,000	2,000	2,294	294
Engineering fees	40,000	40,000	-	(40,000)
Indirect cost allocation	589,433	589,433	8,382	(581,051)
Sub-total general government charges	845,083	845,083	181,915	(663,168)
Public safety charges:				
Police protection charges	60,000	60,000	63,883	3,883
ATV Registration Fees	-	-	2,800	2,800
Zoning Admin Fee	400	400	370	(30)
Boarding state prisoners	25,000	25,000	38,745	13,745
Boarding federal prisoners	410,000	410,000	748,140	338,140
Community service fee	22,000	22,000	12,819	(9,181)
Home detention fee	35,000	35,000	25,097	(9,903)
Work Release Fees			6,984	6,984
Inmate Medical Copay	4,000	4,000	6,669	2,669
Building Inspection fees	15,000	15,000	9,362	(5,638)
CPR Training Fees	9,000	9,000	8,805	(195)
Ambulance Subscription Fees	36,000	36,000	35,215	(785)
Ambulance fees	840,000	840,000	510,461	(329,539)
Sub-total public safety charges	1,456,400	1,456,400	1,469,350	12,950
Sanitation and Waste Removal:				
Landfill fees	192,000	192,000	254,663	62,663
Recycling fees	125,000	125,000	154,279	29,279
Recycled material sales	15,000	15,000	7,409	(7,591)
Sub-total Sanitation and Waste	332,000	332,000	416,351	84,351

Continued

**ALLEGANY COUNTY, MARYLAND**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amount	Final Budget -
				Positive
				(Negative)
<b><u>REVENUES (Continued):</u></b>				
<u>Service Charges (continued):</u>				
Public service enterprises:				-
Upper Potomac River Commission	453,372	453,372	453,372	-
Road closing fees				-
Sub-total public service charges	453,372	453,372	453,372	-
Total Service Charges	3,086,855	3,086,855	2,520,988	(565,867)
<u>Fines and Forfeitures:</u>				-
Circuit court fines	7,000	7,000	4,109	(2,891)
Liquor violation fines	10,000	10,000	5,839	(4,161)
Fines and forfeitures	10,000	10,000	-	(10,000)
Total Fines and Forfeitures	27,000	27,000	9,948	(17,052)
<u>Miscellaneous:</u>				-
Interest	292,250	292,250	328,626	36,376
Rents and concessions	397,000	397,000	434,227	37,227
Miscellaneous	23,100	23,100	403,476	380,376
Total Miscellaneous	712,350	712,350	1,166,329	453,979
Total Revenues	90,832,753	90,832,753	92,800,810	1,968,157



**ALLEGANY COUNTY, MARYLAND**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2020**

<b>EXPENDITURES:</b>	Budgeted Amounts		Actual Amount	Variance with Final Budget - Positive (Negative)
	Original	Final		
<u>General Government:</u>				
Legislative:				
County Commissioners	173,195	173,195	193,616	(20,421)
County Commissioners Office	-	-	-	-
Total legislative	173,195	173,195	193,616	(20,421)
Judicial:				
Family Support Services	224,294	224,294	227,213	(2,919)
Alternative dispute resolution	6,414	6,414	6,430	(16)
Circuit court masters program	66,031	67,754	63,097	4,657
Circuit court	403,931	406,093	445,621	(39,528)
Orphans court	68,019	68,019	71,526	(3,507)
Family Law Master	63,032	63,032	61,240	1,792
State's attorney	1,633,133	1,649,145	1,646,998	2,147
Drug Coordinator	122,081	122,081	87,215	34,866
Law library	21,340	21,340	22,000	(660)
Grand and petit juries	79,625	79,625	42,960	36,665
Total Judicial	2,687,900	2,707,797	2,674,300	33,497
Executive:				
Administrator	544,455	546,794	499,801	46,993
Elections:				
Registration and elections	828,033	833,253	581,299	251,954
Financial Administration:				
Finance Office	705,436	717,830	695,267	22,563
Tax Office	692,689	702,514	343,650	358,864
State Assessment Fee	371,869	371,869	376,528	(4,659)
Accounting Software	367,164	367,164	499,796	(132,632)
Professional services	80,000	80,000	94,370	(14,370)
Total Financial Administration	2,217,158	2,239,377	2,009,611	229,766
Legal:				
Legal counsel	212,471	213,200	187,207	25,993
Other legal/professional	158,000	158,000	151,265	6,735
Total legal	370,471	371,200	338,472	32,728
Personnel Administration:				
Human Resources department	364,014	364,014	253,699	110,315
Human resources board of appeals	3,502	3,502		3,502
Wellness/Employee recognition	9,335	9,335	6,868	2,467
Total personnel administration	376,851	376,851	260,567	116,284
Planning and Zoning:				
Planning and zoning department	280,790	280,790	237,812	42,978
Land use planning	-	-	-	-
Total Planning and Zoning	280,790	280,790	237,812	42,978
General Services:				
County Building Maintenance	1,266,836	1,268,367	1,150,185	118,182
Data Processing	411,729	413,919	380,230	33,689
Total general services	1,678,565	1,682,286	1,530,415	151,871
Other general government:				
Liquor control board	111,373	111,373	110,245	1,128
Insurance	407,749	407,749	534,184	(126,435)
Employee benefits	452,500	116,500	78,964	37,536
Post retirement benefits	1,052,000	1,052,000	1,076,688	(24,688)
Total Other General Government	2,023,622	1,687,622	1,800,081	(112,459)
Total General Government	11,181,040	10,899,165	10,125,974	773,191

Continued

**ALLEGANY COUNTY, MARYLAND**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final	Amount	
<b>EXPENDITURES:</b>				
<b>EXPENDITURES (Continued):</b>				
<u>Public Safety:</u>				
Police:				
Police Department	1,980,237	2,103,312	2,509,504	(406,192)
Sheriffs department	1,415,127	1,432,827	1,389,913	42,914
C31 Unit	13,000	13,000	20,828	(7,828)
Safe School	217,447	217,447	230,769	(13,322)
Total Police	3,625,811	3,766,586	4,151,014	(384,428)
Fire and rescue:				
Emergency medical services	918,193	934,193	1,543,466	(609,273)
Frostburg area ambulance	2,239,272	2,257,171	2,832,894	(575,723)
Length of service award	257,000	257,000	71,719	185,281
Volunteer fire companies	1,148,235	1,148,235	1,122,761	25,474
Total Fire	4,562,700	4,596,599	5,570,840	(974,241)
Correction:				
County detention center maintenance	214,520	215,898	159,909	55,989
County detention center	7,732,965	7,852,427	7,889,285	(36,858)
Juvenile service grant	14,300	14,300	13,027	1,273
Alternative sentencing	396,540	399,194	398,978	216
Home detention grant	164,699	164,699	159,956	4,743
Total Correction	8,523,024	8,646,518	8,621,155	25,363
Other Protection:				
Permits & enforcement	273,006	273,920	263,975	9,945
Emergency Management Agency	293,468	297,031	257,557	39,474
Animal control	414,837	414,837	414,837	-
911	2,704,617	2,718,114	2,770,499	(52,385)
Hazardous materials operations	60,850	60,850	126,815	(65,965)
Public safety department	129,143	129,143	129,653	(510)
Domestic preparedness grant	-	-	91,383	(91,383)
Building Codes	60,556	60,556	38,990	21,566
Code Enforcement	90,164	90,164	58,295	31,869
Transportation planning	140,524	140,524	64,628	75,896
Total Other Protection	4,167,165	4,185,139	4,216,632	(31,493)
Total Public Safety	20,878,700	21,194,842	22,559,641	(1,364,799)
<u>Public Works:</u>				
Public Services:				
Highway department	8,529,353	8,586,523	7,797,691	788,832
Airport	240,000	240,000	240,000	-
Waste collection:				
Solid waste disposal	419,774	419,774	423,198	(3,424)
Solid waste recycling	269,957	271,777	237,811	33,966
UPRC	566,715	566,715	566,715	-
County engineer	1,030,408	1,062,980	894,629	168,351
Total Public Works	11,056,207	11,147,769	10,160,044	987,725

Continued

**ALLEGANY COUNTY, MARYLAND**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final	Amount	
<b>EXPENDITURES:</b>				
<b>EXPENDITURES (Continued):</b>				
<u>Health and Hospitals:</u>				
Brook Building	163,000	163,000	127,428	35,572
Willowbrook Office	314,850	314,850	293,025	21,825
Health Department supplemental	28,834	28,834	219,083	(190,249)
Western Maryland Health Planning	11,000	11,000	11,970	(970)
Total Health and Hospitals	517,684	517,684	651,506	(133,822)
<u>Social Services:</u>				
Nursing Home costs	150,000	150,000	48,149	101,851
Pauper's burials	1,300	1,300	-	1,300
Human Resources Devel. Comm.	744,946	744,946	744,946	-
Emergency solution program	125,000	125,000	246,304	(121,304)
Child abuse coordinator	144,597	144,597	144,807	(210)
Family Crisis Center	88,800	88,800	88,800	-
Promoting Safe/Stable Families	-	-	-	-
Total Social Services	1,254,643	1,254,643	1,273,006	(18,363)
<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	549,400	549,400	541,033	8,367
Highland trail operations	117,282	117,282	159,539	(42,257)
Cumberland Summer Theatre	12,000	12,000	12,000	-
Program Open Space	628,861	628,861	565,662	63,199
Total Recreation and Culture	1,355,543	1,355,543	1,326,234	29,309
<u>Conservation of Natural Resources:</u>				
Agricultural Extension Service	163,342	163,342	161,904	1,438
Soil conservation services	161,856	161,856	168,179	(6,323)
Gypsy moth control	10,000	10,000	6,000	4,000
Total Conservation of Natural Resources	335,198	335,198	336,083	(885)
<u>Community Development &amp; 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	185,000	(45,000)
Tri-County Council	40,000	40,000	40,000	-
Tourism department	640,294	640,294	589,792	50,502
Toll House	2,650	2,650	148	2,502
Thrasher Museum	15,000	15,000	24,103	(9,103)
Community promotion	13,500	13,500	9,010	4,490
Total Economic Development	851,444	851,444	848,053	3,391

(continued)

**ALLEGANY COUNTY, MARYLAND  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual	Variance with Final Budget - Positive (Negative)
	Original	Final	Amount	
<b>EXPENDITURES:</b>				
<b>EXPENDITURES (Continued):</b>				
<u>Appropriations to Other Governmental Units:</u>				
Grants in Lieu of Taxes	28,704	28,704	28,704	-
Health Department	1,477,009	1,477,009	1,477,009	-
Department of Social Services	11,000	11,000	95,730	(84,730)
Total Appropriations to Other Gov't Units:	1,516,713	1,516,713	1,601,443	(84,730)
<u>Miscellaneous:</u>				
Miscellaneous	118,872	118,872	78,453	40,419
Total Miscellaneous	118,872	118,872	78,453	40,419
<u>Payments to Component Units</u>				
Allegany Co. Board of Education	30,734,335	30,734,335	30,734,335	-
Allegany College	7,706,856	7,706,856	7,706,856	-
Allegany County Library	966,545	966,545	966,545	-
Information Technology	188,456	188,456	146,465	41,991
Total payments to component units	39,596,192	39,596,192	39,554,201	41,991
Total Expenditures	88,670,236	88,796,065	88,522,638	273,427
Excess (deficiency) of revenues over (under) expenditures	2,162,517	2,036,688	4,278,172	1,694,730
<b>OTHER FINANCING SOURCES (USES)</b>				
<u>Unexpended balance - prior years</u>	854,122	1,008,713	-	(1,008,713)
<u>Transfers In from other funds:</u>				
Transfers from special revenue funds	91,989	91,989	-	(91,989)
Transfers from Debt Service Fund			-	
Transfers from enterprise funds	-	-	23,566	23,566
Total Transfers In	91,989	91,989	23,566	(68,423)
<u>Operating Transfers to Other Funds:</u>				
Special revenue funds:				
Transit Fund	(536,241)	(540,368)	(734,773)	(194,405)
Housing & Section 8 fund	-	-	-	-
Narcotics Task Force			-	-
Gaming fund	-	(1,155)		1,155
RBF	-	(5,608)	-	5,608
Debt service Fund:				
From General government	(2,390,603)	(2,390,603)	(3,161,841)	(771,238)
From Bureau of Police				-
Capital Projects Fund				
Pay-Go Fund	(75,000)	(75,000)		75,000
Capital Projects Fund			(123,427)	(123,427)
Enterprise funds:				
Allconet	(25,000)	(25,000)		25,000
Sanitary fund/Water fund	(91,784)	(109,656)	(97,512)	12,144
Total operating transfers to other funds	(3,118,628)	(3,147,390)	(4,117,553)	(970,163)
<u>Sale of capital assets</u>	10,000	10,000	9,258	(742)
Total Other Financing Sources and Uses	(2,162,517)	(2,036,688)	(4,084,729)	(2,048,041)
Excess (deficiency) of revenues and other financing sources over expenditures and other financing uses	\$ -	\$ 0	193,443	\$ (353,309)
Fund balance, beginning			25,621,049	
Fund balance, ending			\$ 25,814,492	

**ALLEGANY COUNTY, MARYLAND**  
**BUDGETARY COMPARISON SCHEDULE**  
**REVOLVING BUILDING FUND SPECIAL REVENUE FUND**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amount	Final Budget - Positive (Negative)
<b>REVENUES:</b>				
Miscellaneous	\$ 3,359,078	\$ 3,359,078	\$ 3,476,165	\$ 117,087
Federal Grants			439,205	
State Grants			198,072	198,072
Total Revenues	<u>3,359,078</u>	<u>3,359,078</u>	<u>4,113,442</u>	<u>315,159</u>
<b>EXPENDITURES</b>				
Economic development	13,103,425	13,103,425	4,692,885	8,410,540
Total Expenditures	<u>13,103,425</u>	<u>13,103,425</u>	<u>4,692,885</u>	<u>8,410,540</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(9,744,347)</u>	<u>(9,744,347)</u>	<u>(579,443)</u>	<u>8,725,699</u>
<b>OTHER FINANCING SOURCES AND USES:</b>				
Unexpended balance - prior years	9,915,280	9,915,280	-	(9,915,280)
Transfers to other funds	(170,933)	(170,933)	(440,466)	(269,533)
Sale of Assets	-	-	-	-
Total Other Financing Sources and Uses	<u>9,744,347</u>	<u>9,744,347</u>	<u>(440,466)</u>	<u>(10,184,813)</u>
Net change in fund balances	\$ <u>-</u>	\$ <u>-</u>	(1,019,909)	\$ <u>(1,459,114)</u>
Fund balance, beginning			9,275,816	
Fund balance, ending			<u>\$ 8,255,907</u>	

**Notes to Required Supplementary Information**

**June 30, 2020**

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.

Cares Act-COVID 19-this fund accounts for the receipt and disbursement of federal COVID 19 funding.

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, 2020**

	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	Coronavirus CARES ACT
<b>ASSETS:</b>								
Cash	\$ -	\$ 150	\$ -	\$ -	\$ -	\$ 1,000	\$ -	\$ -
Cash - restricted	-	-	-	-	31,069	-	-	-
Investments	804,989	-	-	-	-	107,447	8,500	-
Investments-restricted								
Receivables								
Notes and loans	-	-	-	187,555	-	-	-	-
Other		296,418	-	-	-	-	-	-
Due from other funds	-	14,685	9,739	-	53,165	599,198	24,608	4,356,955
Inventory	-	42,801	-	-	-	-	-	-
Total Assets	<u>804,989</u>	<u>354,054</u>	<u>9,739</u>	<u>187,555</u>	<u>84,234</u>	<u>707,645</u>	<u>33,108</u>	<u>4,356,955</u>
<b>LIABILITIES:</b>								
Accounts payable		29,902	-	-	-	10,668	3,653	70,543
Accrued payroll	-	27,729	-	-	-	1,098	-	36,662
Accrued payroll fringe	-	13,047	-	-	-	85	-	3,499
Due to other funds	614,869	-	-	38,198	-	-	-	-
Amounts held in escrow	-	-	-	-	84,234	512,495	29,964	-
Unavailable revenue	-	-	-	187,555	-	-	-	4,246,251
Total Liabilities	<u>614,869</u>	<u>70,679</u>	<u>-</u>	<u>225,753</u>	<u>84,234</u>	<u>524,346</u>	<u>33,617</u>	<u>4,356,955</u>
<b>DEFERRED INFLOWS of RESOURCES:</b>								
Grant Reimbursement not Available		283,376						
Total Deferred Inflows of Resources	<u>-</u>	<u>283,376</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>FUND BALANCES</b>								
Nonspendable	-	42,801	-	-	-	-	-	-
Restricted	190,120	-	9,739	-	-	183,299	-	-
Committed	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-
Unassigned	-	(42,801)	-	(38,198)	-	-	(509)	-
Total Fund Balances	<u>190,120</u>	<u>-</u>	<u>9,739</u>	<u>(38,198)</u>	<u>-</u>	<u>183,299</u>	<u>(509)</u>	<u>-</u>
Total Liabilities, deferred inflows of resources and fund balances	<u>\$ 804,989</u>	<u>\$ 354,054</u>	<u>\$ 9,739</u>	<u>\$ 187,555</u>	<u>\$ 84,234</u>	<u>\$ 707,645</u>	<u>\$ 33,108</u>	<u>\$ 4,356,955</u>

**ALLEGANY COUNTY, MARYLAND**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2020**

Special Revenue Funds				Debt Service	Capital Project Funds			Total Nonmajor Governmental Funds
Gaming Fund	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
-	-		31,069	-	-	-	-	31,069
-	329,705		1,250,641	-	-	1,152,546	1,152,546	2,403,187
							-	-
-	-		187,555	-	-	-	-	187,555
23,927	10,553	83,487	414,385	-	257,386		257,386	671,771
535,753	491,793	1,567,181	7,653,077			252,046	252,046	7,905,123
-	-		42,801	-	-	-	-	42,801
<u>559,680</u>	<u>832,051</u>	<u>1,650,668</u>	<u>9,580,678</u>	<u>-</u>	<u>257,386</u>	<u>1,404,592</u>	<u>1,661,978</u>	<u>11,242,657</u>
70	23,189	1,233,719	1,371,744	-	98,254	4,563	102,817	1,474,561
2,553	-		68,042	-		-	-	68,042
864	-		17,495	-		-	-	17,495
-	-		653,067	355,364	683,604		683,604	1,692,035
-	-		626,693	-	-	-	-	626,693
-	-		4,433,806	-	441,008	-	441,008	4,874,814
<u>3,487</u>	<u>23,189</u>	<u>1,233,719</u>	<u>7,170,847</u>	<u>355,364</u>	<u>1,222,866</u>	<u>4,563</u>	<u>1,227,429</u>	<u>8,753,640</u>
			283,376		170,552	-	170,552	453,928
<u>-</u>	<u>-</u>	<u>-</u>	<u>283,376</u>	<u>-</u>	<u>170,552</u>	<u>-</u>	<u>170,552</u>	<u>453,928</u>
-	-		42,801	-	-	-	-	42,801
-	808,862		1,192,020	-	-	-	-	1,192,020
556,193	-	416,949	973,142	-	-	-	-	973,142
-	-		-	-		1,400,029	1,400,029	1,400,029
-	-	-	(81,508)	(355,364)	(1,136,032)	-	(1,136,032)	(1,572,904)
<u>556,193</u>	<u>808,862</u>	<u>416,949</u>	<u>2,126,455</u>	<u>(355,364)</u>	<u>(1,136,032)</u>	<u>1,400,029</u>	<u>263,997</u>	<u>2,035,088</u>
<u>\$ 559,680</u>	<u>\$ 832,051</u>	<u>\$ 1,650,668</u>	<u>\$ 9,580,678</u>	<u>\$ -</u>	<u>\$ 257,386</u>	<u>\$ 1,404,592</u>	<u>\$ 1,661,978</u>	<u>\$ 11,242,657</u>

**ALLEGANY COUNTY, MARYLAND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	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	Coronavirus CARES ACT
<b>REVENUES:</b>								
Other local taxes	\$ 46,534	\$ -	\$ -	\$ -	\$ -	\$ -		
Intergovernmental:								
Federal	-	650,703	-	272	986,985	-		1,921,501
State/Other	-	354,639	-	-	-	33,800		
Service charges	-	293,757	-	-	-	-		
Fines and forfeitures	-	-	-	-	-	141,408	11,925	
Interest	25,174	-	-	-	-	3,227		
Miscellaneous	-	-	-	18,809	-	15,280	23,240	
Total Revenues	<u>71,707</u>	<u>1,299,099</u>	<u>-</u>	<u>19,081</u>	<u>986,985</u>	<u>193,715</u>	<u>35,165</u>	<u>1,921,501</u>
<b>EXPENDITURES:</b>								
<b>Current:</b>								
General government	-	-	-	-	-	-	-	
Public safety	-	-	-	-	-	178,834	24,443	
Public works	-	2,015,512	-	-	-	-	-	
Health and Human Services								1,779,506
Community Development and Housing	-	-	-	3,421	986,985	-	-	
Economic development	-	-	-	-	-	-	-	
Miscellaneous	-	-	-	-	-	-	-	
Payments to component units								
Debt Service:								
Principal	-	-	-	-	-	-	-	
Interest	-	-	-	-	-	-	-	
Capital Outlay:								
General government	-	-	-	-	-	-	-	
Public Safety	-	-	-	-	-	-	62,506	
Public works	40,000	18,360	-	-	-	-	-	
Health and Human Services								141,995
Education	-	-	-	-	-	-	-	
Recreation & Culture	-	-	-	-	-	-	-	
Library	-	-	-	-	-	-	-	
Economic development	-	-	-	-	-	-	-	
Miscellaneous	-	-	-	-	-	-	-	
Total Expenditures	<u>40,000</u>	<u>2,033,872</u>	<u>-</u>	<u>3,421</u>	<u>986,985</u>	<u>178,834</u>	<u>86,949</u>	<u>1,921,501</u>
Excess (deficiency) of revenues over (under) expenditures	<u>31,707</u>	<u>(734,773)</u>	<u>-</u>	<u>15,660</u>	<u>0</u>	<u>14,881</u>	<u>(51,784)</u>	<u>-</u>
<b>OTHER FINANCING SOURCES (USES):</b>								
Transfers in	-	734,773	-	-	-	-	-	
Transfers out	-	-	-	(146,648)	-	-	-	-
Debt issued	-	-	-	-	-	-	-	-
Capital leases	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	9,740	21,960	
Total Other Financing Sources and uses	<u>-</u>	<u>734,773</u>	<u>-</u>	<u>(146,648)</u>	<u>-</u>	<u>9,740</u>	<u>21,960</u>	<u>-</u>
Net change in fund balances	31,707	(0)	-	(130,988)	0	24,621	(29,824)	-
Fund balance, beginning,	158,413	-	9,739	92,790	-	158,678	29,315	
Fund balance, ending	<u>\$ 190,120</u>	<u>\$ (0)</u>	<u>\$ 9,739</u>	<u>\$ (38,198)</u>	<u>\$ 0</u>	<u>\$ 183,299</u>	<u>\$ (509)</u>	<u>\$ -</u>

**ALLEGANY COUNTY, MARYLAND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

Special Revenue Funds				Debt Service	Capital Project Funds			Total Nonmajor Governmental Funds
Gaming Fund	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	
\$ 345,341	\$ -		\$ 391,875	\$ -			\$ -	\$ 391,875
-	-		3,559,461	-	2,090,511		2,090,511	5,649,972
-	351,626	1,862,601	2,602,666	-	704,809	6,750	711,559	3,314,225
20,100	-		313,857	-	36,313	-	36,313	350,170
-	-		153,333	-	-	-	-	153,333
-	8,975		37,376	-	-	36,715	36,715	74,091
-	141,010		198,339	-	72,725		72,725	271,064
365,441	501,611	1,862,601	7,256,907	-	2,904,358	43,465	2,947,823	10,204,730
152,139	-	332,520	484,659	-	-	-	-	484,659
81,903	417,924	952,945	1,656,049	-	-	-	-	1,656,049
-	-	561	2,016,073	-	-	-	-	2,016,073
			1,779,506					1,779,506
-	-		990,406	-	-	-	-	990,406
-	-		-	-	-	-	-	-
-	-		-	-	-	-	-	-
		282,642	282,642					282,642
-	-		-	2,166,605	-	-	-	2,166,605
-	-		-	1,166,354	-	-	-	1,166,354
-	-		-	-	221,021	110,805	331,826	331,826
-	-		62,506	-	576,215	12,383	588,598	651,104
-	-		58,360	-	2,007,657	36,650	2,044,307	2,102,667
			141,995					141,995
381,773	-	153,791	535,564	-	255,166	5,907	261,073	796,637
-	-		-	-	297,476		297,476	297,476
-	-		-	-	-	-	-	-
-	-		-	-	-	-	-	-
-	-		-	-	-	-	-	-
615,815	417,924	1,722,459	8,007,760	3,332,959	3,357,535	165,745	3,523,280	14,863,999
(250,374)	83,687	140,142	(750,853)	(3,332,959)	(453,177)	(122,280)	(575,457)	(4,659,269)
-	-		734,773	3,332,959	123,427	253,204	376,631	4,444,363
-	-	(133,008)	(279,656)	-		(120,196)	(120,196)	(399,852)
-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-
-	-	-	31,700	-	-	-	-	31,700
-	-	(133,008)	486,817	3,332,959	123,427	133,008	256,435	4,076,211
(250,374)	83,687	7,134	(264,036)	-	(329,750)	10,728	(319,022)	(583,058)
806,567	725,175	409,815	2,390,492	(355,364)	(806,283)	1,389,301	583,018	2,618,146
\$ 556,193	\$ 808,862	\$ 416,949	\$ 2,126,455	\$ (355,364)	\$ (1,136,032)	\$ 1,400,029	\$ 263,997	\$ 2,035,088

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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, 2020**

		Allegany County Loan Fund	
<b>ASSETS</b>	Allconet II	Fund	Total
Current Assets:			
Cash:			
Cash	\$ -	\$ -	\$ -
Receivables:			
Accounts (net)	14,983		14,983
Other	24,880	402,465	427,345
Due from other funds	346,878	584,878	931,756
Miscellaneous assets	41,200	-	41,200
Total current assets	<u>427,941</u>	<u>987,343</u>	<u>1,415,284</u>
Non-current Assets:			
Advances to other funds	-	211,677	211,677
Capital assets subject to depreciation	4,646,461	-	4,646,461
Accumulated depreciation	(4,480,774)	-	(4,480,774)
Total noncurrent assets	<u>165,687</u>	<u>211,677</u>	<u>377,364</u>
Total Assets	<u>593,628</u>	<u>1,199,021</u>	<u>1,792,649</u>
<b>LIABILITIES</b>			
Current Liabilities:			
Accounts payable	150	-	150
Due to other funds	-	-	-
Miscellaneous liabilities	-	-	-
Total current liabilities	<u>150</u>	<u>-</u>	<u>150</u>
Noncurrent Liabilities:			
Long term debt:			
Compensated absences	-	-	-
Total noncurrent liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Total Liabilities	<u>150</u>	<u>-</u>	<u>150</u>
<b>NET POSITION</b>			
Net investment in capital assets	165,687	-	165,687
Unrestricted	427,791	1,199,021	1,626,812
Total Net Position	<u>\$ 593,478</u>	<u>\$ 1,199,021</u>	<u>\$ 1,792,499</u>

**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, 2020**

		Allegany County Loan Fund	Total
<b>OPERATING REVENUES:</b>	Allconet II		
Service charges	48,913	-	48,913
Total operating Revenues	48,913	-	48,913
<b>OPERATING EXPENSES:</b>			
Rent Expense	5,412	-	5,412
Utilities	5,721	-	5,721
Repairs & maintenance	22,389	-	22,389
Professional services		-	-
Materials and supplies	-	-	-
Insurance	1,667	-	1,667
Miscellaneous			-
Depreciation	116,168	-	116,168
Total operating expenses	151,357	-	151,357
Operating Income (Loss)	(102,444)	-	(102,444)
<b>NON-OPERATING REVENUE (EXPENSES):</b>			
Interest income	318	-	318
Other income (expense)	-	-	-
Total non-operating revenue (expenses)	318	-	318
Income (Loss) before contributions and transfers	(102,126)	-	(102,126)
Federal grants	-		-
Other agency grants			-
Transfer in		250,000	250,000
Transfer out	-	(23,566)	(23,566)
Change in net position	(102,126)	226,434	124,308
Total net position - beginning	695,604	972,587	1,668,191
Total net position - ending	\$ 593,478	\$ 1,199,021	\$ 1,792,499



**ALLEGANY COUNTY, MARYLAND**  
**COMBINING STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUND TYPE - NON-MAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Allconet II	Allegany County Loan Fund	Total
<b>Cash flows from operating activities:</b>			
Cash received from customers	\$ 48,153	\$ 6,635	\$ 54,788
Cash payments for goods and services	(35,665)		(35,665)
Other operating revenues	-		-
Net cash provided by operating activities	12,488	6,635	19,123
<b>Cash flows from noncapital financing activities:</b>			
Advances from other funds	(20,076)	(4,488)	(24,564)
Advances to other funds	48,470	21,419	69,889
Transfers from other funds	-		-
Transfers to other funds	-	(23,566)	(23,566)
Net cash provided by noncapital financing activities	28,394	(6,635)	21,759
<b>Cash flows from capital and related financing activities:</b>			
Acquisition and construction of capital assets	-	-	-
Contract Bid deposit	(41,200)	-	(41,200)
Net cash used for capital and related financing activities	(41,200)	-	(41,200)
<b>Cash flows from investing activities:</b>			
Purchase of investments	-	-	-
Sale of investments	-		-
Interest on investments	318	-	318
Net cash used in investing activities	318	-	318
Net increase (decrease) in cash	-	-	-
Cash at beginning of the year	-	-	-
Cash at end of year	\$ -	\$ -	\$ -
<b>Reconciliation of operating income to net cash provided by operating activities:</b>			
Operating income (loss)	\$ (102,444)	\$ -	\$ (102,444)
Adjustments to reconcile operating income to net cash provided by operating activities:			
Depreciation	116,168	-	116,168
Provision for uncollectible accounts	-	-	-
Change in assets & liabilities:			
(Increase) decrease in receivables	(762)	6,635	5,873
(Increase) decrease in prepaids	-		-
Increase (decrease) in acc'ts payable	(474)	-	(474)
Increase (decrease) in accrued payroll	-	-	-
Total adjustments	114,932	6,635	121,567
Net cash provided by operating activities	\$ 12,488	\$ 6,635	\$ 19,123

**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, 2020**

	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	1,647,224	1,647,224	1,959,624	(312,400)
State loans	206,981	206,981	206,981	-
Total principal payments	<u>1,854,205</u>	<u>1,854,205</u>	<u>2,166,605</u>	<u>(312,400)</u>
Interest payments on:				
General obligation debt	676,568	676,568	1,160,591	(484,023)
State loans	5,762	5,762	5,762	-
Total interest payments	<u>682,330</u>	<u>682,330</u>	<u>1,166,353</u>	<u>(484,023)</u>
Total Expenditures	<u>2,561,535</u>	<u>2,561,535</u>	<u>3,332,958</u>	<u>(771,423)</u>
Deficiency of revenues under expenditures	<u>(2,561,535)</u>	<u>(2,561,535)</u>	<u>(3,332,958)</u>	<u>771,423</u>
<u>Other Financing Sources and (Uses):</u>				
Unexpended Fund Balance	-	-	-	-
Transfers from other funds:				
From the General Fund	2,390,603	2,390,603	3,161,840	771,237
From the Revolving Building Fund	170,932	170,932	171,118	186
Transfer to General Fund	-	-	-	-
Total Other Financing Sources and Uses	<u>2,561,535</u>	<u>2,561,535</u>	<u>3,332,958</u>	<u>771,423</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, 2020

	Coal Haul Roads 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)
<b>REVENUES:</b>								
Taxes - State Shared	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other local taxes	65,000	80,000	46,534	(33,466)	-	-	-	-
Intergovernmental:	-	-	-	-	-	-	-	-
Federal	-	-	-	-	2,124,644	2,124,644	650,703	(1,473,941)
State	-	-	-	-	611,045	611,045	354,639	(256,406)
Other	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	407,300	407,300	293,757	(113,543)
Fines and forfeitures	-	-	-	-	-	-	-	-
Interest	5,000	5,000	25,174	20,174	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
Total Revenues	<u>70,000</u>	<u>85,000</u>	<u>71,708</u>	<u>(13,292)</u>	<u>3,142,989</u>	<u>3,142,989</u>	<u>1,299,099</u>	<u>(1,843,890)</u>
<b>EXPENDITURES:</b>								
General government	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Public works	70,000	70,000	40,000	30,000	3,679,230	3,683,357	2,033,872	1,649,485
Health & Human Svcs	-	-	-	-	-	-	-	-
Highway	-	-	-	-	-	-	-	-
Social Services	-	-	-	-	-	-	-	-
Community Development and Housing	-	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
Payments to Component Units	-	-	-	-	-	-	-	-
Total Expenditures	<u>70,000</u>	<u>70,000</u>	<u>40,000</u>	<u>30,000</u>	<u>3,679,230</u>	<u>3,683,357</u>	<u>2,033,872</u>	<u>1,649,485</u>
Excess (deficiency) of revenues over (under) expenditures	<u>-</u>	<u>15,000</u>	<u>31,708</u>	<u>16,708</u>	<u>(536,241)</u>	<u>(540,368)</u>	<u>(734,773)</u>	<u>(194,405)</u>
<b>OTHER FINANCING SOURCES AND (USES):</b>								
Unexpended balance - prior	-	-	-	-	-	-	-	-
Transfer from other funds	-	-	-	-	536,241	540,368	734,773	194,405
Transfers to other funds	-	-	-	-	-	-	-	-
Debt issued	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Total Other Financing Sources and Uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>536,241</u>	<u>540,368</u>	<u>734,773</u>	<u>194,405</u>
Net change in fund balances	<u>\$ -</u>	<u>\$ 15,000</u>	<u>31,708</u>	<u>\$ 16,708</u>	<u>\$ -</u>	<u>\$ -</u>	<u>-</u>	<u>\$ -</u>
Fund balance, beginning,			<u>158,413</u>				<u>-</u>	
Fund balance, ending			<u>\$ 190,121</u>				<u>\$ -</u>	

ALLEGANY COUNTY, MARYLAND  
SPECIAL REVENUE FUNDS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2020

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)
<b>REVENUES:</b>								
Taxes - State Shared	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other local taxes	-	-	-	-	-	-	-	-
Intergovernmental:								
Federal	-	-	-	-	-	-	272	272
State	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	18,809	18,809
Total Revenues	-	-	-	-	-	-	19,081	19,081
<b>EXPENDITURES:</b>								
General government	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Health & Human Svcs	-	-	-	-	-	-	-	-
Highway	-	-	-	-	-	-	-	-
Social Services	-	-	-	-	-	-	-	-
Community Development	-	-	-	-	-	-	-	-
and Housing	-	-	-	-	-	-	3,421	(3,421)
Economic development	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-
Payments to Component Units	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	-	3,421	(3,421)
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-	-	15,660	15,660
<b>OTHER FINANCING SOURCES AND (USES):</b>								
Unexpended balance - prior	-	-	-	-	-	-	-	-
Transfer from other funds	-	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	(146,648)	(146,648)
Debt issued	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-
Total Other Financing Sources and Uses	-	-	-	-	-	-	(146,648)	(146,648)
Net change in fund balances	\$ -	\$ -	-	\$ -	\$ -	\$ -	(130,988)	\$ (130,988)
Fund balance, beginning,			9,739				92,790	
Fund balance, ending			\$ 9,739				\$ (38,198)	

ALLEGANY COUNTY, MARYLAND  
SPECIAL REVENUE FUNDS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2020

	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)
<b>REVENUES:</b>												
Taxes - State Shared	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other local taxes	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental:												
Federal	-	-	986,985	986,985	-	-	-	-	-	-	-	-
State	-	-	-	-	-	-	-	-	32,000	32,000	33,800	1,800
Other	-	-	-	-	-	-	-	-	-	-	-	-
Service charges	-	-	-	-	-	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	11,925	11,925	83,462	83,462	141,408	57,946
Interest	-	-	-	-	-	-	-	-	-	-	3,227	3,227
Miscellaneous	-	-	-	-	-	-	23,240	23,240	-	-	15,280	15,280
Total Revenues	-	-	986,985	986,985	-	-	35,165	35,165	115,462	115,462	193,715	78,253
<b>EXPENDITURES:</b>												
General government	-	-	-	-	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	86,949	(86,949)	115,462	115,462	178,834	(63,372)
Public works	-	-	-	-	-	-	-	-	-	-	-	-
Health & Human Svcs	-	-	-	-	-	-	-	-	-	-	-	-
Highway	-	-	-	-	-	-	-	-	-	-	-	-
Social Services	-	-	-	-	-	-	-	-	-	-	-	-
Community Development and Housing	-	-	986,985	(986,985)	-	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	-	-	-	-	-
Payments to Component Units	-	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	-	-	986,985	(986,985)	-	-	86,949	(86,949)	115,462	115,462	178,834	(63,372)
Excess (deficiency) of revenues over (under) expenditures	-	-	-	-	-	-	(51,784)	(51,784)	-	-	14,881	14,881
<b>OTHER FINANCING SOURCES AND (USES):</b>												
Unexpended balance - prior	-	-	-	-	-	-	-	-	-	-	-	-
Transfer from other funds	-	-	-	-	-	-	-	-	-	-	-	-
Transfers to other funds	-	-	-	-	-	-	-	-	-	-	-	-
Debt issued	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	21,960	21,960	-	-	9,740	9,740
Total Other Financing Sources and Uses	-	-	-	-	-	-	21,960	21,960	-	-	9,740	9,740
Net change in fund balances	\$ -	\$ -	-	\$ -	\$ -	\$ -	(29,824)	\$ (29,824)	\$ -	\$ -	24,621	\$ 24,621
Fund balance, beginning,			-				29,315				158,678	
Fund balance, ending			\$ -				\$ (509)				\$ 183,299	

**ALLEGANY COUNTY, MARYLAND**  
**SPECIAL REVENUE FUNDS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Coronavirus CARES ACT				Gaming 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)	Original Budget	Final Budget	Actual	Variance With Final Budget Positive (Negative)
<b>REVENUES:</b>												
Taxes - State Shared	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other local taxes					132,276	384,005	384,005	-	-	-	-	-
Intergovernmental:												
Federal	6,143,525	6,143,525	1,921,501	(4,222,024)	-	-	-	-	-	-	439,205	439,205
State					-	-	-	-	-	-	198,072	198,072
Other					-	-	-	-	-	-	-	-
Service charges					31,000	31,000	31,000	-	-	-	-	-
Fines and forfeitures					-	-	-	-	-	-	-	-
Interest					-	-	-	-	-	-	-	-
Miscellaneous					-	-	-	-	3,359,078	3,359,078	3,476,165	117,087
Total Revenues	6,143,525	6,143,525	1,921,501	(4,222,024)	163,276	415,005	415,005	-	3,359,078	3,359,078	4,113,442	754,364
<b>EXPENDITURES:</b>												
General government					163,276	164,431	152,139	12,292	-	-	-	-
Public safety					62,932	62,932	81,903	(18,971)	-	-	-	-
Public works					-	-	-	-	-	-	-	-
Health & Human Svcs	6,143,525	6,143,525	1,921,501		-	-	-	-	-	-	-	-
Highway					-	-	-	-	-	-	-	-
Social Services					-	-	-	-	-	-	-	-
Community Development and Housing					-	-	-	-	-	-	-	-
Economic development					-	-	-	-	13,103,425	13,109,033	4,692,885	8,416,148
Education							381,773	(381,773)	-	-	-	-
Miscellaneous					-	-	-	-	-	-	-	-
Payments to Component Units					188,797	188,797		188,797	-	-	-	-
Total Expenditures	6,143,525	6,143,525	1,921,501	-	415,005	416,160	615,815	(199,655)	13,103,425	13,109,033	4,692,885	8,416,148
Excess (deficiency) of revenues over (under) expenditures	-	-	-	(4,222,024)	(251,729)	(1,155)	(200,810)	(199,655)	(9,744,347)	(9,749,955)	(579,443)	9,170,512
<b>OTHER FINANCING SOURCES AND (USES):</b>												
Unexpended balance - prior years					-	-	-	-	9,915,280	9,915,280	-	(9,915,280)
Transfer from other funds						1,155	1,155	-	-	5,608	-	(5,608)
Transfers to other funds					-	-	-	-	(170,933)	(170,933)	(440,466)	(269,533)
Debt issued					-	-	-	-	-	-	-	-
Sale of capital assets					-	-	-	-	-	-	-	-
Total Other Financing Sources and Uses	-	-	-	-	-	1,155	1,155	-	9,744,347	9,749,955	(440,466)	(10,190,421)
Net change in fund balances	\$ -	\$ -	\$ -	\$ (4,222,024)	\$ (251,729)	\$ -	(199,655)	\$ (199,655)	\$ -	\$ -	(1,019,909)	\$ (1,019,909)
Fund balance, beginning,				-			806,567				9,275,816	
Fund balance, ending				\$ -			\$ 606,912				\$ 8,255,907	



**ALLEGANY COUNTY, MARYLAND**  
**SPECIAL REVENUE FUNDS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2020**

	Fire, Rescue & Public Safety Fund				Rocky Gap Slots 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)
<b>REVENUES:</b>												
Taxes - State Shared	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Other local taxes	-	-	-	-	-	-	-	-	197,276	464,005	430,539	(33,466)
Intergovernmental:												
Federal	-	-	-	-	-	-	-	-	8,268,169	8,268,169	3,998,666	(4,269,503)
State	335,970	335,970	351,626	15,656	2,445,978	2,445,978	1,862,601	(583,377)	979,015	3,424,993	2,800,738	(624,255)
Other	-	-	-	-	-	-	-	-	-	-	-	-
Service charges	34,000	34,000	-	(34,000)	-	-	-	-	472,300	472,300	324,757	(147,543)
Fines and forfeitures	-	-	-	-	-	-	-	-	83,462	83,462	153,333	69,871
Interest	-	-	8,975	8,975	-	-	-	-	5,000	5,000	37,376	32,376
Miscellaneous	46,000	46,000	141,010	95,010	-	-	-	-	3,405,078	3,405,078	3,674,504	269,426
Total Revenues	415,970	415,970	501,611	85,641	2,445,978	2,445,978	1,862,601	(583,377)	13,410,300	16,123,007	11,419,913	(4,703,094)
<b>EXPENDITURES:</b>												
General government	-	-	-	-	562,989	562,989	332,520	(230,469)	163,276	727,420	484,659	(242,761)
Public safety	415,970	415,970	417,924	(1,954)	1,162,989	1,162,989	952,945	210,044	594,364	1,757,353	1,718,555	(38,798)
Public works	-	-	-	-	-	-	561	(561)	3,749,230	3,753,357	2,074,433	(1,678,924)
Health & Human Svcs	-	-	-	-	-	-	-	-	6,143,525	6,143,525	1,921,501	(4,222,024)
Highway	-	-	-	-	-	-	-	-	-	-	-	-
Social Services	-	-	-	-	-	-	-	-	-	-	-	-
Community Development and Housing	-	-	-	-	-	-	-	-	-	-	990,406	990,406
Economic development	-	-	-	-	-	-	-	-	13,103,425	13,109,033	4,692,885	(8,416,148)
Education	-	-	-	-	-	-	-	-	-	-	381,773	381,773
Misc	-	-	-	-	200,000	200,000	153,791	(46,209)	200,000	200,000	153,791	(46,209)
Payments to Component Units	-	-	-	-	360,000	360,000	282,642	77,358	188,797	548,797	282,642	(266,155)
Total Expenditures	415,970	415,970	417,924	(1,954)	2,285,978	2,285,978	1,722,459	10,163	17,799,092	26,239,485	12,700,645	(13,538,840)
Excess (deficiency) of revenues over (under) expenditures	-	-	83,687	83,687	160,000	160,000	140,142	140,142	(4,388,792)	(10,116,478)	(1,280,732)	(18,241,934)
<b>OTHER FINANCING SOURCES AND (USES):</b>												
Unexpended balance - prior yr	-	-	-	-	-	-	-	-	9,915,280	9,915,280	-	(9,915,280)
Transfer from other funds	-	-	-	-	-	-	-	-	536,241	547,131	735,928	188,797
Transfers to other funds	-	-	-	-	(160,000)	(160,000)	(133,008)	26,992	(170,933)	(330,933)	(720,122)	(389,189)
Debt issued	-	-	-	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	-	-	-	-	-	-	-	31,700	31,700
Total Other Financing Sources and Uses	-	-	-	-	(160,000)	(160,000)	(133,008)	26,992	10,280,588	10,131,478	47,506	(10,083,972)
Net change in fund balances	\$ -	\$ -	83,687	\$ 83,687	\$ -	\$ -	7,134	\$ 167,134	\$ 5,891,796	\$ 15,000	\$ (1,233,226)	\$ (28,325,906)
Fund balance, beginning,			725,175				409,815				11,666,308	
Fund balance, ending			<u>\$ 808,862</u>				<u>\$ 416,949</u>				<u>\$ 10,433,082</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, 2020**

	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)
<b>REVENUES:</b>								
Intergovernmental								
Federal grants			\$ 2,090,511	\$ 2,090,511	\$ -	\$ -		\$ -
State grants			704,809	704,809	-	-	6,750	6,750
Other			36,313	36,313			-	-
Other Taxes				-	-	-		-
Miscellaneous:								
Interest	-	-		-	-	-	36,715	36,715
Miscellaneous	-	-	72,725	72,725	-	-		-
Total Revenues	-	-	2,904,358	2,904,358	-	-	43,465	43,465
<b>EXPENDITURES:</b>								
General Government			221,021	(221,021)	275,000	275,000	110,805	164,195
Public Safety	50,000	50,000	576,215	(526,215)			12,383	(12,383)
Public Works			2,007,657	(2,007,657)	75,000	75,000	36,650	38,350
Health	-	-		-	-	-	-	-
Social Services	-	-		-	-	-		-
Education			255,166	(255,166)			5,907	(5,907)
Recreation, Culture & Libraries	-	-	297,476	(297,476)				-
Conservation of Natural Resourc	-	-		-	-	-	-	-
Economic Development	-	-		-	-	-	-	-
Miscellaneous	-	-		-	-	-	-	-
Payments to component units	-	-		-	-	-	-	-
Total Expenditures	50,000	50,000	3,357,535	(3,307,535)	350,000	350,000	165,745	184,255
Excess (deficiency) of revenues over (under) expenditures	(50,000)	(50,000)	(453,177)	(403,177)	(350,000)	(350,000)	(122,280)	227,720
<b>OTHER FINANCING SOURCES AND USES:</b>								
Unexpended fund balance	50,000	50,000		(50,000)	275,000	275,000	-	(275,000)
Transfers In:								
From other funds			123,427	123,427	75,000	75,000	253,204	178,204
Transfers Out:								
To other funds	-	-		-	-	-	(120,196)	(120,196)
Debt issued				-	-	-	-	-
Capital leases	-	-		-	-	-	-	-
Sale of capital assets	-	-		-	-	-	-	-
Total Other Financing Uses	50,000	50,000	123,427	73,427	350,000	350,000	133,008	(216,992)
Net change in fund balances	\$ -	\$ -	(329,750)	\$ (329,750)	\$ -	\$ -	10,728	\$ 10,728
Fund balance, beginning			(806,283)				1,389,301	
Fund balance, ending			<u>\$ (1,136,033)</u>				<u>\$ 1,400,029</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, 2020**

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)
\$ -	\$ -		\$ -	\$ -	\$ -	\$ 2,090,511	\$ 2,090,511
-	-		-	-	-	711,559	711,559
-	-	190,681	190,681	-	-	226,994	226,994
-	-	-	-	-	-	-	-
-	-	204,683	204,683	-	-	241,398	241,398
-	-	-	-	-	-	72,725	72,725
-	-	395,364	395,364	-	-	3,343,187	3,343,187
272,000	272,000	521,658	(249,658)	547,000	547,000	853,484	(306,484)
2,780,000	2,780,000	271,533	2,508,467	2,830,000	2,830,000	860,131	1,969,869
1,630,600	1,630,600	555,324	1,075,276	1,705,600	1,705,600	2,599,631	(894,031)
-	-		-	-	-	-	-
-	-		-	-	-	-	-
427,405	427,405	1,883,736	(1,456,331)	427,405	427,405	2,144,809	(1,717,404)
-	-	-	-	-	-	297,476	(297,476)
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-
5,110,005	5,110,005	3,232,251	1,877,754	5,510,005	5,510,005	6,755,531	(1,245,526)
(5,110,005)	(5,110,005)	(2,836,887)	2,273,118	(5,510,005)	(5,510,005)	(3,412,344)	2,097,661
5,110,005	5,110,005	-	(5,110,005)	5,435,005	5,435,005	-	(5,435,005)
-	-		-	75,000	75,000	376,631	301,631
-	-		-	-	-	(120,196)	(120,196)
-	-		-	-	-	-	-
-	-		-	-	-	-	-
5,110,005	5,110,005	-	(5,110,005)	5,510,005	5,510,005	256,435	(5,253,570)
\$ -	\$ -	(2,836,887)	\$ (2,836,887)	\$ -	\$ -	(3,155,909)	\$ (3,155,909)
		11,061,531				11,644,549	
		\$ 8,224,644				\$ 8,488,640	

**CAPITAL PROJECT FUNDS**

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

**FROM INCEPTION TO JUNE 30, 2020**

ALLEGANY COUNTY, MARYLAND  
CAPITAL PROJECT FUNDS  
SCHEDULE OF REVENUES, EXPENDITURES, AND PROJECT BALANCES  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2020

	Proj. No.	Project Length Budget	Revenues and other Sources				
			Federal Grants	State Grants	Other Intergov'l	Service Charges	Miscellaneous. Revenues
Capital Improvement Projects Fund							
Bureau of Mines	4082	683,000		697,637			
New Hope Bridge	4083	130,000	121,853	-	-	-	-
Cash Valley Road	4084	675,100	674,237	-	-	-	-
Diaster Recovery	4085	250,000	304,773				
AC Auto Tech Building	4086	500,000	-	-	-	-	-
Flood buyouts	4087	10,797	-	-	-	-	-
Emergencny Mgmt Console	4088	1,921,967					
Detention Center HVAC	408A	435,000	433,692				
Orleans Road Bridge	408B	6,939,000	1,882,713	3,709	-	-	69,893
Bridge Industrial Park	408C	700,000					
Fairgrounds	408F	150,000					109,163
Allegany High School	408H	2,000					
Potomac Hollow Road Bridge	408P	795,000	733,778				
Evitts Creek	408Q	86,350		164,268			
Takoma Drainage	408T	375,000		384,864			
Tree Planting Grant	408U	175,000		267,195			
Emergency Watershed	408V	50,000		127,591			
Rural Legacy	408W	327,526		2,081,543			26,375
Shaft	408X	50,538		278,809			
Frostburg Pond	408Y	800,000		795,439			
Dry Run Phase II	409L	520,000	292,086	-	-	-	-
Flood Gate, Savage Dam	409S	3,715,000	3,265,061	401,372		328,590	-
Potomac River Water	409T	70,000	15,000	-	-	-	-
Flood Mitigation, PDM Scattered	409X	211,247	158,247	-	-	-	-
Allegany Community College	4140	93,000					
Allegany Museum	4141	300,000	120,964		60,000		
Iron Rail Project	4142	450,000		13,338			1,725
BS Bridge	4143	250,000					
Old Miller	4144	300,000		262,040			
Borden Tunnel	4145	97,000	86,834				
LWC	4146	180,000		30,000			71,000
Cumb St Bridge	4147	15,000					
Alleg High School Demo	4148	60,000					
MTA Hub	421C	15,000					
Highland Trail	410X	10,606,000	3,224,644	6,032,859	6,772	-	220,916
			11,313,882	11,540,664	66,772	328,590	499,072
Pay-As-You-Go Capital Project Fund							
Computer Network	418I	350,000	-	-	-	-	-
Roads Paving Program	418R	5,606,608	-			40,000	10,000
LaVale Blvd Storm Drain	420O	1,500,000	-	110,435	10,000	-	154,500
Software upgrade	420S	805,309	230,856	-	-	-	-
Disaster Emergency Capital	420V	200,000	-	-	-	-	-
Animal Shelter Quarantine Addn	420X	271,084	-	-	-	-	64,460
Caretaker House	420Y	100,000					
OP Roads Improvements	4203	733,123	-	-	-	16,392	-
Washington St Columns	4204	200,000					
Bridge Street bridge	4207	416,000	-	-	-	-	-
Drainage improvements	4208	87,500	-	-	-	-	3,997
Mt Savage Roof	4210	125,000					
Fiber infrastructure	421A	270,000	-	-	-	-	-
Dans Mt Tower	421B	75,000		30,000			
Library Repairs	421F	430,000			1,826,288		5,500
Sheriff Building	421H	800,000					4,000
Allconet	421J	100,000					
Rocky Gap Slots-Fire Companies	421L	79,775					
Rocky Gap Slots-Bd of ED	421M	407,775					
Rocky Gap Slots-County	421N	407,775					
Sheriff K-9	421S	6,000					
County bldg improvements	4181	651,681	18,981	-	-	-	226,259
			249,837	140,435	1,836,288	56,392	468,716
Public Improvement Bonds Capital Project Fund							
2013 PIB Closing Costs	4331						
2013 Taxable Bond Closing Costs	4333						
2013 PIB Bond Interest	433Y						
2014 PIB Educational Bond Closing	4341	150,000					26,532
2014 PIB Educational Bond Costs	4342	13,593,905		500,000			105,831
EMS Radio system	4351	6,000,000	505,500				
ACC Building	4352	1,100,000					
Woodcock	4353	1,000,000		530,511			
Bridge Rehab	4354	680,000					
Bowling Green Stormwater	4355	300,000					
Vacuum Truck	4356	250,000					
Bond Costs	4357	250,000					
BelAir Roof	4358	235,000					
Parkside Roof	4359	185,000					
CAD System	4381	3,000,000					
AC Tech Bldg	4382	2,700,000					
County Bridges	4383	2,500,000					
County Building	4384	250,000					
AC Roof	4385	450,000					
Roads Equipment	4386	525,000					
Roads Garage	4387	850,000					
LaVale Library	4388	400,000			190,682		
Bond Costs	4389	1,023,968	-	-	-	-	-
Bond Interest	438Z						297,749
			505,500	1,030,511	190,682	-	430,112
Total Capital Project Funds			\$ 12,069,219	\$ 12,711,610	\$ 2,093,742	\$ 384,982	\$ 1,397,900

ALLEGANY COUNTY, MARYLAND  
CAPITAL PROJECT FUNDS  
SCHEDULE OF REVENUES, EXPENDITURES, AND PROJECT BALANCES  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2020

Revenues and other Sources			Expenditures and other Uses			Project Balance	Remaining Project Budget
Debt Proceeds	Transfers In	Total Sources	Expenditures	Transfers Out	Total Uses		
		697,637	697,637		697,637	-	(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	1,921,967		1,921,967	-	-
-	395,654	829,346	829,346		829,346	-	(394,346)
-	308,888	2,265,203	3,033,112	-	3,033,112	(767,909)	3,905,888
-	770,430	770,430	799,469		799,469	(29,039)	(99,469)
-	18,521	127,684	242,275		242,275	(114,591)	(92,275)
-	133,780	133,780	132,419	2,267	134,686	(906)	(132,686)
-	251,693	985,471	985,471		985,471	-	(190,471)
-		164,268	162,526	1,742	164,268	-	(77,918)
-		384,864	374,653	10,211	384,864	-	(9,864)
-	1,742	268,937	267,195		267,195	1,742	(92,195)
-	72,462	200,053	200,053		200,053	-	(150,053)
-		2,107,918	2,006,140		2,006,140	101,778	(1,678,614)
-		278,809	279,535		279,535	(726)	(228,997)
-	715	796,154	797,180		797,180	(1,026)	2,820
-	94,527	386,613	387,328		387,328	(715)	132,672
-	220,000	4,215,023	4,079,612	135,411	4,215,023	-	(500,023)
-	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	74,817		74,817	(12,533)	18,183
-		180,964	300,495		300,495	(119,531)	(495)
-		15,063	5,000		5,000	10,063	445,000
-		-	30,337		30,337	(30,337)	219,663
-		262,040	262,092		262,092	(52)	37,908
-		86,834	120,707		120,707	(33,873)	(23,707)
-		101,000	176,769		176,769	(75,769)	3,231
-			14,469		14,469	(14,469)	531
-	2,267	2,267	59,000		59,000	(56,733)	1,000
-		-	10,994		10,994	(10,994)	-
-	423,221	9,908,412	9,908,412	-	9,908,412	-	697,588
-	5,413,778	29,162,758	30,136,438	162,353	30,298,791	(1,136,032)	1,635,728
-	365,039	365,039	159,314	5,725	165,039	200,000	184,961
-	6,163,579	6,213,579	5,693,254	95,336	5,788,590	424,989	(181,982)
-	982,612	1,257,547	1,048,325	-	1,048,325	209,222	451,675
-	805,309	1,036,165	1,056,528	-	1,056,528	(20,363)	(251,219)
-	400,000	400,000	99,342	200,200	299,542	100,458	(99,542)
-	206,624	271,084	271,084	-	271,084	-	-
-	155,300	155,300	147,163	18,522	165,685	(10,385)	(65,685)
-	881,770	898,162	933,262	-	933,262	(35,100)	(200,139)
-	270,196	270,196	270,198	-	270,198	(2)	(70,198)
-	416,000	416,000	445,672	-	445,672	(29,672)	(29,672)
-	61,413	65,410	93,835	-	93,835	(28,425)	(6,335)
-	125,000	125,000	125,000	-	125,000	125,000	125,000
-	200,000	200,000	124,837	-	124,837	75,163	145,163
-	50,000	80,000	153,500	-	153,500	(73,500)	(78,500)
-	196,842	2,028,630	2,021,877	-	2,021,877	6,753	(1,591,877)
-	880,000	884,000	825,470	58,530	884,000	-	(84,000)
-	50,000	50,000	80	-	80	49,920	99,920
-	79,775	79,775	79,775	-	79,775	-	-
-	546,279	546,279	485,682	-	485,682	60,597	(77,907)
-	546,279	546,279	246,476	137,038	383,514	162,765	24,261
-	6,000	6,000	144	-	144	5,856	5,856
-	481,030	726,270	549,518	-	549,518	176,752	102,163
-	13,869,047	16,620,715	14,705,336	515,351	15,220,687	1,400,029	(1,598,057)
226,935		226,935	228,754	-	228,754	(1,819)	(228,754)
56,017		56,017	53,636	-	53,636	2,381	(53,636)
	1,096	1,096	1,666	-	1,666	(570)	(1,666)
146,446		172,978	156,302	-	156,302	16,676	(6,302)
9,593,905	4,000,000	14,199,736	13,283,944	133,780	13,417,724	782,012	176,181
5,000,000	1,000,000	6,505,500	8,066,629	-	8,066,629	(1,561,129)	(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	2,565,391	-	2,565,391	(1,034,880)	(1,565,391)
680,000		680,000	326,306	300,318	626,624	53,376	53,376
300,000		300,000	-	-	-	300,000	300,000
250,000		250,000	250,000	-	250,000	-	-
250,000		250,000	99,484	-	99,484	150,516	150,516
235,000		235,000	-	-	-	235,000	235,000
185,000		185,000	91,500	-	91,500	93,500	93,500
3,000,000		3,000,000	271,533	-	271,533	2,728,467	2,728,467
2,700,000		2,700,000	2,220,318	-	2,220,318	479,682	479,682
2,500,000		2,500,000	37,155	-	37,155	2,462,845	2,462,845
250,000		250,000	244,613	-	244,613	5,387	5,387
450,000		450,000	-	-	-	450,000	450,000
525,000		525,000	710,446	-	710,446	(185,446)	(185,446)
850,000		850,000	67,604	-	67,604	782,396	782,396
400,000		590,682	225,943	-	225,943	364,739	174,057
1,023,968		1,023,968	225,529	-	225,529	798,439	798,439
		297,749	49,971	-	49,971	247,778	(49,971)
30,722,271	5,001,096	37,880,172	29,221,430	434,098	29,655,528	8,224,644	5,787,345
\$ 30,722,271	\$ 24,283,921	\$ 83,663,645	\$ 74,063,204	\$ 1,111,802	\$ 75,175,006	\$ 8,488,642	\$ 5,825,016

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**CAPITAL PROJECT FUNDS**

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

**FOR THE YEAR ENDED JUNE 30, 2020**



**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, 2020**

	Diaster Recovery (4085)	Emergency Mgmt Console (4088)	Orleans Rd Bridge (408B)	Detention Ceneter (408A)	Evitts Creek (408Q)	Dry Run (409L)	ACM (4140)	Iron Rail (4142)	MTA Hub (421C)	Bridge Ind Park (408C)
<b>REVENUES:</b>										
Intergovernmental:										
Federal:										
FEMA		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
CDBG										
Highway			\$ 1,882,713							
State:										
Dept of Natural Resources										
State Highway	-	-								-
MDE										
Other Agencies										
Service charges	-	-	-	-	-	-	-	-	-	-
Miscellaneous:										
Interest	-	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	-	-	-	1,725	-	-
Total Revenues	-	-	1,882,713	-	-	-	-	1,725	-	-
<b>EXPENDITURES:</b>										
Public Safety		188,730	-	387,485	-	-	-	-	-	-
Public Works			1,414,140							127
General Govt	-	-	-	-	-	-	-	-	-	-
Rec & Culture										
Education	-	-	-	-	-	-	12,533	-	10,994	-
Total Expenditures	-	188,730	1,414,140	387,485	-	-	12,533	-	10,994	127
<b>OTHER FINANCING SOURCES and (USES):</b>										
Transfers-in from:										
General Fund		-	-	123,427	-	-	-	-	-	-
Other funds		-			-	-		-	-	-
Transfer Out		-	-	-				-	-	-
Total Other Financing Sources and Uses	-	-	-	123,427	-	-	-	-	-	-
Net change in fund balances	-	(188,730)	468,573	(264,058)	-	-	(12,533)	1,725	(10,994)	(127)
Fund Balance, beginning	200	188,730	(1,236,482)	264,058	(200)	(715)	-	8,338		(28,912)
Fund Balance, Ending	\$ 200	\$ 0	\$ (767,909)	\$ -	\$ (200)	\$ (715)	\$ (12,533)	\$ 10,063	\$ (10,994)	\$ (29,039)

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, 2020

Allegany High School (408H)	Shaft Stream (408X)	ACM (4141)	BS Bridge (4143)	Fairgrounds (408F)	PR Water Study (409T)	Tree Planting (408U)	Frostburg Pond (408Y)	Rural Legacy (408W)	Old Miller (4144)	Borden Tunnel (4145)	LWC (4146)	Cumb St Bridge (4147)	Alleg HS Demo (4148)	Fund Total
\$ -	\$ -			\$ -	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
		\$ 120,964								\$ 86,834				2,090,511
	56,180							296,589						352,769
-	-			-	-	-	-		262,040		30,000			292,040
		60,000												60,000
-	-			36,313	-	-	-		-	-	-	-	-	36,313
-	-			-	-	-	-		-	-	-	-	-	-
-	-			-	-	-	-				71,000			72,725
-	56,180	180,964	-	36,313	-	-	-	296,589	262,040	86,834	101,000	-	-	2,904,358
-	-	-	-	-	-	-	-	-	-	-	-	-	-	576,215
-	9,273		27,407	-	-	-	-	280,149	262,092			14,469	-	2,007,657
			-	221,021										221,021
		172,639	-	-	-	-	-	-	-	120,707	176,769			297,476
-	9,273	172,639	27,407	221,021	-	-	-	280,149	262,092	120,707	176,769	14,469	59,000	255,166
-	-	-	-	-	-	-	-	-	-	-	-	-	-	123,427
(2,267)	-	-	-	-	-	-	-	-	-	-	-	-	2,267	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-	-
(2,267)	-	-	-	-	-	-	-	-	-	-	-	-	2,267	123,427
(2,267)	46,907	8,325	(27,407)	(184,708)	-	-	-	16,440	(52)	(33,873)	(75,769)	(14,469)	(56,733)	(329,749)
1,361	(47,633)	(127,856)	(2,930)	70,117	19,587	1,742	(1,026)	85,338	-	-	-	-	-	(806,283)
\$ (906)	\$ (726)	\$ (119,531)	\$ (30,337)	\$ (114,591)	\$ 19,587	\$ 1,742	\$ (1,026)	\$ 101,778	\$ (52)	\$ (33,873)	\$ (75,769)	\$ (14,469)	\$ (56,733)	\$ (1,136,032)

**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, 2020**

	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)
<b>REVENUES:</b>								
Intergovernmental:								
Federal grants:								
RDA grant	\$ -	\$ -	\$ -	\$ -		\$ -	\$ -	\$ -
Homeland Security								
State grants:								
Maryland highway grant	-			-	-	-	-	-
Misc State Grant	-	-		-	-	-	-	-
State Highway Users Tax								
Other Agency	-	-	-		-	-	-	-
Miscellaneous:								
Interest		-	-	-	-	-	-	-
Miscellaneous	-				-	-	-	-
Total Revenues	-	-	-	-	-	-	-	-
<b>EXPENDITURES:</b>								
General Government		-	-	-		-	-	-
Public safety	-	-		-	-	919	-	-
Public works	-				-	-	-	36,650
Recreation & culture	-	-	-	-	-	-	-	-
Education	-	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	-	919	-	36,650
<b>OTHER FINANCING SOURCES and (USES):</b>								
Transfers-in from:								
General fund	-				-	-		
Other funds	-				-			
Transfers-out to:								
Other funds	-			-	-			-
Debt proceeds, capital lease	-	-	-	-	-	-	-	-
Total Other Financing Sources and Uses	-	-	-	-	-	-	-	-
Net change in fund balances	-	-	-	-	-	(919)	-	(36,650)
Fund Balance, beginning	200,000	424,989	(73,500)	209,222	(20,363)	101,377	(10,385)	1,550
Fund Balance, Ending	<u>\$ 200,000</u>	<u>\$ 424,989</u>	<u>\$ (73,500)</u>	<u>\$ 209,222</u>	<u>\$ (20,363)</u>	<u>\$ 100,458</u>	<u>\$ (10,385)</u>	<u>\$ (35,100)</u>

**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, 2020**

Sheriff K-9 (421S)	Bridge St Bridge (4207)	Drainage Improvements (4208)	Fiber Infrastructure (421A)	Library (421F)	Washington St Columns (4204)	Allconet (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
	\$ -	\$ -	\$ -	\$ -			\$ -				\$ -
	-	-	-	-			-				-
	-	-	-	-			-				-
				6,750							6,750
	-	-	-	-			36,715				36,715
	-	-	-	-			-				-
-	-	-	-	6,750	-	-	36,715	-	-	-	43,465
-	-	-	-	-	-	-	-	-	-	-	-
144	-	11,320	-	-	110,706	-	99	-	-	-	110,805
-	-	-	-	-	-	-	-	-	-	-	12,383
-	-	-	-	-	-	-	-	-	-	-	36,650
-	-	-	-	-	-	-	-	-	5,907	-	5,907
144	-	11,320	-	-	110,706	-	99	-	5,907	-	165,745
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	120,196	-	-	-	66,504	66,504	253,204
-	-	-	-	-	-	-	-	-	-	(120,196)	(120,196)
-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	120,196	-	-	-	66,504	(53,692)	133,008
(144)	-	(11,320)	-	6,750	9,490	-	36,616	-	60,597	(53,692)	10,728
6,000	(29,672)	(17,105)	75,163	3	(9,492)	49,920	140,136	125,000	-	216,457	1,389,300
\$ 5,856	\$ (29,672)	\$ (28,425)	\$ 75,163	\$ 6,753	\$ (2)	\$ 49,920	\$ 176,752	\$ 125,000	\$ 60,597	\$ 162,765	\$ 1,400,029

ALLEGANY COUNTY, MARYLAND  
CAPITAL PROJECTS FUND  
PUBLIC IMPROVEMENT BOND FUND  
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BY PROJECT  
FOR THE YEAR ENDED JUNE 30, 2020

	2013 PIB	2018 PIB	2015 PIB			2017 PIB							2019 PIB							Totals				
	Bond Costs (4331-Y)		Bond Closing (4341)	Allegany High School (4342)	EMS Radio System (4351)	ACC Building (4352)	Woodcock (4353)	Bridge Rehab (4354)	B Green Stormwater (4355)	Bond Costs (4357)	Bel Air Roof (4358)	Parkside Roof (4359)	CAD System (4381)	AC Tech Building (4382)	County Bridges (4383)	County Bldg (4384)	AC Roof (4385)	Roads Equipment (4386)	Roads Garage (4387)	LaVale Library (4388)	Bond Closing Costs (4389)	Bond Interest (438Z)	PIB Fund	
REVENUES:																								
Intergovernmental:																								
Federal Grant:																								
Homeland Security																							-	
State grants:																							-	
Program Open Space																							-	
State Highway Grant																							-	
Other Agencies																					190,682		190,681	
Miscellaneous:																							-	
Interest																						204,683	204,683	
Miscellaneous:																							-	
Total Revenues	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	190,682	-	204,683	395,364	
EXPENDITURES:																								
General government		3,289														244,613					225,943	2,225	45,589	521,658
Public Safety													271,533											271,533
Public Works								302,219											198,346	17,604				555,324
Education				16,030										1,867,704										1,883,736
Total Expenditures	-	3,289	-	16,030	-	-	-	302,219	-	-	-	-	271,533	1,867,704	37,155	244,613	-	198,346	17,604	225,943	2,225	45,589		3,232,251
OTHER FINANCING																								
<u>SOURCES and (USES):</u>																								
Transfer Out																							-	
Bond Proceeds																							-	
Total Other Financing																							-	
Sources and Uses	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Net change in fund bal	-	(3,289)	-	(16,030)	-	-	-	(302,219)	-	-	-	-	(271,533)	(1,867,704)	(37,155)	(244,613)	-	(198,346)	(17,604)	(35,261)	(2,225)	159,094		(2,836,887)
Fund Balance, beginning	3,290	-	16,676	798,043	(1,561,129)	1,055,294	(1,034,880)	355,595	300,000	150,516	235,000	93,500	3,000,000	2,347,386	2,500,000	250,000	450,000	12,900	800,000	400,000	800,664	88,674	11,061,531	
Fund Balance, Ending	\$ 3,290	\$ 3,290	\$ 16,676	\$ 782,013	\$ (1,561,129)	\$ 1,055,294	\$ (1,034,880)	\$ 53,376	\$ 300,000	\$ 150,516	\$ 235,000	\$ 93,500	\$ 2,728,467	\$ 479,682	\$ 2,462,845	\$ 5,387	\$ 450,000	\$ (185,446)	\$ 782,396	\$ 364,739	\$ 798,439	\$ 247,768	\$ 8,224,644	

**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, 2020**

	General Operating 5011	Grahamtown 501A	Consol 501B	Barton Ind. Park 501C	Mexico Farms 501D	Franklin/ Brophytown 501E	Bowling Green 501F	Bowman's Addition 501G	Cresaptown 501H
<b>OPERATING REVENUES:</b>									
Service charges	\$ 29,028	\$ 146,341	\$ 38,561	\$ 788	\$ 449,830	\$ 37,370	\$ 470,621	\$ 147,399	\$ 759,567
Miscellaneous		1,101	319	-	664	51	3,472	1,168	3,392
Total Operating Revenues	<u>29,028</u>	<u>147,442</u>	<u>38,880</u>	<u>788</u>	<u>450,494</u>	<u>37,421</u>	<u>474,092</u>	<u>148,567</u>	<u>762,959</u>
<b>OPERATING EXPENSES:</b>									
Salaries	-	23,589	7,630	533	9,788	8,462	47,321	14,692	52,111
Fringe benefits	-	12,420	4,608	290	5,496	5,646	26,205	7,755	27,987
Office expenses	-			-					
Utilities	-	56,514	14,881	257	67,381	13,069	194,444	70,579	583,876
Repairs and maintenance	-	3,537	790	2,738	8,261	28,680	32,583	4,042	13,803
Rent Equipment	-	-	-	-	-	1,020			-
Professional fees	-	188	55	-	114	239	595	200	581
Materials and supplies	-	968	281	-	584	582	3,054	1,448	2,998
Insurance	-	-	-	-	-	-	-	-	-
Indirect cost	-	5,917	1,942	2,719	5,029	1,190	15,192	7,581	24,507
Miscellaneous	-	742	216	-	448	36	2,340	788	2,286
Depreciation		41,821	18,862	44,422	55,269	109	91,058	74,681	48,287
Total Operating Expenses	<u>-</u>	<u>145,696</u>	<u>49,264</u>	<u>50,959</u>	<u>152,370</u>	<u>59,034</u>	<u>412,792</u>	<u>181,766</u>	<u>756,435</u>
Operating Income (Loss)	<u>29,028</u>	<u>1,746</u>	<u>(10,384)</u>	<u>(50,171)</u>	<u>298,124</u>	<u>(21,613)</u>	<u>61,300</u>	<u>(33,198)</u>	<u>6,524</u>
<b>NON-OPERATING REVENUE (EXPENSES):</b>									
Interest income	-	1,786	455	-	957	51	5,355	1,914	4,963
Interest expense	<u>(3,046)</u>	<u>(20,251)</u>	<u>(3,733)</u>	<u>(13,035)</u>	<u>(13,214)</u>	<u>-</u>	<u>-</u>	<u>(32,005)</u>	<u>(34,260)</u>
Total Non-operating Revenue (Expenses)	<u>(3,046)</u>	<u>(18,465)</u>	<u>(3,278)</u>	<u>(13,035)</u>	<u>(12,257)</u>	<u>51</u>	<u>5,355</u>	<u>(30,091)</u>	<u>(29,298)</u>
Income Before Contributions and Transfers	25,982	(16,719)	(13,662)	(63,206)	285,867	(21,562)	66,656	(63,290)	(22,774)
Capital Contributions:									
Federal grants	-	-	-	-	-	-			
State grants	-	-	-	-	-	-		-	-
Other governments	-	-	-	-	-	-	-	-	-
Transfers in:									
General fund	-	-	-	5,728	-	-	-	-	-
SR-CDBG							146,648		
Revolving Building Fund				19,348					
Transfers Out	<u>-</u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>	<u></u>
Change in Net Position	<u>\$ 25,982</u>	<u>\$ (16,719)</u>	<u>\$ (13,662)</u>	<u>\$ (38,130)</u>	<u>\$ 285,867</u>	<u>\$ (21,562)</u>	<u>\$ 213,303</u>	<u>\$ (63,290)</u>	<u>\$ (22,774)</u>

**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, 2020**

	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
\$	255,634	\$ 35,863	69,088	\$ 220,116	211,304	\$ 176,249	\$ 405,856	\$ 303,489	\$ 8,655	\$ 61,731	\$ 143,910	\$ 200,355	\$ 4,171,755
	2,153	972		1,584	1,654	1,456	3,060	2,165	69	453	1,144	1,551	26,428
	<u>257,786</u>	<u>36,835</u>	<u>69,088</u>	<u>221,700</u>	<u>212,958</u>	<u>177,705</u>	<u>408,917</u>	<u>305,655</u>	<u>8,724</u>	<u>62,184</u>	<u>145,054</u>	<u>201,906</u>	<u>4,198,184</u>
	29,052	4,327	763	22,304	19,580	19,506	46,194	40,831	835	6,862	19,567	26,440	400,388
	16,059	2,408	534	12,264	10,435	10,763	25,371	22,578	452	3,388	10,821	13,821	219,302
	-	-		-					-	-			-
	937	25,082	409,227	2,595	82,345	45,925	177,606	96,169	3,197	30,977	161,240	93,805	2,130,104
	5,861	650	-	7,077	4,095	6,391	22,951	22,562	172	4,159	5,631	4,984	178,965
		-	-	-	-	-		-	-	-	-	-	1,020
	369	45		271	283	249	524	371	12	78	196	266	4,634
	1,894	231		1,394	1,455	1,281	2,692	1,905	347	398	6,007	1,364	28,883
	-	-	-	-	-	-	-	-	-	-	-	-	0
	6,431	1,198	14,658	11,980	7,567	9,148	15,779	9,697	390	4,147	10,080	9,685	164,836
	1,451	178		1,068	1,115	982	2,063	1,460	48	306	772	1,045	17,344
	91,735	15,634		279,557	107,400	99,585	167,028	78,606	4,062	47,572	36,964	96,802	1,399,455
	<u>153,788</u>	<u>49,752</u>	<u>425,183</u>	<u>338,509</u>	<u>234,276</u>	<u>193,829</u>	<u>460,208</u>	<u>274,179</u>	<u>9,515</u>	<u>97,887</u>	<u>251,277</u>	<u>248,211</u>	<u>4,544,932</u>
	<u>103,999</u>	<u>(12,917)</u>	<u>(356,095)</u>	<u>(116,809)</u>	<u>(21,318)</u>	<u>(16,124)</u>	<u>(51,292)</u>	<u>31,476</u>	<u>(791)</u>	<u>(35,703)</u>	<u>(106,223)</u>	<u>(46,305)</u>	<u>(346,748)</u>
	3,641	418	71	2,198	2,505	2,051	4,664	3,661	101	671	1,905	2,752	40,119
	<u>(64,789)</u>	<u>(492)</u>		<u>(13,657)</u>	<u>(15,990)</u>	<u>(34,006)</u>	<u>-</u>	<u>(17,764)</u>	<u>-</u>		<u>(16,024)</u>	<u>(31,199)</u>	<u>(313,466)</u>
	<u>(61,149)</u>	<u>(73)</u>	<u>71</u>	<u>(11,459)</u>	<u>(13,485)</u>	<u>(31,955)</u>	<u>4,664</u>	<u>(14,103)</u>	<u>101</u>	<u>671</u>	<u>(14,120)</u>	<u>(28,447)</u>	<u>(273,347)</u>
	42,850	(12,990)	(356,024)	(128,268)	(34,803)	(48,079)	(46,627)	17,373	(690)	(35,033)	(120,343)	(74,753)	(620,095)
		792,796				-	-		-		-		0
	-				-	-	-	-	-	-	-	-	792,796
	-	-	-	-	-	-	-	-	-	-	-	-	0
													5,728
													146,648
													19,348
													0
\$	<u>42,850</u>	<u>\$ 779,806</u>	<u>(356,024)</u>	<u>\$ (128,268)</u>	<u>(34,803)</u>	<u>\$ (48,079)</u>	<u>\$ (46,627)</u>	<u>\$ 17,373</u>	<u>\$ (690)</u>	<u>\$ (35,033)</u>	<u>\$ (120,343)</u>	<u>\$ (74,753)</u>	344,424
Total net position - beginning													40,217,664
Total net position - ending													<u>\$ 40,562,088</u>



**ALLEGANY COUNTY, MARYLAND**  
**ALLEGANY COUNTY SANITARY DISTRICTS**  
**COMBINING SCHEDULE OF NET POSITION**  
**PROPRIETARY FUND TYPE - (ENTERPRISE FUNDS)**  
**June 30, 2020**

	General Fund 511	Bowling Green 516	Cresaptown 517	Braddock Run 518	Bedford Road 519	Jennings Run/Wills Creek 520	McCoole 521
<b>ASSETS</b>							
Current Assets:							
Cash:							
Cash	\$ 199,255	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Cash - Restricted	-	-	-	200,382	-	-	-
Investments	219,608	-	-	-	-	-	-
Receivables:							
Accounts (net)	99,783	127,320	119,718	438,735	182,264	196,965	28,655
Taxes - restricted	-	24,986	25,162	25,617	19,739	10,333	1,347
Accounts (net) - restricted	1,694	-	-	-	-	2,688	-
Other	251,267	-	-	-	-	-	-
Due from other funds	122,775	548,618	1,664,268	-	-	-	-
Inventory	82,050	-	-	-	-	-	-
Total current assets	<u>976,433</u>	<u>700,924</u>	<u>1,809,148</u>	<u>664,735</u>	<u>202,003</u>	<u>209,986</u>	<u>30,002</u>
Noncurrent Assets:							
Land	5,000	1,000	5,000	500	1,000	1,500	-
Construction in progress	3,192,613	-	-	-	-	-	-
Capital assets subject to depreciation	4,457,320	4,828,368	4,171,910	13,997,491	10,154,682	10,036,059	2,289,639
Less: Accumulated depreciation	(3,783,599)	(2,961,061)	(2,404,426)	(3,885,708)	(4,632,005)	(5,656,590)	(1,755,400)
Total noncurrent assets	<u>3,871,334</u>	<u>1,868,307</u>	<u>1,772,484</u>	<u>10,112,283</u>	<u>5,523,678</u>	<u>4,380,969</u>	<u>534,239</u>
Total Assets	<u>4,847,766</u>	<u>2,569,232</u>	<u>3,581,632</u>	<u>10,777,018</u>	<u>5,725,681</u>	<u>4,590,955</u>	<u>564,241</u>
<b>Deferred Outflows of Resources</b>							
Deferred Outflows Related to Pensions	4,087	10,943	7,084	20,512	12,454	10,280	2,098
Total Deferred Outflows of Resources	<u>4,087</u>	<u>10,943</u>	<u>7,084</u>	<u>20,512</u>	<u>12,454</u>	<u>10,280</u>	<u>2,098</u>
<b>LIABILITIES</b>							
Current liabilities:							
Accounts payable	377,604	7,245	12,057	73,767	87,715	32,877	10,331
Accrued wages payable	32,279	-	-	-	-	-	-
Accrued payroll fringe benefits	14,874	-	-	-	-	-	-
Accrued interest payable	4,591	1,673	1,544	6,566	2,990	1,611	-
Current portion of long term debt							
Bonds & loans	155,007	20,391	18,822	97,779	45,090	27,175	-
Other loans	-	-	-	-	-	-	-
Compensated absences	156,874	-	-	-	-	-	-
Due to other funds	-	-	-	5,331,335	6,151,759	5,238,051	1,588,657
Accrued health claims	-	-	-	-	-	-	-
Miscellaneous liabilities	106,788	-	-	129,980	-	-	-
Total current liabilities	<u>848,018</u>	<u>29,310</u>	<u>32,424</u>	<u>5,639,427</u>	<u>6,287,554</u>	<u>5,299,715</u>	<u>1,598,988</u>
Noncurrent Liabilities:							
Cash advance due General Fund	-	-	-	-	-	800,000	-
Net Pension Liability	7,201	66,773	45,140	154,586	75,048	70,462	13,038
Long term debt:							
Bonds & loans	668,281	966,562	892,212	3,498,749	1,166,636	862,240	-
Other loans	-	-	-	-	-	-	-
Compensated absences	308,801	-	-	-	-	-	-
Total noncurrent liabilities	<u>984,284</u>	<u>1,033,335</u>	<u>937,352</u>	<u>3,653,335</u>	<u>1,241,684</u>	<u>1,732,702</u>	<u>13,038</u>
Total Liabilities	<u>1,832,301</u>	<u>1,062,645</u>	<u>969,775</u>	<u>9,292,761</u>	<u>7,529,239</u>	<u>7,032,416</u>	<u>1,612,026</u>
<b>Deferred Inflows of Resources</b>							
Deferred Inflows Related to Pensions	879	5,452	3,472	12,375	6,202	5,022	1,110
Total Deferred Inflows of Resources							
<b>NET POSITION</b>							
Net investment in capital assets	3,048,045	881,354	861,450	6,515,755	4,311,951	3,491,554	534,239
Restricted for debt service	1,694	24,986	25,162	25,617	19,739	13,020	1,347
Unrestricted	(31,067)	605,738	1,728,856	(5,048,979.07)	(6,128,996)	(5,940,778)	(1,582,383)
Total Net Position	<u>\$ 3,018,673</u>	<u>\$ 1,512,078</u>	<u>\$ 2,615,469</u>	<u>\$ 1,492,393</u>	<u>\$ (1,797,306)</u>	<u>\$ (2,436,204)</u>	<u>\$ (1,046,797)</u>

**ALLEGANY COUNTY, MARYLAND**  
**ALLEGANY COUNTY SANITARY DISTRICTS**  
**COMBINING SCHEDULE OF NET POSITION**  
**PROPRIETARY FUND TYPE - (ENTERPRISE FUNDS)**  
**June 30, 2020**

Oldtown 522	Flintstone 523	Georges Creek 524	Franklin/ Brophytown 525	Celanese Treatment Plant 526	Mexico Farms 527	Cash Valley Road 528	Oldtown Road 529	Barton Industrial Park 530	Total All Districts
\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	199,255
-	-	-	-	-	-	-	-	-	200,382
-	-	-	-	-	-	-	-	-	219,608
8,426	15,004	392,709	19,940	168,571	198,292	10,610	41,653	360	2,049,003
143	451	73,771	194	-	1,205	3,003	3,899	-	189,850
-	-	-	-	-	-	-	-	-	4,382
-	-	-	-	-	-	-	-	-	251,267
-	-	1,525,850	597,076	603,476	1,663,568	-	293,802	-	7,019,433
-	-	-	-	-	-	-	-	-	82,050
<u>8,569</u>	<u>15,455</u>	<u>1,992,330</u>	<u>617,210</u>	<u>772,047</u>	<u>1,863,064</u>	<u>13,613</u>	<u>339,354</u>	<u>360</u>	<u>10,215,230</u>
500	3,000	46,282	-	-	2,500	-	1,000	-	67,282
-	-	73,804	-	-	-	-	-	-	3,266,417
892,947	1,279,023	50,015,005	561,727	21,880,572	2,070,299	813,331	2,816,919	2,430,653	132,695,946
<u>(681,393)</u>	<u>(944,396)</u>	<u>(21,180,214)</u>	<u>(423,357)</u>	<u>(7,893,296)</u>	<u>(1,138,044)</u>	<u>(487,999)</u>	<u>(1,605,243)</u>	<u>(686,609)</u>	<u>(60,119,341)</u>
<u>212,054</u>	<u>337,627</u>	<u>28,954,877</u>	<u>138,370</u>	<u>13,987,276</u>	<u>934,755</u>	<u>325,332</u>	<u>1,212,676</u>	<u>1,744,044</u>	<u>75,910,304</u>
<u>220,622</u>	<u>353,082</u>	<u>30,947,207</u>	<u>755,580</u>	<u>14,759,322</u>	<u>2,797,819</u>	<u>338,946</u>	<u>1,552,029</u>	<u>1,744,404</u>	<u>86,125,535</u>
5,363	5,317	33,774	1,283	29,396	2,156	605	2,530	4,935	152,818
<u>5,363</u>	<u>5,317</u>	<u>33,774</u>	<u>1,283</u>	<u>29,396</u>	<u>2,156</u>	<u>605</u>	<u>2,530</u>	<u>4,935</u>	<u>152,818</u>
1,645	404	8,324	17	14,192	50,133	-	2,251	167	678,729
-	-	-	-	-	-	-	-	-	32,279
-	-	-	-	-	-	-	-	-	14,874
-	-	16,581	-	10,275	-	439	1,665	-	47,936
-	-	454,085	-	464,573	-	4,004	15,188	-	1,302,115
-	-	-	-	-	-	-	600	-	600
-	-	-	-	-	-	-	-	-	156,874
923,303	837,532	-	-	-	-	196,606	-	820,688	21,087,931
-	-	-	-	-	-	-	-	-	0
-	-	-	-	28,184	-	-	-	-	264,952
<u>924,948</u>	<u>837,937</u>	<u>478,990</u>	<u>17</u>	<u>517,224</u>	<u>50,133</u>	<u>201,049</u>	<u>19,704</u>	<u>820,855</u>	<u>23,586,290</u>
-	-	-	-	-	-	-	-	-	800,000
34,328	35,711	242,509	7,527	185,880	16,881	4,070	16,017	33,613	1,008,784
-	-	3,812,778	-	1,897,022	-	85,029	322,458	-	14,171,967
-	-	-	-	-	-	-	13,130	-	13,130
-	-	-	-	-	-	-	-	-	308,801
<u>34,328</u>	<u>35,711</u>	<u>4,055,287</u>	<u>7,527</u>	<u>2,082,902</u>	<u>16,881</u>	<u>89,099</u>	<u>351,605</u>	<u>33,613</u>	<u>16,302,682</u>
<u>959,276</u>	<u>873,648</u>	<u>4,534,277</u>	<u>7,544</u>	<u>2,600,127</u>	<u>67,014</u>	<u>290,148</u>	<u>371,309</u>	<u>854,468</u>	<u>39,888,973</u>
3,264	2,573	17,783	689	13,792	1,578	259	1,114	2,380	77,944
212,054	337,627	24,688,013	138,370	11,625,680	934,755	236,299	861,300	1,744,044	60,422,492
143	451	73,771	194	-	1,205	3,003	3,899	-	194,232
<u>(948,751)</u>	<u>(855,900)</u>	<u>1,667,136</u>	<u>610,066</u>	<u>549,119</u>	<u>1,795,424</u>	<u>(190,159)</u>	<u>316,938</u>	<u>(851,553)</u>	<u>(14,305,288)</u>
<u>\$ (736,554)</u>	<u>\$ (517,822)</u>	<u>\$ 26,428,921</u>	<u>\$ 748,630</u>	<u>\$ 12,174,800</u>	<u>\$ 2,731,383</u>	<u>\$ 49,143</u>	<u>\$ 1,182,137</u>	<u>\$ 892,491</u>	<u>\$ 46,311,436</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, 2020**

	General Fund 511	Bowling Green 516	Cresaptown 517	Braddock 518	Bedford Road 519	Jennings Run/Wills Creek 520	McCoole 521
<b>OPERATING REVENUES:</b>							
Service charges	\$ 14,850	\$ 427,940	\$ 399,675	\$ 1,463,515	\$ 578,907	\$ 524,682	\$ 77,740
Miscellaneous	27	713	642	2,322	1,000	902	168
Total Operating Revenues	<u>14,877</u>	<u>428,653</u>	<u>400,317</u>	<u>1,465,837</u>	<u>579,906</u>	<u>525,584</u>	<u>77,908</u>
<b>OPERATING EXPENSES:</b>							
Wages and salaries	5,267	88,371	54,115	202,036	71,358	63,707	17,065
Employee benefits	3,148	39,075	29,476	106,595	37,811	34,603	10,214
Office expenses	402	10,544	9,490	37,769	15,174	13,331	2,485
Utilities	920	27,717	93,624	62,093	18,365	12,871	6,557
Repairs and maintenance	5,862	33,644	34,474	121,983	41,460	37,223	13,186
Water/Sewage treatment costs	-	181,351	145,761	1,281,157	646,830	547,038	141,056
Professional fees	25	2,511	2,260	8,310	4,598	3,174	592
Materials and supplies	778	28,618	18,785	75,091	28,606	25,811	4,812
Insurance	397	10,426	9,384	33,935	14,609	28,784	2,458
Indirect cost	1,444	37,900	34,110	123,355	53,105	47,916	8,934
Miscellaneous	15	310	1,678	1,009	5,434	3,397	74
Depreciation	3,317	91,004	81,688	229,561	179,481	224,406	51,321
Total Operating Expenses	<u>21,575</u>	<u>551,471</u>	<u>514,843</u>	<u>2,282,894</u>	<u>1,116,831</u>	<u>1,042,262</u>	<u>258,753</u>
Operating Income (Loss)	<u>(6,697)</u>	<u>(122,818)</u>	<u>(114,526)</u>	<u>(817,057)</u>	<u>(536,924)</u>	<u>(516,678)</u>	<u>(180,845)</u>
<b>NON-OPERATING REVENUE (EXPENSES):</b>							
Real and personal property taxes	-	195,782	184,676	185,817	136,201	53,186	4,562
Interest & Penalties, taxes	-	5,042	3,754	4,841	3,583	2,255	275
Discounts, taxes	-	(963)	(920)	(931)	(732)	(260)	(21)
Collection fees	-	(4,452)	(4,063)	(4,145)	(3,039)	(1,194)	(109)
Front footage assessments	-	-	-	-	-	15,187	-
Interest income	83	3,635	2,915	3,745	5,638	4,807	385
Interest income, debt service	-	-	-	-	-	-	-
Interest expense	(10,126)	(41,186)	(38,018)	(68,805)	(21,818)	(17,045)	-
Allocated debt service revenue	(163,679)	14,227	12,804	46,306	19,935	17,987	3,353
Gain (Loss) on disposal of assets	-	-	-	-	-	-	-
Total Nonoperating revenue (expenses)	<u>(173,722)</u>	<u>172,085</u>	<u>161,149</u>	<u>166,829</u>	<u>139,767</u>	<u>74,922</u>	<u>8,444</u>
Income Before Contributions and Transfers	<u>(180,420)</u>	<u>49,267</u>	<u>46,623</u>	<u>(650,229)</u>	<u>(397,157)</u>	<u>(441,756)</u>	<u>(172,401)</u>
Capital Contributions:							
Federal	-	-	-	1,012,001	-	-	-
State	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-
Transfers in	-	-	-	25,572	-	-	-
Transfers out	(25,572)	-	-	-	-	-	-
Change in Net Position	<u>(205,992)</u>	<u>49,267</u>	<u>46,623</u>	<u>387,344</u>	<u>(397,157)</u>	<u>(441,756)</u>	<u>(172,401)</u>
Net position - beginning	<u>3,224,665</u>	<u>1,462,811</u>	<u>2,568,846</u>	<u>1,105,049</u>	<u>(1,400,149)</u>	<u>(1,994,447)</u>	<u>(874,396)</u>
Net position - ending	<u>\$ 3,018,673</u>	<u>\$ 1,512,078</u>	<u>\$ 2,615,469</u>	<u>\$ 1,492,393</u>	<u>\$ (1,797,306)</u>	<u>\$ (2,436,203)</u>	<u>\$ (1,046,797)</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, 2020**

Oldtown 522	Flintstone 523	Georges Creek 524	Franklin/ Brophytown 525	Celanese Treatment Plant 526	Mexico Farms 527	Cash Valley Road 528	Oldtown Road 529	Barton Industrial Park 530	Total All Districts
\$ 18,138	\$ 40,385	\$ 1,006,166	\$ 54,699	\$ 927,433	\$ 439,349	\$ 27,952	\$ 123,275	\$ 5,707	\$ 6,130,415
37	62	1,680	120		236	67	260	-	8,237
18,175	40,447	1,007,847	54,819	927,433	439,586	28,019	123,535	5,707	6,138,652
2,355	4,317	105,060	9,652	221,258	26,841	3,795	16,324	607	892,127
2,736	3,534	61,238	5,245	117,375	14,469	2,010	8,548	368	476,444
552	916	24,829	1,770	2,542	3,490	992	3,816		128,103
168	279	7,653	640	63,310	75,272	302	9,825	616	380,212
1,384	2,296	62,388	6,276	98,152	14,976	2,485	9,561	739	486,088
87,928	75,140	469,400	6,784	-	216,352	40,669	6,260	94,098	3,939,824
132	218	5,912	421	-	831	236	909	-	30,128
1,069	1,774	44,562	3,427	92,329	6,756	1,920	7,494		341,833
546	8,318	28,063	1,750	-	3,451	981	11,185	-	154,287
1,985	3,294	89,245	6,362	-	12,543	3,564	13,716	-	437,471
2,747	28	173	51	5	103	31	112		15,168
15,609	27,058	1,040,584	14,273	457,664	48,645	22,044	75,440	48,558	2,610,653
117,211	127,172	1,939,107	56,651	1,052,635	423,728	79,029	163,190	144,985	9,892,337
(99,036)	(86,725)	(931,261)	(1,832)	(125,201)	15,858	(51,009)	(39,655)	(139,278)	(3,753,685)
947	1,245	320,693	1,996	-	10,051	12,335	35,698	-	1,143,188
9	34	10,619	33	-	175	659	712	-	31,990
(6)	(6)	(1,530)	(4)	-	(46)	(46)	(190)	-	(5,656)
(21)	(25)	(7,060)	(45)	-	(222)	(293)	(791)	-	(25,459)
-	-	-	-	-	-	-	-	-	15,187
115	343	10,382	213	19,618	1,287	285	962	-	54,409
-	-	(88,648)	-	(23,255)	-	(4,096)	(16,176)	-	(329,172)
745	1,236	33,501	2,388	-	4,709	1,338	5,148	-	0
-	-	-	-	-	-	-	-	-	-
1,789	2,827	277,956	4,581	(3,637)	15,953	10,182	25,362	-	884,487
(97,247)	(83,898)	(653,305)	2,749	(128,838)	31,810	(40,827)	(14,294)	(139,278)	(2,869,198)
-	28,125	-	-	-	-	-	-	-	1,040,126
-	-	-	-	90,000	-	-	-	-	90,000
-	-	-	-	-	-	-	-	-	0
-	-	-	-	43,784	-	-	-	48,000	117,356
-	-	-	-	-	-	-	-	-	(25,572)
(97,247)	(55,773)	(653,305)	2,749	4,946	31,810	(40,827)	(14,294)	(91,278)	(1,647,287)
(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
-	-	-	-	-	-	-	-	-	0
\$ (736,554)	\$ (517,822)	\$ 26,428,921	\$ 748,630	\$ 12,174,800	\$ 2,731,383	\$ 49,144	\$ 1,182,135	\$ 892,491	\$ 46,311,436

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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, 2020**

	Balance July 1, 2019	Additions	Deductions	Balance June 30, 2020
<b>ASSETS:</b>				
Taxes levied for State:				
Taxes receivable - State	\$ 500,961	\$ 4,127,711	\$ 4,010,504	\$ 618,168
Bay restoration fee	479,763	2,096,727	2,059,430	517,060
Other receivables	(8,701)	19		(8,682)
Taxes levied for Special Areas:				
Lonaconing, Town of	31,258	135,852	121,265	45,845
Midland, Town of	9,597	40,538	35,455	14,680
Westernport, Town of	66,716	375,208	349,329	92,595
Barton, Town of	4,711	28,076	23,672	9,115
Cumberland differential	738		-	738
Bel Air Special Tax Area	1,148	33,598	33,360	1,386
Bowling Green Fire Co.	3,988	32,272	31,926	4,334
Bedford Road Fire Co.	5,672	45,956	45,262	6,366
Bowling Green Special Tax Area	3,128	21,111	20,520	3,719
Cresaptown Ambulance	12,221	140,075	137,716	14,580
Cresaptown Civic Imp. Assoc.	3,886	31,981	30,909	4,958
Cresaptown Fire Co.	14,675	184,496	180,836	18,335
Corriganville Light & Imp.	4,321	19,322	19,659	3,984
Ellerslie Special Tax Area	1,174	18,059	17,923	1,310
LaVale Volunteer Fire Dept.	17,450	191,159	183,955	24,654
LaVale Rescue Squad	8,729	91,831	88,228	12,332
LaVale Sanitary District	29,921	386,734	365,493	51,162
McCoole Special Tax Area	1,571	4,515	4,610	1,476
Moscow Light	457	3,366	3,039	784
Mt. Savage Special Tax Area	2,642	10,578	9,552	3,668
Potomac Park Special Tax Area	1,997	15,446	15,585	1,858
Rawlings Fire Co.	7,695	70,878	69,782	8,791
Sub-total special areas	233,695	1,881,051	1,788,076	326,669
Due from other funds	383,839	7,572,442	7,730,130	226,150
Total Assets	<u>\$ 1,589,559</u>	<u>\$ 15,677,950</u>	<u>\$ 15,588,140</u>	<u>\$ 1,679,319</u>
<b>LIABILITIES:</b>				
Accounts payable	\$ 375,392	\$ 8,369,192	\$ 8,527,014	\$ 217,571
A/P Special Areas	233,433	2,131,550	2,038,472	326,512
Taxes payable - State	500,963	4,227,105	4,109,898	618,171
A/P Bay restoration fee	479,766	2,001,437	1,964,141	517,063
Total Liabilities	<u>\$ 1,589,556</u>	<u>\$ 16,729,284</u>	<u>\$ 16,639,525</u>	<u>\$ 1,679,319</u>

**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, 2020 and 2019**

ASSETS	Primary Government			
	At June 30, 2020			Net
	Cost	Accumulated Depreciation	Net Book Value	Book Value June 30, 2019
Land	\$ 26,562,659	\$ -	\$ 26,562,659	\$ 26,282,873
Construction in progress	3,779,250	-	3,779,250	4,156,111
Buildings	65,070,225	33,117,388	31,952,837	33,374,722
Infrastructure	54,996,930	34,935,851	20,061,079	15,643,083
Furniture & fixtures	1,054,110	1,021,063	33,047	56,380
Machinery & equipment	22,047,556	14,524,237	7,523,319	8,532,696
Vehicles	14,290,081	10,795,362	3,494,719	3,443,514
Heavy equipment	5,530,909	4,296,865	1,234,044	1,172,071
Other capital assets	1,251,821	877,550	374,271	428,980
Total Assets	<u>\$ 194,583,547</u>	<u>\$ 99,568,321</u>	<u>\$ 95,015,226</u>	<u>\$ 93,090,388</u>
<b>FUND EQUITY</b>				
Investment in general capital assets acquired before July 1, 1993 - source unidentified			\$ 8,174,952	\$ 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			16,340,001	14,499,783
Federal grants			4,311,989	4,219,248
State grants			2,849,831	2,849,831
Miscellaneous revenues			765,526	765,526
Debt proceeds			1,575,512	1,575,512
Special Revenue Funds:				
General revenues			54,093,940	51,717,877
Federal grants			6,956,592	6,317,171
State grants			8,323,808	8,177,893
Miscellaneous revenues			219,090	219,090
Debt proceeds			8,926,043	8,926,043
Capital Project Funds:				
General revenues			22,124,534	21,787,155
Federal grants			11,349,287	11,349,287
State grants			27,954,802	26,032,317
Miscellaneous revenues			1,127,822	1,127,822
Debt proceeds			17,143,163	16,364,066
Other			1,371,590	1,371,590
Less:				
Accumulated depreciation			(100,485,393)	(94,267,274)
Total Fund Equity			<u>\$ 95,015,226</u>	<u>\$ 93,090,388</u>

**ALLEGANY COUNTY, MARYLAND**  
**CAPITAL ASSETS USED IN THE OPERATION OF**  
**GOVERNMENTAL FUNDS**  
**SCHEDULE OF ASSETS BY FUNCTION**  
**June 30, 2020**

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	\$ 441,676	\$ 561,701	\$ 142,221	\$ 11,762,930	\$ (7,080,265)	\$ 4,682,665
Public Safety	2,359,864	20,096,879	2,647,360	330,345	18,703,795	3,199,917	255,919		47,594,079	(23,967,698)	23,626,381
Public Works	2,915,382	1,767,520	44,887,793	305,788	918,255	9,118,713	5,426,163	722,984	66,062,598	(46,134,836)	19,927,762
Health	575,119	6,553,202	-	-	-	-	4,121	-	7,132,442	(2,862,045)	4,270,397
Social Services	116	3,250	24,331	199,288	89,080	1,283,257	39,200	-	1,638,522	(1,273,048)	365,474
Recreation & Culture	1,534,781	2,774,928	328,939	21,911	194,893	36,162	409,294	120,707	5,421,615	(2,146,350)	3,275,265
Libraries	6,000	1,631,033	-	-	-	-	-	-	1,637,033	(1,019,353)	617,680
Education								10,994	10,994	-	10,994
Natural Resources	428,817	-	-	-	15,839	15,999	-	-	460,655	(31,838)	428,817
Urban Development											
& Housing	56,637	426,508	-	4,160	35,846	9,302	-	-	532,453	(467,854)	64,599
Economic Development	15,003,454	26,867,683	7,068,730	5,995	330,627	188,258	86,324	2,782,351	52,333,422	(14,585,032)	37,748,390
<b>Total General</b>											
Capital Assets	<u>26,562,659</u>	<u>\$ 65,070,226</u>	<u>\$ 54,996,929</u>	<u>\$ 1,054,110</u>	<u>\$ 22,047,556</u>	<u>\$ 14,290,081</u>	<u>\$ 6,782,729</u>	<u>\$ 3,779,250</u>	<u>\$ 194,583,547</u>	<u>\$ (99,568,321)</u>	<u>\$ 95,015,226</u>

**ALLEGANY COUNTY, MARYLAND**  
**CAPITAL ASSETS USED IN THE OPERATION OF**  
**GOVERNMENTAL FUNDS**  
**SCHEDULE OF CHANGES BY FUNCTION**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2020**

Function	General Capital Assets June 30, 2019	Transfers to Other Funds	Asset Reclass	Additions	Deductions	Cost	Accumulated Depreciation June 30, 2019	Less Current Year Depreciation	Add Deprec Diposal Asset Transfer	General Capital Assets June 30, 2020
General Government	\$ 11,657,198	\$ -	\$ -	\$ 105,732	\$ -	\$ 11,762,930	\$ (6,921,116)	\$ (156,657)	\$ (2,492)	\$ 4,682,665
Public Safety	46,108,020	-	194,591	1,318,590	(27,123)	47,594,080	(21,305,214)	(2,491,555)	(170,930)	23,626,381
Public Works	63,931,438	-	(21,600)	2,178,784	(26,024)	66,062,596	(44,953,182)	(1,247,771)	66,119	19,927,762
Health	7,132,442	-	-	-	-	7,132,442	(2,643,605)	(218,440)		4,270,397
Social Services	1,808,309	-	(169,787)			1,638,522	(1,338,659)	(104,175)	169,787	365,474
Recreation & Culture	5,051,307	-	-	370,308		5,421,615	(2,035,856)	(110,495)		3,275,265
Libraries	1,637,033	-	-	-	-	1,637,033	(977,344)	(42,009)	-	617,680
Education				10,994		10,994				10,994
Natural Resources	180,869	-	-	279,786	-	460,655	(31,838)		-	428,817
Urban Development & Housing	532,453	-	-	-	-	532,453	(454,025)	(13,829)	-	64,599
Economic Development	49,318,586	-	-	3,014,836		52,333,426	(13,606,433)	(978,603)		37,748,390
<b>Total General Capital Assets</b>	<u>\$ 187,357,665</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 7,279,030</u>	<u>\$ (53,147)</u>	<u>\$ 194,583,547</u>	<u>\$ (94,267,272)</u>	<u>\$ (5,363,534)</u>	<u>62,484</u>	<u>\$ 95,015,226</u>

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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.

Contents	Page
<b>Financial Trends</b>	
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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<b>Revenue Capacity</b>	
These schedules contain information to help the reader assess the County's most significant local revenue source, the property tax	
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These schedules offer demographic and economic indicators to help the reader understand the environment within which the County's financial activities take place.	
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<b>Operating Information</b>	
These schedules contain service and infrastructure data to help the reader understand how the information in the County's financial report relates to the services the County provides and the activities it performs.	
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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**  
(accrual basis of accounting)

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Governmental activities</b>										
Net Investment in										
Capital Assets	81,231,372	82,834,048	78,548,257	77,576,485	78,386,353	84,396,712	86,497,352	86,142,012	87,441,448	89,130,241
Restricted	3,009,835	1,921,413	3,083,383	3,030,834	11,975,277	16,354,328	16,237,133	4,255,467	12,316,383	1,544,097
Unrestricted	4,485,252	9,060,676	18,220,459	24,060,546	9,739,329	3,585,497	2,573,629	(13,519,261)	(26,370,540)	(18,226,415)
Total governmental activities net position	<u>\$ 88,726,459</u>	<u>\$ 93,816,137</u>	<u>\$ 99,852,099</u>	<u>\$ 104,667,865</u>	<u>\$ 100,100,959</u>	<u>\$ 104,336,537</u>	<u>\$ 105,308,114</u>	<u>\$ 76,878,218</u>	<u>\$ 73,387,291</u>	<u>\$ 72,447,923</u>
<b>Business-type activities</b>										
Net Investment in										
Capital Assets	82,056,523	81,346,531	82,603,601	88,732,280	93,011,267	97,611,312	98,160,878	95,860,101	96,563,365	97,116,640
Restricted	246,463	239,902	288,615	261,383	442,291	247,369	240,345	155,066	161,080	194,232
Unrestricted	723,061	1,520,472	1,783,058	1,016,651	(633,330)	(2,817,398)	(4,239,595)	(3,373,873)	(6,879,863)	(8,644,846)
Total business-type activities net position	<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>\$ 89,844,582</u>	<u>\$ 88,666,026</u>
<b>Primary Government</b>										
Net Investment in										
Capital Assets	\$ 163,287,895	\$ 164,180,579	\$ 161,151,858	\$ 166,308,765	\$ 171,397,620	\$ 182,008,024	\$ 184,658,230	\$ 182,002,113	\$ 184,004,813	\$ 186,246,881
Restricted	3,256,298	2,161,315	3,371,998	3,292,217	12,417,568	16,601,697	16,477,478	4,410,533	12,477,463	1,738,329
Unrestricted	5,208,313	10,581,148	20,003,517	25,077,197	9,105,999	768,099	(1,665,966)	(16,893,134)	(33,250,403)	(26,871,261)
Total primary government net position	<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>\$ 199,469,742</u>	<u>\$ 169,519,512</u>	<u>\$ 163,231,873</u>	<u>\$ 161,113,949</u>

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

<b>Expenses</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
Governmental activities:										
General Government:	8,485,854	9,275,767	9,087,290	8,745,293	8,971,206	10,098,884 <b>f</b>	12,288,649 <b>g</b>	9,768,944 <b>h</b>	12,711,146	12,883,978
Payment to data processing	348,334	358,754	358,754	332,996	313,562	261,943	182,712	188,456	145,424	146,465
Public Safety	17,290,112	16,887,997	16,640,877	17,406,223	18,606,877	20,125,044	20,723,459	24,440,852 <b>i</b>	28,788,857	27,462,769
Public Works	13,596,902	12,565,697	12,250,869	13,699,606 <b>e</b>	13,039,773	13,263,932	14,148,806	13,892,496	15,613,977	14,227,947
Health	1,452,867	2,279,912	1,966,200	1,967,479	2,073,143	2,131,859	2,093,988	2,208,164	2,333,585	4,274,237
Social Services	1,497,708	1,682,412	1,553,615	1,568,214	1,277,778	1,467,194	1,387,194	881,055	1,258,655	1,485,199
Education:	417,181	562,642	640,888	682,409	623,625	1,389,052	797,321	10,365,096 <b>j</b>	3,162,750	2,512,606
Payment to public school system	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	30,734,335
Payments to community college	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	7,989,498
Recreation, culture & libraries:	1,078,718	868,620	884,822	722,533	749,376	826,930	583,538	1,214,252 <b>k</b>	1,191,689	1,418,456
Payment to public library system	905,000	905,000	905,000	940,000	947,500	947,500	956,975	956,975	956,975	966,545
Conservation of natural resources	309,166	201,107	240,204	287,362	254,450	249,936	265,253	284,317	142,584	66,702
Community development & housing	1,260,818	884,528	1,033,325	915,289	1,042,086	1,176,904	1,026,337	1,021,156	1,005,058	1,012,235
Economic Development	3,099,936	2,879,427	2,548,509	3,602,112	2,672,959	2,674,595	3,355,189	4,111,276 <b>l</b>	3,194,349	3,460,799
Interest on long term debt	1,438,754	1,290,789	987,503	581,199	650,717	659,875	677,774	763,156	908,031	979,034
Total governmental activities expenses	<u>\$ 87,612,179</u>	<u>\$ 86,307,652</u>	<u>\$ 85,914,814</u>	<u>\$ 88,775,760</u>	<u>\$ 89,002,523</u>	<u>\$ 93,202,815</u>	<u>\$ 96,287,730</u>	<u>\$ 108,151,053</u>	<u>\$ 109,827,938</u>	<u>\$ 109,620,805</u>
Business-type activities:										
Water	4,184,704	4,018,864	4,270,963	4,344,329	4,429,254	4,772,141	4,723,474	4,645,473	4,741,156	4,858,397
Sewer	7,914,948	8,485,797	8,622,450	8,986,494	9,354,485	9,965,143	10,782,299	10,545,774	11,426,210	10,221,511
Other Funds	716,643	749,976	353,648	187,465	334,585	225,789	202,991	195,390	167,778	151,357
Total business-type activities expenses	<u>12,816,295</u>	<u>13,254,637</u>	<u>13,247,061</u>	<u>13,518,288</u>	<u>14,118,324</u>	<u>14,963,073</u>	<u>15,708,764</u>	<u>15,386,637</u>	<u>16,335,144</u>	<u>15,231,265</u>
Total primary government expenses	<u>\$ 100,428,474</u>	<u>\$ 99,562,289</u>	<u>\$ 99,161,875</u>	<u>\$ 102,294,048</u>	<u>\$ 103,120,847</u>	<u>\$ 108,165,888</u>	<u>\$ 111,996,494</u>	<u>\$ 123,537,690</u>	<u>\$ 126,163,082</u>	<u>\$ 124,852,070</u>
<b>Program Revenues</b>										
Governmental activities:										
Charges For services:										
Public safety	1,503,049	1,394,969	1,263,372	1,247,166	416,243	1,266,935	1,181,723	2,414,892	3,698,282 <b>m</b>	3,062,954
Public works	842,854	931,374	952,807	999,315	1,403,788	1,036,634	1,020,139	1,152,083	1,294,859	1,365,791
Economic development	3,368,034	3,458,473	3,446,157	3,336,528	1,004,159	3,367,800	3,300,433	3,307,020	3,424,141	3,442,730
Other activities	781,680	779,869	739,760	804,327	3,786,001	872,000	819,358	1,832,419	1,550,337	1,363,163
Operating grants and contributions	4,309,939	4,123,606	5,100,079	4,470,054	4,320,955	4,230,909	4,507,723	5,503,162	5,733,335	8,288,736
Capital grants and contributions	480,667	2,770,368 <b>g</b>	368,323 <b>b</b>	1,296,010	1,086,127	2,076,835	3,235,959	1,401,461	1,894,195	2,658,561
Total governmental activities										
program revenues	<u>11,286,223</u>	<u>13,458,659</u>	<u>11,870,498</u>	<u>12,153,400</u>	<u>12,017,273</u>	<u>12,851,113</u>	<u>14,065,335</u>	<u>15,611,037</u>	<u>17,595,149</u>	<u>20,181,935</u>
Business-type activities:										
Charges For services:										
Water	3,792,949	3,646,217	3,688,155	3,957,267	4,182,774	4,257,317	4,197,525	4,166,328	4,183,777	4,198,183
Sanitary	5,265,246	5,411,747	5,444,477	5,735,194	5,905,018	6,082,372	6,382,842	6,040,900	6,118,496	6,138,652
Other Funds	271,440	255,457	281,017	269,480	316,477	106,300	72,442	59,200	44,187	48,913
Operating grants and contributions										
Capital grants and contributions	4,545,246	2,547,845 <b>a</b>	3,908,635 <b>c</b>	7,473,345 <b>d</b>	6,016,661 <b>a</b>	5,404,171 <b>a</b>	2,827,122 <b>a</b>	2,159,945 <b>a</b>	1,725,700	1,922,922
Total business-type activities										
program revenues	<u>13,874,881</u>	<u>11,861,266</u>	<u>13,322,284</u>	<u>17,435,286</u>	<u>16,420,930</u>	<u>15,850,160</u>	<u>13,479,931</u>	<u>12,426,373</u>	<u>12,072,160</u>	<u>12,308,670</u>
Total primary government										
program revenues	<u>\$ 25,161,104</u>	<u>\$ 25,319,925</u>	<u>\$ 25,192,782</u>	<u>\$ 29,588,686</u>	<u>\$ 28,438,203</u>	<u>\$ 28,701,273</u>	<u>\$ 27,545,266</u>	<u>\$ 28,037,410</u>	<u>\$ 29,667,309</u>	<u>\$ 32,490,605</u>

(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)**

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (76,325,956)	\$ (72,848,993)	\$ (74,044,316)	\$ (76,622,360)	\$ (76,985,250)	\$ (80,351,702)	\$ (82,222,395)	\$ (92,540,016)	\$ (92,232,789)	\$ (89,438,870)
Business-type activities	1,058,586	(1,393,371)	75,223	3,916,998	2,302,606	887,087	(2,228,833)	(2,960,264)	(4,262,984)	(2,922,595)
Total primary government net expense	<u>\$ (75,267,370)</u>	<u>\$ (74,242,364)</u>	<u>\$ (73,969,093)</u>	<u>\$ (72,705,362)</u>	<u>\$ (74,682,644)</u>	<u>\$ (79,464,615)</u>	<u>\$ (84,451,228)</u>	<u>\$ (95,500,280)</u>	<u>\$ (96,495,773)</u>	<u>\$ (92,361,465)</u>
<b>General Revenues And Other Changes In Net Position</b>										
Governmental Activities:										
Taxes										
Property taxes	41,236,282	41,271,372	40,882,732	41,334,050	40,209,077	40,285,516	40,900,084	40,525,539	42,099,543	42,056,853
Income taxes	24,239,325	24,657,767	24,460,225	24,169,537	26,099,413	26,836,166	25,911,041	26,117,557	28,295,496	28,719,134
Other local taxes	3,360,863	2,965,592	4,011,282	4,339,620	4,669,338	5,343,333	6,195,089	6,720,568	7,035,187	6,753,500
Licenses	355,176	415,086	415,158	414,862	425,841	441,304	447,143	434,575	426,574	418,750
Unrestricted grants	7,346,258	7,359,609	8,940,541	9,172,991	9,165,836	9,210,566	9,205,270	9,244,141	8,939,143	8,939,231
Investment earnings	1,184,451	1,163,443	868,087	1,745,196	1,353,238	1,181,160	1,375,762	1,383,672	1,544,105	1,466,467
Gain/(loss) on sale/retirement of capital assets	243,845	81,820	387,597	18,915	-	-	-	65,351	102,550	33,531
Miscellaneous	591,353	191,234	208,120	323,216	342,101	403,037	997,098	366,375	401,359	601,978
Transfers	(208,709)	(167,252)	(93,464)	(167,799)	(89,824)	(147,927)	(155,527)	(91,884)	(102,095)	(489,942)
Special item										
Total governmental activities	<u>\$ 78,348,844</u>	<u>\$ 77,938,671</u>	<u>\$ 80,080,278</u>	<u>\$ 81,350,588</u>	<u>\$ 82,175,020</u>	<u>\$ 83,553,155</u>	<u>\$ 84,875,960</u>	<u>\$ 84,765,894</u>	<u>\$ 88,741,862</u>	<u>\$ 88,499,502</u>
Business-type activities:										
Property taxes	1,414,497	996,575	986,573	1,019,069	997,240	982,268	993,937	1,133,343	1,144,089	1,159,250
Investment earnings	183,350	175,200	309,448	208,641	201,738	191,339	195,916	214,705	220,085	94,846
Miscellaneous	166,208	5,924	103,661	22,533	21,003	15,835	3,800	-	-	-
Gain/(loss) on sale/retirement of capital assets		129,278	-	-	-	-	-	-	-	-
Transfers	208,709	167,252	93,464	167,799	89,824	147,927	155,527	91,884	102,095	489,942
Total business-type activities	<u>\$ 1,972,764</u>	<u>\$ 1,474,229</u>	<u>\$ 1,493,146</u>	<u>\$ 1,418,042</u>	<u>\$ 1,309,805</u>	<u>\$ 1,337,369</u>	<u>\$ 1,349,180</u>	<u>\$ 1,439,932</u>	<u>\$ 1,466,269</u>	<u>\$ 1,744,038</u>
Total primary government	<u>\$ 80,321,608</u>	<u>\$ 79,412,900</u>	<u>\$ 81,573,424</u>	<u>\$ 82,768,630</u>	<u>\$ 83,484,825</u>	<u>\$ 84,890,524</u>	<u>\$ 86,225,140</u>	<u>\$ 86,205,826</u>	<u>\$ 90,208,131</u>	<u>\$ 90,243,540</u>
<b>Change In Net Position</b>										
Governmental activities, restated	\$ 2,022,888	\$ 5,089,678	\$ 6,035,962	\$ 4,728,943	\$ 5,189,770	\$ 3,201,453	\$ 2,653,565	\$ (7,774,122)	\$ (3,490,927)	\$ (939,368)
Business-type activities	3,031,350	80,858	1,568,369	5,335,040	3,612,411	2,224,456	(879,653)	(1,520,332)	(2,796,714)	(1,178,556)
Total primary government	<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>	<u>\$ (2,117,925)</u>

Note: 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 grant related projects being completed and projects financed more with loans
- b** Decrease due to donation of building in FY 2012 in the amount of \$ 1.6 million and no such donation in FY 13
- c** Increase due to increase in federal and state funding for the Mount Savage Water/Sewer project
- d** Increase due to expenditures largely due to additional road and "Pot-hole" work
- e** Increase due to increase in federal and state funding for the Mt Savage & Rawlings Water projects and Jennings Run Sewer project
- f** Increase largely due to GASB 68 required entries to pension expense , liability increased
- g** Increase largely due to GASB 68 required entries to pension expense , liability increased and GASB 72 entries
- h** Increase largely due to GASB 68 required entries to pension expense -liability decreased this year
- i** Increase due to adding a new ambulance service to County residents
- j** Increase due to contribution to new county high school
- k** Increase due to renovations to Library buildings
- l** Increase due to paving and road projects
- m** County added new ambulance service
- n** Increase in both revenues and expenditures due to \$ 2 million COVID grant
- o** Decrease largely due to decrease in treatment costs

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

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
<b>General Fund</b>										
Nondisposable	1,202,021	1,200,453	1,201,255	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000	1,200,000
Restricted	110,767	129,902	148,863	148,863	148,863	1,796,530	173,170	131,979	80,743	78,907
Committed	2,649,697	-	-	-	949,319	150,000	967,195	1,571,596	830,551	760,245
Assigned	1,868,295	881,313	447,970	3,414,000	5,664,000	4,014,000	5,896,328	6,423,165	6,714,643	6,997,078
Unassigned	11,394,352	15,679,397	17,901,696	18,695,272	19,642,135	18,092,412	18,649,963	15,918,000	16,795,112	16,778,262
Reserved										
Unreserved										
Total General Fund	<u>\$ 17,225,132</u>	<u>\$ 17,891,065</u>	<u>\$ 19,699,784</u>	<u>\$ 23,458,135</u>	<u>\$27,604,317</u>	<u>\$25,252,942</u>	<u>\$ 26,886,656</u>	<u>\$25,244,740</u>	<u>\$ 25,621,049</u>	<u>\$ 25,814,492</u>
<b>All Other Governmental Funds</b>										
Nondisposable						45,460	42,233	41,920	39,977	42,801
Restricted	1,217,476	1,719,061	3,050,872	2,966,644	10,197,951	12,725,923	15,752,673	4,123,488	12,235,640	9,416,664
Committed	6,714,291	5,458,432	8,901,702	10,738,989	12,136,663	9,734,927	8,700,167	10,717,434	10,492,198	9,229,049
Assigned	2,340,790	2,695,550	2,442,285	1,497,237	1,394,298	1,342,978	2,288,721	2,216,031	1,389,301	1,400,029
Unassigned	(551,089)	43,002	(11,060)	(191,236)	(305,634)	(419,033)	(397,597)	(767,966)	(1,201,625)	(1,572,904)
Reserved										
Unreserved, reported in:										
Special revenue funds										
Capital project funds										
Debt service funds										
Total all other										
governmental funds	<u>\$ 9,721,468</u>	<u>\$ 9,916,045</u>	<u>\$ 14,383,799</u>	<u>\$ 15,011,634</u>	<u>\$23,423,278</u>	<u>\$23,430,255</u>	<u>\$ 26,386,197</u>	<u>\$16,330,907</u>	<u>\$ 22,955,491</u>	<u>\$ 18,515,639</u>

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

(modified accrual basis of accounting)

<b>Revenues</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
Property taxes	42,100,002	42,049,578	40,302,290	43,948,120	41,737,685	41,018,799	42,106,441	41,529,472	43,599,529	41,566,027
Income taxes	24,248,781	24,854,127	24,249,252	24,112,733	25,910,575	26,880,919	26,435,017	25,797,515	28,388,370	28,670,090
Highway user taxes	317,590	229,448	424,914	671,589	466,089	547,328	539,372	690,000	1,001,551	977,329
Other local taxes	3,539,070	3,223,768	4,087,133	4,088,216	3,579,491	4,043,446	4,380,110	4,074,450	3,984,644	3,913,567
Licenses and permits	613,729	659,513	664,287	686,233	678,422	700,480	672,859	666,528	720,563	620,500
Intergovernmental:										
Federal	2,892,586	3,617,971	2,991,120	2,044,238	3,250,446	2,372,945	2,630,386	2,922,197	3,174,134	7,665,837
State	9,518,068	8,681,983	10,909,579	12,151,477	12,255,365	13,546,119	16,123,698	15,920,794	13,648,716	14,907,789
Other	515,474	514,765	537,554	467,561	600,745	306,747	178,297	901,053	975,797	966,436
Service charges	2,000,673	2,232,599	1,758,235	1,740,331	1,898,021	1,805,043	1,938,922	2,446,454	2,934,658	2,871,158
Fines and forfeitures	74,177	141,890	96,119	170,927	150,249	152,942	80,907	74,561	142,983	163,281
Interest	162,578	121,670	126,522	103,748	152,354	237,085	312,861	340,649	472,486	607,400
Miscellaneous	4,005,045	3,644,693	3,902,225	3,949,663	4,142,621	4,080,911	4,342,068	4,254,946	4,373,154	4,584,932
<b>Total revenues</b>	<b>\$89,987,773</b>	<b>\$ 89,972,005</b>	<b>\$ 90,049,230</b>	<b>\$ 94,134,836</b>	<b>\$ 94,822,063</b>	<b>\$ 95,692,764</b>	<b>\$ 99,740,938</b>	<b>\$ 99,618,619</b>	<b>\$ 103,416,585</b>	<b>\$ 107,514,346</b>
<b>Expenditures</b>										
General government	8,277,780	8,622,096	8,436,402	7,999,532	8,532,724	9,210,525	9,301,186	9,420,158	10,548,564	10,610,633
Public safety	16,224,735	16,110,171	16,144,972	16,216,972	17,572,571	18,216,000	19,484,708	23,217,837	24,405,819	24,215,690
Public works	12,123,968	11,496,843	11,118,747	11,806,708	11,465,679	12,282,927	11,734,735	12,297,757	13,717,805	12,176,117
Health and Hospitals	460,030	425,309	438,291	411,510	432,996	452,436	425,494	541,244	630,653	2,431,012
Social Services	1,449,501	1,497,113	1,378,693	1,483,664	1,283,500	1,318,831	1,276,688	1,251,241	1,118,301	1,273,006
Education	24,511	23,761	29,754	-	-	-	-	-	-	-
Recreation, culture and libraries	863,290	712,577	736,413	616,169	628,708	932,800	795,045	1,076,056	903,302	1,326,234
Conservation of natural resources	353,689	201,090	239,976	319,102	254,682	244,974	263,677	282,314	278,219	336,083
Community Development and Housir	1,299,107	870,841	1,018,262	900,783	1,027,692	1,162,941	1,012,374	1,007,193	991,180	998,406
Economic development	3,774,604	3,260,393	1,690,366	2,084,527	1,936,365	5,481,683	1,956,960	3,305,352	2,479,758	2,862,673
Miscellaneous	114,855	27,089	34,803	31,222	33,046	38,599	44,631	47,199	82,174	78,453
Appropriation to other governments	1,242,369	1,245,199	1,347,973	1,376,033	1,461,027	1,476,610	1,495,989	1,494,063	1,525,705	1,601,443
Capital Outlay	3,209,772	1,741,884	2,320,671	3,076,325	4,096,958	6,070,469	13,507,913	14,858,728	8,935,674	10,232,221
Debt Service:										
Interest	1,491,130	1,271,904	1,083,631	666,802	558,774	762,344	649,037	834,194	736,306	2,166,605
Principal	5,082,830	4,593,988	16,833,941	3,937,149	4,397,552	3,213,641	3,325,019	2,405,547	2,312,554	1,166,354
Payments to Component Units	36,918,334	36,928,754	38,080,712	39,280,450	38,234,206	38,601,988	38,940,222	39,200,289	39,517,257	39,836,843
<b>Total expenditures</b>	<b>\$92,910,505</b>	<b>\$ 89,029,012</b>	<b>\$ 100,933,607</b>	<b>\$ 90,206,948</b>	<b>\$ 91,916,480</b>	<b>\$ 99,466,768</b>	<b>\$ 104,213,678</b>	<b>\$ 111,239,172</b>	<b>\$ 108,183,271</b>	<b>\$ 111,311,773</b>
Excess of revenues over (under)										
Expenditures	<b>(\$2,922,732)</b>	<b>\$ 942,993</b>	<b>\$ (10,884,377)</b>	<b>\$ 3,927,888</b>	<b>\$ 2,905,583</b>	<b>\$ (3,774,004)</b>	<b>\$ (4,472,740)</b>	<b>\$ (11,620,553)</b>	<b>\$ (4,766,686)</b>	<b>\$ (3,797,427)</b>
<b>Other Financing Sources (Uses)</b>										
Proceeds from borrowing					9,740,351		9,000,000		11,767,124	
Proceeds from refinancing			14,736,467							
Payments to escrow agent										
Transfers in	7,823,754	7,293,320	5,877,961	6,239,177	4,368,114	10,639,108	6,435,360	3,504,113	4,894,278	4,467,929
Transfers from component units										
Transfers out	(8,032,465)	(7,460,574)	(5,971,428)	(6,406,976)	(4,457,938)	(10,787,034)	(6,590,887)	(3,595,997)	(4,996,373)	(4,957,871)
Sale of capital assets	369,452	84,771	2,517,850	626,097	1,716	63,586	13,706	15,231	102,550	40,958
<b>Total Other Financing</b>										
Sources (Uses)	\$160,741	\$ (82,483)	\$ 17,160,850	\$ 458,298	\$ 9,652,243	\$ (84,340)	\$ 8,858,179	\$ (76,653)	\$ 11,767,579	\$ (448,984)
<b>Net Change in fund balances</b>	<b>(\$2,761,991)</b>	<b>\$ 860,510</b>	<b>\$ 6,276,473</b>	<b>\$ 4,386,186</b>	<b>\$ 12,557,826</b>	<b>\$ (3,858,344)</b>	<b>\$ 4,385,439</b>	<b>\$ (11,697,206)</b>	<b>\$ 7,000,893</b>	<b>\$ (4,246,411)</b>
Debt service as a percentage of noncapital expenditures	7.40%	6.8%	18.1%	5.2%	5.5%	4.4%	4.2%	3.0%	3.0%	3.2%
Note: Expenditures for Capital Assets are reported about as "Capital outlays" as well as departmental expenditures. The total expenditures for capital assets is utilized for computing the ratio above.										
<b>Total Expenditures for Capital Assets</b>	<b>\$3,864,007</b>	<b>\$2,362,598</b>	<b>\$1,721,256</b>	<b>\$2,267,159</b>	<b>\$2,264,182</b>	<b>\$8,428,204</b>	<b>\$9,472,687</b>	<b>\$4,220,066</b>	<b>\$6,492,539</b>	<b>\$7,279,030</b>

# **REVENUE CAPACITY**



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

<b>Fiscal Year</b>	<b>Real Property</b>		<b>Real Property Total Direct Tax Rate</b>	<b>Personal Property</b>		<b>Corporate Personal Property</b>		<b>Totals</b>		<b>Personal &amp; Corporate Personal Total Direct Tax Rate</b>
	<b>Market Value</b>	<b>Assessed Value</b>		<b>Market Value</b>	<b>Assessed Value</b>	<b>Market Value</b>	<b>Assessed Value</b>	<b>Market Value</b>	<b>Assessed Value</b>	
<b>2011</b>	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
<b>2012</b>	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
<b>2013</b>	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
<b>2014</b>	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
<b>2015</b>	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
<b>2016</b>	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
<b>2017</b>	3,506,924,084	3,506,924,084	0.9893	6,705,040	6,705,040	346,994,870	346,994,870	3,860,623,994	3,860,623,994	2.4733
<b>2018</b>	3,528,551,083	3,528,551,083	0.9885	7,678,200	7,678,200	329,114,435	329,114,435	3,865,343,718	3,865,343,718	2.4713
<b>2019</b>	3,556,120,766	3,556,120,766	0.9921	7,192,380	7,192,380	353,252,397	353,252,397	3,916,565,543	3,916,565,543	2.4803
<b>2020</b>	3,551,676,996	3,551,676,996	0.9871	6,782,280	6,782,280	355,204,219	355,304,219	3,913,663,495	3,913,763,495	2.4678

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

	2020	2019	2018	2017	2016	2015	2014	2013	2012	2011
<b><u>Municipal Direct Tax Rates (1.2)</u></b>										
Barton	0.1712	0.1712	0.1736	0.1727	0.1718	0.1728	0.1649	0.1662	0.1709	0.1699
Cumberland	1.0595	1.0595	1.0595	0.9654	0.9654	0.9654	0.9654	0.9654	0.9654	0.9654
Frostburg	0.6600	0.6600	0.6600	0.6400	0.6200	0.5820	0.5665	0.5665	0.5665	0.5500
Lonaconing	0.3460	0.3460	0.3512	0.3498	0.3527	0.5552	0.3400	0.3400	0.3400	0.3700
Luke	1.0577	1.0601	1.0604	1.0600	1.0600	0.7500	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
Westernport	0.6000	0.6000	0.6000	0.6000	0.6000	0.6000	0.6000	0.6000	0.6000	0.6000
<b><u>Allegany County Direct Tax Rates (1.3)</u></b>										
Barton	0.8864	0.8963	0.8843	0.8935	0.8938	0.8976	0.8910	0.8892	0.9038	0.9475
Cumberland	0.8223	0.8385	0.8324	0.8452	0.8486	0.8530	0.8424	0.8371	0.8519	0.8999
Frostburg	0.8355	0.8494	0.8405	0.8530	0.8560	0.8597	0.8497	0.8436	0.8579	0.9065
Lonaconing	0.8526	0.8641	0.8573	0.8696	0.8714	0.8761	0.8675	0.8655	0.8834	0.9328
Luke	0.8511	0.8620	0.8551	0.8670	0.8687	0.8735	0.8645	0.8620	0.8799	0.9289
Midland	0.8864	0.8963	0.8843	0.8935	0.8938	0.8976	0.8910	0.8892	0.9038	0.9475
Westernport	0.8864	0.8963	0.8843	0.8935	0.8938	0.8847	0.8745	0.8702	0.8854	0.9328
Unincorporated	0.9750	0.9750	0.9760	0.9770	0.9780	0.9790	0.9800	0.9810	0.9820	0.9829
<b><u>Special Taxing Areas (1.4)</u></b>										
<b>Sanitary Districts</b>										
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	0.2500	0.2900
Braddock Run	0.0420	0.0420	0.0420	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	0.2500	0.2900
Jennings Run - Wills 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	0.0310	0.0700
Flintstone/ Gilpin	0.0160	0.0160	0.0160	0.1600	0.1600	0.1500	0.1500	0.1500	0.1500	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	0.0330	0.0800
George's Creek	0.2100	0.2100	0.2100	0.2100	0.2100	0.2100	0.2100	0.2100	0.2100	0.4700
Mexico Farms	0.0510	0.0510	0.0510	0.0510	0.0510	0.0510	0.0510	0.0510	0.0510	0.0600
Oldtown Road	0.1300	0.1300	0.1300	0.1300	0.1300	0.1300	0.1040	0.0770	0.0770	0.0770
<b>Other Special Districts</b>										
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	0.0550	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
Ellerslie Special Taxing Area	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0300	0.0400	0.0400
LaVale Sanitary Commission	0.0650	0.0550	0.0530	0.0470	0.0420	0.0520	0.0520	0.0530	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	0.1000	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
Rawlings Special Fire Tax Area	0.1000	0.1000	0.1200	0.0800	0.0800	0.0800	0.0800	0.0800	0.0800	0.0800
Total County Direct Rate (1.5)	0.9871	0.9921	0.9885	0.9893	0.9899	1.0035	0.9880	0.9877	0.9997	1.0305

**Notes:**

- (1) All tax rates are per \$ 100 of assessed value
- (2) Municipal tax rates are presented for informative purpose 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 taxes 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	2020			2011		
	Taxable Assessed Value	Rank	Percentage of County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of County Taxable Assessed Value
Potomac Edison Co	67,135,700	1	1.70%	34,868,316	4	0.93%
AES WR Limited Partnership	\$ 61,022,083	2	1.54%	\$ 76,512,753	1	2.03%
Columbia Gas of Maryland	42,789,990	3	1.08%	23,932,402	7	0.64%
CSX Transportation	39,536,256	4	1.00%	23,416,054	8	0.62%
New Page (Mead/Westvaco/Verso)	34,817,670	5	0.88%	65,977,679	2	1.75%
Trans-Allegheny Interstate Line	26,433,690	6	0.67%	42,451,710	3	1.13%
LaVale Associates	25,413,500	7	0.64%	32,314,400	5	0.86%
Verizon-Maryland (Bell Atlantic)	16,616,420	8	0.42%	26,618,390	6	0.71%
Hunter Douglas Northeast, Inc.	15,270,590	9	0.39%	15,962,510	10	0.42%
Allegany Coal-Land	13,965,190	10	0.36%	18,201,326	9	0.48%
American Woodmark						
<b>Total</b>	<b>\$ 343,001,089</b>		<b>8.69%</b>	<b>\$ 360,255,540</b>		<b>9.57%</b>

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
2011	32,868,341	30,352,908	92.35%	(61,104)	2,444,228	32,807,237	32,797,136	99.97%
2012	33,037,418	30,557,037	92.49%	(43,963)	2,425,755	32,993,455	32,982,792	99.97%
2013	32,760,110	30,023,529	91.65%	(23,154)	2,702,237	32,736,956	32,725,766	99.97%
2014	32,615,476	30,189,373	92.56%	(30,351)	2,378,535	32,585,125	32,567,908	99.95%
2015	32,363,414	29,837,271	92.19%	(17,501)	2,481,663	32,345,913	32,318,934	99.92%
2016	32,407,750	29,866,195	92.16%	(19,852)	2,483,016	32,387,898	32,349,211	99.88%
2017	32,533,553	30,119,478	92.58%	(23,519)	2,331,081	32,510,034	32,450,559	99.82%
2018	31,928,292	29,405,769	92.10%	(13,061)	2,158,383	31,915,231	31,564,152	98.90%
2019	32,200,047	29,636,851	92.04%	(48,192)	1,173,649	32,151,855	30,810,500	95.83%
2020	32,253,424	29,278,562	90.78%			32,253,424	29,278,562	90.78%

**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
2011	8,305,076	8,068,844	97.16%	(83,646)	122,524	8,221,430	8,191,368	99.63%
2012	8,281,531	7,494,836	90.50%	(33,772)	715,784	8,247,759	8,210,620	99.55%
2013	8,027,385	7,204,178	89.75%	13,477	795,516	8,040,862	7,999,694	99.49%
2014	8,294,170	7,770,966	93.69%	(311,470)	181,369	7,982,700	7,952,335	99.62%
2015	8,022,819	7,682,332	95.76%	(8,289)	301,762	8,014,530	7,984,094	99.62%
2016	7,832,203	7,650,947	97.69%	17,740	169,271	7,849,943	7,820,218	99.62%
2017	7,854,575	7,718,722	98.27%	(37,426)	48,865	7,817,149	7,767,587	99.37%
2018	7,422,103	7,176,320	96.69%	38,999	166,045	7,461,102	7,342,365	98.41%
2019	7,802,902	7,546,060	96.71%	(11,233)	172,864	7,791,669	7,718,924	99.07%
2020	7,951,402	7,017,349	88.25%			7,951,402	7,017,349	88.25%

**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
2011	41,173,417	38,421,752	93.32%	(144,750)	2,566,752	41,028,667	40,988,504	99.90%
2012	41,318,949	38,051,873	92.09%	(77,735)	3,141,539	41,241,214	41,193,412	99.88%
2013	40,787,495	37,227,707	91.27%	(9,677)	3,497,753	40,777,818	40,725,460	99.87%
2014	40,909,646	37,960,339	92.79%	(341,821)	2,559,904	40,567,825	40,520,243	99.88%
2015	40,386,233	37,519,603	92.90%	(25,790)	2,783,425	40,360,443	40,303,028	99.86%
2016	40,239,953	37,517,142	93.23%	(2,112)	2,652,287	40,237,841	40,169,429	99.83%
2017	40,388,128	37,838,200	93.69%	(60,945)	2,379,946	40,327,183	40,218,146	99.73%
2018	39,350,395	36,582,089	92.96%	25,938	2,324,428	39,376,333	38,906,517	98.81%
2019	40,002,949	37,182,911	92.95%	(59,425)	1,346,513	39,943,524	38,529,424	96.46%
2020	40,204,826	36,295,911	90.28%	-	-	40,204,826	36,295,911	90.28%

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			
2011	17,861,152	8,895,326	131,177	3,697,419	380,516	5,047,339		18,070	15,840,547	3,237,076		55,108,622	2.40%	734
2012	14,215,926	8,502,021	74,090	3,199,049	362,737	7,588,062		17,670	15,108,960	3,664,134		52,732,649	2.20%	703
2013	20,948,078	219,629	36,080	2,203,357	344,380	10,928,261		17,251	14,519,950	4,968,713		54,185,699	3.30%	725
2014	17,922,268	212,915	18,560	1,765,300	325,424	10,859,917	130,265	16,814	13,698,637	4,902,290		49,852,390	3.10%	674
2015	23,531,007	205,809	0	1,471,847	305,853	10,710,507	236,488	16,355	12,726,747	4,833,387		54,038,000	3.40%	735
2016	20,487,355	205,809	0	1,237,420	301,066	10,934,967	285,640	15,876	12,461,588	4,742,446		50,672,167	3.20%	695
2017	26,343,366	203,465	0	994,296	264,761	10,897,952	386,918	15,375	11,638,500	4,652,100		55,396,733	3.50%	764
2018	24,967,722	203,465	0	642,863	243,204	10,851,104	523,988	14,851	10,512,058	7,521,862		55,481,117	3.50%	769
2019	33,807,041	203,465	0	429,216	220,941	10,691,226	407,759	14,303	9,382,027	7,375,465		62,531,445	2.20%	873
2020	31,747,498	195,841		222,236	197,948	10,424,659	390,025	13,729	8,249,636	7,224,441		58,666,035	2.00%	827

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**

<b>Fiscal Year</b>	<b>General Obligation Bonds</b>	<b>Taxable Value of Property</b>	<b>Percentage of Actual Taxable Value of Property</b>	<b>Population</b>	<b>Debt Per Capita</b>
<b>2011</b>	17,861,152	3,714,436,413	0.48%	75,059	237.96
<b>2012</b>	14,215,926	3,906,468,828	0.36%	74,692	190.33
<b>2013</b>	20,948,078	3,883,871,212	0.54%	74,012	283.04
<b>2014</b>	17,922,268	3,874,923,264	0.46%	73,521	243.77
<b>2015</b>	23,531,007	3,820,686,948	0.62%	72,952	322.55
<b>2016</b>	20,487,355	3,835,441,204	0.53%	72,528	282.48
<b>2017</b>	26,343,366	3,860,623,994	0.68%	72,130	365.22
<b>2018</b>	24,967,722	3,865,343,718	0.65%	71,614	348.64
<b>2019</b>	33,807,041	3,916,565,543	0.86%	70,975	476.32
<b>2020</b>	31,747,498	3,913,763,495	0.81%	70,416	450.86

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**

	2011	2012	2013	2014	2015	2016	2017	2018	2019	2020
Population	75,059	74,692	74,012	73,521	72,952	72,528	72,130	71,614	70,975	70,416
Inmate population excluded	3,279	3,279	3,279	3,279	3,279	3,279	3,279	3,279	3,279	3,279
Net population for debt limit	71,780	71,413	70,733	70,242	69,673	69,249	68,851	68,335	67,696	67,137
Debt Per Capita	585	585	585	585	585	585	585	585	585	585
Debt Limit	41,991,300	41,776,605	41,378,805	41,091,570	40,758,705	40,510,665	40,277,835	39,975,975	39,602,160	39,275,145
Total Net Debt applicable to limit	30,585,074	25,991,086	23,407,144	19,469,995	24,272,444	21,058,803	26,733,783	25,071,143	32,920,681	30,754,077
Legal Debit Margin	11,406,226	15,785,519	17,971,661	21,621,575	16,486,261	19,451,862	13,544,052	14,904,832	6,681,479	8,521,068
Total net debt applicable to the limit as a percentage of debt limit	72.8%	62.2%	56.6%	47.4%	59.6%	52.0%	66.4%	62.7%	83.1%	78.3%

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

County debt policy dated May 1996

**Allegany 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
2020	7,352,311	7,281,686	70,625	1,283,824	329,172	1,612,996	0.04
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	352,578	1,470,220	0.62
2012	6,663,036	5,697,183	965,853	1,112,180	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

**WATER DISTRICTS**

Fiscal Year	Gross Revenues (1)	Operating Expenses (2)	Net Revenue Available for Debt Service	Principal	Interest	Total	Coverage
2020	4,238,302	3,145,476	1,092,826	307,294	313,466	620,760	1.76
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	356,489	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	1.78
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	2,960,296	748,188	112,458	235,508	347,966	2.15
2011	3,863,485	3,194,883	668,602	97,647	221,780	319,427	2.09

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**

<b>Year</b>	<b>Population</b>	<b>Personal Income In 000s</b>	<b>Per Capita Personal Income</b>	<b>Public School Enrollment</b>	<b>Unemployment Rate</b>
<b>2011</b>	75,059	2,352,416	31,341	8,516	8.88%
<b>2012</b>	74,692	2,453,991	32,855	8,414	8.02%
<b>2013</b>	74,012	2,400,000	32,000	8,409	8.60%
<b>2014</b>	73,521	2,659,178	35,929	8,349	7.20%
<b>2015</b>	72,952	2,958,277	40,551	8,357	7.30%
<b>2016</b>	72,528	3,014,191	41,559	8,317	6.40%
<b>2017</b>	72,130	2,975,363	41,250	8,212	5.80%
<b>2018</b>	71,614	2,815,878	39,320	8,191	6.10%
<b>2019</b>	70,975	2,875,694	40,517	8,070	5.80%
<b>2020</b>	70,416	2,191,024	41,454	7,982	9.70%

Source - Population, personal income and per capita - Bureau of Economic Analysis  
 Public School Enrollment - Allegany County Board Of Education-Does not include Pre-K  
 Unemployment Rate - Maryland Department Of Labor, Licensing and Regulation

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

<b>Employer</b>	<b>2020</b>			<b>2011</b>		
	<b>Employees</b>	<b>Rank</b>	<b>Percentage Of Total County Employment</b>	<b>Employees</b>	<b>Rank</b>	<b>Percentage Of Total County Employment</b>
Western Maryland Health Systems	2,200	1	6.14%	2,150	1	6.59%
Allegany County Board Of Education	1,350	2	3.77%	1,391	3	4.26%
Northrum Grumman(ATK Tactical )	1,050	3	2.93%	1,396	2	4.28%
Frostburg State University	1,003	4	2.80%	933	4	2.86%
Hunter Douglas	900	5	2.51%	485	10	1.49%
New Page Corporation (VERSO)			0.00%	907	5	2.78%
CSX Transportation	635	6	1.77%	900	6	2.76%
Western Correctional Institution	588	7	1.64%	552	9	1.69%
North Branch Correctional Institution	574	8	1.60%	557	8	1.71%
American Woodmark	572	9	1.60%			
Allegany College	509	10	1.42%	564	7	1.73%
<b>Total</b>	<b>9,381</b>		<b>26.18%</b>	<b>9,835</b>		<b>30.15%</b>

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**

<b>Function/Program</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
General Government										
Commissioners & Staff	7	6	5	5	5.75	5.75	5.75	5.75	5.75	8.15
Judicial	28.1	27.9	27.9	29.05	28.75	28.75	29.9	28.5	28.5	30.1
Finance	9.3	9	8	6	5	5	6	6	6	6
Tax Office	7.7	7.7	7.7	7.7	7.7	7.7	6.7	6.7	6.7	6.7
Maintenance	14.7	15	14	13.9	13.9	13.9	13.9	13.85	13.85	13.85
Other	39.7	38.3	36.9	37.45	40.8	40.5	39.5	38.9	37.15	37.15
Public Safety										
Sheriff/Bureau of Police	34.4	34.4	34.4	34.5	34.4	34.4	35.4	35.4	35.4	38.85
Detention Center	84	85.8	85.8	85.8	81	81	81.7	81.7	83.7	82.7
911	25.9	25.9	25.9	26.55	29.05	29.05	29.05	30.5	30.5	30.5
Other	32.3	31.1	30.1	26.6	24.714	24.714	24.714	24.35	63.35	80.3
Public Works										
Roads division	74.4	68.4	67.4	67.4	66.4	66.4	66.5	66.4	66.4	66.4
Engineering	13.5	12	12	9.9	9.9	9.9	9.45	9.45	9.45	9.45
Solid Waste	5.3	4.3	4.3	5.05	5.46	5.46	4.81	4.81	4.81	4.81
Transit	29	27.9	27.9	27.9	27.76	27.76	27.76	27.75	27.75	27.75
Health and Hospitals	2.0	2	2.0	2	2.0	2.0	2.0	2.0	2.8	2.8
Social Services	1.0	1	1.0	1	1.0	1.0	1.0	1.0	1.0	4.5
Recreation, culture, libraries, tourism	1.4	1.4	1.4	1.4	1.4	1.4	1.4	1.4	1.4	1.4
Conservation of natural resources	2.0	1	1.0	1	1.0	1.0	1.0	1.0	1.0	1.0
Community Development and Housing	2.3	-								
Economic Development	7.5	7.7	6.3	5.7	5.7	5.0	5.0	5.5	7.0	8.5
Sanitary	33.8	34	34.0	34	36.0	36.0	36.0	36.0	36.0	36.0
Nursing Home										
Total	455.3	440.8	433.0	427.9	427.6	426.7	427.5	427.0	468.5	496.9

Source: Allegany County Finance Office-Budget

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

<b>Function/Program</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
General Government										
Average number of tax bills issued	38,518	38,529	38,530	38,535	38,475	38,625	38,650	38,363	38,305	38,355
Public Safety										
Total Number of arrests	1,285	1,593	1,860	1,792	not avail	not avail	not avail	not avail	not avail	not avail
Total Number of traffic stops	1,579	1,782	1,492	1,558	not avail	not avail	not avail	not avail	not avail	not avail
Average number of inmates	170	150	153	150	134	142	140	147	147	147
Number of Volunteer Fire Stations	23	22	21	21	21	19	19	18	18	18
Public Works										
Miles of roads maintained	544	544	544	544	544	544	544	544	544	544
Social Services										
Transit route miles	332,324	381,238	376,369	409,383	** N/A	** N/A	** N/A	** N/A	** N/A	** N/A
Transit passengers	187,522	219,995	210,601	205,090	** N/A	** N/A	** N/A	** N/A	** N/A	** N/A
Sanitary										
Average number of sanitary/water customers	9,250	9,500	9,750	9,850	10,130	10,280	10,295	10,350	10,385	10,450
Gaming										
Games Sold	33,395	32,701	30,699	27,437	26,013	25,754	26,651	25,530	26,867	47,281
Operators Licensed	88	100	81	80	70	63	75	74	75	58
Inspections Conducted	672	851	610	748	701	701	644	689	637	372

Source: Various County Departments

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

<b>Function/Program</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>	<b>2014</b>	<b>2015</b>	<b>2016</b>	<b>2017</b>	<b>2018</b>	<b>2019</b>	<b>2020</b>
General Government										
Number of major buildings maintained	11	11	11	11	11	11	11	12	12	12
Public Safety										
Number of police stations	4	4	4	4	4	4	4	4	4	4
Number of patrol vehicles	38	36	40	33	39	42	42	43	43	43
Public Works										
Miles of roads maintained	544	544	544	544	544	544	544	544	544	544
Average number of highway vehicles	140	140	140	140	140	140	140	140	140	140
Number of Garages-Roads Dept	5	5	5	5	5	5	5	5	5	5
Number of operating transit buses	22	22	22	18	18	18	18	21	21	21
Economic Development										
Number of Industrial parks	8	8	8	8	8	8	8	8	8	8
Number of Buildings leases	13	13	12	11	11	11	12	12	12	12
Sanitary										
Sanitary/Water (miles)	175	175	175	175	175	175	175	175	175	175
Number of Wastewater Treatment plants	6	6	6	6	6	6	6	6	6	6
Number of Water Storage Tanks	6	6	6	6	6	6	6	6	6	6

Source: Various County Departments