

# ANNUAL COMPREHENSIVE FINANCIAL REPORT

FOR THE FISCAL YEAR ENDED JUNE 30, 2022

# 2022

## 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 Finance Office  
[www.Alleganygov.org](http://www.Alleganygov.org)





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

**FOR THE FISCAL YEAR**  
**JULY 1, 2021 - JUNE 30, 2022**

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

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

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# **INTRODUCTORY SECTION**

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Department of Finance

David J. Caporale, President  
William R. Atkinson, Commissioner  
Creade V. Brodie, Jr., Commissioner  
Jason M. Bennett, CPA, Administrator  
T. Lee Beeman, Esq, Attorney  
Pamela S. Diaz, CPA, Deputy Director

**February 17, 2023**

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

The Annual Comprehensive Financial Report of Allegany County, Maryland for the fiscal year ending June 30, 2022, 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, 2022, 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, 2022, 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.

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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 2010 census showed a population of 75,087; according to the 2020 Census, the population is 68,106 for the County. The County seat and principal city is Cumberland, with a 2020 population of 19,076

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

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

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

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

## **BUDGET**

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

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

### **Operating Budget**

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

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

## **Capital Budget**

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

## **Adoption of Budget**

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

## **Factors Affecting Financial Condition**

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

**Local economy:** Allegany County currently enjoys a favorable economic environment and local indicators point to continued stability. The unemployment rate decreased from June 30, 2021 at 7.4% to 5.8% for June 30, 2022. 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 30,583.

**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 and ARPA 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 also created Invest Allegany with these funds to spur capital investment and rehabilitation in our main street communities.

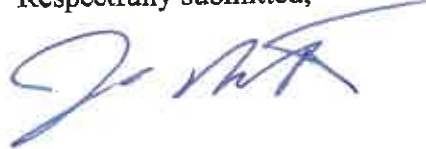
The County has partnered with Fed Ex and recently completed the construction of a new distribution facility in Mexico Farms that will bring additional jobs to our County.

### **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 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, Deputy 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', is written over a horizontal line.

Jason M. Bennett, CPA  
County Administrator

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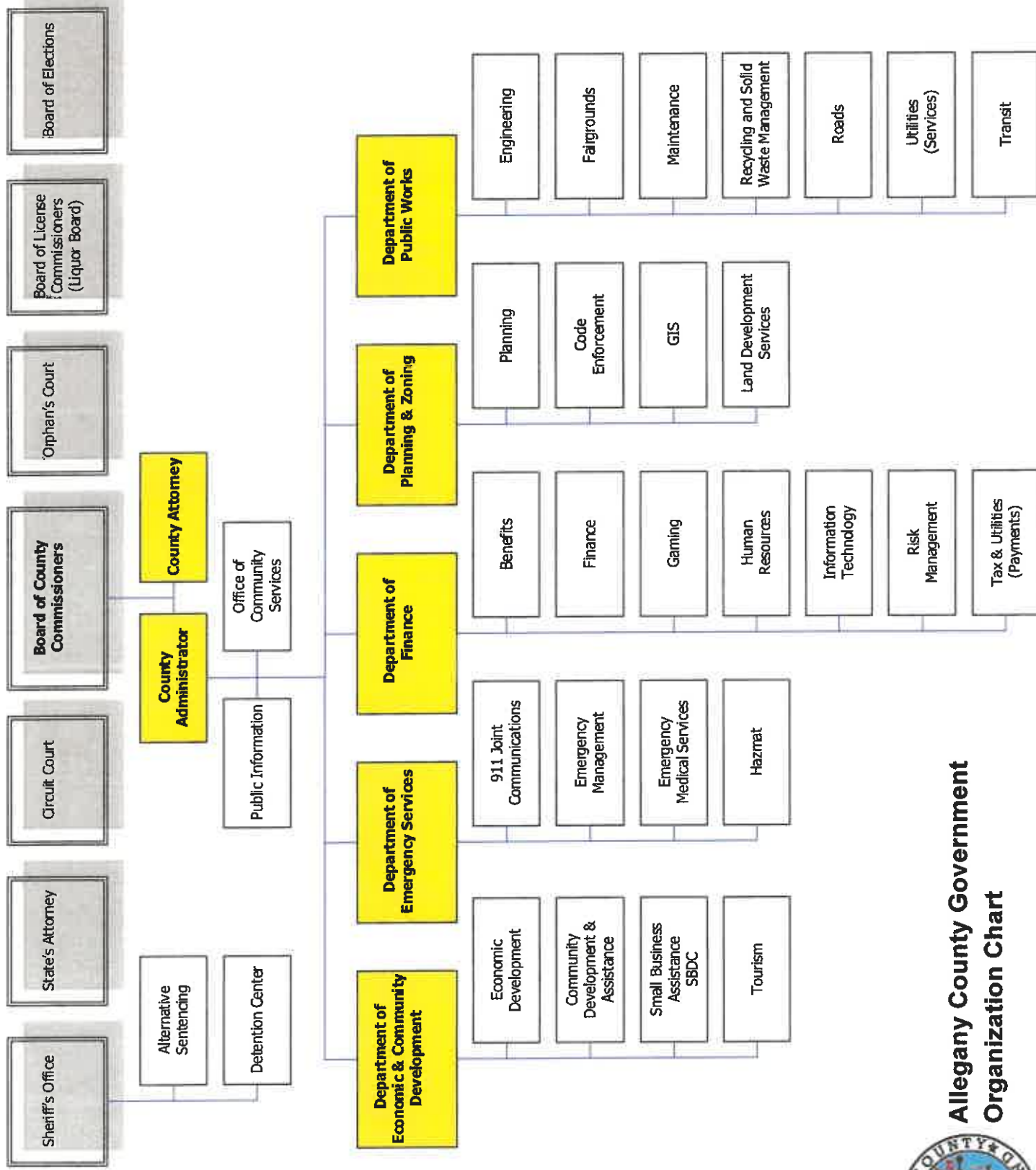


Allegany County, Maryland  
Summary of Certain Officials  
June 30, 2022

Board of Commissioners

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

|   |                       |
|---|-----------------------|
| County Administrator                                | Jason M. Bennett, CPA |
| Clerk of the Board                                  | Linda Simpson         |
| Director of Finance                                 | Jason M. Bennett, CPA |
| Director of Public Works                            | Adam Patterson        |
| Director of Economic & Community Development        | Jeff Barclay          |
| Director of Human Resources<br>& Personnel Services | Kristi Liller         |
| Sheriff   | Craig A. Robertson    |
| State's Attorney                                    | James Elliott         |
| County Attorney                                     | Lee Beeman, Esquire   |
| Election Administrator                              | Diane L. Loibel       |



**Allegany County Government  
Organization Chart**

# **FINANCIAL SECTION**

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



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## **INDEPENDENT AUDITORS' REPORT**

### **Opinions**

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, 2022, and the related notes to the financial statements, which collectively comprise the County's basic financial statements as listed in the table of contents.

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, 2022, 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.

We did not audit the financial statements of the Allegany County Board of Education, Allegany College of Maryland, and the Allegany County Library System, which represent 93 percent, 94 percent, and 97 percent, respectively, of the assets, net position, and revenues of the component units as of June 30, 2022, and the respective changes in financial position, and where applicable, cash flows thereof for the year then ended. 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, Allegany College of Maryland, and the Allegany County Library System, is based solely on the reports of the other auditors.

### **Basis for Opinions**

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. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Allegany County, Maryland, and to meet our other ethical responsibilities, in accordance

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

### **Responsibilities of Management for the Financial Statements**

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

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

### **Auditors' Responsibilities for the Audit of the Financial Statements**

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

In performing an audit in accordance with generally accepted auditing standards and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

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

### **Emphasis of Matter-Change in Accounting Principle**

As described in Note 1 and Note 21, the County implemented the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 87, *Leases*, for the year ended June 30, 2022, which represents a change in accounting principle. Our opinion is not modified with respect to this matter.

### **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 is the responsibility of management and, 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.

### **Supplementary 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 combining and individual non-major fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying

accounting and other records used to prepare the basic financial statements. The 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 and the reports of the other auditors, the combining and individual non-major fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Information**

Management is responsible for the other information included in the annual report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement or the other information exists, we are required to describe it in our report.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated February 17, 2023, 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.

 Tammie L. Howard, CPA, P.T.

Cumberland, Maryland  
February 17, 2023



## 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, 2022. 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 \$164.4 million (*net position*). Of this amount, \$183 million is net investment in capital assets and \$6.2 million is restricted for specific purposes (*restricted net position*). The County's total unrestricted net position is (\$24.8 million). This total unrestricted net position amount includes (\$18.4 million) from governmental activities, and unrestricted net position balance from business-type activities of (\$6.4 million).
- The government's total net position increased by \$8.5 million or 5.5%. The governmental net position increased \$2.5 million. Business-type net assets increased by \$6 million during the year.
- As of the close of the current fiscal year, Allegany County's governmental funds reported combined ending fund balances of \$55.9 million, an increase of \$ 1.7 million in comparison with the prior year. Approximately 42% of the ending fund balance, \$23.4 million, *is available for spending* at the government's discretion (*unassigned fund balance*), \$ 12 million is restricted, \$ 11 million is committed to certain programs and \$9.4 million is assigned to specific programs.
- Allegany County's governmental activity outstanding debt decreased by \$1 million (or 2%) during the current fiscal year. The County's business-type debt increased by \$ 1.8 million (or 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 ARP 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 \$164.4 million at the close of the most recent fiscal year.

By far the largest portion of Allegany County's net position (\$183.2 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 2022                 | FY 2021       | FY 2022                  | FY 2021        | FY 2022        | FY 2021        |
| <b>Assets:</b>                    |                         |               |                          |                |                |                |
| Current and other assets          | \$ 102,331,748          | \$ 83,323,801 | \$ (3,409,914)           | \$ (7,243,700) | \$ 98,921,834  | \$ 76,080,101  |
| Capital assets                    | 94,201,491              | 94,219,932    | 125,486,980              | 122,770,202    | 219,688,471    | 216,990,134    |
| Total assets                      | 196,533,239             | 177,543,733   | 122,077,066              | 115,526,502    | 318,610,305    | 293,070,235    |
| Deferred Outflows of Resources    | 8,887,155               | 5,329,149     | 499,403                  | 283,706        | 9,386,558      | 5,612,855      |
| <b>Liabilities:</b>               |                         |               |                          |                |                |                |
| Current and other liabilities     | 26,743,204              | 22,959,604    | 3,514,752                | 3,023,191      | 30,257,956     | 25,982,795     |
| Long-term liabilities outstanding | 84,525,172              | 88,015,427    | 25,918,038               | 26,126,372     | 110,443,210    | 114,141,799    |
| Total liabilities                 | 111,268,376             | 110,975,031   | 29,432,789               | 29,149,562     | 140,701,165    | 140,124,594    |
| Deferred Inflows of Resources     | 22,402,521              | 2,629,556     | 510,112                  | 76,471         | 22,912,633     | 2,706,027      |
| <b>Net position:</b>              |                         |               |                          |                |                |                |
| Net investment in capital assets  | 84,103,156              | 85,075,724    | 98,831,785               | 97,889,075     | 182,934,941    | 182,964,799    |
| Restricted                        | 6,085,554               | 7,841,911     | 155,488                  | 162,484        | 6,241,042      | 8,004,395      |
| Unrestricted                      | (18,439,213)            | (23,649,340)  | (6,353,707)              | (11,467,378)   | (24,792,920)   | (35,116,718)   |
| Total net position                | \$ 71,749,497           | \$ 69,268,295 | \$ 92,633,567            | \$ 86,584,179  | \$ 164,383,063 | \$ 155,852,476 |

An additional portion of Allegany County's net position (4%) represents resources that are subject to external restrictions on how they may be used. The County has a negative *unrestricted net position* balance of (\$24.8 million). The *unrestricted net position* balance for the governmental activities was (\$18.4 million) and the business-type activities have a balance of (\$6.4 million).

During the current fiscal year, the government's net position increased by \$8.5 million. Revenues increased by \$17.5 million to \$147.4 million while expenses increased by \$ 3.7 million from the prior year to \$138.9 million. The revenue increase was largely due to an increase of \$ 7.2 million received in capital grants for water/sewer projects.

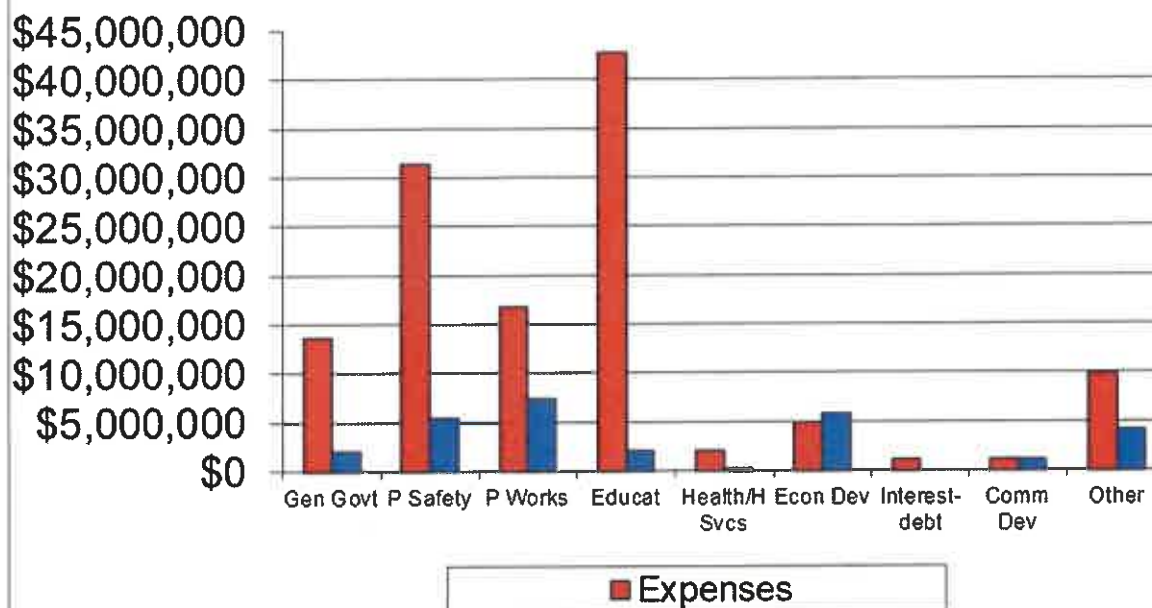
#### ALLEGANY COUNTY'S CHANGES IN NET POSITION

|  | Governmental Activities |                    | Business-type Activities |                   | Total              |                    |
|--|-------------------------|--------------------|--------------------------|-------------------|--------------------|--------------------|
|  | FY 2022                 | FY 2021            | FY 2022                  | FY 2021           | FY 2022            | FY 2021            |
| <b>Revenues:</b>   |                         |                    |                          |                   |                    |                    |
| Program revenues:  |                         |                    |                          |                   |                    |                    |
| Charges for services   | \$ 8,908,496            | \$ 7,751,517       | \$ 11,387,414            | \$ 9,706,482      | \$ 20,295,910      | \$ 17,457,999      |
| Operating grants and contributions                           | 16,909,992              | 13,034,096         | -                        | -                 | 16,909,992         | 13,034,096         |
| Capital grants and contributions                             | 2,383,082               | 3,258,409          | 8,372,352                | 1,160,589         | 10,755,434         | 4,418,998          |
| General revenues:  |                         |                    |                          |                   |                    |                    |
| Property taxes   | 43,696,143              | 43,025,595         | 1,242,709                | 1,183,381         | 44,938,852         | 44,208,976         |
| Income taxes   | 33,003,260              | 31,138,685         | -                        | -                 | 33,003,260         | 31,138,685         |
| Other local taxes  | 9,443,240               | 8,036,628          | -                        | -                 | 9,443,240          | 8,036,628          |
| Franchise taxes  | 417,590                 | 420,472            | -                        | -                 | 417,590            | 420,472            |
| Grants and contributions not restricted to specific programs | 8,939,578               | 8,939,389          | -                        | -                 | 8,939,578          | 8,939,389          |
| Unrestricted fees  | -                       | -                  | -                        | -                 | -                  | -                  |
| Unrestricted investment earnings                             | 1,500,407               | 1,635,283          | 203,396                  | 180,380           | 1,703,803          | 1,615,663          |
| Gain on sale/retirement of capital assets                    | 636,518                 | -                  | 4,800                    | -                 | 641,318            | -                  |
| Miscellaneous  | 363,728                 | 426,242            | -                        | -                 | 363,728            | 426,242            |
| <b>Total revenues</b>  | <b>126,202,034</b>      | <b>117,666,316</b> | <b>21,210,671</b>        | <b>12,230,832</b> | <b>147,412,705</b> | <b>129,897,148</b> |
| <b>Expenses:</b>   |                         |                    |                          |                   |                    |                    |
| General government   | 13,541,978              | 13,980,499         | -                        | -                 | 13,541,978         | 13,980,499         |
| Payment to data processing                                   | 108,086                 | 109,829            | -                        | -                 | 108,086            | 109,829            |
| Public safety  | 31,391,856              | 30,600,972         | -                        | -                 | 31,391,856         | 30,600,972         |
| Public works   | 16,739,713              | 14,618,577         | -                        | -                 | 16,739,713         | 14,618,577         |
| Health   | 2,050,301               | 8,019,965          | -                        | -                 | 2,050,301          | 8,019,965          |
| Social services  | 4,625,319               | 1,733,627          | -                        | -                 | 4,625,319          | 1,733,627          |
| Education  | 2,252,313               | 1,936,310          | -                        | -                 | 2,252,313          | 1,936,310          |
| Payment to public school system                              | 32,349,768              | 31,138,670         | -                        | -                 | 32,349,768         | 31,138,670         |
| Payment to community college                                 | 8,066,856               | 8,066,856          | -                        | -                 | 8,066,856          | 8,066,856          |
| Recreation, culture & libraries                              | 3,896,128               | 691,457            | -                        | -                 | 3,896,128          | 691,457            |
| Payment to public library system                             | 999,000                 | 966,545            | -                        | -                 | 999,000            | 966,545            |
| Conservation of natural resources                            | 355,681                 | 404,182            | -                        | -                 | 355,681            | 404,182            |
| Community development & housing                              | 1,137,795               | 1,589,652          | -                        | -                 | 1,137,795          | 1,589,652          |
| Economic development   | 4,881,991               | 5,801,705          | -                        | -                 | 4,881,991          | 5,801,705          |
| Interest on long-term debt                                   | 1,066,807               | 1,103,537          | -                        | -                 | 1,066,807          | 1,103,537          |
| Water  | -                       | -                  | 4,979,909                | 5,033,414         | 4,979,909          | 5,033,414          |
| Sewer  | -                       | -                  | 10,020,927               | 9,044,813         | 10,020,927         | 9,044,813          |
| Nursing Home   | -                       | -                  | -                        | -                 | -                  | -                  |
| Other proprietary funds                                      | -                       | -                  | 417,684                  | 318,008           | 417,684            | 318,008            |
| <b>Total expenses</b>  | <b>123,463,592</b>      | <b>120,762,383</b> | <b>15,418,520</b>        | <b>14,396,235</b> | <b>138,882,112</b> | <b>135,158,618</b> |
| Increase in net position before transfers                    | 2,738,442               | (3,096,067)        | 5,792,151                | (2,165,403)       | 8,530,593          | (5,261,470)        |
| Transfers  | (257,240)               | (83,561)           | 257,240                  | 83,561            | -                  | -                  |
| Increase (decrease) in net position                          | 2,481,202               | (3,179,628)        | 6,049,392                | (2,081,841)       | 8,530,593          | (5,261,470)        |
| Net position, beginning, restated                            | 69,268,295              | 72,447,923         | 86,584,175               | 88,666,023        | 155,852,470        | 161,113,946        |
| Net position, ending   | \$ 71,749,497           | \$ 69,268,295      | \$ 92,633,567            | \$ 86,584,175     | \$ 164,383,061     | \$ 155,852,476     |

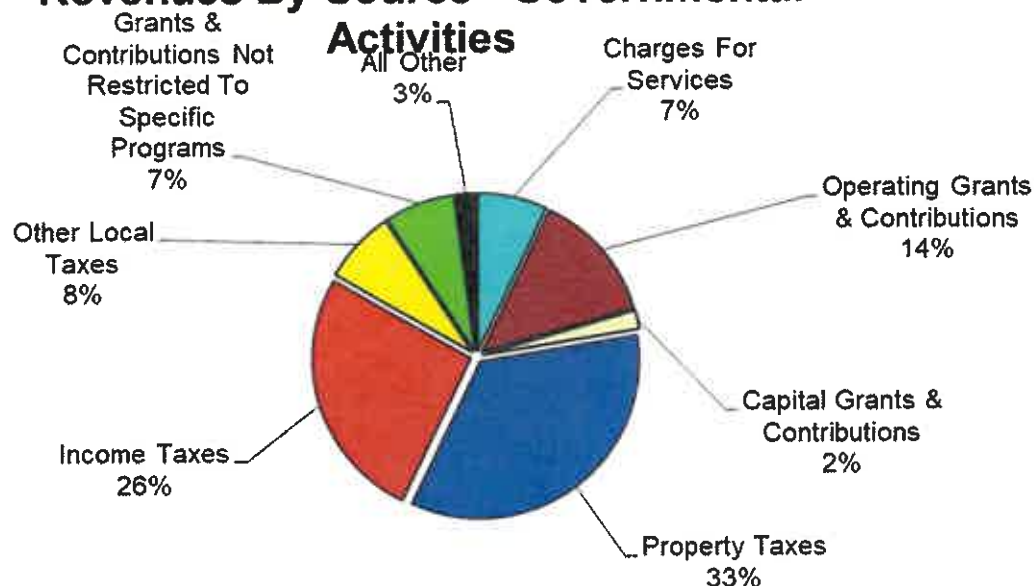
**Governmental activities.** Governmental activities increased Allegany County's net assets by \$2.5 million. Total revenues increased \$ 8.5 million (or 7.2%) and expenses increased \$ 2.7 million (or 2%). Key elements of the changes in governmental net position are as follows:

- Approximately \$2.5 million dollars in American Rescue grant funds were received and \$ 3 million was received in rental assistance funds.
- Increase of \$ 2 million in income tax revenue and increase of \$ 1 million in recordation and transfer fees attributed to high house sale activity.
- Expenses increased due to the receipt and expenditures of American Rescue grant awards and rental assistance funds.

## Expenses and Program Revenues - Governmental Activities



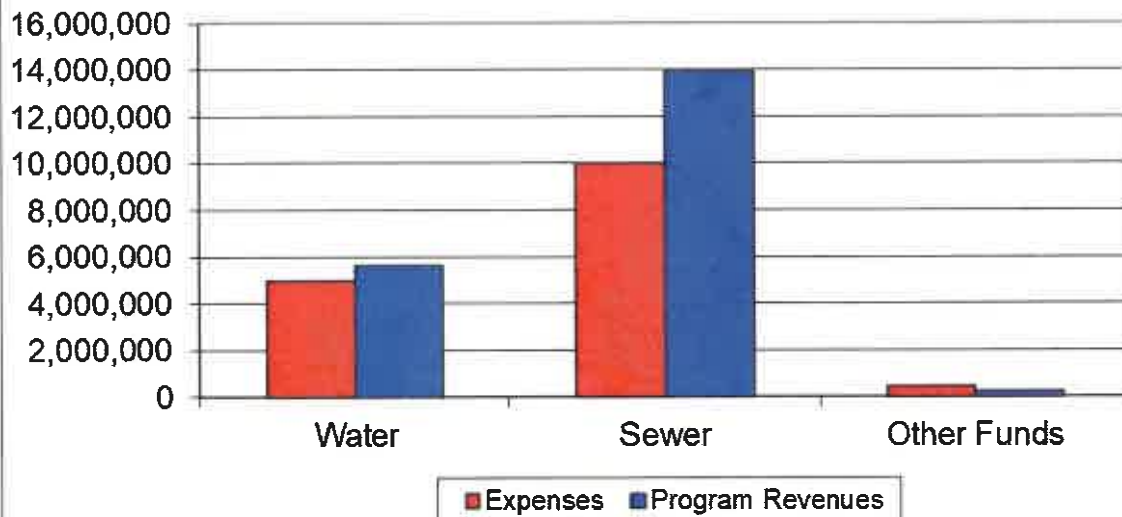
## Revenues By Source - Governmental Activities



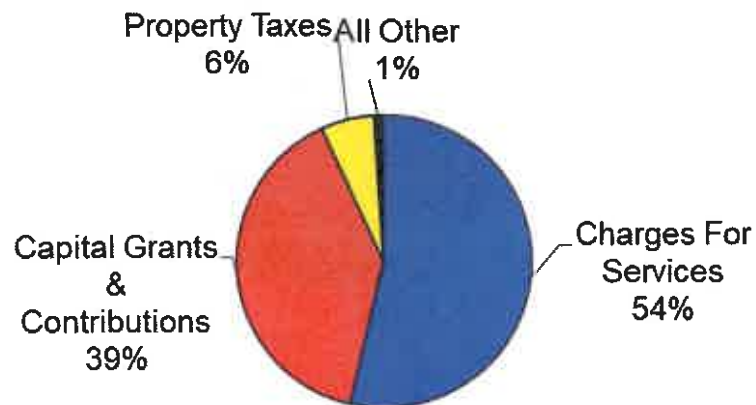
**Business-type activities.** The net position of the County's business-type activities increased by \$6 million after transfers. Key elements of the decrease were:

- Revenues increased \$ 9 million largely due to increase in federal/state grants for water/sewer projects..
- Sewer expenses increased 1 million, which was largely due to an increase in sewer treatments costs.

### Expenses and Program Revenues - Business Type Activities



### Revenues By Source - Business Type Activities



## 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 \$55.9 million, an increase of \$ 1.7 million in comparison with the prior year. Approximately 42 percent of this total amount (\$23.4 million) constitutes *unassigned fund balance*, which is available for spending at the government's discretion. Other fund balance classifications are;

- Restricted – amounts restricted to specific purposes by creditors, grantors, contributors, laws or regulations of other governments, or imposed by law through constitutional provisions or enabling legislation - \$12 million.
- Committed – amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the County's Board of Commissioners. - \$ 11 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 - \$9.4 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 \$24.9 million, out of a total fund balance of \$34.9 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 25 percent of total general fund expenditures, while total fund balance represents 35 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<br>Districts  | Sanitary<br>Districts | Other<br>Enterprise Funds | Totals              |
|--|---------------------|-----------------------|---------------------------|---------------------|
| Net position:  |                     |                       |                           |                     |
| Net investment in capital asset                                | \$35,060,847        | \$62,961,473          | \$ 809,465                | \$98,831,785        |
| Restricted for debt service                                    | -                   | 155,488               | -                         | 155,488             |
| Unrestricted   | 4,235,587           | (11,687,161)          | 1,097,867                 | (6,353,707)         |
| Total net position   | <u>\$39,296,434</u> | <u>\$51,429,800</u>   | <u>\$ 1,907,332</u>       | <u>\$92,633,566</u> |
| Change in net position during<br>the year, increase (decrease) | \$ 715,229          | \$ 5,565,980          | \$ (231,816)              | \$ 6,049,392        |

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 \$ 101.2 million.

Significant changes between the original budget and actual are summarized as follows:

- Actual revenue exceeded budgeted revenue by 4.2 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, 2022 was \$219.7 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 1.2 percent, almost all of which was attributed to business-type activities).

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 \$67.2 million. Governmental activities debt consists of \$39.8 million in general obligation bonds including premium and \$.7 million of debt incurred with creditors for which the full faith and credit of the County has also been pledged. The \$26.7 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         |               |
|--------------------|-------------------------|---------------|--------------------------|---------------|---------------|---------------|
|                    | 2022                    | 2021          | 2022                     | 2021          | 2022          | 2021          |
| General obligation | \$ 37,805,000           | \$ 39,190,000 | \$ -                     | \$ -          | \$ 37,805,000 | \$ 39,190,000 |
| Notes              | 688,321                 | 188,321       | -                        | -             | 688,321       | 188,321       |
| Capital leases     | -                       | -             | -                        | -             | -             | -             |
| State loans        | 25,406                  | 66,580        | 8,788,355                | 7,662,931     | 8,813,761     | 7,729,511     |
| Federal loans      | -                       | -             | 17,866,647               | 17,218,433    | 17,866,647    | 17,218,433    |
| Premium on Bond    | 2,029,517               | 2,177,633     | -                        | -             | 2,029,517     | 2,177,633     |
| Total              | \$ 40,548,245           | \$ 41,622,535 | \$ 26,655,002            | \$ 24,881,145 | \$ 67,203,028 | \$ 66,503,898 |

Allegany County governmental activities retired \$ 1.6 million in total during the current fiscal year and loan proceeds in the amount of \$ 500,000 were received and debt was incurred. The total debt outstanding decreased 3.8 percent.

New debt was incurred for Business type activities in the amount of 3.5 million. Business type debt retired during the year was \$1.7 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 2022 for Allegany County was 5.8 percent, which decreased from 7.4 percent when compared to June 2021.

All of these factors were considered in preparing Allegany County's budget for the 2023 fiscal year.

During the current fiscal year, spendable fund balance in the general fund increased to \$25 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 2023 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, 2022**

|   | 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  | \$ 44,762,286           | \$ 73,799                | \$ 44,836,085      | \$ 35,159,098      | \$ 11,823,033                | \$ 773,885              | \$ 3,634,821               |
| Investments   | 3,834,602               | 439,206                  | 4,273,808          | -                  | 75,000                       | 277,012                 | -                          |
| Property taxes receivable                           | 4,553,677               | -                        | 4,553,677          | -                  | -                            | -                       | -                          |
| Receivables:  |                         |                          |                    |                    |                              |                         |                            |
| Accounts  | 141,562                 | 2,867,570                | 3,009,132          | 28,782,326         | 666,294                      | 274,771                 | 322,965                    |
| Lease   | 13,406,649              | -                        | 13,406,649         | -                  | -                            | -                       | -                          |
| Other   | 10,763,810              | 4,503,959                | 15,267,769         | -                  | 1,931,879                    | -                       | 227,668                    |
| Internal balances                                   | 11,747,831              | (11,747,831)             | -                  | -                  | -                            | -                       | -                          |
| Inventory   | 35,669                  | 82,050                   | 117,719            | 332,515            | 117,248                      | -                       | 189,867                    |
| Prepaid expenses                                    | -                       | -                        | -                  | 2,030,772          | 711,062                      | 7,795                   | 38,558                     |
| Miscellaneous                                       | 360,989                 | -                        | 360,989            | -                  | -                            | -                       | -                          |
| Restricted Assets:                                  |                         |                          |                    |                    |                              |                         |                            |
| Cash  | 3,984,863               | 215,845                  | 4,200,708          | -                  | 269,689                      | -                       | 305,796                    |
| Investments   | 8,739,810               | -                        | 8,739,810          | -                  | 19,217,685                   | -                       | -                          |
| Taxes - receivable                                  | -                       | 154,033                  | 154,033            | -                  | -                            | -                       | 49,442                     |
| Receivables   | -                       | 1,455                    | 1,455              | -                  | -                            | -                       | -                          |
| Total current assets                                | 101,331,748             | (3,409,914)              | 98,921,834         | 66,304,711         | 34,811,890                   | 1,333,463               | 4,769,117                  |
| Non-current Assets:                                 |                         |                          |                    |                    |                              |                         |                            |
| Long term Investment, Market                        | -                       | -                        | -                  | -                  | 4,575,713                    | -                       | 122,599                    |
| Restricted asset-Cash                               | -                       | -                        | -                  | -                  | -                            | -                       | 24,435                     |
| Net OPEB Asset                                      | -                       | -                        | -                  | -                  | -                            | -                       | -                          |
| Lease Asset   | 291,651                 | -                        | 291,651            | -                  | -                            | -                       | 413,750                    |
| Land  | 27,180,167              | 192,532                  | 27,372,699         | 7,643,505          | 1,591,352                    | -                       | 159,244                    |
| Work In Progress                                    | 584,886                 | 9,526,174                | 10,111,060         | 4,477,187          | 1,257,875                    | 3,820,931               | -                          |
| Other non-depreciable assets                        | -                       | -                        | -                  | -                  | 167,827                      | -                       | -                          |
| Capital assets subject to depreciation/amortization | 173,638,666             | 208,700,006              | 382,338,672        | 243,284,511        | 79,302,133                   | 9,259,981               | 31,270,164                 |
| Accumulated depreciation                            | (107,493,879)           | (92,931,732)             | (200,425,611)      | (133,068,112)      | (41,641,699)                 | (5,094,289)             | (16,028,702)               |
| Total non-current assets                            | 94,201,491              | 125,486,980              | 219,688,471        | 122,337,091        | 45,253,201                   | 7,986,623               | 15,961,490                 |
| <b>Total Assets</b>                                 | <b>196,133,239</b>      | <b>122,077,066</b>       | <b>318,610,305</b> | <b>188,641,802</b> | <b>80,065,091</b>            | <b>9,320,086</b>        | <b>20,730,607</b>          |
| <b>Deferred Outflows of Resources</b>               |                         |                          |                    |                    |                              |                         |                            |
| Deferred Outflows for Pensions-State                | 6,992,285               | 499,403                  | 7,491,688          | 2,066,477          | 388,934                      | 10,255                  | 721,611                    |
| Deferred Outflows for Pensions-LOSAP                | 1,259,937               | -                        | 1,259,937          | -                  | -                            | -                       | -                          |
| Deferred Outflows for OPEB                          | 634,933                 | -                        | 634,933            | 4,524,438          | -                            | 16,727                  | 1,591,647                  |
| <b>Total Deferred Outflows of Resources</b>         | <b>8,887,155</b>        | <b>499,403</b>           | <b>9,386,558</b>   | <b>6,590,915</b>   | <b>388,934</b>               | <b>26,982</b>           | <b>2,315,258</b>           |
| <b>LIABILITIES:</b>                                 |                         |                          |                    |                    |                              |                         |                            |
| Current Liabilities:                                |                         |                          |                    |                    |                              |                         |                            |
| Accounts payable                                    | 4,704,837               | 1,392,578                | 6,097,415          | 3,531,549          | 1,026,306                    | 308,177                 | 234,267                    |
| Accrued wages payable                               | 920,005                 | 56,049                   | 976,054            | 1,747,181          | 547,396                      | 41,088                  | 16,328                     |
| Accrued fringe benefits payable                     | 397,455                 | 29,175                   | 426,630            | -                  | 202,218                      | -                       | -                          |
| Accrued interest                                    | 502,579                 | 65,843                   | 568,422            | -                  | -                            | -                       | 11,138                     |
| Current portion of long-term debt:                  |                         |                          |                    |                    |                              |                         |                            |
| Bonds and loans                                     | 1,483,365               | 1,652,775                | 3,136,140          | -                  | -                            | -                       | 239,588                    |
| Leases  | 37,858                  | -                        | 37,858             | 104,477            | 60,274                       | -                       | -                          |
| Compensated absences                                | 1,396,999               | 174,752                  | 1,571,751          | 246,988            | 762,689                      | -                       | 29,896                     |
| Due to Agency Fund                                  | 712,411                 | -                        | 712,411            | -                  | -                            | -                       | -                          |
| Due to State of MD Commerce                         | 1,500,000               | -                        | 1,500,000          | -                  | -                            | -                       | -                          |
| Due to Trust Fund                                   | -                       | -                        | -                  | -                  | -                            | -                       | -                          |
| Unearned Revenue                                    | 11,780,445              | -                        | 11,780,445         | 4,687,089          | 1,204,162                    | -                       | -                          |
| Accrued health claims                               | 574,600                 | -                        | 574,600            | 8,693,252          | 261,820                      | -                       | -                          |
| Miscellaneous liabilities                           | 2,732,650               | 143,580                  | 2,876,230          | 1,933,027          | 1,505                        | -                       | -                          |
| Total current liabilities                           | 26,743,204              | 3,514,752                | 30,257,956         | 20,943,563         | 4,066,370                    | 349,265                 | 531,217                    |
| Non-current liabilities:                            |                         |                          |                    |                    |                              |                         |                            |
| Cash advance due general fund                       | -                       | -                        | -                  | -                  | -                            | -                       | 3,580,391                  |
| Bonds and loans                                     | 39,064,879              | 24,384,185               | 63,449,064         | -                  | -                            | -                       | -                          |
| Capital leases                                      | -                       | -                        | -                  | 154,632            | 211,787                      | -                       | -                          |
| Lease liability                                     | 257,902                 | -                        | 257,902            | -                  | 1,636                        | -                       | -                          |
| Annuity payment liability                           | -                       | -                        | -                  | -                  | 629,180                      | -                       | -                          |
| Termination benefits                                | -                       | -                        | -                  | -                  | 632,956                      | -                       | -                          |
| Net pension liability-State                         | 13,850,231              | 1,158,214                | 15,008,445         | 4,476,487          | -                            | 22,610                  | 317,359                    |
| Net pension liability-LOSAP                         | 5,684,072               | -                        | 5,684,072          | -                  | -                            | -                       | -                          |
| Net OPEB liability                                  | 21,691,713              | -                        | 21,691,713         | 13,426,485         | -                            | 109,243                 | -                          |
| Post-employment benefits                            | -                       | -                        | -                  | -                  | -                            | 67,871                  | 31,211                     |
| Compensated absences                                | 3,976,375               | 375,639                  | 4,352,014          | 1,929,693          | -                            | 199,724                 | 3,928,961                  |
| Total non-current liabilities                       | 84,525,172              | 25,918,038               | 110,443,210        | 19,987,297         | 1,475,559                    | 548,989                 | 4,460,178                  |
| <b>Total Liabilities</b>                            | <b>111,268,376</b>      | <b>29,432,790</b>        | <b>140,701,166</b> | <b>40,930,860</b>  | <b>5,541,929</b>             | <b>548,989</b>          | <b>4,460,178</b>           |
| <b>Deferred Inflows of Resources</b>                |                         |                          |                    |                    |                              |                         |                            |
| Deferred Inflows for Pensions-State                 | 7,824,183               | 510,112                  | 8,334,295          | 2,483,371          | 370,207                      | 12,544                  | 110,213                    |
| Deferred Inflows for Pensions-LOSAP                 | 300,263                 | -                        | 300,263            | -                  | -                            | -                       | -                          |
| Deferred Inflows for OPEB                           | 1,122,847               | -                        | 1,122,847          | 3,196,092          | -                            | 45,261                  | 3,260,744                  |
| Deferred Inflows for Leases                         | 13,155,228              | -                        | 13,155,228         | -                  | -                            | -                       | -                          |
| <b>Total Deferred Inflows of Resources</b>          | <b>22,402,521</b>       | <b>510,112</b>           | <b>22,912,633</b>  | <b>5,679,463</b>   | <b>370,207</b>               | <b>57,805</b>           | <b>3,370,957</b>           |
| <b>NET POSITION</b>                                 |                         |                          |                    |                    |                              |                         |                            |
| Net investment in Capital Assets                    | 84,103,156              | 98,831,785               | 182,934,941        | 122,077,982        | 40,378,426                   | 7,986,623               | 11,994,477                 |
| Restricted for:                                     |                         |                          |                    |                    |                              |                         |                            |
| Public safety                                       | 1,126,872               | -                        | 1,126,872          | -                  | -                            | -                       | -                          |
| Highways  | 57,201                  | -                        | 57,201             | -                  | -                            | -                       | -                          |
| Education   | -                       | -                        | -                  | -                  | -                            | -                       | -                          |
| Community development & housing                     | 12,164                  | -                        | 12,164             | -                  | -                            | -                       | -                          |
| Economic development                                | -                       | -                        | -                  | 11,477,145         | -                            | -                       | -                          |
| Capital projects                                    | -                       | -                        | -                  | -                  | -                            | -                       | -                          |
| Other purposes                                      | 4,889,317               | 155,488                  | 5,044,805          | 2,363,287          | 18,685,675                   | 470,012                 | 477,837                    |
| Unrestricted  | (18,439,213)            | (6,353,707)              | (24,792,920)       | 12,703,980         | 15,477,787                   | 283,639                 | 2,742,416                  |
| <b>Total Net Position</b>                           | <b>71,749,497</b>       | <b>92,633,567</b>        | <b>164,383,065</b> | <b>148,622,394</b> | <b>74,541,863</b>            | <b>8,740,274</b>        | <b>15,114,730</b>          |

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, 2022**

| Functions/Programs   | Expenses                                 |                                   | Expenses                                |                         | Program Revenues                         |  |
|--|--|-----------------------------------|---|-------------------------|--|--|
|  | Before<br>Indirect Expense<br>Allocation | Indirect<br>Expense<br>Allocation | After<br>Indirect Expense<br>Allocation | Charges for<br>Services | Operating<br>Grants and<br>Contributions | Capital<br>Grants and<br>Contributions |
| <b>Primary government:</b>                                 |  |                                   |   |                         |  |  |
| Governmental activities:                                   |  |                                   |   |                         |  |  |
| General government:  | \$ 14,235,490                            | \$ (693,512)                      | \$ 13,541,978                           | \$ 1,102,021            | \$ 898,449                               |  |
| Payment to data processing                                 | 108,086                                  | -                                 | 108,086                                 | -                       | -  | -                                      |
| Public safety  | 31,259,975                               | -                                 | 31,391,856                              | 2,903,115               | 2,431,801                                | 131,881                                |
| Public works   | 16,739,713                               | -                                 | 16,739,713                              | 1,641,238               | 3,531,456                                | 2,251,201                              |
| Health & Hospitals   | 2,050,301                                | -                                 | 2,050,301                               | -                       | 220,649                                  | -                                      |
| Social services  | 4,625,319                                | -                                 | 4,625,319                               | 9,200                   | 3,799,353                                | -                                      |
| Education:   | 2,252,313                                | -                                 | 2,252,313                               | -                       | 2,007,159                                | -                                      |
| Payment to public school system                            | 32,349,768                               | -                                 | 32,349,768                              | -                       | -  | -                                      |
| Payment to community college                               | 8,066,856                                | -                                 | 8,066,856                               | -                       | -  | -                                      |
| Recreation, culture & libraries:                           | 3,896,128                                | -                                 | 3,896,128                               | 228,526                 | 42,500                                   | -                                      |
| Payment to public library system                           | 999,000                                  | -                                 | 999,000                                 | -                       | -  | -                                      |
| Conservation of natural resources                          | 355,681                                  | -                                 | 355,681                                 | 20,612                  | 21,003                                   | -                                      |
| Community development and housing                          | 1,137,795                                | -                                 | 1,137,795                               | -                       | 1,127,522                                | -                                      |
| Economic development                                       | 4,881,991                                | -                                 | 4,881,991                               | 3,003,784               | 2,830,100                                | -                                      |
| Interest on long term debt                                 | 1,066,807                                | -                                 | 1,066,807                               | -                       | -  | -                                      |
| Total governmental activities                              | <u>124,025,223</u>                       | <u>(693,512)</u>                  | <u>123,463,592</u>                      | <u>8,908,496</u>        | <u>16,909,992</u>                        | <u>2,383,082</u>                       |
| Business-type activities:                                  |  |                                   |   |                         |  |  |
| Water  | 4,734,328                                | 245,581                           | 4,979,909                               | 4,714,228               | -  | 910,629                                |
| Sewer  | 9,572,996                                | 447,931                           | 10,020,927                              | 6,613,271               | -  | 7,328,068                              |
| Other funds  | 417,684                                  | -                                 | 417,684                                 | 59,915                  | -  | 133,655                                |
| Total business-type activities                             | <u>14,725,008</u>                        | <u>693,512</u>                    | <u>15,418,520</u>                       | <u>11,387,414</u>       | <u>-</u>                                 | <u>8,372,352</u>                       |
| Total primary government                                   | <u>\$ 138,750,231</u>                    | <u>\$ -</u>                       | <u>\$ 138,882,112</u>                   | <u>\$ 20,295,910</u>    | <u>\$ 16,909,992</u>                     | <u>\$ 10,755,434</u>                   |
| <b>Component units:</b>                                    |  |                                   |   |                         |  |  |
| Board of Education   |  |                                   | \$ 151,471,521                          | \$ 45,576               | \$ 36,872,027                            | \$ 9,302,897                           |
| Allegany College of Md.                                    |  |                                   | 38,668,406                              | 9,990,602               | 21,776,834                               |  |
| County Library   |  |                                   | 2,308,846                               | 197,298                 | 151,050                                  | 2,518,226                              |
| LaVale Sanitary Commission                                 |  |                                   | 5,369,796                               | 4,692,779               | -  |  |
| Total component units                                      |  |                                   | <u>\$ 197,818,569</u>                   | <u>\$ 14,926,255</u>    | <u>\$ 58,799,911</u>                     | <u>\$ 11,821,123</u>                   |
| 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 Primary Government                      |  |                                   |   |                         |  |  |
| 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 (restated)                        |  |                                   |   |                         |  |  |
| 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, 2022**

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 |
| \$ (11,541,508)         | \$ -                     | \$ (11,541,508) | \$ -               | \$ -                   | \$ -           | \$ -                       |
| (108,086)               | -                        | (108,086)       | -                  | -                      | -              | -                          |
| (25,925,059)            | -                        | (25,925,059)    | -                  | -                      | -              | -                          |
| (9,315,818)             | -                        | (9,315,818)     | -                  | -                      | -              | -                          |
| (1,829,652)             | -                        | (1,829,652)     | -                  | -                      | -              | -                          |
| (816,766)               | -                        | (816,766)       | -                  | -                      | -              | -                          |
| (245,154)               | -                        | (245,154)       | -                  | -                      | -              | -                          |
| (32,349,768)            | -                        | (32,349,768)    | -                  | -                      | -              | -                          |
| (8,066,856)             | -                        | (8,066,856)     | -                  | -                      | -              | -                          |
| (3,625,102)             | -                        | (3,625,102)     | -                  | -                      | -              | -                          |
| (999,000)               | -                        | (999,000)       | -                  | -                      | -              | -                          |
| (314,066)               | -                        | (314,066)       | -                  | -                      | -              | -                          |
| (10,273)                | -                        | (10,273)        | -                  | -                      | -              | -                          |
| 951,893                 | -                        | 951,893         | -                  | -                      | -              | -                          |
| (1,066,807)             | -                        | (1,066,807)     | -                  | -                      | -              | -                          |
| (95,262,022)            | -                        | (95,262,022)    | -                  | -                      | -              | -                          |
| -                       | 644,948                  | 644,948         | -                  | -                      | -              | -                          |
| -                       | 3,920,412                | 3,920,412       | -                  | -                      | -              | -                          |
| -                       | (224,114)                | (224,114)       | -                  | -                      | -              | -                          |
| -                       | 4,341,246                | 4,341,246       | -                  | -                      | -              | -                          |
| (95,262,022)            | 4,341,246                | (90,920,776)    | -                  | -                      | -              | -                          |
| -                       | -                        | -               | (105,251,021)      | -                      | -              | -                          |
| -                       | -                        | -               | -                  | (6,900,970)            | -              | -                          |
| -                       | -                        | -               | -                  | -                      | 557,728        | -                          |
| -                       | -                        | -               | -                  | -                      | -              | (677,017)                  |
| -                       | -                        | -               | (105,251,021)      | (6,900,970)            | 557,728        | (677,017)                  |
| 43,696,143              | 1,242,709                | 44,938,852      | -                  | -                      | -              | 406,292                    |
| 33,003,260              | -                        | 33,003,260      | -                  | -                      | -              | 838,473                    |
| -                       | -                        | -               | -                  | -                      | -              | -                          |
| 2,755,252               | -                        | 2,755,252       | -                  | -                      | -              | -                          |
| 536,686                 | -                        | 536,686         | -                  | -                      | -              | -                          |
| 1,139,219               | -                        | 1,139,219       | -                  | -                      | -              | -                          |
| 1,042,872               | -                        | 1,042,872       | -                  | -                      | -              | -                          |
| 3,335,235               | -                        | 3,335,235       | -                  | -                      | -              | -                          |
| 120,265                 | -                        | 120,265         | -                  | -                      | -              | -                          |
| 513,711                 | -                        | 513,711         | -                  | -                      | -              | -                          |
| -                       | -                        | -               | 31,962,998         | 8,066,856              | 999,000        | -                          |
| 417,590                 | -                        | 417,590         | -                  | -                      | -              | -                          |
| 8,939,578               | -                        | 8,939,578       | 83,815,953         | 1,950,854              | 928,924        | -                          |
| 1,500,407               | 203,396                  | 1,703,803       | 14,193             | 296,182                | (4,885)        | 16,978                     |
| 636,518                 | 4,800                    | 641,318         | -                  | -                      | -              | -                          |
| 363,728                 | -                        | 363,728         | 652,365            | -                      | 6,665          | 147                        |
| (257,240)               | 257,240                  | -               | -                  | -                      | -              | -                          |
| 97,743,224              | 1,708,145                | 99,451,369      | 116,445,509        | 10,313,892             | 1,929,704      | 1,261,890                  |
| 2,481,202               | 6,049,392                | 8,530,593       | 11,194,490         | 3,412,922              | 2,487,432      | 584,873                    |
| 69,268,295              | 86,584,175               | 155,852,470     | 137,427,906        | 71,128,966             | 6,252,842      | 14,629,857                 |
| \$ 71,749,497           | \$ 92,633,567            | \$ 164,383,065  | \$ 148,622,394     | \$ 74,541,888          | \$ 8,740,274   | \$ 15,214,730              |

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, 2022**

|  | General<br>Fund      | American<br>Rescue<br>Plan | Revolving<br>Building<br>Fund | Other<br>Governmental<br>Funds | Total                 |
|--|----------------------|----------------------------|-------------------------------|--------------------------------|-----------------------|
| <b>ASSETS:</b>   |                      |                            |                               |                                |                       |
| Cash   | \$ 42,357,950        | \$ -                       | \$ -                          | \$ 2,404,336                   | \$ 44,762,286         |
| Cash -restricted   | -                    | -                          | -                             | 3,984,863                      | 3,984,863             |
| Investments  | 3,000,000            | -                          | -                             | -                              | 3,000,000             |
| Investments-restricted   | 3,470,384            | -                          | -                             | 5,269,426                      | 8,739,810             |
| Property tax receivable  | 4,675,677            | -                          | -                             | -                              | 4,675,677             |
| Receivables  |                      |                            |                               |                                |                       |
| Notes and loans  | -                    | -                          | -                             | 141,562                        | 141,562               |
| Lease receivables  | -                    | -                          | 13,406,649                    | -                              | 13,406,649            |
| Other receivables  | 6,209,676            | -                          | 219,992                       | 3,618,656                      | 10,048,324            |
| Due from other funds   | -                    | 11,751,286                 | 6,859,737                     | 7,146,583                      | 25,757,606            |
| Advances to other funds  | -                    | -                          | -                             | -                              | -                     |
| Inventory  | -                    | -                          | -                             | 35,669                         | 35,669                |
| Prepays  | -                    | -                          | -                             | -                              | -                     |
| Miscellaneous assets   | 61,689               | -                          | -                             | -                              | 61,689                |
| <b>Total Assets</b>  | <b>\$ 59,775,376</b> | <b>\$ 11,751,286</b>       | <b>\$ 20,486,378</b>          | <b>\$ 22,601,095</b>           | <b>\$ 114,614,135</b> |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES:</b>     |                      |                            |                               |                                |                       |
| <b>Liabilities:</b>  |                      |                            |                               |                                |                       |
| Accounts payable   | \$ 1,438,247         | \$ 555,368                 | 210,863                       | \$ 2,317,771                   | \$ 4,522,249          |
| Accrued payroll  | 856,548              | 4,878                      | 14,810                        | 43,769                         | 920,005               |
| Accrued payroll fringe   | 368,195              | 2,659                      | 6,643                         | 19,958                         | 397,455               |
| Due to other funds   | 15,481,702           | -                          | -                             | 3,587,346                      | 19,069,048            |
| Amounts held in escrow   | 1,872,645            | -                          | -                             | 857,505                        | 2,730,150             |
| Unearned revenue   | 67,439               | 11,188,381                 | -                             | 666,199                        | 11,922,019            |
| Miscellaneous liabilities  | -                    | -                          | 2,500                         | -                              | 2,500                 |
| <b>Total Liabilities</b>   | <b>20,084,776</b>    | <b>11,751,286</b>          | <b>234,816</b>                | <b>7,492,548</b>               | <b>39,563,426</b>     |
| <b>Deferred inflows of resources:</b>                                    |                      |                            |                               |                                |                       |
| Leases   | -                    | -                          | 13,155,228                    | -                              | 13,155,228            |
| Unavailable revenue  | 4,740,181            | -                          | -                             | 1,285,493                      | 6,025,674             |
| <b>Total Deferred inflows of resources</b>                               | <b>4,740,181</b>     | <b>-</b>                   | <b>13,155,228</b>             | <b>1,285,493</b>               | <b>19,180,902</b>     |
| <b>Fund Balances:</b>  |                      |                            |                               |                                |                       |
| Nonspendable   | -                    | -                          | -                             | 35,669                         | 35,669                |
| Restricted   | -                    | -                          | -                             | 11,782,463                     | 11,782,463            |
| Committed  | 2,561,190            | -                          | 7,096,334                     | 1,605,868                      | 11,263,392            |
| Assigned   | 7,484,384            | -                          | -                             | 1,939,446                      | 9,423,830             |
| Unassigned   | 24,904,845           | -                          | -                             | (1,540,392)                    | 23,364,453            |
| <b>Total Fund Balances</b>   | <b>34,950,419</b>    | <b>-</b>                   | <b>7,096,334</b>              | <b>13,823,054</b>              | <b>55,869,807</b>     |
| <b>Total Liabilities, deferred inflows of resources and fund balance</b> | <b>\$ 59,775,376</b> | <b>\$ 11,751,286</b>       | <b>\$ 20,486,378</b>          | <b>\$ 22,601,095</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.                | 93,909,563   |
| Other long-term assets are not available to pay current-period expenditures and are deferred in the funds.                               | 883,230      |
| Deferred Inflows of Resources  | 1,806,329    |
| Deferred Outflows for Pension and OPEB benefits  | 8,887,155    |
| Effect on assets/liabilities due to internal service fund allocation to Governmental activities  | 4,725,445    |
| Long-term debt, including compensated absences, is not due and payable in the current period and therefore is not reported in the funds. | (45,921,619) |
| Deferred Inflows for Pension and OPEB benefits   | (9,247,293)  |
| Other long-term liabilities are not due and payable in the current period and therefore are not reported in the funds.                   | (39,163,120) |

Net position of governmental activities \$ 71,749,497

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, 2022**

|   | General<br>Fund | American<br>Rescue<br>Plan | Revolving<br>Building<br>Fund | Other<br>Governmental<br>Funds | Total         |
|---|-----------------|----------------------------|-------------------------------|--------------------------------|---------------|
| <b>REVENUES:</b>  |                 |                            |                               |                                |               |
| Taxes:  |                 |                            |                               |                                |               |
| Property taxes  | \$ 45,135,441   | \$ -                       | \$ -                          | \$ -                           | \$ 45,135,441 |
| Income taxes  | 32,874,736      | -                          | -                             | -                              | 32,874,736    |
| Other local taxes   | 6,080,353       | -                          | -                             | 607,632                        | 6,687,985     |
| Licenses and permits                                      | 715,504         | -                          | -                             | -                              | 715,504       |
| Intergovernmental:  |                 |                            |                               |                                |               |
| Federal   | 5,877,396       | 2,547,810                  | -                             | 4,436,335                      | 12,861,541    |
| State   | 10,651,339      | -                          | -                             | 4,740,838                      | 15,392,177    |
| Other   | 1,231,710       | -                          | -                             | 2,650,161                      | 3,881,871     |
| Service charges   | 2,361,941       | -                          | -                             | 320,124                        | 2,682,065     |
| Fines and forfeitures                                     | 10,521          | -                          | -                             | 163,313                        | 173,834       |
| Interest  | 131,883         | -                          | 310,012                       | 30,830                         | 472,725       |
| Lease Revenue   | -               | -                          | 3,178,857                     | -                              | 3,178,857     |
| Rent  | 475,829         | -                          | -                             | -                              | 475,829       |
| Miscellaneous   | 392,182         | -                          | -                             | 501,874                        | 894,056       |
| Total Revenues  | 105,938,835     | 2,547,810                  | 3,488,869                     | 13,451,107                     | 125,426,621   |
| <b>EXPENDITURES:</b>                                      |                 |                            |                               |                                |               |
| Current:  |                 |                            |                               |                                |               |
| General government  | 10,959,848      | 79,525                     | -                             | 882,574                        | 11,921,947    |
| Public safety   | 26,346,424      | 289,613                    | -                             | 2,264,224                      | 28,900,261    |
| Public works  | 11,271,165      | 886,955                    | -                             | 2,374,591                      | 14,532,711    |
| Health and Human Services                                 | 689,770         | -                          | -                             | 21,052                         | 710,822       |
| Social Services   | 4,428,022       | -                          | -                             | -                              | 4,428,022     |
| Education   | -               | 997,686                    | -                             | -                              | 997,686       |
| Recreation, culture and libraries                         | 1,010,799       | -                          | -                             | -                              | 1,010,799     |
| Conservation of natural resources                         | 364,218         | -                          | -                             | -                              | 364,218       |
| Community Development and Housing                         | -               | -                          | -                             | 1,136,887                      | 1,136,887     |
| Economic development                                      | 958,595         | 100,000                    | 2,895,436                     | -                              | 3,954,031     |
| Miscellaneous   | 349,969         | -                          | -                             | -                              | 349,969       |
| Appropriation to other governments                        | 1,879,200       | -                          | -                             | 200,000                        | 2,079,200     |
| Payments to component units                               | 40,668,853      | -                          | -                             | 854,857                        | 41,523,710    |
| Debt Service:   |                 |                            |                               |                                |               |
| Principal   | 37,063          | -                          | -                             | 1,426,175                      | 1,463,238     |
| Interest  | 6,713           | -                          | -                             | 1,325,675                      | 1,332,388     |
| Capital Outlay:   |                 |                            |                               |                                |               |
| General government  | 332,823         | -                          | -                             | 95,624                         | 428,447       |
| Public safety   | -               | 131,881                    | -                             | 489,552                        | 621,433       |
| Public works  | -               | -                          | -                             | 3,440,550                      | 3,440,550     |
| Education   | -               | -                          | -                             | 1,073,139                      | 1,073,139     |
| Recreation, culture and libraries                         | -               | -                          | -                             | 2,740,590                      | 2,740,590     |
| Economic development                                      | -               | -                          | 2,011,514                     | -                              | 2,011,514     |
| Miscellaneous   | -               | -                          | -                             | -                              | -             |
| Total Expenditures  | 99,303,462      | 2,485,660                  | 4,906,950                     | 18,325,490                     | 125,021,562   |
| Excess (deficiency) of revenues over (under) expenditures | 6,635,374       | 62,150                     | (1,418,081)                   | (4,874,383)                    | 405,059       |
| <b>OTHER FINANCING SOURCES (USES):</b>                    |                 |                            |                               |                                |               |
| Transfers in  | 32,702          | -                          | -                             | 2,493,329                      | 2,526,031     |
| Transfers out   | (2,192,714)     | (62,150)                   | (182,611)                     | (345,796)                      | (2,783,271)   |
| Debt issued   | -               | -                          | 500,000                       | -                              | 500,000       |
| Inception of lease  | 332,823         | -                          | -                             | -                              | 332,823       |
| Sale of capital assets                                    | 93,698          | -                          | 352,587                       | 283,719                        | 730,004       |
| Total Other Financing Sources and uses                    | (1,733,491)     | (62,150)                   | 669,976                       | 2,431,252                      | 1,305,587     |
| Net change in fund balances                               | 4,901,883       | -                          | (748,105)                     | (2,443,131)                    | 1,710,646     |
| Fund balance, beginning                                   | 30,048,536      | -                          | 7,844,439                     | 16,266,185                     | 54,159,160    |
| Fund balance, ending                                      | \$ 34,950,419   | \$ -                       | \$ 7,096,334                  | \$ 13,823,054                  | \$ 55,869,807 |

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, 2022**

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) | \$ | 1,710,646 |
|--|----|-----------|

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 | \$ 5,547,475       |           |
| Depreciation   | <u>(5,765,273)</u> | (217,798) |

|  |          |
|--|----------|
| The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net position. | (92,296) |
|--|----------|

|  |             |
|--|-------------|
| Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. | (1,373,866) |
|--|-------------|

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        | (500,000)        |         |
| Payment of principal | <u>1,426,175</u> | 926,175 |

|   |           |
|---|-----------|
| 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. | 1,494,544 |
|---|-----------|

|   |               |
|---|---------------|
| Effect of revenues, expenditures and other changes in net position of the internal service funds allocated to governmental activities | <u>33,797</u> |
|---|---------------|

|   |    |                  |
|---|----|------------------|
| Change in net position of governmental activities (pages C6-C7) | \$ | <u>2,481,202</u> |
|---|----|------------------|

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, 2022

|   | Allegany<br>County<br>Water<br>Districts | Allegany<br>County<br>Sanitary<br>Districts | Other<br>Enterprise<br>Funds | Total         | Governmental Activity<br>Internal Service<br>Fund |
|---|--|---|------------------------------|---------------|---|
| <b>ASSETS</b>                             |  |   |                              |               |   |
| Current Assets:                           |  |   |                              |               |   |
| Cash:                                     |  |   |                              |               |   |
| Cash                                      | \$ 219,598                               | \$ 293,407                                  | \$ -                         | \$ 513,005    | 834,602   |
| Cash - restricted                         | -  | 215,845                                     | -                            | 215,845       |   |
| Investments                               |  |   |                              |               |   |
| Receivables:                              |  |   |                              |               |   |
| Accounts (net)                            | 1,390,247                                | 1,465,580                                   | 11,743                       | 2,867,570     | 1,907   |
| Taxes - restricted                        | -  | 154,033                                     | -                            | 154,033       |   |
| Accounts (net) - restricted               | -  | 1,455                                       | -                            | 1,455         |   |
| Other                                     | 6,008                                    | 4,178,892                                   | 319,059                      | 4,503,959     |   |
| Due from other funds                      | 3,247,891                                | 19,152,217                                  | 220,142                      | 22,620,250    | 4,346,861   |
| Hospital Deposit                          |  |   |                              |               | 299,300   |
| Bid Deposit                               | -  | -   | -                            | -             |   |
| Inventory                                 | -  | 82,050                                      | -                            | 82,050        |   |
| Total current assets                      | 4,863,744                                | 25,543,479                                  | 550,944                      | 30,958,167    | 5,482,670   |
| Non-current Assets:                       |  |   |                              |               |   |
| Other receivables                         | -  | -   | 618,236                      | 618,236       |   |
| Land                                      | 125,250                                  | 67,282                                      | -                            | 192,532       |   |
| Construction in Progress                  | 294,086                                  | 9,232,088                                   | -                            | 9,526,174     |   |
| Capital assets subject<br>to depreciation | 68,330,491                               | 134,628,104                                 | 5,741,411                    | 208,700,006   |   |
| Accumulated depreciation                  | (22,525,071)                             | (65,474,715)                                | (4,931,946)                  | (92,931,732)  |   |
| Total noncurrent assets                   | 46,224,756                               | 78,452,759                                  | 1,427,701                    | 126,105,216   |   |
| Total Assets                              | 51,088,502                               | 103,996,239                                 | 1,978,645                    | 157,063,385   | 5,482,670   |
| Deferred Outflows of Resources            |  |   |                              |               |   |
| Deferred Outflows Related to Pension      | 136,572                                  | 362,831                                     | -                            | 499,403       | -   |
| Total Deferred Outflows of Resources      | 136,572                                  | 362,831                                     | -                            | 499,403       | -   |
| <b>LIABILITIES</b>                        |  |   |                              |               |   |
| Current Liabilities:                      |  |   |                              |               |   |
| Accounts payable                          | 211,567                                  | 1,177,573                                   | 3,438                        | 1,392,578     | 182,589   |
| Accrued payroll                           | 14,665                                   | 41,384                                      | -                            | 56,049        |   |
| Accrued payroll fringe                    | 8,209                                    | 20,966                                      | -                            | 29,175        |   |
| Accrued interest                          | 28,436                                   | 37,407                                      | -                            | 65,843        |   |
| Current portion of long-term debt         |  |   |                              |               |   |
| Revenue debt:                             |  |   |                              |               |   |
| Bonds and loans                           | 335,857                                  | 1,316,918                                   | -                            | 1,652,775     |   |
| Other loans                               | 25,333                                   | 656   | -                            | 25,989        |   |
| Compensated absences                      | 3,368                                    | 171,384                                     | -                            | 174,752       |   |
| Due to other funds                        | -  | 34,300,210                                  | 67,875                       | 34,368,085    | 574,600   |
| Health Insurance Reserve                  |  |   |                              |               |   |
| Miscellaneous liabilities                 | -  | 143,581                                     | -                            | 143,581       |   |
| Total current liabilities                 | 627,435                                  | 37,210,079                                  | 71,313                       | 37,908,827    | 757,189   |
| Noncurrent Liabilities:                   |  |   |                              |               |   |
| Cash advance due to General Fund          |  |   | -                            | -             |   |
| Long term debt:                           |  |   |                              |               |   |
| Net Pension Liability                     | 266,051                                  | 892,163                                     |                              | 1,158,214     |   |
| Revenue debt:                             |  |   |                              |               |   |
| Bonds and loans                           | 10,678,380                               | 13,705,805                                  | -                            | 24,384,185    |   |
| Other loans                               | 124,339                                  | 467,907                                     | -                            | 592,246       |   |
| Compensated absences                      | 86,275                                   | 289,363                                     | -                            | 375,638       |   |
| Total noncurrent liabilities              | 11,155,045                               | 15,355,238                                  | -                            | 26,510,283    |   |
| Total Liabilities                         | 11,782,480                               | 52,565,318                                  | 71,313                       | 64,419,110    | 757,189   |
| Deferred Inflows of Resources             |  |   |                              |               |   |
| Deferred Inflows Related to Pension       | 146,160                                  | 363,952                                     | -                            | 510,112       | -   |
| Total Deferred Inflows of Resources       | 146,160                                  | 363,952                                     | -                            | 510,112       | -   |
| <b>NET POSITION</b>                       |  |   |                              |               |   |
| Net investment in capital assets          | 35,060,847                               | 62,961,473                                  | 809,465                      | 98,831,785    |   |
| Restricted for debt service               | -  | 155,488                                     | -                            | 155,488       |   |
| Unrestricted                              | 4,235,587                                | (11,687,161)                                | 1,097,867                    | (6,353,707)   | 4,725,481   |
| Total Net Position                        | \$ 39,296,434                            | \$ 51,429,800                               | \$ 1,907,332                 | \$ 92,633,566 | \$ 4,725,481                                      |

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, 2022**

|   | Allegany<br>County<br>Water<br>Districts | Allegany<br>County<br>Sanitary<br>Districts | Other<br>Enterprise<br>Funds | Total         | Governmental Activity<br>Internal Service<br>Fund |
|---|--|---|------------------------------|---------------|---|
| <b>OPERATING REVENUES:</b>                          |  |   |                              |               |   |
| Service charges                                     | \$ 4,668,460                             | \$ 6,568,989                                | \$ 59,915                    | \$ 11,297,364 | 8,687,963   |
| Federal Grant-ARC                                   |  |   |                              | -             |   |
| Other Agency Revenue                                |  |   |                              | -             |   |
| Miscellaneous                                       | 45,768                                   | 44,282                                      |                              | 90,050        |   |
| Total Operating Revenues                            | 4,714,228                                | 6,613,271                                   | 59,915                       | 11,387,414    | 8,687,963   |
| <b>OPERATING EXPENSES:</b>                          |  |   |                              |               |   |
| Salaries  | 460,409                                  | 1,196,920                                   | -                            | 1,657,329     |   |
| Employee benefits                                   | 202,645                                  | 499,336                                     | -                            | 701,981       | 8,654,168   |
| Office expenses                                     |  | 74,073                                      | 38,671                       | 112,744       |   |
| Utilities   | 2,188,385                                | 529,893                                     | 8,923                        | 2,727,201     |   |
| Repairs & maintenance                               | 120,706                                  | 724,208                                     | 14,878                       | 859,792       |   |
| Contractual services                                | -  |   | -                            | -             |   |
| Treatment costs                                     |  | 2,698,652                                   | -                            | 2,698,652     |   |
| Professional services                               | 9,488                                    | 137,807                                     | 116,487                      | 263,782       |   |
| Materials and supplies                              | 34,745                                   | 668,203                                     | 5,706                        | 708,654       |   |
| Insurance   | -  | 71,933                                      | 1,582                        | 73,515        |   |
| Indirect cost                                       | 245,581                                  | 447,931                                     | -                            | 693,512       |   |
| Miscellaneous                                       | 1,433                                    | 25,546                                      | 3,044                        | 30,023        |   |
| Depreciation  | 1,420,409                                | 2,658,821                                   | 228,393                      | 4,307,623     |   |
| Total operating expenses                            | 4,683,801                                | 9,733,324                                   | 417,684                      | 14,834,808    | 8,654,168   |
| Operating Income (Loss)                             | 30,427                                   | (3,120,052)                                 | (357,769)                    | (3,447,394)   | 33,795  |
| <b>NON-OPERATING REVENUE (EXPENSES):</b>            |  |   |                              |               |   |
| Real and personal property taxes                    | -  | 1,234,747                                   | -                            | 1,234,747     |   |
| Interest & penalties on taxes                       | -  | 42,418                                      | -                            | 42,418        |   |
| Discounts on taxes                                  | -  | (6,809)                                     | -                            | (6,809)       |   |
| Enterprise/industrial exemptions                    | -  | -   | -                            | -             |   |
| Collection fees                                     | -  | (28,533)                                    | -                            | (28,533)      |   |
| Front footage assessments                           | -  | 882   | -                            | 882           |   |
| Interest income                                     | 64,159                                   | 139,237                                     | -                            | 203,396       |   |
| Interest income, debt service                       | -  | -   | -                            | -             |   |
| Interest expense                                    | (296,108)                                | (287,603)                                   | -                            | (583,711)     |   |
| Gain (Loss) on sale<br>of capital assets            | -  | 4,800                                       | -                            | 4,800         |   |
| Total non-operating revenue (expenses)              | (231,949)                                | 1,099,139                                   | -                            | 867,190       |   |
| Income (Loss) before contributions<br>and transfers | (201,522)                                | (2,020,913)                                 | (357,769)                    | (2,580,204)   | 33,795  |
| Capital contributions:                              |  |   |                              |               |   |
| Federal grants                                      | 116,131                                  | 2,939,913                                   |                              | 3,056,044     |   |
| State grants  | 794,498                                  | 4,388,155                                   | 133,655                      | 5,316,308     |   |
| Other   |  | -   | -                            | -             |   |
| Transfers:  |  |   |                              |               |   |
| Transfers in  | 19,348                                   | 373,555                                     | 25,000                       | 417,903       |   |
| Transfers out                                       | (13,226)                                 | (114,731)                                   | (32,702)                     | (160,659)     |   |
| Change in net position                              | 715,229                                  | 5,565,980                                   | (231,816)                    | 6,049,392     | 33,795  |
| Total net position                                  | 39,889,080                               | 44,555,947                                  | 2,139,148                    | 86,584,175    | 4,691,686   |
| Move Asset  | (1,307,873)                              | 1,307,873                                   |                              | -             |   |
| Total net position - ending                         | \$ 39,296,434                            | \$ 51,429,800                               | \$ 1,907,332                 | \$ 92,633,566 | \$ 4,725,481                                      |

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, 2022**

|   | Allegany<br>County<br>Water<br>Districts | Allegany<br>County<br>Sanitary<br>Districts | Other<br>Enterprise<br>Funds | Total          | Governmental Activity<br>Internal Service<br>Fund |
|---|--|---|------------------------------|----------------|---|
| <b>Cash flows from operating activities:</b>  |  |   |                              |                |   |
| Cash received from customers  | \$ 4,724,505                             | \$ 6,462,665                                | \$ 153,526                   | \$ 11,340,696  | 8,626,708   |
| Cash payments for goods and services  | (2,551,671)                              | (4,860,396)                                 | (201,369)                    | (7,613,436)    | (8,758,777)                                       |
| Cash payments to employees for services   | (649,088)                                | (1,666,741)                                 | -                            | (2,315,829)    | -   |
| Other operating revenues  | -  | -   | -                            | -              | -   |
| Net cash provided (used) by operating activities  | 1,523,746                                | (64,472)                                    | (47,843)                     | 1,411,431      | (132,069)   |
| <b>Cash flows from noncapital financing activities:</b>                                 |  |   |                              |                |   |
| Advances from other funds   | (4,347,619)                              | (14,995,528)                                | (810,428)                    | (20,153,575)   | 8,659,776   |
| Advances to other funds   | 2,430,874                                | 15,147,993                                  | 963,140                      | 18,542,007     | (8,527,707)                                       |
| Transfers from other funds  | 19,348                                   | 373,555                                     | 25,000                       | 417,903        | -   |
| Transfers to other funds  | (13,226)                                 | (114,731)                                   | (32,702)                     | (160,659)      | -   |
| Net cash provided (used) by noncapital financing activities                             | (1,910,623)                              | 411,289                                     | 145,010                      | (1,354,324)    | 132,069   |
| <b>Cash flows from capital and related financing activities:</b>                        |  |   |                              |                |   |
| Proceeds from capital debt  | 794,498                                  | 2,664,350                                   | -                            | 3,458,848      | -   |
| Acquisition and construction and disposal of capital assets                             | (723,567)                                | (6,349,727)                                 | (230,822)                    | (7,304,116)    | -   |
| Principal paid on capital debt  | (326,216)                                | (1,358,556)                                 | -                            | (1,684,772)    | -   |
| Interest paid on capital debt   | (295,436)                                | (298,072)                                   | -                            | (593,508)      | -   |
| Deferred inflows/outflows/pension liab  | (37,190)                                 | 86,777                                      | -                            | 49,587         | -   |
| Grant revenues  | 910,629                                  | 3,469,603                                   | 133,655                      | 4,513,887      | -   |
| Debt fees/Other   | 64,159                                   | 1,386,742                                   | -                            | 1,450,901      | -   |
| Net cash used for capital and related financing activities                              | 386,877                                  | (398,883)                                   | (97,167)                     | (158,760)      | -   |
| <b>Cash flows from investing activities:</b>  |  |   |                              |                |   |
| Hospital Deposit  | -  | -   | -                            | -              | -   |
| Purchase of investments   | -  | -   | -                            | -              | -   |
| Sale of investments   | 219,598                                  | 219,608                                     | -                            | 439,206        | -   |
| Interest on investments   | -  | -   | -                            | -              | -   |
| Net cash used in investing activities   | 219,598                                  | 219,608                                     | -                            | 439,206        | -   |
| Net increase (decrease) in cash   | 219,598                                  | 167,542                                     | -                            | 387,140        | -   |
| Cash at beginning of the year   | -  | 341,710                                     | -                            | 341,710        | -   |
| Cash at end of year   | \$ 219,598                               | \$ 509,252                                  | \$ -                         | \$ 728,850     | \$ -  |
| <b>Reconciliation of operating income to net cash provided by operating activities:</b> |  |   |                              |                |   |
| Operating income (loss)   | \$ 30,427                                | \$ (3,120,052)                              | \$ (357,769)                 | \$ (3,447,394) | (206,006)   |
| Adjustments to reconcile operating income to net cash provided by operating activities: |  |   |                              |                |   |
| Depreciation  | 1,420,409                                | 2,658,821                                   | 228,393                      | 4,307,623      | -   |
| Provision for uncollectible accounts  | -  | -   | -                            | -              | -   |
| Change in assets & liabilities:   |  |   |                              |                |   |
| (Increase) decrease in receivables  | 10,277                                   | (150,606)                                   | 93,611                       | (46,718)       | 17,910  |
| (Increase) decrease in inventory  | -  | -   | -                            | -              | -   |
| (Increase) decrease in prepaid exp  | -  | -   | -                            | -              | -   |
| Increase (decrease) in acc'ts payable   | 48,667                                   | 517,851                                     | (12,078)                     | 554,440        | 56,027  |
| Increase (decrease) in accrued payroll  | 13,966                                   | 29,514                                      | -                            | 43,480         | -   |
| Total adjustments   | 1,493,319                                | 3,055,580                                   | 309,926                      | 4,858,825      | 73,937  |
| Net cash provided (used) by operating activities  | \$ 1,523,746                             | \$ (64,472)                                 | \$ (47,843)                  | \$ 1,411,431   | (132,069)   |

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, 2022**

| <b>ASSETS:</b>             | OPEB<br>Trust Fund  | Custodial<br>Fund |
|----------------------------|---------------------|-------------------|
| Cash                       | \$ 761,023          | \$ -              |
| Investments, at fair value |                     |                   |
| Pooled Cash-MACO           | 2,753,720           |                   |
| Certificates of Deposit    |                     |                   |
| Accounts receivable        |                     | 1,211,215         |
| Due from other funds       |                     | 712,416           |
| Prepaid Expenses           |                     |                   |
| Hospital deposit           |                     |                   |
| Total Assets               | <u>3,514,743</u>    | <u>1,923,631</u>  |
| <b>LIABILITIES:</b>        |                     |                   |
| Health claim reserves      |                     | -                 |
| Other Liabilities          |                     | 1,923,631         |
| Total Liabilities          | <u>-</u>            | <u>1,923,631</u>  |
| <b>NET POSITION:</b>       |                     |                   |
| Restricted for OPEB        | <u>\$ 3,514,743</u> | <u>\$ -</u>       |

**ALLEGANY COUNTY, MARYLAND**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION**  
**FIDUCIARY FUNDS**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

| <b>ADDITIONS:</b>  | OPEB<br>Trust Fund  | Custodial<br>Fund |
|--|---------------------|-------------------|
| <b>Contributions:</b>                                    |                     |                   |
| Employer contributions                                   | \$ 1,171,314        |                   |
| Employee contributions                                   |                     |                   |
| Plan Members   | 82,707              |                   |
| Other  |                     |                   |
| Total contributions                                      | <u>1,254,021</u>    | <u>-</u>          |
| <b>Other additions:</b>                                  |                     |                   |
| Interest   | 64,678              |                   |
| Investment activity                                      | (508,852)           |                   |
| Less: Investment expense                                 | (12,024)            |                   |
| Total other additions                                    | <u>(456,198)</u>    | <u>-</u>          |
| <b>Real Estate collections for other governments</b>     | <u>-</u>            | <u>8,099,691</u>  |
| Total additions  | <u>797,823</u>      | <u>8,099,691</u>  |
| <b>DEDUCTIONS:</b>                                       |                     |                   |
| Benefits   | 990,311             |                   |
| Administrative expenses                                  | (2,525)             |                   |
| Payments of real estate collections to other governments |                     | 8,099,691         |
| Total deductions   | <u>987,786</u>      | <u>8,099,691</u>  |
| Net increase in net position                             | (189,963)           | -                 |
| Net position restricted - beginning                      | 3,704,706           | -                 |
| Net position restricted- ending                          | <u>\$ 3,514,743</u> | <u>\$ -</u>       |

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

**Notes  
to the  
Financial Statements  
June 30, 2022**

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**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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, 2022**

**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, 2022**

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, 2022**

**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 American Rescue Plan Fund (ARP) is used to report the activity associated with funds received via the Federal American Rescue Plan Act of 2021. The funds are to be used to combat the COVID-19 pandemic, including the public health and economic impacts.

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 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, 2022**

**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 Custodial 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, 2022**

**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, 2022**

**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 2022 are as follows:

|                | <u>Real</u> | <u>Personal Property</u> |
|----------------|-------------|--------------------------|
| Unincorporated | .9750       | 2.4375                   |
| Barton         | .9094       | 2.2734                   |
| Cumberland     | .8315       | 2.0788                   |
| Frostburg      | .8627       | 2.1567                   |
| Lonaconing     | .8773       | 2.1932                   |
| Luke           | .8753       | 2.1882                   |
| Midland        | .9094       | 2.2734                   |
| Westernport    | .9094       | 2.2734                   |

**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, 2022**

**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, 2022**

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

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

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

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

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

At June 30, 2022, compensated absence liabilities for Allegany County are summarized as follows:

|                               | Current<br>Portion  | Long-term<br>Portion | Total<br>Liability  |
|-------------------------------|---------------------|----------------------|---------------------|
| Total Governmental Fund Types | \$ 1,396,999        | \$ 3,976,375         | \$ 5,373,374        |
| Sanitary Districts            | 174,751             | 375,639              | 550,390             |
|                               | <u>\$ 1,571,750</u> | <u>\$ 4,352,014</u>  | <u>\$ 5,923,764</u> |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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, 2022**

**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 assets 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 assets 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.

Lease-related amounts are recognized at the inception of leases in which the County is the lessor. The deferred inflow of resources is recorded in an amount equal to the corresponding lease receivable plus certain additional amounts received from the lessee at or before the commencement of the lease term that relate to future periods, less any lease incentives paid to, or on behalf of, the lessee at or before the commencement of the lease term. The inflow of resources is recognized in a systematic and rational manner over the term of the lease.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

The governmental funds reports unavailable revenues from the following sources:

|                      | <b>General Fund</b> | <b>NonMajor<br/>Governmental Funds</b> | <b>Total</b>     |
|----------------------|---------------------|--|------------------|
| Property taxes       | 4,219,345           |  | 4,219,345        |
| Public Safety Grants | 82,897              | 35,200                                 | 118,097          |
| Public Works Grants  | 212,780             | 1,250,293                              | 1,463,073        |
| General Govt Grant   | 76,035              |  | 76,035           |
| EMS Fees             | 107,680             |  | 107,680          |
| Other                | 41,444              |  | 41,444           |
| Total                | <u>4,740,181</u>    | <u>1,285,493</u>                       | <u>6,025,674</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 \$45,921,619 are as follows:

|   |                     |
|---|---------------------|
| Bonds payable (including premiums)  | \$39,834,517        |
| Notes payable   | 688,321             |
| State loans   | 25,406              |
| Compensated absences  | <u>5,373,374</u>    |
| Net adjustments to reduce fund balance - total governmental funds to arrive at net position - governmental activities | <u>\$45,921,618</u> |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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 (\$ 217,798) difference are as follows:

|   |                    |
|---|--------------------|
| Capital outlay  | \$5,547,475        |
| Depreciation expense  | <u>(5,765,273)</u> |
| Net adjustment to increase net changes in fund balances -<br>total governmental funds to arrive at changes in net position<br>of governmental activities. | <u>(\$217,798)</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 (\$ 92,296) 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. (92,296)

Net adjustment to decrease *net changes in fund balances—total governmental funds* to arrive at *changes in net position of governmental act* ( 92,296)

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 \$ 926,175 difference are as follows:

|  |                  |
|--|------------------|
| Loan Proceeds  | (500,000)        |
| Principal repayments:  |                  |
| Principal payments   | <u>1,426,175</u> |
| Net adjustments to reduce fund balance - total governmental<br>funds to arrive at net position - governmental activities | <u>\$926,175</u> |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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 \$ 1,487,797 difference are as follows:

|  |                    |
|--|--------------------|
| Compensated absences   | (\$383,688)        |
| OPEB Expense   | (77,155)           |
| Pension Expense  | 1,354,345          |
| Other Misc expense   | 148,116            |
| GASB 87 Lease Expense  | 328,714            |
| Accrued interest adjustment, net   | <u>117,465</u>     |
| Net adjustments to decrease net changes in fund balances -<br>total governmental funds to arrive at changes in net position<br>of governmental activities. | <u>\$1,487,797</u> |

**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 22.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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

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

**B.**

*Excess of Expenditures Over Appropriations*

For the year ended June 30, 2022, expenditures exceeded appropriations for the following funds (the legal level of budgetary control):

| <b>Fund</b>                      | <b>Excess</b> |
|----------------------------------|---------------|
| Coal Haul Roads                  | 79,541        |
| Transit Fund                     | 4,966         |
| Block Grant Fund                 | 243,294       |
| Community Develop & Housing Fund | 893,593       |
| Fire and Rescue Funds            | 86,482        |
| Sheriff Drug Task Force Fund     | 171,795       |
| Narcotics Task Force Fund        | 30,090        |
| CARES Fund                       | 21,052        |
| Gaming Fund                      | 272,184       |
| Rocky Gap Gaming Fund            | 453,320       |
| Public Improvement Bonds Fund    | 2,526,270     |
| Pay Go Fund                      | 115,091       |
| American Rescue Plan Fund        | 47,810        |

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

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

**C. Deficit Fund Equity**

At June 30, 2022, one governmental fund, the Capital Projects Fund had a deficit fund balance in the amount of (\$1,565,668).

**Note 4. Deposits and Investments**

***Allegany County Primary Government:***

As of June 30, 2022, 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        | \$ 3,470,384  | \$ 3,470,384                  |              |              |                 |
| US Treasury Bills          | \$ 8,269,426  | \$ 455,306                    | \$ 3,031,697 | \$ 2,808,292 | \$ 1,974,131    |
| Certificates of Deposit    | -             | -                             |              |              |                 |
| Total Stmt of Net Position | \$ 11,739,810 | \$ 3,925,690                  | \$ 3,031,697 | \$ 2,808,292 | \$ 1,974,131    |
|                            |               |                               |              |              |                 |
| OPEB MACO Trust (a)        | \$ 2,753,720  | \$ 2,753,720                  | \$ -         |              |                 |

**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 was not in compliance with its investment policy and State law having all deposits and

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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Investments (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. At June 30, 2022, the County was collateralized at 92%, due to a large unanticipated deposit made on June 30, 2022. Collateral was adjusted on July 1 to bring the coverage back up to 102%.

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 \$ 3,470,384.

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.mdcounties.org/index.aspx?nid=250](http://www.mdcounties.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 \$35,159,098 and the bank balances were \$36,992,584. Of the bank balances, \$293,471 was covered by depository insurance and \$36,698,843 was covered by collateral.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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, 2022, the Board of Education had the following investments and maturities:

| Investment Type         | Investment Maturity (in months) |                  |                   |                  |                  |
|-------------------------|---------------------------------|------------------|-------------------|------------------|------------------|
|                         | Total                           | Less than        | 1-6               | 6-12             | More than        |
|                         |                                 | 1                |                   |                  | 12               |
| Certificates of Deposit | \$ 459,874                      | \$ 30,297        | \$ 336,703        | \$ 52,831        | \$ 40,043        |
|                         | <u>\$ 459,874</u>               | <u>\$ 30,297</u> | <u>\$ 336,703</u> | <u>\$ 52,831</u> | <u>\$ 40,043</u> |

**Allegany County Library System**

**Cash – Risks and Policies**

As of June 30, 2022, the carrying amount of the Library's deposits was \$773,885 and the bank balances were \$ 739,867.

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, 2022 are fully collateralized with securities held by the Library's agent in the Library's name.

As of June 30, 2022, the Library had the following investments and maturities:

| Investment Type                             | Investment Maturity |                   |             |                  | Credit Rating |
|---|---------------------|-------------------|-------------|------------------|---------------|
|   | Total               | Less than         | 90 Days     | Over             |               |
|   |                     | 90 Days           | to One Year | One Year         |               |
| U.S. Treasury Bonds                         | \$ 30,636           | \$ -              |             | \$ 30,636        | N/A           |
| Investment in MD Local Government Fund Pool | 246,376             | 246,376           | -           | -                | AAA           |
|   | <u>\$ 277,012</u>   | <u>\$ 246,376</u> | <u>\$ -</u> | <u>\$ 30,636</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, 2022**

Note 4. Deposits and Investments - continued

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

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

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

LaVale Sanitary Commission

Cash deposits – At year-end, the carrying amount of the LaVale Sanitary Commission's cash deposits was \$4,063,216 and the bank balance was \$ 4,134,923. 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, 2022, \$ 3,884,918 of the government's bank balance of \$ 4,134,923 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>\$ 3,962,616</u> |
|--|---------------------|

Allegany College

Cash deposits – At year-end, the carrying amount of the Allegany College's, not including its component units, cash deposits was \$ 858,390 and the bank balance was 1,061,726.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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, 2022, the College had the following investments and maturities:

| Investment Type                              | Total                | Less Than<br>90 Days | 90 Days<br>To One Year |
|--|----------------------|----------------------|------------------------|
| Certificates of deposit                      | \$ 75,000            | \$ -                 | \$ 75,000              |
| Maryland Local Government<br>Investment Pool | 10,201,515           | 10,201,515           | -                      |
|  | <u>\$ 10,276,515</u> | <u>\$ 10,201,515</u> | <u>\$ 75,000</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, 2022 are as follows:

| Investment Type            | Fair<br>Value           | Investment Maturity in Months |                     |                     |                     |
|----------------------------|-------------------------|-------------------------------|---------------------|---------------------|---------------------|
|                            |                         | Less<br>Than 1                | 1-6                 | 6-12                | Greater<br>than 12  |
| Statement of Net Position  |                         |                               |                     |                     |                     |
| Group Annuity Fixed        | \$ 3,470,384            | \$ 3,470,384                  |                     |                     |                     |
| US Treasury Bills          | \$ 8,269,426            | \$ 455,306                    | \$ 3,031,697        | \$ 2,808,292        | \$ 1,974,131        |
| Certificates of Deposit    | -                       | -                             |                     |                     |                     |
| Total Stmt of Net Position | <u>\$ 11,739,810</u>    | <u>\$ 3,925,690</u>           | <u>\$ 3,031,697</u> | <u>\$ 2,808,292</u> | <u>\$ 1,974,131</u> |
| <br>OPEB MACO Trust (a)    | <br><u>\$ 2,753,720</u> | <br><u>\$ 2,753,720</u>       | <br><u>\$ -</u>     | <br><u></u>         | <br><u></u>         |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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, 2022:

- 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, 2022**

**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, 2022, 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, 2022 was \$4,675,677 (before an allowance of \$ 122,000) of which 2,629,154 were current year's taxes receivable and the balance of \$2,046,523 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<br>Activities: | General<br>Fund    | RBF<br>Fund          | Non-major<br>Governmental<br>Funds | Internal<br>Svc Fund | Total                |
|-----------------------------|--------------------|----------------------|------------------------------------|----------------------|----------------------|
| Receivables:                |                    |                      |                                    |                      |                      |
| Interest                    | \$ 69,338          | \$ -                 | \$ -                               |                      | \$ 69,338            |
| Income taxes                | 3,177,238          | -                    | -                                  |                      | 3,177,238            |
| Other taxes                 | 876,901            | -                    | 25,984                             |                      | 902,885              |
| Leases                      |                    | 13,406,648           |                                    |                      | 13,406,648           |
| Current:                    |                    |                      |                                    |                      |                      |
| Accrued revenues            | 2,799,778          | 219,992              | 3,592,672                          | 1,907                | 6,614,349            |
| Long-term:                  |                    |                      |                                    |                      |                      |
| Loans, notes                | -                  | -                    | 141,562                            |                      | 141,562              |
|                             | -                  | -                    | -                                  |                      | -                    |
| <b>Total receivables</b>    | <b>\$6,923,255</b> | <b>\$ 13,626,640</b> | <b>\$ 3,760,218</b>                | <b>\$ 1,907</b>      | <b>\$ 24,312,020</b> |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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<br>Activities: | Water<br>Districts | Sewer<br>Districts | Non-Major<br>Enterprise Funds | Total        |
|------------------------------|--------------------|--------------------|-------------------------------|--------------|
| Receivables:                 |                    |                    |                               |              |
| Accounts                     |                    |                    | \$ -                          | -            |
| Accounts, other              | 6,008              | 4,178,892          | 319,059                       | 4,503,959    |
| Accounts, trade              | 1,684,627          | 1,804,681          | 11,743                        | 3,501,051    |
| Less allowance               | (294,380)          | (339,101)          | -                             | (633,481)    |
| Net accounts, trade          | 1,390,247          | 1,465,580          | 11,743                        | 2,867,570    |
| Accounts, restricted         |                    | 155,488            | -                             | 155,488      |
| Less allowance               | -                  | -                  | -                             | -            |
| Net accounts, restricted     | -                  | 155,488            | -                             | 155,488      |
| Loans                        | -                  | -                  | 968,236                       | 968,236      |
| Less allowance               | -                  | -                  | (350,000)                     | (350,000)    |
| Net loans                    | -                  | -                  | 618,236                       | 618,236      |
| Total receivables            | \$1,396,255        | \$ 5,799,960       | \$ 949,038                    | \$ 8,145,253 |

*Leases-County as Lessor:*

As part of the County's economic development mission, several County owned buildings are leased to various County employers and thus lease agreements are entered into by both parties. During FY 22, GASB 87 was implemented. As a result, \$ 15,268,827 was recorded as the balance at 7/1/21 for both lease receivable and deferred inflows representing several lease agreements in place at that time. During the year, an additional lease agreement was entered into and added \$ 674,094 to both the receivable and deferred inflows. FY 22 lease payments were recorded in the amount of \$ 2,536,273, reducing the lease receivable at 6/30/22 to \$ 13,406,648. FY 22 amortization for deferred inflows was \$ 2,787,693, which reduced the deferred inflows at 6/30/22 to \$ 13,155,228.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 7. Other Receivables-continued**

**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.

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   | \$ 11,713,018        |
| Unearned ticket revenue/other  | 67,439               |
| Long term housing loans receivable   | 141,562              |
|  | <u>\$ 11,922,019</u> |

**Loans receivable:**

The following table summarizes the loan receivable balances in the County Loan Fund at June 30, 2022:

| Entity                           | Source of funds      | Balance June 30, 2022 |
|----------------------------------|----------------------|-----------------------|
| County Loan Fund loans:          |                      |                       |
| Western Maryland Scenic Railroad | Gen Fund/PIB of 1988 | \$ 250,000            |
| Aeon Technologies                | RBF Fund             | \$ 226,882            |
| YMCA                             | General Fund         | 100,000               |
| Flood Wall Loan-Cintas           | General Fund         | 1,292                 |
| Employee loan                    | General Fund         | 36,005                |
| WebRestaurant Loan               | RBF Fund             | 30,000                |
| Allowance for doubtful accounts  |                      | (350,000)             |
| Sub-total                        |                      | \$ 294,179            |
| Allconet II Fund loans:          |                      |                       |
| TWR loan                         | General Fund         | 24,880                |
| Total                            |                      | <u>\$ 319,059</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, 2022**

**Note 8. Capital Assets**

Capital asset activity for the year ended June 30, 2022 for the primary government was as follows:

| <b>Primary Government:</b>                    | <b>Beginning</b> | <b>Increases</b> | <b>Decreases</b> | <b>Transfers</b> | <b>Ending</b>  |
|---|------------------|------------------|------------------|------------------|----------------|
| <b>Governmental activities:</b>               | <b>Balance</b>   |                  |                  | <b>In (Out)</b>  | <b>Balance</b> |
| Leased Asset:                                 |                  |                  |                  |                  |                |
| Building                                      |                  | 332,823          |                  |                  | 332,823        |
| Less: Accumulated Amortization                |                  | (41,172)         |                  |                  | (41,172)       |
| Leased Asset, net                             |                  | 291,651          | -                | -                | 291,651        |
| Capital assets, not being depreciated:        |                  |                  |                  |                  |                |
| Land  | \$ 27,211,512    |                  | \$ (31,342)      |                  | \$ 27,180,167  |
| Work in Progress                              | 3,642,768        | 2,823,878        |                  | (5,881,760)      | 584,886        |
| Total capital assets not being depreciated:   | 30,854,280       | 2,823,878        | (31,342)         | (5,881,760)      | 27,765,053     |
| Capital assets, being depreciated:            |                  |                  |                  |                  |                |
| Buildings                                     | 65,770,725       |                  | (405,960)        | 4,503,085        | 69,867,849     |
| Infrastructure                                | 54,996,930       | 84,101           | -                | 1,378,675        | 56,459,713     |
| Furniture & Fixtures                          | 1,054,110        | 115,475          | -                |                  | 1,169,586      |
| Equipment                                     | 22,465,003       | 205,665          | (4,500)          |                  | 22,666,171     |
| Vehicles                                      | 14,819,200       | 2,098,410        | (582,062)        |                  | 16,335,547     |
| Heavy Equipment                               | 5,948,435        | 219,945          | (280,404)        |                  | 5,887,979      |
| Other Capital Assets                          | 1,251,821        |                  |                  |                  | 1,251,821      |
| Total capital assets, being depreciated:      | 166,306,224      | 2,723,596        | (1,272,926)      | 5,881,760        | 173,638,685    |
| Less accumulated depreciation for:            |                  |                  |                  |                  |                |
| Buildings                                     | (33,813,194)     | (1,829,072)      | 405,960          |                  | (35,236,303)   |
| Infrastructure                                | (35,764,926)     | (816,166)        |                  |                  | (36,581,093)   |
| Furniture & Fixtures                          | (1,026,781)      | (20,806)         |                  |                  | (1,047,586)    |
| Equipment                                     | (16,212,450)     | (1,703,835)      | 4,500            |                  | (17,911,787)   |
| Vehicles                                      | (10,830,065)     | (1,077,997)      | 576,690          |                  | (11,331,371)   |
| Heavy Equipment                               | (4,368,109)      | (314,924)        | 224,814          |                  | (4,458,219)    |
| Other Capital Assets                          | (925,052)        | (2,470)          |                  |                  | (927,524)      |
| Total accumulated depreciation                | (102,940,577)    | (5,765,270)      | 1,211,964        |                  | (107,493,888)  |
| Total capital assets, being depreciated, net: | 63,365,647       | (3,041,674)      | (60,962)         | 5,881,760        | 66,144,797     |
| Governmental activities capital assets, net   | \$ 94,219,926    | \$ (217,796)     | \$ (92,304)      | \$ -             | \$ 93,909,837  |

| <b>Primary Government:</b>                    | <b>Beginning</b> | <b>Increases</b> | <b>Decreases</b> | <b>Transfers</b> | <b>Ending</b>  |
|---|------------------|------------------|------------------|------------------|----------------|
| <b>Business-type activities:</b>              | <b>Balance</b>   |                  |                  | <b>In (Out)</b>  | <b>Balance</b> |
| Capital assets, not being depreciated:        |                  |                  |                  |                  |                |
| Land  | \$ 192,532       |                  | \$ -             | \$ -             | \$ 192,532     |
| Work in Progress                              | 4,550,502        | 6,337,538        |                  | (1,361,865)      | 9,526,174      |
| Total capital assets not being depreciated:   | 4,743,034        | 6,337,538        | -                | (1,361,865)      | 9,718,706      |
| Capital assets, being depreciated:            |                  |                  |                  |                  |                |
| Buildings                                     | 256,346          | 456,061          | -                |                  | 712,407        |
| Infrastructure                                | 192,833,055      |                  |                  | 1,361,865        | 194,194,928    |
| Furniture & Fixtures                          | 17,681           |                  | -                |                  | 17,681         |
| Equipment                                     | 7,597,677        | 230,822          | (10,189)         |                  | 7,818,309      |
| Vehicles                                      | 1,608,193        |                  | (23,730)         |                  | 1,584,463      |
| Heavy Equipment                               | 1,534,621        |                  |                  |                  | 1,534,621      |
| Other Capital Assets                          | 2,837,063        |                  | -                |                  | 2,837,063      |
| Total capital assets, being depreciated:      | 206,685,186      | 686,883          | (33,919)         | 1,361,865        | 208,700,006    |
| Less accumulated depreciation for:            |                  |                  |                  |                  |                |
| Buildings                                     | (204,581)        | (15,657)         | -                | -                | (220,238)      |
| Infrastructure                                | (76,656,094)     | (3,836,012)      | -                | -                | (80,492,106)   |
| Furniture & Fixtures                          | (17,680)         |                  | -                | -                | (17,680)       |
| Equipment                                     | (6,549,800)      | (289,168)        | 10,189           | -                | (6,828,779)    |
| Vehicles                                      | (1,484,519)      | (38,460)         | 23,730           | -                | (1,499,249)    |
| Heavy Equipment                               | (1,359,591)      | (105,350)        |                  | -                | (1,464,941)    |
| Other Capital Assets                          | (2,385,767)      | (22,997)         |                  | -                | (2,408,764)    |
| Total accumulated depreciation                | (88,658,014)     | (4,307,644)      | 33,919           | -                | (92,931,732)   |
| Total capital assets, being depreciated, net: | 118,027,172      | (3,620,761)      | 0                | 1,361,865        | 115,768,274    |
| Business-type activities capital assets, net  | \$ 122,770,200   | \$ 2,716,777     | \$ -             | \$ -             | \$ 125,486,980 |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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, 2022 as follows:

|  |                     |
|--|---------------------|
| <u>Governmental activities:</u>                      |                     |
| General government                                   | \$ 113,152          |
| Public safety  | 2,620,823           |
| Public works   | 1,484,151           |
| Health   | 218,440             |
| Social services                                      | 84,339              |
| Recreation, culture and libraries                    | 159,542             |
| Community development and housing                    | 97                  |
| Economic development                                 | 1,084,726           |
| Total depreciation expense - governmental activities | <u>\$ 5,765,270</u> |
| <u>Business type activities:</u>                     |                     |
| Water districts                                      | \$ 1,420,417        |
| Sewer districts                                      | 2,658,833           |
| Allconet II  | 228,393             |
| Total depreciation expense - governmental activities | <u>\$ 4,307,644</u> |

*Construction Commitments*

The County has active construction projects as of June 30, 2022. The projects include industrial park infrastructure and water quality and service improvements. At year end the County's commitments with contractors are as follows:

| <u>Project</u>                | <u>Spent-to-date</u> | <u>Remaining<br/>Commitment</u> |
|-------------------------------|----------------------|---------------------------------|
| Locust Grove Project          | 3,237,317            | 2,465,682                       |
| Sewer Pumping Station Project | 1,516,475            | 10,293,817                      |
| Allegany High School          |                      | 200,000                         |
| Barton Park Shell Building    | 3,962,266            | 30,000                          |
| Totals                        | <u>8,716,058</u>     | <u>12,989,499</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, 2022**

**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, 2022 (not including component units), was as follows:

| <b>Board of Education</b>                     | <b>Beginning</b> |                  | <b>Transfers/</b> | <b>Ending</b>  |
|---|------------------|------------------|-------------------|----------------|
| <b>Governmental activities:</b>               | <b>Balance</b>   | <b>Increases</b> | <b>Decreases</b>  | <b>Balance</b> |
| Capital assets, not being depreciated:        |                  |                  |                   |                |
| Land  | \$ 7,643,505     | \$ -             |                   | \$ 7,643,505   |
| Work in process                               | 2,797,588        | 4,220,479        | (2,540,880)       | 4,477,187      |
| Total capital assets not being depreciated:   | 10,441,093       | 4,220,479        | (2,540,880)       | 12,120,692     |
| Capital assets, being depreciated:            |                  |                  |                   |                |
| Land Improvements                             | 10,468,605       | 322,525          | 579,220           | 11,370,350     |
| Buildings & Improvements                      | 202,331,235      | 2,431,641        | 1,856,266         | 206,619,142    |
| Furniture, Equipment & Vehicles               | 24,102,237       | 1,930,575        | (737,792)         | 25,295,020     |
| Total capital assets, being depreciated:      | 236,902,077      | 4,684,741        | 1,697,694         | 243,284,512    |
| Less accumulated depreciation for:            |                  |                  |                   |                |
| Land Improvements                             | (5,289,195)      | (548,848)        | 9,027             | (5,829,016)    |
| Buildings & Improvements                      | (105,221,772)    | (4,111,892)      | 80,640            | (109,253,024)  |
| Furniture, Equipment & Vehicles               | (17,320,147)     | (1,401,867)      | 735,942           | (17,986,072)   |
| Total accumulated depreciation                | (127,831,114)    | (6,062,607)      | 825,609           | (133,068,112)  |
| Total capital assets, being depreciated, net: | 109,070,963      | (1,377,866)      | 2,523,303         | 110,216,400    |
| Governmental activities capital assets, net   | \$ 119,512,056   | \$ 2,842,613     | \$ (17,577)       | 122,337,091    |

| <b>Board of Education</b>                     | <b>Beginning</b> |                  | <b>Decreases</b> | <b>Ending</b>  |
|---|------------------|------------------|------------------|----------------|
| <b>Business-type activities:</b>              | <b>Balance</b>   | <b>Increases</b> |                  | <b>Balance</b> |
| Capital assets, not being depreciated:        |                  |                  |                  |                |
| Work in process                               | \$ -             | \$ -             | \$ -             | \$ -           |
| Capital assets, being depreciated:            |                  |                  |                  |                |
| Furniture, Equipment & Vehicles               | 483,946          | -                | (61,857)         | 422,089        |
| Less accumulated depreciation                 | (483,946)        | -                | 61,857           | (422,089)      |
| Total capital assets, being depreciated, net: | -                | -                | -                | -              |
| Business-type activities capital assets, net  | \$ -             | \$ -             | \$ -             | \$ -           |

Capital asset activity for the Library of Allegany County for the year ended June 30, 2022

| <b>Library</b>                                | <b>Beginning</b> |                  |                  | <b>Ending</b>  |
|---|------------------|------------------|------------------|----------------|
| <b>Governmental activities:</b>               | <b>Balance</b>   | <b>Increases</b> | <b>Decreases</b> | <b>Balance</b> |
| Non-depreciable assets:                       |                  |                  |                  |                |
| Construction in Progress                      | \$ 1,302,706     | \$ 2,518,225     |                  | \$ 3,820,931   |
| Capital assets, being depreciated:            |                  |                  |                  |                |
| Buildings & Improvements                      | \$ 4,958,615     | \$ 30,000        |                  | \$ 4,988,615   |
| Furniture & Equipment                         | 976,170          | 38,191           |                  | 1,014,361      |
| Vehicles/Bookmobile                           | 91,036           |                  | -                | 91,036         |
| Library Books                                 | 3,055,779        | 177,693          | (67,503)         | 3,165,969      |
| Total capital assets, being depreciated:      | 9,081,600        | 245,884          | (67,503)         | 9,259,981      |
| Less accumulated depreciation for:            |                  |                  |                  |                |
| Buildings & Improvements                      | (1,415,875)      | (99,461)         | -                | (1,515,336)    |
| Furniture & Equipment                         | (738,845)        | (53,957)         |                  | (792,802)      |
| Vehicles/Bookmobile                           | (62,539)         | (6,545)          | -                | (69,084)       |
| Library Books                                 | (2,601,610)      | (182,960)        | 67,503           | (2,717,067)    |
| Total accumulated depreciation                | (4,818,869)      | (342,923)        | 67,503           | (5,094,289)    |
| Total capital assets, being depreciated, net: | \$ 4,262,731     | \$ (97,039)      | \$ -             | \$ 4,165,692   |
| Governmental activities capital assets, net   | \$ 5,565,437     | \$ 2,421,186     | \$ -             | \$ 7,986,623   |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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, 2022 were as follows:

| <b>Allegany College of Maryland</b>           | <b>Beginning Balance</b> | <b>Increases</b> | <b>Decreases</b> | <b>Ending Balance</b> |
|---|--------------------------|------------------|------------------|-----------------------|
| <b>Business-type activities:</b>              |                          |                  |                  |                       |
| Capital assets, not being depreciated:        |                          |                  |                  |                       |
| Land  | \$ 1,564,352             | \$ 27,000        | \$ -             | 1,591,352             |
| Library Collections                           | 153,740                  | 14,087           | -                | 167,827               |
| Work in Progress                              | 13,212,886               | 1,966,613        | (13,921,624)     | 1,257,875             |
| Total capital assets not being depreciated:   | 14,930,978               | 2,007,700        | (13,921,624)     | 3,017,054             |
| Capital assets, being depreciated:            |                          |                  |                  |                       |
| Buildings                                     | 51,436,227               | 14,580,783       | -                | 66,017,010            |
| Equipment                                     | 12,019,136               | 747,780          | (164,312)        | 12,602,605            |
| Auxiliary Equipment                           | 152,649                  |                  |                  | 152,649               |
| Library Books                                 | 584,925                  | 12,485           | (67,542)         | 529,868               |
| Total capital assets, being depreciated:      | 64,192,937               | 15,341,048       | (231,854)        | 79,302,133            |
| Less accumulated depreciation :               | (39,419,696)             | (2,450,260)      | 228,257          | (41,641,699)          |
| Total capital assets, being depreciated, net: | 24,773,241               | 12,890,788       | (3,597)          | 37,660,434            |
| Business-type activities capital assets, net  | \$ 39,704,219            | \$ 14,898,488    | \$ (13,925,221)  | \$ 40,677,488         |

Capital asset activity for the LaVale Sanitary Commission for the year ended June 30, 2022, was as follows:

| <b>LaVale Sanitary Commission</b>                               | <b>Beginning Balance</b> | <b>Increases</b> | <b>Decreases</b> | <b>Ending Balance</b> |
|---|--------------------------|------------------|------------------|-----------------------|
| <b>Business-type activities:</b>                                |                          |                  |                  |                       |
| Capital assets, not being depreciated:                          |                          |                  |                  |                       |
| Land  | \$ 413,750               |                  | \$ -             | \$ 413,750            |
| Work in Progress  | 168,389                  | 57,042           | (66,187)         | 159,244               |
| Total capital assets not being depreciated:                     | 582,139                  | 57,042           | (66,187)         | 572,994               |
| Capital assets, being depreciated:                              |                          |                  |                  |                       |
| Buildings   | 807,388                  | 3,679            | -                | 811,067               |
| Infrastructure  | 28,997,123               | 76,387           |                  | 29,073,510            |
| Machinery, Vehicles & Equipment, Office Furniture and Equipment | 1,378,152                | 7,435            |                  | 1,385,587             |
| Total capital assets, being depreciated:                        | 31,182,663               | 87,501           |                  | 31,270,164            |
| Less accumulated depreciation for:                              | (15,472,359)             | (556,343)        |                  | (16,028,702)          |
| Total capital assets, being depreciated, net:                   | 15,710,304               | (468,842)        | 0                | 15,241,462            |
| Business-type activities capital assets, net                    | \$ 16,292,443            | \$ (411,800)     | \$ (66,187)      | \$ 15,814,456         |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

The composition of interfund balances as of June 30, 2022, is as follows:

**A. Due to/from other funds**

|                              | Due From<br>Other Funds | Due To<br>Other Funds |
|------------------------------|-------------------------|-----------------------|
| Governmental funds:          |                         |                       |
| General Fund                 | \$ -                    | \$ 15,481,702         |
| American Rescue Fund         | 11,751,286              |                       |
| Revolving Building Fund      | 6,859,737               |                       |
| Non-major Governmental Funds | 7,146,583               | 3,587,346             |
| Sub-total                    | 25,757,606              | 19,069,048            |
| Enterprise Funds:            |                         |                       |
| Water Districts              | 3,247,891               | -                     |
| Sanitary Districts           | 19,152,217              | 34,300,210            |
| Non-major Enterprise Funds   | 220,142                 | 67,875                |
| Sub-total                    | 22,620,250              | 34,368,085            |
| Internal Service Fund        | 4,346,861               |                       |
| Fiduciary Funds:             |                         |                       |
| Custodial Fund               | 712,416                 | -                     |
|                              |                         | -                     |
| <b>TOTALS</b>                | <b>\$ 53,437,133</b>    | <b>\$ 53,437,133</b>  |

The interfund balances as of June 30, 2022 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. Loans To/From Other Funds**

|                                     | Advances to<br>Other Funds | Advances from<br>Other Funds |
|-------------------------------------|----------------------------|------------------------------|
| Loans:                              |                            |                              |
| Loan Fund                           | 618,237                    |                              |
| Allegany County Sanitary Districts: |                            |                              |
| Long-term debt-Bonds & Loans        |                            | 467,907                      |
| Current portion of long-term debt   |                            | 656                          |
| Allegany County Water Districts:    |                            |                              |
| Current portion of long-term debt   |                            | 25,333                       |
| Long-term debt                      |                            | 124,341                      |
|                                     | <b>\$ 618,237</b>          | <b>\$ 618,237</b>            |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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, 2022 are as follows:

| Transferred From:<br>Transferred To:      | Amount              | Total By<br>Fund    |
|---|---------------------|---------------------|
| From the General Fund to:                 |                     |                     |
| Non-major funds governmental funds        | \$ 2,075,930        |                     |
| Enterprise funds:                         |                     |                     |
| Allconet                                  | 25,000              |                     |
| Water/Sewer fund                          | 91,784              | \$ 2,192,714        |
| From the Revolving Building Fund To:      |                     |                     |
| General Fund                              | 0                   |                     |
| Water Fund                                | 19,348              |                     |
| Sanitary Fund                             | 134,227             |                     |
| Non-major funds governmental funds        | 29,036              | 182,612             |
| From the Sanitary Fund To:                |                     |                     |
| Water/Sewer fund                          | 127,957             | 127,957             |
| From the ARP Fund To:                     |                     |                     |
| Non-major governmental fund               | 62,150              | 62,150              |
| From the Non-major Governmental Funds to: |                     |                     |
| Enterprise funds:                         |                     |                     |
| Water/Sewer fund                          |                     |                     |
| Other Non-major governmental fund         | 345,796             | 345,796             |
| From the Non-major Enterprise Funds to:   |                     |                     |
| Water/Sewer fund                          |                     |                     |
| General Fund                              | 32,702              | 32,702              |
| <b>TOTALS</b>                             | <b>\$ 2,943,930</b> | <b>\$ 2,943,930</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, 2022 are as follows:

| Payment From:<br>Payment To:               | Amount               | Total By<br>Fund Type |
|--|----------------------|-----------------------|
| From the General Fund (appropriations) to: |                      |                       |
| Board of Education                         | \$ 31,854,911        |                       |
| Board of Education, Data Processing        | 108,086              |                       |
| Allegany College of Maryland               | 7,706,856            |                       |
| Library                                    | 999,000              | \$ 40,668,853         |
| From the Gaming Fund to:                   |                      |                       |
| Board of Education                         | 494,857              | 494,857               |
| From the Rocky Gap Slots Fund to:          |                      |                       |
| Allegany College of MD Foundation          | 360,000              | 360,000               |
| <b>Total</b>                               | <b>\$ 41,523,710</b> | <b>\$ 41,523,710</b>  |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 10. Short-term Debt**

Allegany County did not issue short-term debt during the fiscal year ending June 30, 2022 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, 2022, was as follows:

| <b>Long-term Debt</b>              |                      |                         |                   |                   |                        |
|------------------------------------|----------------------|-------------------------|-------------------|-------------------|------------------------|
| <b>Governmental Activities</b>     |                      |                         |                   |                   |                        |
|                                    | Beginning<br>Balance | Amount<br>Issued        | Amount<br>Retired | Ending<br>Balance | Due Within<br>One Year |
| General Obligation                 | \$ 39,190,000        | \$                      | \$ (1,385,000)    | \$ 37,805,000     | \$ 1,450,000           |
| Notes                              | 188,321              | 500,000                 |                   | 688,321           | 108,152                |
| State Loans                        | 66,580               |                         | (41,174)          | 25,406            | 25,406                 |
| Premium on Bonds Payable           | 2,177,633            |                         | (148,116)         | 2,029,517         | 148,116                |
| Total                              | \$ 41,622,534        | \$ 500,000              | \$ (1,574,290)    | \$ 40,548,245     | \$ 1,731,674           |
| <b>Business-type activities</b>    |                      |                         |                   |                   |                        |
|                                    | Beginning<br>Balance | Amount<br>Issued        | Amount<br>Retired | Ending<br>Balance | Due Within<br>One Year |
| Water districts:                   |                      |                         |                   |                   |                        |
| Rural development loans            | \$ 10,149,509        | \$                      | \$ (283,622)      | \$ 9,865,887      | \$ 292,635             |
| Maryland water quality loans       | 372,126              | 794,498                 | (18,065)          | 1,148,559         | 43,222                 |
| County loans                       | 174,201              | -                       | (24,529)          | 149,672           | 25,333                 |
| Total water districts              | 10,695,836           | 794,498                 | (326,216)         | 11,163,909        | 361,190                |
| Sewer districts:                   |                      |                         |                   |                   |                        |
| Maryland water quality loans       | 364,608              |                         | (28,290)          | 336,318           | 28,622                 |
| Maryland environmental loans       | 6,738,429            | 1,116,008               | (1,169,475)       | 6,684,962         | 1,105,281              |
| Rural development loans            | 7,068,924            | 1,092,000               | (160,164)         | 8,000,760         | 183,015                |
| Other loans                        | 13,129               | 456,342                 | (627)             | 468,844           | 656                    |
| Total sewer districts              | 14,185,090           | 2,664,350               | (1,358,556)       | 15,491,286        | 1,317,574              |
| Total business-type activities:    |                      |                         |                   |                   |                        |
| Maryland water quality loans       | 736,734              | 794,498                 | (46,355)          | 1,484,877         | 71,844                 |
| Maryland environmental loans       | 6,738,429            | 1,116,008               | (1,169,475)       | 6,684,962         | 1,105,281              |
| Rural development loans            | 17,218,433           | 1,092,000               | (443,786)         | 17,866,647        | 475,650                |
| Other loans                        | 187,330              | 456,342                 | (25,156)          | 618,516           | 25,989                 |
| Total business-type activities     | \$ 24,880,926        | \$ 3,458,848            | \$ (1,684,772)    | \$ 26,655,002     | \$ 1,678,764           |
| <b>Other Long-term Liabilities</b> |                      |                         |                   |                   |                        |
| <b>Governmental Activities</b>     |                      |                         |                   |                   |                        |
|                                    | Beginning<br>Balance | Current<br>Year Changes | Payments          | Ending<br>Balance | Due Within<br>One Year |
| Leases                             | \$ 0                 | \$ 332,823              | \$ (37,063)       | \$ 295,760        | \$ 37,858              |
| Compensated Absences               | 4,989,685            | 721,463                 | (337,773)         | 5,373,374         | 1,396,999              |
| Net Pension Liability-St of MD     | 19,178,494           | (5,328,263)             |                   | 13,850,231        |                        |
| Net Pension Liability-LOSAP        | 5,216,858            | 467,214                 |                   | 5,684,072         |                        |
| Net OPEB                           | 21,167,587           | 524,126                 |                   | 21,691,713        |                        |
| <b>Business-type activities</b>    |                      |                         |                   |                   |                        |
| Water & sewer districts            |                      |                         |                   |                   |                        |
| Compensated absences               | \$ 518,404           | \$ 50,024               | \$ (18,038)       | \$ 550,390        | \$ 174,752             |
| Net Pension Liability              | 1,500,125            | (341,911)               |                   | 1,158,214         |                        |

**ALLEGANY COUNTY, MARYLAND**  
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**JUNE 30, 2022**

**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.

*Leases-County as Lessee:*

The County, as a lessee, has entered into a lease agreement to rent building space to be used as the County's District Courthouse. The total of the lease asset is recorded at a cost of \$ 332,823, less accumulated amortization of \$ 37,063. The future lease payments under lease agreements are

|              | <b>Leases</b>    |                 |                |
|--------------|------------------|-----------------|----------------|
|              | <b>Principal</b> | <b>Interest</b> | <b>Total</b>   |
| 2023         | 37,858           | 5,918           | 43,776         |
| 2024         | 38,671           | 5,105           | 43,776         |
| 2025         | 41,033           | 4,263           | 45,296         |
| 2026         | 42,223           | 3,377           | 45,600         |
| 2027         | 43,129           | 2,471           | 45,600         |
| 2028-2030    | 92,846           | 2,153           | 94,999         |
| <b>Total</b> | <b>295,760</b>   | <b>23,287</b>   | <b>319,047</b> |

Annual debt service requirements to maturity for Allegany County's governmental activities long-term debt outstanding as of June 30, 2022 are as follows:

| Year<br>Ending<br>June 30, | General Obligation Bonds |                      | Notes from<br>Direct Borrowing |                  | Capital Leases |             | State Loans from<br>Direct Borrowing |               | Premium<br>Bond Pay | Totals               |                      |
|----------------------------|--------------------------|----------------------|--------------------------------|------------------|----------------|-------------|--------------------------------------|---------------|---------------------|----------------------|----------------------|
|                            | Principal                | Interest             | Principal                      | Interest         | Principal      | Interest    | Principal                            | Interest      |                     | Principal            | Interest             |
| 2023                       | 1,450,000                | 1,194,196            | 108,152                        | 12,499           | -              | -           | 25,406                               | 236           | 148,116             | 1,731,674            | 1,206,931            |
| 2024                       | 1,895,000                | 1,131,345            | 54,198                         | 10,977           | -              | -           | -                                    | -             | 148,116             | 2,097,314            | 1,142,322            |
| 2025                       | 2,075,000                | 1,058,445            | 55,868                         | 9,309            | -              | -           | -                                    | -             | 148,116             | 2,278,984            | 1,067,754            |
| 2026                       | 2,150,000                | 981,120              | 57,568                         | 7,908            | -              | -           | -                                    | -             | 148,116             | 2,355,684            | 989,028              |
| 2027                       | 2,225,000                | 905,645              | 59,308                         | 6,169            | -              | -           | -                                    | -             | 148,116             | 2,432,424            | 911,814              |
| 2028-2032                  | 10,735,000               | 3,295,275            | 259,417                        | 11,955           | -              | -           | -                                    | -             | 553,475             | 11,547,892           | 3,307,230            |
| 2033-2037                  | 9,280,000                | 1,622,844            | 74,482                         | -                | -              | -           | -                                    | -             | 445,507             | 9,799,989            | 1,622,844            |
| 2038-2042                  | 6,870,000                | 506,434              | 19,328                         | -                | -              | -           | -                                    | -             | 267,289             | 7,156,617            | 506,434              |
| 2043-2048                  | 1,125,000                | 29,980               | -                              | -                | -              | -           | -                                    | -             | 22,666              | 1,147,666            | 29,980               |
|                            | <b>\$ 37,805,000</b>     | <b>\$ 10,725,284</b> | <b>\$ 688,321</b>              | <b>\$ 58,817</b> | <b>\$ 0</b>    | <b>\$ 0</b> | <b>\$ 25,406</b>                     | <b>\$ 236</b> | <b>\$ 2,029,517</b> | <b>\$ 40,548,245</b> | <b>\$ 10,784,337</b> |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

Annual debt service requirements to maturity for Allegany County's business-type activities long-term debt outstanding as of June 30, 2022 are as follows:

| The annual debt service requirements to maturity for the Water Districts long-term debt outstanding at June 30, 2022 are: |                           |              |                         |            |             |           |               |              |  |
|---|---------------------------|--------------|-------------------------|------------|-------------|-----------|---------------|--------------|--|
| Year Ending<br>June 30,   | Farmers Home Admin. Loans |              | Water Quality/MDE Loans |            | Other Loans |           | Totals        |              |  |
|   | Principal                 | Interest     | Principal               | Interest   | Principal   | Interest  | Principal     | Interest     |  |
| 2023  | 292,635                   | 275,306      | 43,222                  | 8,893      | 25,333      | 6,153     | 361,190       | 290,352      |  |
| 2024  | 301,991                   | 265,950      | 43,491                  | 8,343      | 22,933      | 5,320     | 368,415       | 279,613      |  |
| 2025  | 311,706                   | 256,235      | 43,763                  | 11,931     | 4,430       | 4,557     | 359,899       | 272,723      |  |
| 2026  | 321,795                   | 246,145      | 44,036                  | 7,798      | 4,633       | 4,353     | 370,464       | 258,296      |  |
| 2027  | 332,275                   | 235,666      | 44,312                  | 7,525      | 4,846       | 4,140     | 381,433       | 247,331      |  |
| 2028-2032   | 1,811,366                 | 934,153      | 225,792                 | 33,403     | 27,781      | 17,150    | 2,064,939     | 984,706      |  |
| 2033-2037   | 1,869,235                 | 714,363      | 212,330                 | 25,252     | 34,777      | 9,854     | 2,116,342     | 749,469      |  |
| 2038-2042   | 1,684,309                 | 438,764      | 183,775                 | 18,037     | 24,940      | 2,020     | 1,893,024     | 458,821      |  |
| 2043-2047   | 1,396,653                 | 239,826      | 163,454                 | 13,613     | 0           | 0         | 1,560,107     | 253,439      |  |
| 2048-2052   | 1,321,081                 | 90,545       | 144,380                 | 9,026      | 0           | 0         | 1,465,461     | 99,571       |  |
| 2053-2057   | 219,790                   | 6,226        | -                       | -          | 0           | 0         | 219,790       | 6,226        |  |
| 2058-2062   | 2,844                     | 18           | -                       | -          | 0           | 0         | 2,844         | 18           |  |
| Totals  | \$ 9,865,680              | \$ 3,703,197 | \$ 1,148,555            | \$ 143,821 | \$ 149,673  | \$ 53,547 | \$ 11,163,909 | \$ 3,900,565 |  |

| The annual debt service requirements to maturity for the Sanitary Districts long-term debt outstanding at June 30, 2022 are: |                     |           |                         |            |                           |              |             |          |               |
|--|---------------------|-----------|-------------------------|------------|---------------------------|--------------|-------------|----------|---------------|
| Year Ending<br>June 30,  | Water Quality Loans |           | Md. Environmental Loans |            | Farmers Home Admin. Loans |              | Other Loans |          | Totals        |
|  | Principal           | Interest  | Principal               | Interest   | Principal                 | Interest     | Principal   | Interest |               |
| 2023   | 28,623              | 4,767     | 1,105,280               | 86,057     | 183,015                   | 214,007      | 656         | 560      | 1,317,574     |
| 2024   | 28,979              | 4,429     | 1,119,372               | 71,736     | 188,320                   | 208,702      | 686         | 530      | 1,337,357     |
| 2025   | 29,300              | 4,089     | 1,086,517               | 57,442     | 193,892                   | 203,130      | 717         | 499      | 1,310,426     |
| 2026   | 29,645              | 3,744     | 705,561                 | 43,462     | 199,562                   | 197,460      | 750         | 465      | 935,518       |
| 2027   | 29,994              | 3,395     | 672,461                 | 32,777     | 205,455                   | 191,567      | 785         | 431      | 908,695       |
| 2028-2032  | 145,692             | 11,126    | 1,141,905               | 60,390     | 1,122,902                 | 848,402      | 4,501       | 1,582    | 2,415,000     |
| 2033-2037  | 44,085              | -         | 334,827                 | 26,413     | 1,252,379                 | 682,632      | 460,749     | 462      | 2,092,040     |
| 2038-2042  | -                   | -         | 194,378                 | 18,687     | 1,293,290                 | 501,462      | -           | -        | 1,487,668     |
| 2043-2047  | -                   | -         | 198,297                 | 14,769     | 1,491,527                 | 302,312      | -           | -        | 1,689,824     |
| 2048-2052  | -                   | -         | 126,364                 | 8,190      | 936,381                   | 144,410      | -           | -        | 1,062,745     |
| 2053-2057  | -                   | -         | -                       | -          | 723,529                   | 58,544       | -           | -        | 723,529       |
| 2058-2062  | -                   | -         | -                       | -          | 210,508                   | 10,029       | -           | -        | 210,508       |
| Totals   | \$ 336,318          | \$ 31,550 | \$ 6,684,962            | \$ 419,923 | \$ 8,000,760              | \$ 3,562,637 | \$ 468,844  | \$ 4,529 | \$ 15,491,286 |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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<br>Schedule of Long - Term General Obligation Debt: |                  |                     |                      |               |               |
|--|------------------|---------------------|----------------------|---------------|---------------|
|  | Date of<br>Issue | Date of<br>Maturity | Interest<br>Rate (%) | June 30,      |               |
|  |                  |                     |                      | 2022          | 2021          |
| General Obligation Bonds:  |                  |                     |                      |               |               |
| Public Improvement Bonds:  |                  |                     |                      |               |               |
| Bonds of 2013-Nontax   | 03/11/13         | 03/11/27            | 2.11                 | 3,460,000     | 4,090,000     |
| Bonds of 2014  | 12/16/14         | 12/16/35            | 2.88                 | 6,820,000     | 7,195,000     |
| Bonds of 2019  | 12/14/18         | 12/14/38            | 3.5-5                | 9,850,000     | 10,230,000    |
| Bonds of 2020-Nontax   | 11/24/20         | 07/15/41            | 2.44                 | 7,170,000     | 7,170,000     |
| Bonds of 2020  | 11/24/20         | 04/15/43            | 2.50                 | 10,505,000    | 10,505,000    |
| Premium on Bonds   | 03/11/13         | 03/11/27            | n/a                  | 149,688       | 187,108       |
| Premium on Bonds   | 12/16/14         | 12/16/35            | n/a                  | 335,472       | 362,489       |
| Premium on Bonds   | 12/14/18         | 12/14/38            | n/a                  | 711,253       | 754,359       |
| Premium on Bonds   | 11/24/20         | 04/15/43            | n/a                  | 485,430       | 508,096       |
| Premium on Bonds-Nontax  | 11/24/20         | 07/15/41            | n/a                  | 347,677       | 365,583       |
| Notes:   |                  |                     |                      |               |               |
| Farmers Home Admin   | 1992             | 2032                | 5.75                 | 188,322       | 188,322       |
| Other Agency Loan  | 2022             | 2032                | 2.50                 | 500,000       | 0             |
| Md Environmental Loan  | 2003             | 2023                | 0.89                 | 25,406        | 66,580        |
| Total Long - Term General Obligation Debt  |                  |                     |                      | 40,548,245    | 41,622,539    |
| Compensated Absences   |                  |                     |                      | 5,373,374     | 4,989,686     |
| Total long-term liabilities  |                  |                     |                      | \$ 45,921,619 | \$ 46,612,225 |



**ALLEGANY COUNTY, MARYLAND**  
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**JUNE 30, 2022**

| Water Districts Debt:                        | Date of Issue | Maturity Date | Interest Rate % | June 30, 2022 | June 30, 2021 |
|--|---------------|---------------|-----------------|---------------|---------------|
| Eckhart FHA Loan 1991 Series A               | 02/21/91      | 2031          | 6.0             | \$ 52,485     | \$ 56,701     |
| Eckhart FHA Loan 1991 Series B               | 02/21/91      | 2031          | 6.0             | 127,962       | 138,267       |
| Eckhart/Clarysville RDA Loan                 | 04/17/11      | 2051          | 2.5             | 179,086       | 183,307       |
| Borden/Zhilman FHA Loan 1998                 | 10/22/97      | 2037          | 4.5             | 203,461       | 212,400       |
| Carlos/Shaft FHA Loan 2000                   | 12/28/99      | 12/28/2039    | 3.25            | 302,286       | 314,995       |
| Okdtown Rd FHA Loan 2000 R-1                 | 12/28/99      | 12/28/2039    | 3.25            | 142,651       | 148,644       |
| Okdtown Rd FHA Loan 2000 R-2                 | 12/28/99      | 12/28/2039    | 3.25            | 145,622       | 151,741       |
| Grahmtown FHA Loan 2001 R-2                  | 2001          | 2042          | 4.5             | 418,819       | 432,022       |
| Consol FHA loan                              | 2004          | 2044          | 4.5             | 77,910        | 79,993        |
| McCoole FHA Loan                             | 1999          | 2039          | 4.5             | 688,160       | 715,853       |
| Barton Industrial Park                       | 2005          | 2045          | 4.5             | 272,453       | 279,346       |
| Klondike FHA                                 | 2005          | 2045          | 4.5             | 356,284       | 365,133       |
| Morantown FHA Loan                           | 2005          | 2046          | 4.25            | 131,076       | 134,284       |
| Mexico Farms                                 | 1992          | 2032          | 5.5             | 205,427       | 219,676       |
| Bowmans Addition RDA Loan                    | 10/01/10      | 2051          | 3.75            | 506,460       | 516,277       |
| Bowmans Addition Phase 2 RDA                 | 12/16/11      | 2052          | 2.00            | 509,780       | 521,852       |
| Bedford Rd/Shades Lane MDE                   | 06/28/12      | 2052          | 1.00            | 31,525        | 33,022        |
| Cresaptown RDA Loan                          | 06/28/12      | 2052          | 2.00            | 1,229,242     | 1,258,860     |
| Cresaptown RDA Loan 2                        | 06/28/12      | 2052          | 2.00            | 380,946       | 390,127       |
| Mt Savage-FHA Loan                           | 06/30/13      | 2053          | 2.00            | 2,927,594     | 2,997,437     |
| Mt Savage-MDE Loan                           | 10/31/12      | 2042          | 1.00            | 65,108        | 67,997        |
| Rawlings                                     | 03/31/14      | 2054          | 2.00            | 161,553       | 165,244       |
| Rawlings-MDE Loan                            | 2015          | 2020          | 2.00            | 125,660       | 134,734       |
| Rawlings-RDA Loan                            | 2016          | 2057          | 2.00            | 408,634       | 417,139       |
| Okdtown Road -FHA Loan                       | 2017          | 2057          | 2.00            | 90,945        | 92,744        |
| Route 36 District -FHA                       | 2017          | 2057          | 2.00            | 72,044        | 76,724        |
| Route 36 District -MDE                       | 2017          | 2036          | 2.00            | 89,247        | 91,190        |
| Route 36 District -FHA                       | 2018          | 2058          | 2.00            | 93,727        | 95,622        |
| Route 36 District -MDE                       | 2018          | 2037          | 2.00            | 131,766       | 136,373       |
| Pond Circle, FHA                             | 2018          | 2058          | 2.00            | 91,693        | 93,592        |
| Bedford Rd-MDE loan                          | 2022          | 2052          | 0.40            | 307,194       |               |
| Cresaptown -MDE Loan                         | 2022          | 2052          | 0.40            | 487,304       |               |
| Sub-total                                    |               |               |                 | 11,014,240    | 10,521,432    |
| Carlos/Shaft Loan                            | 2006          | 2040          | 4.5             | 35,026        | 36,263        |
| Missick Road Loan                            | 2006          | 2040          | 4.5             | 55,188        | 57,136        |
| Route 51 Loan                                | 2006          | 2040          | 4.5             | 19,477        | 20,164        |
| PSC Rate case                                | 2007          | 2024          | 4.5             | 39,982        | 60,638        |
| Sub - total                                  |               |               |                 | 149,673       | 174,203       |
| Total debt                                   |               |               |                 | 11,163,909    | 10,695,635    |
| Less: Current maturities of long - term debt |               |               |                 | (361,190)     | (326,214)     |
| Total Water Districts long - term debt       |               |               |                 | \$ 10,802,719 | \$ 10,369,421 |
| Sanitary Districts Debt:                     |               |               |                 |               |               |
| Bedford Road                                 | 2013          | 2032          | 1.4             | 139,539       | 152,467       |
| Jennings Run                                 | 2014/2015     | 2036          | 1.0             | 196,777       | 212,139       |
| Braddock Run                                 | 2016          | 2034          | 1.0             | 643,762       | 689,842       |
| Bedford Road                                 | 2017          | 2031          | 1.2             | 73,772        | 82,117        |
| Celanese WWTP Upgrade                        | 06/03         | 2023          | 0.40            | 1,256,949     | 1,683,862     |
| Inflow and Infiltration Study I              | 12/03         | 2023          | 0.40            | 0             | 77,686        |
| Celanese                                     | 2006          | 2026          | 0.40            | 171,291       | 213,160       |
| Inflow and Infiltration Study II             | 2008          | 2028          | 1.00            | 392,260       | 454,173       |
| George Creek WWTP Upgrade                    | 2009          | 2029          | 0.40            | 2,948,134     | 3,401,166     |
| Inflow and Infiltration Study II             | 2010          | 2030          | 1.00            | 119,368       | 136,421       |
| Georges Creek                                | 2007          | 2047          | 4.125           | 402,564       | 411,612       |
| Cash Valley Road                             | 1996          | 2036          | 4.50            | 80,840        | 85,028        |
| Okdtown Road                                 | 1996          | 2036          | 4.50            | 306,576       | 322,459       |
| Bowling Green/Cresaptown                     | 2007          | 2047          | 4.125           | 1,817,916     | 1,858,773     |
| Bedford Road                                 | 2012          | 2052          | 2.000           | 387,492       | 396,831       |
| Bedford Road                                 | 2013          | 2052          | 2.000           | 422,894       | 432,861       |
| Jennings Run                                 | 2013          | 2052          | 2.000           | 734,996       | 752,457       |
| Wrights Crossing-Brad Run                    | 2018          | 2057          | 2.000           | 2,755,479     | 2,808,900     |
| Okdtown                                      | 2006          | 2036          | 4.5             | 12,502        | 13,130        |
| Braddock Run                                 | 2022          | 2052          | 0.4             | 449,214       | -             |
| Bedford Road                                 | 2022          | 2052          | 0.4             | 551,949       | -             |
| Bedford Road                                 | 2022          | 2052          | 0.4             | 78,665        | -             |
| Mexico Farms                                 | 2022          | 2062          | 2.0             | 1,092,000     | -             |
| Utility Building                             | 2022          | 2032          |                 | 456,342       | -             |
| Total  |               |               | C-55            | 15,491,286    | 14,185,492    |
| Less: Current maturities of long - term debt |               |               |                 | (1,317,574)   | (1,321,973)   |
| Total Sanitary Districts Long - term Debt    |               |               |                 | \$ 14,173,712 | \$ 12,863,519 |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Long-term Liabilities - Component Units**

Long-term debt activity for the year ended June 30, 2022:

|                          |                                    |                                  |
|--------------------------|------------------------------------|----------------------------------|
|                          | Allegany<br>College of<br>Maryland | LaVale<br>Sanitary<br>Commission |
| Payable at July 1, 2021  | \$ 338,510                         | \$ 4,055,590                     |
| Amount issued            |                                    |                                  |
| Amount retired           | (66,449)                           | (235,611)                        |
| Payable at June 30, 2022 | <u>\$ 272,061</u>                  | <u>\$ 3,819,979</u>              |

Annual debt service requirements to maturity:

| Fiscal Year     | Allegany College of Maryland (Capital Leases) |                 |                   | LaVale Sanitary Commission |                   |                    |
|-----------------|---|-----------------|-------------------|----------------------------|-------------------|--------------------|
|                 | Principal                                     | Interest        | Total             | Principal                  | Interest          | Total              |
| 2023            | 60,274  | 2,063           | 62,337            | 239,589                    | 65,073            | 304,662            |
| 2024            | 52,023  | 1,465           | 53,488            | 218,672                    | 61,225            | 279,897            |
| 2025            | 48,729  | 1,071           | 49,800            | 222,563                    | 57,423            | 279,986            |
| 2026            | 49,109  | 691             | 49,800            | 226,469                    | 53,543            | 280,012            |
| 2027            | 49,493  | 307             | 49,800            | 230,391                    | 49,594            | 279,985            |
| 2028-2032       | 12,433  | 16              | 12,449            | 1,214,330                  | 186,346           | 1,400,676          |
| 2033-2037       | -   | -               | -                 | 1,016,815                  | 80,573            | 1,097,388          |
| 2038-2042       | -   | -               | -                 | 274,157                    | 28,057            | 302,214            |
| 2043-thereafter | -   | -               | -                 | 176,993                    | 9,116             | 186,109            |
|                 | <u>\$ 272,061</u>                             | <u>\$ 5,613</u> | <u>\$ 277,674</u> | <u>\$3,819,979</u>         | <u>\$ 590,950</u> | <u>\$4,410,928</u> |

**Note 12. Pension and Retirement Systems**

*Allegany County Primary Government*

**General Information about the Pension Plan**

**Plan Descriptions**

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

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

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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, 2022, 2021 and 2020, were \$ 2,338,861, \$ 2,216,381, and \$ 1,961,655, 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, 2022**

**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, 2022, the County reported total net pension liability of \$ 15,008,358 for its proportionate share of the MD State Retirement System's net pension liability. The net pension liability was measured as of June 30, 2021 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, 2021, the County's proportion was .10 percent, which was an increase of .0915 from its proportion measured as of June 30, 2020.

Pension expense for the pension plan for the year ended June 30, 2022 was \$ 1,931,873.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|  | <u>Deferred Outflows<br/>of Resources</u> | <u>Deferred Inflows<br/>of Resources</u> |
|--|---|--|
| Differences between expected and actual experience                               | \$ -                                      | \$ (898,108)                             |
| Change of assumptions  | (630,201)                                 |  |
| Net difference between projected and actual earnings on pension plan investments |   | 8,262,163                                |
| County contributions subsequent to the measurement date                          | 2,338,861                                 |  |
| <b>Total</b>   | <u><b>\$ 1,708,660</b></u>                | <u><b>\$ 7,364,055</b></u>               |

The amount \$ 2,338,861 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, 2022. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

|                     |                           |
|---------------------|---------------------------|
| Year ended June 30: |                           |
| 2023                | \$ (154,247)              |
| 2024                | (316,981)                 |
| 2025                | (324,761)                 |
| 2026                | (421,907)                 |
| 2027                | 4,228                     |
| <b>Total</b>        | <u><b>(1,213,668)</b></u> |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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**Actuarial Assumptions**

The total pension liability in the June 30, 2021 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                 | 2.6% general, 3.1% wage   |
| Salary increases          | 3.10% to 11.6, including inflation  |
| Discount rate             | 6.80%   |
| Investment rate of return | 6.80%   |
| Mortality                 | Public Sector 2010 Mortality Tables<br>calibrated to MSRPS experience<br>with generational projections using<br>MP-2018 (2-dimensional) mortality<br>improv |

The actuarial assumptions used in both the June 30, 2021 and the June 30, 2020 valuations were based on the results of an actuarial experience study for the five year period of 2014-2018. Based on the 2020 experience study, the actuary recommended changes in the actuarial assumptions. The changes include both the the discount rate and investment rate of return decreased from 7.4% to 6.80%

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, 2022**

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

|                    | Target<br>Allocation | Long-Term<br>Expected Real<br>Rate of Return |
|--------------------|----------------------|--|
| Public Equity      | 37%                  | 4.70%  |
| Private Equity     | 13%                  | 6.50%  |
| Rate Sensitive     | 19%                  | -0.40%                                       |
| Credit Opportunity | 9%                   | 2.60%  |
| Real Assets        | 14%                  | 4.20%  |
| Absolute Return    | 8%                   | 2.00%  |
| 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 6.8%, 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 (5.8%) or 1% higher (7.8%) than the current rate:

|   | 1% Decrease<br>5.80% | Current Discount<br>Rate 6.8% | 1% Increase<br>7.80% |
|---|----------------------|-------------------------------|----------------------|
| County's proportionate<br>share of the net pension<br>liability | 25,561,337           | 15,008,358                    | 6,254,731            |

**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, 2022**

**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, 2022, there were 3 members enrolled in the plan.

The defined contribution plan requires the County to contribute 10.56% to the Management Contractual Employees Retirement Plan of annual covered payroll. The required contribution was \$ 20,589, 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, 2022.

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, 2022 were \$ 6,798,173, which were equal to the State's required contributions for that year. The Board's contributions for the year ended June 30, 2022 were \$ 2,586,615 and \$ 582,676 to the TRS, TPS and ERS, respectively. The Board recorded pension expense for the FY 22 in the amount of \$ (49,722) and the net pension liability recorded was \$ 4,476,487. Deferred outflows of resources was recorded in the amount of \$ 2,066,477, of which, \$ 866,462 was for change in assumptions, \$ 492,693 for change in share and \$ 707,322 was for contributions made subsequent to the measurement date. Deferred inflows of resources was recorded in the amount of \$ 2,483,371, of which \$ 343,098 for the net difference between projected and actual experience, \$ 2,044,327 for difference between projected and actual earnings and \$ 95,946 for change in assumptions.



**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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, 2022. The Library's pension expense for the year was \$ 158,015. Net pension liability was \$ 22,610 at June 30, 2022. Deferred outflows of resources was \$ 10,255 of which \$ 4,377 was due to changes in assumptions, \$ 2,399 change in share and \$ 3,479 was the Library's contributions subsequent to the measurement date. Deferred inflows of resources was recorded in the amount of \$ 12,544, of which \$ 1,733 was for the net difference between expected and actual experience and \$ 485 was the change in assumptions and \$ 10,326 net difference between projected and actual earnings on pension plan investments.

**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, 2021. Allegany College's pension expense for FY 22 was \$ 95,579 and net pension liability was \$ 632,956. Deferred outflows of resources were recorded at \$ 388,934, of which \$ 122,238 was due to change in pension assumptions, \$72,156 was for the net difference employee contributions and share of contributions, \$100,715 was for change in proportionate share between actual and projected experience and \$ 93,825 was attributed to contributions made subsequent to the measurement date. Deferred inflows of resources was recorded at (\$ 370,207) for the net difference between projected and actual experience (\$46,098), change in proportionate share of (\$17,504) and change in assumptions of (\$ 11,645) and (\$294,960) net difference between projected and actual earnings on pension investments.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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, 2022. LaVale Sanitary's pension expense for the fiscal year ended was \$ 150,730. Net pension liability was \$ 317,359.

At June 30, 2022, the Commission reported deferred outflows of resources in the amount of \$ 721,611 of which, \$ 131,954 was the difference between expected and actual experience, \$309,944 was the change in assumption amount and \$ 279,713 was the net difference between projected and actual earnings on pension plan investments.. The deferred inflows of resources was \$ (110,213), all of which 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 452 eligible active members and 97 retirees and 8 vested terminated members. 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, 2022**

**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, 2022, the County reported total net pension liability of \$ 5,684,072. The net pension liability was measured as of December 31, 2021 and the total pension liability was determined by an actuarial valuation as of January 1, 2021, the results of which were rolled forward to the December 31, 2021 measurement date, in accordance with actuarial standards of practice.

Pension expense for the plan for FY 22 was \$ 683,068

At June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

|  | <u>Deferred Outflows<br/>of Resources</u> | <u>Deferred Inflows<br/>of Resources</u> |
|--|---|--|
| Differences between expected and actual experience | \$ 2,135                                  | \$ 281,352                               |
| Change of assumptions                              | 1,257,802                                 | 18,911                                   |
| <b>Total</b>                                       | <b><u>\$ 1,259,937</u></b>                | <b><u>\$ 300,263</u></b>                 |

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<br>(Inflows) of<br>Resources |
|---------------------|--|
| Year ended June 30: |  |
| 2022                | \$ 182,874                                     |
| 2023                | \$ 182,874                                     |
| 2024                | \$ 182,874                                     |
| 2025                | \$ 182,876                                     |
| 2026 and thereafter | \$ 228,176                                     |
| <b>Total</b>        | <b><u>959,674</u></b>                          |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 13. Pension and Retirement Systems-LOSAP-continued**

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**Actuarial Assumptions**

The total pension liability in the January 1, 2021 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             | 1.84%  |
| Investment rate of return | 1.84%, 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 1.84%. This single discount rate was based on the expected rate of return on pension plan investments of 1.84%. The discount rate of 1.84% is based on the 20-year AA general obligation bond rate as of December 31, 2021.

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 1.84% from the previous year's rate of 2.0%.

**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 1.84%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1% lower (.84%) or 1% higher (2.84%) than the current rate:

|   | 1% Decrease<br>0.84% | Current Discount<br>Rate 1.84% | 1% Increase<br>2.84% |
|---|----------------------|--------------------------------|----------------------|
| County's proportionate<br>share of the net pension<br>liability | 6,854,268            | 5,684,072                      | 4,778,637            |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

Note 13. Pension and Retirement Systems-LOSAP-continued

Changes in Net Pension Liability

|   |                      |
|---|----------------------|
| Total Net Pension Liability                       |                      |
| Service Cost                                      | 405,115              |
| Interest  | 95,079               |
| Changes in Benefit Terms                          |                      |
| Difference between expected and actual experience | (80,770)             |
| Changes in assumptions, including discount rate   | 153,331              |
| Benefit payments and expenses                     | <u>(105,541)</u>     |
| Net Change in total pension liability             | 467,214              |
| <br>Total Net Pension Liability-beginning         | <br><u>5,216,858</u> |
| Total Net Pension Liability-ending                | <u>5,684,072</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, 2022**

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

| Fiscal Year 2022 Fund Balance Classifications |                      |  |                      |                      |
|---|----------------------|--|----------------------|----------------------|
| Fund Balances:                                | General<br>Fund      | Major Special<br>Revenue Fund<br>Revolving<br>Building | Other<br>Funds       | Total                |
| Nonspendable                                  |                      |  |                      |                      |
| Long term receivables                         | \$ -                 | \$ -   | \$ -                 | \$ -                 |
| Inventory                                     |                      |  | 35,669               | 35,669               |
| Restricted for:                               |                      |  |                      |                      |
| Housing programs                              | -                    | -  | 9,739                | 9,739                |
| Coal Haul Roads                               | -                    | -  | 57,201               | 57,201               |
| Drug task Force                               | -                    | -  | 160,569              | 160,569              |
| Inmate activities/fire companies              | -                    | -  | 946,312              | 946,312              |
| PIB Bond Projects                             | -                    | -  | 5,696,909            | 5,696,909            |
| CARES Fund                                    |                      |  | 2,425                | 2,425                |
| Debt Service                                  |                      |  | 4,889,317            | 4,889,317            |
| Sheriff Task Force                            |                      |  | 19,991               | 19,991               |
| Committed to:                                 |                      |  |                      |                      |
| Economic development                          | -                    | 7,096,334  | -                    | 7,096,334            |
| Amount to balance FY 2023 budget              | 2,561,190            |  |                      | 2,561,190            |
| School capital/Fire Co                        | -                    | -  | 1,605,868            | 1,605,868            |
| Assigned to:                                  |                      |  |                      |                      |
| Election machine replacements                 |                      | -  | -                    | -                    |
| Future Disparity Grant Funding                | 3,264,000            |  |                      | 3,264,000            |
| Potential State of MD Budget Cuts             | 750,000              | -  |                      | 750,000              |
| LOSAP   | 3,470,384            |  |                      | 3,470,384            |
| Technology Enhancements                       | -                    | -  | 229,372              | 229,372              |
| Public Works projects                         |                      |  | 1,063,068            | 1,063,068            |
| Public Safety                                 |                      |  | 103,644              | 103,644              |
| School projects                               |                      |  | 322,765              | 322,765              |
| County building improvements                  | -                    | -  | 220,597              | 220,597              |
| Unassigned:                                   | 24,904,845           | -  | (1,540,392)          | 23,364,453           |
|   | <u>\$ 34,950,419</u> | <u>\$ 7,096,334</u>                                    | <u>\$ 13,823,054</u> | <u>\$ 55,869,807</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, 2022**

**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 5.5 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 430 active members and 267 inactive plan members or beneficiaries currently receiving benefit payments and there are no inactive plan members that are entitled to but not receiving benefits.

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

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

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



**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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<br>County<br>Non-Pension<br>Postemployment<br>Benefits Plan   |
|-------------------------------|--|
| Valuation Date                | 6/30/2021  |
| Measurement Date              | 06/30/22   |
| Actuarial cost method         | Entry Age  |
| Amortization method           | Level percentage of pay<br>(3% annual payroll increase assumed)  |
| Remaining amortization period | 30 Years   |
| Actuarial assumptions:        |  |
| Discount Rate                 | The expected trust return of 7.0% is blended with<br>the 20 year Aa municipal bond rate of 3.69%.<br>The blended rate is 5.71%   |
| Investment rate of return     | 7%, net of investment expense and including<br>inflation   |
| Healthcare cost trend rate    | 6.5% for 2022, reduced linearly to an<br>ultimate rate of 4.0% in 2029   |
| Mortality                     | Pre/Post Retirement: Pub 2010G Headcount (M/F)<br>with generational improvements using Scale SSA18<br>Post Disablement: Pub 2010 G Headcount (M/F)<br>with generational improvements using Scale SSA18 |

**Changes in Actuarial assumptions.** There were no changes in actuarial assumptions during fiscal year 2022, except for the change in discount rate. Discount rate increased from 5.43% in FY 2021 to 5.71% in FY 22.



**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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, 2022, and the final investment return assumption, are summarized in the following table:

|                                    | <b>Long-Term<br/>Expected Real<br/>Rate of Return</b> | <b>Long-Term<br/>Weighted Real<br/>Rate of Return</b> |
|------------------------------------|---|---|
| Domestic Equity                    | 5.85%   | 36.00%  |
| International funds                | 6.25%   | 24.00%  |
| Fixed Income-US                    | 2.00%   | 35.00%  |
| Real Estate                        | 4.95%   | 5.00%   |
| Cash Equivalents                   | 0.00%   | 0.00%   |
| Total Weighted Average Real Return | 4.55%   | 100.00%   |
| Plus Inflation                     | 2.50%   |   |
| Total Return w/o Adjustment        | 7.05%   |   |
| Risk Adjustment                    | -0.05%  |   |
| Total Expected Return              | 7.00%   |   |

The money-weighted rate of return for FY 22 was (12.27%)

**Net OPEB Obligation:**

The County's net OPEB liability was measured as of June 30, 2022, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of June 30, 2021, the results of which were rolled forward to the June 30, 2022 measurement date, in accordance with actuarial standards of practice.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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

|  | <b><u>FY 22</u></b>      |
|--|--------------------------|
| Total OPEB Liability   |                          |
| Service Cost   | 479,548                  |
| Interest   | 1,340,210                |
| Change in benefit terms  |                          |
| Differences between expected and actual experience                 | 14,476                   |
| Changes in assumptions, including discount rate                    | (512,259)                |
| Benefit payments   | (1,251,044)              |
| Net Change in total OPEB Liability                                 | <u>70,931</u>            |
| <br>Total OPEB liability-beginning                                 | <br><u>24,819,292</u>    |
| Total OPEB liability-ending  | <u><u>24,890,223</u></u> |
| <br>Plan fiduciary net position                                    |                          |
| Contributions-employer   | 1,251,043                |
| Contributions-member   | 82,707                   |
| Net investment income  | (447,751)                |
| Benefit payments   | (1,333,750)              |
| Administrative expenses  | (5,444)                  |
| Net change in plan fiduciary net position                          | <u>(453,195)</u>         |
| <br>Plan fiduciary net position-beginning                          | <br><u>3,651,705</u>     |
| Plan fiduciary net position-ending                                 | <u><u>3,198,510</u></u>  |
| <br>Net OPEB liability beginning                                   | <br><u>21,167,587</u>    |
| Net OPEB liability ending  | <u><u>21,691,713</u></u> |
| <br>Fiduciary net position as a percentage of total OPEB liability | <br>12.85%               |

**Discount Rate:** The discount rate used to measure the total OPEB liability was 5.71%. 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 2030, then from the trust there forward (from 2031 on).

Therefore, the expected trust return of 7% is blended with the 20 year Aa bond rate (Source: Fidelity general obligation municipal bond index) of 3.69%. The blended rate is 5.71%.

**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 (4.71%) or 1% higher (6.71%) than the current discount rate:

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

|                    | <u>Discount Rate<br/>at 4.71%</u> | <u>Discount Rate<br/>at 5.71%</u> | <u>Discount Rate<br/>at 6.71%</u> |
|--------------------|-----------------------------------|-----------------------------------|-----------------------------------|
| Net OPEB Liability | 23,717,509                        | 21,691,713                        | 19,910,106                        |

**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<br/>(5.5% decreasing<br/>to 3.0%)</u> | <u>(6.5% decreasing<br/>to 4.0%)</u> | <u>1% Increase<br/>(7.5% decreasing<br/>to 5.0%)</u> |
|--------------------|--|--------------------------------------|--|
| Net OPEB Liability | 19,809,133   | 21,691,713                           | 23,858,164   |

**OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB.** As of June 30, 2022, the County reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

|  | <u>Deferred Outflows<br/>of Resources</u> | <u>Deferred Inflows<br/>of Resources</u> |
|--|---|--|
| Differences between expected and actual experience                       | \$ 12,408                                 | \$ (603,154)                             |
| Change of assumptions  | 267,639                                   | (519,693)                                |
| Net difference between projected and actual earnings on plan investments | 354,886                                   |  |
| <b>Total</b>   | <b>\$ 634,933</b>                         | <b>\$ (1,122,847)</b>                    |

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

|                     | <u>Deferred Outflows<br/>(Inflows) of<br/>Resources</u> |
|---------------------|---|
| Year ended June 30: |   |
| 2023                | \$ (129,299)  |
| 2024                | \$ (119,671)  |
| 2025                | \$ (151,247)  |
| 2026                | \$ 54,526   |
| 2027 and thereafter | \$ (142,223)  |
| <b>Total</b>        | <b>(487,914)</b>  |

OPEB expense for fiscal year ending June 30, 2021 was \$1,328,199.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

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

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**Payable to OPEB Plan:**

There were no contributions payable to the OPEB plan as of June 30, 2022.

*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, 2022 was \$ 13,426,485. For the year ended June 30, 2022 , the Board recognized OPEB expense of \$ 1,125,792. Deferred outflows of resources at year end was \$ 4,524,438 of which \$ 1,587,771 was for changes in assumptions and \$ 2,936,667 which represented the difference between projected and actual earnings. Deferred inflows of resources was \$ 3,196,092 of which \$ 1,397,573 was for the difference between projected and actual earnings, \$ 69,925 was for the change in assumptions and \$ 1,728,594,was for the difference between expected and actual experiences.

**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 \$ 9,143. Net OPEB liability was \$ 109,243 at June 30, 2022. Deferred outflows for FY 22 was \$ 16,727, of which, \$6,908 was for the difference between expected and actual experience and \$ 9,819 was for changes in assumptions and deferred inflows in the amount of \$ 45,261 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 (income) for the year was \$ (123,000). Net OPEB liability was \$ (24,435) at June 30, 2022, of which was recorded as an asset. Deferred outflows of resources was recorded at June 30, 2022 in the amount of \$ 1,593,647, of which \$ 1,491,983 was for the change in assumptions and \$ 101,664 was the net difference between projected and actual earnings on OPEB plan investments.. Deferred inflows were recorded at \$ 3,260,744, of which \$ 788,856 was due to the difference between expected and actual experience and \$2,471,888 due to change in assumptions.

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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:

| <u>Year</u> | <u>Percentage of Assessment<br/>Increase Credit</u> |
|-------------|---|
| 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 2022 enterprise zone credits amounted to \$ 60,220 and the State of Maryland reimbursed the County \$ 30,110.

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, 2022**

**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<br>Cost as<br>Percentage of<br>Base<br><br>Assessment | Available Tax<br>Exempt<br>Status of<br>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 22 was \$ 30,957. 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, 2022**

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.

**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.

Third party administrators estimated the non-discounted claims liability reported in the funds at June 30, 2022. 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 2022 are as follows:

|                                 |                    |
|---------------------------------|--------------------|
| Balance at July 1, 2020         | \$ 600,479         |
| Claims and changes in estimates | 7,608,083          |
| Claim payments                  | <u>(7,653,362)</u> |
| Balance at June 30, 2021        | \$ 555,200         |
| Claims and changes in estimates | 7,413,895          |
| Claim payments                  | <u>(7,394,495)</u> |
| Balance at June 30, 2022        | <u>\$ 574,600</u>  |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**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, 2022 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, 2022, such debt includes loans with the U.S. Department of Agriculture of \$1,380,979 and Series 2021 Bond of \$ 2,439,000

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.

The State of Maryland's Commerce Department and Allegany County have entered into a verbal agreement that the conditional loan in the amount of \$1,500,000 will be forgivable at \$150,000 per year as long as the property can maintain 100 employees each year. The conditional loan has been recorded in the financial statements as Due to State.



**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 20. Related Party**

The Willowbrook Health Center Condominium (the Association) is a statutory condominium association organized for the purposes of operating and maintaining the common property of the Willowbrook Health Center Condominium. The Willowbrook Health Center Condominium consists of four units occupying a site of approximately 4.6 acres located in Cumberland, MD. The Condominium is jointly owned by the Allegany County Commissioners at 46.7 percent and the Western Maryland Health System at 53.3 percent. During FY 22, Allegany County paid \$ 293,513 in fees to the Willowbrook Health Center Condominium. Of this amount, \$ 30,938 is included in accounts payable at year-end.

**Note 21. Prior Period Adjustment-Change in Accounting Principal**

During FY 22, the County adopted the provisions of GASB Statement No. 87, *Leases*. The objective of this statement is to better meet the information needs of financial statement users by improving accounting and financial reporting for leases by governments. The statement requires recognition of certain lease assets and liabilities for leases that were previously were classified as operating leases and recognized inflows of resources or outflows of resources based on the payment provisions of the contract. It establishes a single model for lease accounting based on the foundational principle that leases are financings of the right to use an underlying asset. A lease is required to recognize a lease liability and an intangible right-to-use lease asset, and a lessor is required to recognize a lease receivable and a deferred inflow of resources. These changes were incorporated into the County's financial statements. The changes had no effect on beginning net position due to the fact that lease receivables equaled deferred inflows and net book value asset equaled lease liability.

Net position as of July 1, 2021, has been restated as follows for the implementation of GASB Statement No. 87, *"Leases"*. The table below reflects the restatement amounts on the government-wide statement of net position:

|   | <b>Government-wide<br/>Statement of Net Position<br/>Governmental Activities</b> |
|---|--|
| Net Position at June 30, 2021, as previously reported | \$ 69,268,295  |
| Adjustments:  | -  |
| Lease Receivable                                      | 15,268,827   |
| Deferred inflows-leases                               | (15,268,827)   |
| Net Book Value Leased Asset                           | 332,823  |
| Lease Liability                                       | (332,823)  |
| Net Position at July 1, 2021, as restated             | <u>\$ 69,268,295</u>   |

**ALLEGANY COUNTY, MARYLAND**  
**NOTES TO THE FINANCIAL STATEMENTS**  
**JUNE 30, 2022**

**Note 22. New Pronouncements**

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As of June 30, 2022, the Governmental Accounting Standards Board (GASB) has issued the following pronouncements, which will require adoption in the future, if applicable: GASB Statement No. 90, *"Accounting for Interest Cost Incurred before the End of a Construction Period"*; GASB Standard No. 91, *"Conduit Debt Obligations"*; GASB Statement No. 93, *"Replacement of Interbank Offered Rates"*; GASB Statement No. 94, *"Public-Private and Public-Public Partnerships and Availability Payment Arrangements"*; GASB Statement No. 96, *"Subscription Based Information Technology Arrangements"*; GASB Statement No. 97, *"Certain Component Unit Criteria and Accounting and Financial Reporting for Internal Revenue Code Section 457 Deferred Compensation Plans-an amendment of GASB Statements No. 14 and No. 84, and a supersession of GASB Statement No. 32."*; GASB Statement No. 99, *"Omnibus 2022"*; GASB Statement No. 100, *Accounting Changes and Error Corrections*, and GASB No. 101, *"Compensated Absences"*. These statements may have a material effect on the County's financial statements once implemented. The County has not yet completed the process of evaluating the impact of these pronouncements on its financial statements, and plans to adopt them, as applicable by their effective date.

**Note 23. Evaluation of Subsequent Events**

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The County has evaluated, for possible financial statement disclosures, subsequent events through February 17, 2023, the date which the financial statements were available to be issued, and has determined there were no such events.

**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 \***

|  | 2022      | 2021      | 2020      | 2019      | 2018      | 2017      |
|--|-----------|-----------|-----------|-----------|-----------|-----------|
| Total Net Pension Liability                        |           |           |           |           |           |           |
| Service Cost                                       | 405,115   | 396,312   | 341,969   | 352,003   | 308,176   | 260,811   |
| Interest   | 95,079    | 85,452    | 94,779    | 104,059   | 72,176    | 71,864    |
| Changes in Benefit terms                           |           |           |           |           |           |           |
| Differences between expected and actual experience | (80,770)  | (97,103)  | (127,045) | (105,205) | 4,799     | 1         |
| Changes in assumptions, including discount rate    | 153,331   | 604,872   | 599,378   | 334,551   | 246,393   | (31,517)  |
| Benefit payments and expenses                      | (105,541) | (84,129)  | (81,231)  | (6,620)   | (7,270)   | (6,820)   |
| Net Change in total pension liability              | 467,214   | 905,404   | 827,850   | 678,788   | 624,274   | 294,339   |
| Total Net Pension Liability-beginning              | 5,216,858 | 4,311,454 | 3,483,604 | 2,804,816 | 2,180,542 | 1,886,203 |
| Total Net Pension Liability-ending                 | 5,684,072 | 5,216,858 | 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<br>Proportion of the<br>net pension<br>liability | County's<br>Proportion of the<br>net pension<br>liability (asset) | County's<br>Covered<br>Payroll | County's share<br>of net pension<br>Liability (asset)<br>as a % of payroll | Plan fiduciary<br>net position as<br>a % of total<br>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%   |
| 2021       | 9.19%   | 20,778,533  | 16,542,967                     | 125.60%  | 70.72%   |
| 2022       | 0.10%   | 15,008,358  | 15,556,786                     | 96.47%   | 81.84%   |

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<br>required<br>contribution | Contributions<br>relative to<br>Contractually<br>Required contribution | Contribution<br>Deficiency | County's<br>Covered<br>Payroll | Contributions<br>as a % of<br>covered<br>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  |                            | 16,542,967                     | 11.86%   |
| 2021       | 2,216,381                                 | 2,216,381  |                            | 15,556,786                     | 14.25%   |
| 2022       | 2,338,861                                 | # 2,338,861  |                            | 19,246,934                     | 12.15%   |

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

**Allegheny 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 22       | FY 21       | FY 20       | FY 19       | FY 18       | FY 17       |
|--|-------------|-------------|-------------|-------------|-------------|-------------|
| Total OPEB Liability   |             |             |             |             |             |             |
| Service Cost   | 479,548     | 465,581     | 394,767     | 383,269     | 372,106     | 361,268     |
| Interest   | 1,340,210   | 1,310,884   | 1,387,465   | 1,345,895   | 1,275,326   | 1,250,947   |
| Change in benefit terms  |             |             |             |             |             |             |
| Differences between expected and actual experience   | 14,476      |             | (1,206,307) |             |             |             |
| Changes in assumptions, including discount rate  | (512,259)   | (90,006)    | 535,281     | (103,054)   | (599,679)   |             |
| Benefit payments   | (1,251,044) | (1,515,078) | (1,062,954) | (1,167,028) | (1,090,895) | (1,235,135) |
| Net Change in total OPEB Liability   | 70,931      | 171,381     | 48,252      | 459,082     | (43,142)    | 377,080     |
| Total OPEB liability-beginning   | 24,819,292  | 24,647,911  | 24,599,659  | 24,140,577  | 24,183,719  | 23,806,639  |
| Total OPEB liability-ending  | 24,890,223  | 24,819,292  | 24,647,911  | 24,599,659  | 24,140,577  | 24,183,719  |
| Plan fiduciary net position  |             |             |             |             |             |             |
| Contributions-employer   | 1,251,043   | 1,515,078   | 1,062,954   | 1,167,028   | 1,099,055   | 1,162,096   |
| Contributions-member   | 82,707      | 82,400      | 95,902      | 102,866     | 86,712      | 90,491      |
| Net investment income  | (447,751)   | 678,033     | 47,605      | 141,286     | 147,820     | 195,770     |
| Benefit payments   | (1,333,750) | (1,597,478) | (1,158,856) | (1,269,894) | (1,177,607) | (1,235,135) |
| Administrative expenses  | 5,444       | (5,482)     | (6,152)     | (10,803)    | (10,635)    | (17,453)    |
| Net change in plan fiduciary net position  | (453,195)   | 672,551     | 41,053      | 130,483     | 145,345     | 195,769     |
| Plan fiduciary net position-beginning  | 3,651,705   | 2,979,154   | 2,938,101   | 2,807,618   | 2,662,273   | 2,466,504   |
| Plan fiduciary net position-ending   | 3,198,510   | 3,651,705   | 2,979,154   | 2,938,101   | 2,807,618   | 2,662,273   |
| Net OPEB liability beginning   | 21,167,587  | 21,668,757  | 21,661,558  | 21,332,959  | 21,521,446  | 21,340,135  |
| Net OPEB liability ending  | 21,691,713  | 21,167,587  | 21,668,757  | 21,661,558  | 21,332,959  | 21,521,446  |
| Fiduciary net position as a percentage of total OPEB liability                                       | 12.85%      | 14.70%      | 12.10%      | 11.90%      | 11.60%      | 11.01%      |
| Covered employee payroll   | 22,932,715  | 20,274,395  | 23,562,640  | 20,354,264  | 14,693,609  | 16,680,326  |
| Net OPEB Liability as a percentage of covered payroll  | 95%         | 104%        | 92%         | 106%        | 145%        | 129%        |
| <b>Schedule of the County's Other Post Retirement Benefits Contributions-Last Ten Fiscal Years *</b> |             |             |             |             |             |             |
| Actuarially determined contribution  | 1,597,549   | 1,499,358   | 1,455,687   | 1,351,412   | 1,312,050   | 1,273,835   |
| Contributions in relation to the actuarially determined contributions                                | 1,251,044   | 1,515,078   | 1,062,954   | 1,167,028   | 1,099,055   | 981,229     |
| Contribution deficiency (excess)   | 346,505     | (15,720)    | 392,733     | 184,384     | 212,995     | 292,606     |
| County's covered-employee payroll  | 22,932,715  | 20,274,595  | 23,562,640  | 20,354,264  | 14,693,609  | 16,680,326  |
| Contributions as percentage of covered-employee payroll  | 5.50%       | 7.50%       | 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 | (12.27%) | 22.78% | 1.62% | 5.04% | 5.56% | 7.64% |
|---|----------|--------|-------|-------|-------|-------|

\*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, 2022**

**Note 1: LOSAP Pension Information**

Actuarial Assumptions

The total pension liability in the January 1, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

|                             |  |
|-----------------------------|--|
| Fiscal Year End             | June 30, 2022  |
| Measurement Date            | December 31, 2021  |
| Annual Discount Rate        | 1.84%-based on 20 year AA general bond rate at 12/31/21. 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   |
| Changes in assumptions      | No changes in benefits during FY 22<br>Discount rate decreased from 2.0% in FY 21 to 1.84.% in FY 22<br>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, 2021 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

|                           |  |
|---------------------------|--|
| Fiscal Year End           | June 30, 2022  |
| Measurement Date          | June 30, 2022  |
| Annual Discount Rate      | 5.71%-the expected trust return of 7% is blended with the 20 year Aa bond rate (Source: Fidelity general obligation municipal bond index) of 3.69% |
| 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 2022, reduced linearly to an ultimate rate of 4.0% in 2025  |
| Changes in assumptions    | Discount rate increased from 5.43% in FY 21 to 5.71% in FY 22  |

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

Changes in assumptions:

|  |  |
|--|--|
| Inflation assumption                     | Changed from 2.65% to 2.60%                  |
| Wage inflation assumption                | Changed from 3.15% to 3.10%                  |
| Salary increases                         | No change during the fiscal year             |
| Discount Rate/Investment Rate            | No change during the fiscal year             |
| 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, 2022**

|                                    | Budgeted Amounts |            | Actual     | Variance with                            |
|------------------------------------|------------------|------------|------------|--|
|                                    | Original         | Final      | Amount     | Final Budget -<br>Positive<br>(Negative) |
| <b>REVENUES</b>                    |                  |            |            |  |
| <u>Taxes:</u>                      |                  |            |            |  |
| Property Taxes:                    |                  |            |            |  |
| Real and personal property         | \$ 41,459,917    | 41,459,917 | 42,973,480 | \$ 1,513,563                             |
| Payments in lieu of taxes:         |                  |            |            |  |
| Coal companies                     | 120,000          | 120,000    | 157,656    | 37,656                                   |
| Housing Authorities                | 50,000           | 50,000     | 26,251     | (23,749)                                 |
| Rocky Gap                          | 295,000          | 295,000    | 307,640    | 12,640                                   |
| DNR                                | 1,000,000        | 1,000,000  | 724,506    | (275,494)                                |
| Interest on Delinquent taxes       | 1,050,000        | 1,050,000  | 1,027,621  | (22,379)                                 |
| Sub-total                          | 43,974,917       | 43,974,917 | 45,217,154 | 1,242,237                                |
| Less:                              |                  |            |            |  |
| Prompt payment discounts           | 181,000          | 181,000    | 197,220    | (16,220)                                 |
| Deferred revenues                  | 250,000          | 250,000    | (297,701)  | 547,701                                  |
| Industrial exemptions              | 150,000          | 150,000    | 100,718    | 49,282                                   |
| Enterprise zone exemptions         | 100,000          | 100,000    | 19,435     | 80,565                                   |
| Residential development tax credit | 15,000           | 15,000     | 12,751     | 2,249                                    |
| Historic tax credit                | 55,000           | 55,000     | 30,957     | 24,043                                   |
| PILOT abatement                    | 20,000           | 20,000     | 18,333     | 1,667                                    |
| Sub-total                          | 771,000          | 771,000    | 81,713     | 689,287                                  |
| Total Net Property Taxes           | 43,203,917       | 43,203,917 | 45,135,441 | 1,931,524                                |
| Income Taxes                       | 28,933,832       | 28,933,832 | 32,874,736 | 3,940,904                                |
| Other Local Taxes:                 |                  |            |            |  |
| Hotel/motel tax                    | 1,948,645        | 1,948,645  | 1,042,872  | (905,773)                                |
| Admissions                         | 150,000          | 150,000    | 120,265    | (29,735)                                 |
| Recordation                        | 1,400,000        | 1,400,000  | 2,425,060  | 1,025,060                                |
| Ag Transfer Tax                    | -                | -          | 3,633      | 3,633                                    |
| 911 Fees                           | 400,000          | 400,000    | 391,794    | (8,206)                                  |
| Trailer court                      | 60,000           | 60,000     | 47,335     | (12,665)                                 |
| Transfer tax                       | 550,000          | 550,000    | 910,175    | 360,175                                  |
| Highway users taxes                | 1,123,641        | 1,123,641  | 1,139,219  | 15,578                                   |
| Total Local Taxes                  | 5,632,286        | 5,632,286  | 6,080,353  | 448,067                                  |
| Total Taxes                        | 77,770,035       | 77,770,035 | 84,090,530 | 6,320,495                                |
| Licenses and Permits               |                  |            |            |  |
| Alcoholic beverage licenses        | 99,500           | 99,500     | 100,785    | 1,285                                    |
| Amusement licenses                 | 2,500            | 2,500      | 2,109      | (391)                                    |
| Traders licenses                   | 89,000           | 89,000     | 86,789     | (2,211)                                  |
| Junkyard licenses                  | 800              | 800        | 800        |  |
| Building permits                   | 35,000           | 35,000     | 69,963     | 34,963                                   |
| Marriage licenses                  | 4,000            | 4,000      | 3,540      | (460)                                    |
| Cable franchise fees               | 420,000          | 420,000    | 417,590    | (2,410)                                  |
| Sediment control permits           | 30,000           | 30,000     | 33,928     | 3,928                                    |
| Total Licenses and Permits         | 680,800          | 680,800    | 715,504    | 34,704                                   |

Continued



**ALLEGANY COUNTY, MARYLAND  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

|                                    | Budgeted Amounts  |                   | Actual            | Variance with                            |
|------------------------------------|-------------------|-------------------|-------------------|--|
|                                    | Original          | Final             | Amount            | Final Budget -<br>Positive<br>(Negative) |
| <b>REVENUES (Continued):</b>       |                   |                   |                   |  |
| <u>Intergovernmental:</u>          |                   |                   |                   |  |
| Federal Funds:                     |                   |                   |                   |  |
| Homeland security grant            | 242,000           | 242,000           | 17,607            | (224,393)                                |
| Civil defense                      | 70,000            | 70,000            | 110,118           | 40,118                                   |
| FEMA grant                         | 690,000           | 690,000           | 1,049,977         | 359,977                                  |
| Federal DOJ Grant                  | -                 | -                 | 106,217           | 106,217                                  |
| HIDTA Federal Grant                | -                 | -                 | 10,771            | 10,771                                   |
| MTA Transportation planning        | 86,557            | 86,557            | 64,159            | (22,398)                                 |
| CDBG Grant                         | -                 | -                 | 37,500            | 37,500                                   |
| HHS-CARES Stimulus                 | -                 | -                 | 89,500            | 89,500                                   |
| Emergency solutions program        | 281,000           | 3,670,068         | 3,321,388         | (348,680)                                |
| Health & Human Services Grant      | -                 | -                 | 232,972           | 232,972                                  |
| Masters program                    | 45,990            | 45,990            | 8,104             | (37,886)                                 |
| Medicare-Ambulance Fees            | 306,635           | 306,635           | 409,358           | 102,723                                  |
| Medicaid-Ambulance Fees            | 40,903            | 40,903            | 410,758           | 369,855                                  |
| Payments in lieu of property taxes | 8,500             | 8,500             | 8,967             | 467                                      |
| Sub-total Federal funds            | <u>1,771,585</u>  | <u>5,160,653</u>  | <u>5,877,396</u>  | <u>716,743</u>                           |
| State Funds:                       |                   |                   |                   |  |
| Public Health                      | 14,000            | 14,000            | 19,359            | 5,359                                    |
| Police protection                  | 280,000           | 280,000           | 250,178           | (29,822)                                 |
| State transportation planning      | 10,820            | 10,820            | 8,020             | (2,800)                                  |
| Conservation aid salary            | 32,482            | 32,482            | 34,200            | 1,718                                    |
| Program Open Space grant           | 542,000           | 542,000           | -                 | (542,000)                                |
| Disparity grant                    | 8,930,611         | 8,930,611         | 8,930,611         | -  |
| State Jury Reimbursement           | 50,000            | 50,000            | 22,800            | (27,200)                                 |
| Tourism grant                      | 30,000            | 30,000            | 31,048            | 1,048                                    |
| Drug Court Coordinator             | 237,656           | 237,656           | 197,454           | (40,202)                                 |
| Miscellaneous                      | 667,092           | 642,293           | 1,157,669         | 515,376                                  |
| Sub-total State Funds              | <u>10,794,661</u> | <u>10,769,862</u> | <u>10,651,339</u> | <u>(118,523)</u>                         |
| Other Intergovernmental:           |                   |                   |                   |  |
| Other agencies                     | 610,202           | 810,202           | 1,231,710         | 421,508                                  |
| Sub-total Other Intergovernmental: | <u>610,202</u>    | <u>810,202</u>    | <u>1,231,710</u>  | <u>421,508</u>                           |
| Total Intergovernmental            | <u>13,176,448</u> | <u>16,740,717</u> | <u>17,760,445</u> | <u>1,019,728</u>                         |

Continued

**ALLEGANY COUNTY, MARYLAND**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**  
**FOR THE YEAR ENDED JUNE 30, 2022**

|                                      | Budgeted Amounts |           | Actual<br>Amount | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|--------------------------------------|------------------|-----------|------------------|---|
|                                      | Original         | Final     |                  |   |
| REVENUES (Continued)                 |                  |           |                  |   |
| Service Charges:                     |                  |           |                  |   |
| General government charges:          |                  |           |                  |   |
| State civil process                  | 45,000           | 45,000    | 38,793           | (6,207)   |
| Plans & specifications               | 2,500            | 2,500     | 3,160            | 660   |
| Regulation & Maps                    |                  |           | 1,550            | 1,550   |
| Tax sale fees                        | 30,000           | 30,000    | 37,438           | 7,438   |
| Election filing fees                 | -                | -         | 680              | 680   |
| Security interest filing fee         |                  |           | 125              | 125   |
| License application fees             | 8,675            | 8,675     | 8,450            | (225)   |
| Liquor License transfer fee          | 5,650            | 5,650     | 3,820            | (1,830)   |
| Health Ins Admin fee                 | 400              | 400       | 311              | (89)  |
| Tourism promotion charges            | 22,500           | 22,500    | 20,200           | (2,300)   |
| Collection fees-special areas        | 60,000           | 60,000    | 75,318           | 15,318  |
| Liquor License Collection fee        | 36,000           | 36,000    | 3,450            | (32,550)  |
| Hotel/Motel collection fee           | 20,000           | 20,000    | 28,163           | 8,163   |
| Partial payment fee                  |                  |           | 1,046            | 1,046   |
| Engineering fees                     | 15,000           | 15,000    | -                | (15,000)  |
| Indirect cost allocation             | 628,326          | 628,326   | 10,617           | (617,709)   |
| Sub-total general government charges | 874,051          | 874,051   | 233,121          | (640,930)   |
| Public safety charges:               |                  |           |                  |   |
| Police protection charges            | 70,000           | 70,000    | 58,151           | (11,849)  |
| ATV Registration Fees                | 2,000            | 2,000     | 18,257           | 16,257  |
| Zoning Admin Fee                     | 400              | 400       | -                | (400)   |
| Boarding state prisoners             | 25,000           | 25,000    | 39,915           | 14,915  |
| Boarding federal prisoners           | 200,000          | 200,000   | 385,354          | 185,354   |
| Community service fee                | 22,000           | 22,000    | 8,439            | (13,561)  |
| Home detention fee                   | 35,000           | 35,000    | 34,589           | (411)   |
| Work Release Fees                    | 3,000            | 3,000     | 351              | (2,649)   |
| Inmate Medical Copay                 | 4,000            | 4,000     | 12,293           | 8,293   |
| Building Inspection fees             | 15,000           | 15,000    | 19,422           | 4,422   |
| CPR Training Fees                    | 12,942           | 12,942    | 18,086           | 5,144   |
| Ambulance Subscription Fees          | 37,322           | 37,322    | 780              | (36,542)  |
| Ambulance fees                       | 587,257          | 587,257   | 612,843          | 25,586  |
| Sub-total public safety charges      | 1,013,921        | 1,013,921 | 1,208,480        | 194,559   |
| Sanitation and Waste Removal:        |                  |           |                  |   |
| Landfill fees                        | 200,000          | 200,000   | 285,741          | 85,741  |
| Recycling fees                       | 125,000          | 125,000   | 134,751          | 9,751   |
| Recycled material sales              | -                | -         | 6,688            | 6,688   |
| Sub-total Sanitation and Waste       | 325,000          | 325,000   | 427,180          | 102,180   |

Continued

**ALLEGANY COUNTY, MARYLAND  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

|                                     | Budgeted Amounts |            | Actual      | Variance with                            |
|-------------------------------------|------------------|------------|-------------|--|
|                                     | Original         | Final      | Amount      | Final Budget -<br>Positive<br>(Negative) |
| <b>REVENUES (Continued):</b>        |                  |            |             |  |
| <u>Service Charges (continued):</u> |                  |            |             |  |
| Public service enterprises:         |                  |            |             | -  |
| Upper Potomac River Commission      | 493,160          | 493,160    | 493,160     | -  |
| Road closing fees                   |                  |            |             | -  |
| Sub-total public service charges    | 493,160          | 493,160    | 493,160     | -  |
| Total Service Charges               | 2,706,132        | 2,706,132  | 2,361,941   | (344,191)                                |
| <u>Fines and Forfeitures:</u>       |                  |            |             | -  |
| Circuit court fines                 | 7,000            | 7,000      | 5,526       | (1,474)                                  |
| Liquor violation fines              | 3,500            | 3,500      | 4,900       | 1,400                                    |
| Fines and forfeitures               |                  |            | 95          | 95                                       |
| Total Fines and Forfeitures         | 10,500           | 10,500     | 10,521      | 21                                       |
| <u>Miscellaneous:</u>               |                  |            |             | -  |
| Interest                            | 316,150          | 316,150    | 131,883     | (184,267)                                |
| Rents and concessions               | 103,000          | 103,000    | 475,829     | 372,829                                  |
| Miscellaneous                       | 213,722          | 213,722    | 392,182     | 178,460                                  |
| Total Miscellaneous                 | 632,872          | 632,872    | 999,894     | 367,022                                  |
| Total Revenues                      | 94,976,787       | 98,541,056 | 105,938,835 | 7,397,779                                |

**ALLEGANY COUNTY, MARYLAND  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

|                                  | Budgeted Amounts |            | Actual     | Variance with<br>Final Budget -<br>Positive |
|----------------------------------|------------------|------------|------------|---|
| <b>EXPENDITURES:</b>             | Original         | Final      | Amount     | (Negative)                                  |
| <u>General Government:</u>       |                  |            |            |   |
| Legislative:                     |                  |            |            |   |
| County Commissioners             | 182,958          | 182,958    | 182,746    | 212   |
| County Commissioners Office      | -                | -          | -          | -   |
| Total legislative                | 182,958          | 182,958    | 182,746    | 212   |
| Judicial:                        |                  |            |            |   |
| Family Support Services          | 250,137          | 225,338    | 271,288    | (45,950)                                    |
| Alternative dispute resolution   | 5,388            | 5,388      | 6,474      | (1,086)                                     |
| Circuit court masters program    | 68,642           | 68,642     | 62,882     | 5,760                                       |
| Circuit court                    | 501,047          | 504,252    | 700,731    | (196,479)                                   |
| Orphans court                    | -                | -          | 70,998     | (70,998)                                    |
| Family Law Master                | 66,024           | 66,024     | 66,927     | (903)                                       |
| State's attorney                 | 1,749,287        | 1,771,956  | 1,878,218  | (106,262)                                   |
| Drug Coordinator                 | 237,656          | 237,656    | 192,518    | 45,138                                      |
| Law library                      | 21,340           | 21,340     | 21,340     | -   |
| Grand and petit juries           | 79,740           | 79,740     | 49,719     | 30,021                                      |
| Total Judicial                   | 2,979,261        | 2,980,336  | 3,321,095  | (340,759)                                   |
| Executive:                       |                  |            |            |   |
| Administrator                    | 375,305          | 377,861    | 136,325    | 241,536                                     |
| Elections:                       |                  |            |            |   |
| Registration and elections       | 1,551,189        | 1,559,121  | 712,809    | 846,312                                     |
| Financial Administration:        |                  |            |            |   |
| Finance Office                   | 829,111          | 842,473    | 719,576    | 122,897                                     |
| Tax Office                       | 697,884          | 709,275    | 440,693    | 268,582                                     |
| State Assessment Fee             | 350,000          | 350,000    | 363,932    | (13,932)                                    |
| Accounting Software              | 410,000          | 410,000    | 413,776    | (3,776)                                     |
| Professional services            | 95,000           | 95,000     | 97,800     | (2,800)                                     |
| Total Financial Administration   | 2,381,995        | 2,406,748  | 2,035,777  | 370,971                                     |
| Legal:                           |                  |            |            |   |
| Legal counsel                    | 250,773          | 250,773    | 221,503    | 29,270                                      |
| Other legal/professional         | 180,000          | 180,000    | 213,485    | (33,485)                                    |
| Total legal                      | 430,773          | 430,773    | 434,988    | (4,215)                                     |
| Personnel Administration:        |                  |            |            |   |
| Human Resources department       | 347,972          | 347,972    | 389,867    | (41,895)                                    |
| Human resources board of appeals | 3,502            | 3,502      | -          | 3,502                                       |
| Wellness/Employee recognition    | 9,335            | 9,335      | 8,921      | 414   |
| Total personnel administration   | 360,809          | 360,809    | 398,788    | (37,979)                                    |
| Planning and Zoning:             |                  |            |            |   |
| Planning and zoning department   | 275,567          | 265,363    | 252,070    | 13,293                                      |
| Land use planning                | -                | -          | -          | -   |
| Total Planning and Zoning        | 275,567          | 265,363    | 252,070    | 13,293                                      |
| General Services:                |                  |            |            |   |
| County Building Maintenance      | 1,389,351        | 1,390,712  | 1,287,226  | 103,486                                     |
| Data Processing                  | 443,237          | 449,479    | 410,800    | 38,679                                      |
| Total general services           | 1,832,588        | 1,840,191  | 1,698,026  | 142,165                                     |
| Other general government:        |                  |            |            |   |
| Liquor control board             | 117,392          | 117,392    | 121,791    | (4,399)                                     |
| Insurance                        | 475,000          | 475,000    | 580,224    | (105,224)                                   |
| Employee benefits                | 441,500          | 261,062    | 120,681    | 140,381                                     |
| Post retirement benefits         | 1,080,000        | 1,080,000  | 964,528    | 115,472                                     |
| Total Other General Government   | 2,113,892        | 1,933,454  | 1,787,224  | 146,230                                     |
| Total General Government         | 12,484,337       | 12,337,614 | 10,959,848 | 1,377,766                                   |

Continued

**ALLEGANY COUNTY, MARYLAND  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

|                                     | Budgeted Amounts |            | Actual     | Variance with<br>Final Budget -<br>Positive |
|-------------------------------------|------------------|------------|------------|---|
|                                     | Original         | Final      | Amount     | (Negative)                                  |
| <b>EXPENDITURES:</b>                |                  |            |            |   |
| <b>EXPENDITURES (Continued):</b>    |                  |            |            |   |
| <u>Public Safety:</u>               |                  |            |            |   |
| Police:                             |                  |            |            |   |
| Police Department                   | 2,371,240        | 2,372,533  | 3,127,537  | (755,004)                                   |
| Sheriffs department                 | 1,561,188        | 1,568,466  | 1,806,268  | (237,802)                                   |
| C3I Unit                            | 13,000           | 13,000     | 17,060     | (4,060)                                     |
| Safe School                         | 264,498          | 264,498    | 256,023    | 8,475                                       |
| Total Police                        | 4,209,926        | 4,218,497  | 5,206,888  | (988,391)                                   |
| Fire and rescue:                    |                  |            |            |   |
| Emergency medical services          | 5,383,024        | 5,388,826  | 5,659,317  | (270,491)                                   |
| Length of service award             | 75,000           | 75,000     | 240,798    | (165,798)                                   |
| Volunteer fire companies            | 1,151,027        | 1,151,027  | 1,140,169  | 10,858                                      |
| Total Fire                          | 6,609,051        | 6,614,853  | 7,040,284  | (425,431)                                   |
| Correction:                         |                  |            |            |   |
| County detention center maintenance | 194,213          | 194,213    | 203,932    | (9,719)                                     |
| County detention center             | 8,428,146        | 8,514,567  | 8,867,320  | (352,753)                                   |
| Alternative sentencing              | 420,349          | 423,305    | 374,572    | 48,733                                      |
| Home detention grant                | 171,223          | 173,400    | 268,129    | (94,729)                                    |
| Total Correction                    | 9,213,931        | 9,305,485  | 9,713,953  | (408,468)                                   |
| Other Protection:                   |                  |            |            |   |
| Permits & enforcement               | 270,270          | 270,270    | 271,460    | (1,190)                                     |
| Emergency Management Agency         | 326,782          | 331,282    | 266,147    | 65,135                                      |
| Animal control                      | 414,837          | 414,837    | 414,837    | -   |
| 911                                 | 2,697,725        | 2,714,728  | 3,029,586  | (314,858)                                   |
| Hazardous materials operations      | 153,300          | 153,300    | 81,074     | 72,226                                      |
| Emergency Services                  | 162,872          | 162,872    | 133,241    | 29,631                                      |
| Domestic preparedness grant         | 222,000          | 222,000    | 21,340     | 200,660                                     |
| Building Codes                      | 60,575           | 60,575     | 40,649     | 19,926                                      |
| Code Enforcement                    | 91,311           | 91,311     | 36,453     | 54,858                                      |
| Transportation planning             | 144,251          | 144,251    | 90,512     | 53,739                                      |
| Total Other Protection              | 4,543,923        | 4,565,426  | 4,385,299  | 180,127                                     |
| Total Public Safety                 | 24,576,831       | 24,704,261 | 26,346,424 | (1,642,163)                                 |
| <u>Public Works:</u>                |                  |            |            |   |
| Public Services:                    |                  |            |            |   |
| Highway department                  | 8,681,412        | 8,311,057  | 8,590,149  | (279,092)                                   |
| Airport                             | 230,000          | 230,000    | 230,000    | -   |
| Waste collection:                   |                  |            |            |   |
| Solid waste disposal                | 458,746          | 458,746    | 468,922    | (10,176)                                    |
| Solid waste recycling               | 254,555          | 256,038    | 242,652    | 13,386                                      |
| UPRC                                | 616,450          | 616,450    | 616,450    | -   |
| County engineer                     | 1,027,474        | 1,158,225  | 1,122,992  | 35,233                                      |
| Total Public Works                  | 11,268,637       | 11,030,516 | 11,271,165 | (240,649)                                   |

Continued

**ALLEGANY COUNTY, MARYLAND  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

|  | Budgeted Amounts |           | Actual    | Variance with<br>Final Budget -<br>Positive |
|--|------------------|-----------|-----------|---|
|  | Original         | Final     | Amount    | (Negative)                                  |
| <b>EXPENDITURES:</b>                       |                  |           |           |   |
| <b>EXPENDITURES (Continued):</b>           |                  |           |           |   |
| <u>Health and Hospitals:</u>               |                  |           |           |   |
| Brook Building                             | 164,412          | 164,412   | 170,247   | (5,835)                                     |
| Willowbrook Office                         | 349,000          | 349,000   | 293,513   | 55,487                                      |
| Health Department supplemental             | 28,629           | 228,629   | 226,010   | 2,619                                       |
| Western Maryland Health Planning           | 12,000           | 12,000    | -         | 12,000                                      |
| Total Health and Hospitals                 | 554,041          | 754,041   | 689,770   | 64,271                                      |
| <u>Social Services:</u>                    |                  |           |           |   |
| Nursing Home costs                         | 80,000           | 80,000    | 33,134    | 46,866                                      |
| Pauper's burials                           | 1,300            | 1,300     | -         | 1,300                                       |
| Human Resources Devel. Comm.               | 744,946          | 744,946   | 744,946   | -   |
| Emergency solution program                 | 281,000          | 3,670,068 | 3,410,888 | 259,180                                     |
| Child abuse coordinator                    | 148,615          | 148,615   | 150,254   | (1,639)                                     |
| Family Crisis Center                       | 88,800           | 88,800    | 88,800    | -   |
| Promoting Safe/Stable Families             | -                | -         | -         | -   |
| Total Social Services                      | 1,344,661        | 4,733,729 | 4,428,022 | 305,707                                     |
| <u>Recreation and Culture:</u>             |                  |           |           |   |
| Agriculture Expo                           | 13,000           | 13,000    | 12,720    | 280   |
| Allegany County Arts Council               | 40,000           | 40,000    | 40,000    | -   |
| Allegany County fair                       | 602,394          | 602,394   | 637,651   | (35,257)                                    |
| Highland trail operations                  | 134,532          | 134,532   | 100,539   | 33,993                                      |
| Cumberland Summer Theatre                  | 12,000           | 12,000    | 12,000    | -   |
| Program Open Space                         | 542,000          | 542,000   | 207,889   | 334,111                                     |
| Total Recreation and Culture               | 1,343,926        | 1,343,926 | 1,010,799 | 333,127                                     |
| <u>Conservation of Natural Resources:</u>  |                  |           |           |   |
| Agricultural Extension Service             | 173,503          | 173,503   | 172,822   | 681   |
| Soil conservation services                 | 176,476          | 176,476   | 184,596   | (8,120)                                     |
| Gypsy moth control                         | 10,000           | 10,000    | 6,800     | 3,200                                       |
| Total Conservation of Natural Resources    | 359,979          | 359,979   | 364,218   | (4,239)                                     |
| <u>Community Development &amp; Housing</u> |                  |           |           |   |
| Allegany Co. Public Housing Authority      | -                | -         | -         | -   |
| Total Community Development & Housing      | -                | -         | -         | -   |
| <u>Economic Development:</u>               |                  |           |           |   |
| Scenic railroad development                | 140,000          | 140,000   | 201,423   | (61,423)                                    |
| Tri-County Council                         | 40,000           | 40,000    | 40,000    | -   |
| Tourism department                         | 652,500          | 654,066   | 676,850   | (22,784)                                    |
| Toll House                                 | 700              | 700       | 405       | 295   |
| Thrasher Museum                            | 15,000           | 15,000    | 25,917    | (10,917)                                    |
| Community promotion                        | 23,500           | 23,500    | 14,000    | 9,500                                       |
| Total Economic Development                 | 871,700          | 873,266   | 958,595   | (85,329)                                    |

(continued)

**ALLEGANY COUNTY, MARYLAND  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

|  | Budgeted Amounts |             | Actual        | Variance with<br>Final Budget -<br>Positive |
|--|------------------|-------------|---------------|---|
|  | Original         | Final       | Amount        | (Negative)                                  |
| <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  | 1,531,530        | 1,531,530   | 1,531,530     | -   |
| Department of Social Services  | 365,456          | 365,456     | 318,966       | 46,490                                      |
| Total Appropriations to Other Gov't Units:   | 1,925,690        | 1,925,690   | 1,879,200     | 46,490                                      |
| <u>Miscellaneous:</u>  |                  |             |               |   |
| Miscellaneous  | 141,212          | 141,212     | 349,969       | (208,757)                                   |
| Total Miscellaneous  | 141,212          | 141,212     | 349,969       | (208,757)                                   |
| <u>Payments to Component Units</u>   |                  |             |               |   |
| Allegany Co. Board of Education  | 31,138,670       | 31,854,911  | 31,854,911    | -   |
| Allegany College   | 7,706,856        | 7,706,856   | 7,706,856     | -   |
| Allegany County Library  | 999,000          | 999,000     | 999,000       | -   |
| Information Technology   | 109,829          | 109,829     | 108,086       | 1,743                                       |
| Total payments to component units  | 39,954,355       | 40,670,596  | 40,668,853    | 1,743                                       |
| Debt Service-Lease-Principal   | -                | -           | 37,063        | 37,063                                      |
| Debt Service-Lease-Interest  | -                | -           | 6,713         | 6,713                                       |
| Capital Outlay-Lease   | -                | -           | 332,823       | (332,823)                                   |
| Total Expenditures   | 94,825,369       | 98,874,830  | 99,303,462    | (341,080)                                   |
| Excess (deficiency) of revenues<br>over (under) expenditures   | 151,418          | (333,774)   | 6,635,374     | 7,738,859                                   |
| <b>OTHER FINANCING SOURCES (USES)</b>  |                  |             |               |   |
| <u>Unexpended balance - prior years</u>  | 1,446,563        | 2,584,443   | -             | (2,584,443)                                 |
| <u>Transfers In from other funds:</u>  |                  |             |               |   |
| Transfers from enterprise funds  | 25,153           | 25,153      | 32,702        | 7,549                                       |
| Total Transfers In   | 25,153           | 25,153      | 32,702        | 7,549                                       |
| <u>Operating Transfers to Other Funds:</u>   |                  |             |               |   |
| Special revenue funds:   |                  |             |               |   |
| Transit Fund   | (178,842)        | (333,363)   | (312,023)     | 21,340                                      |
| Coronavirus Fund   | -                | -           | -             | -   |
| Narcotics Task Force   | -                | -           | -             | -   |
| Gaming fund  | -                | (1,391)     | -             | 1,391                                       |
| RBF  | -                | (5,834)     | -             | 5,834                                       |
| Debt service Fund:   |                  |             |               |   |
| From General government  | (1,187,508)      | (1,187,508) | (1,143,262)   | 44,246                                      |
| From Bureau of Police  | -                | -           | -             | -   |
| Capital Projects Fund  |                  |             |               |   |
| Pay-Go Fund  | -                | (470,645)   | (470,645)     | -   |
| Capital Projects Fund  | (150,000)        | (150,000)   | (150,000)     | -   |
| Enterprise funds:  |                  |             |               |   |
| Allconet   | (25,000)         | (25,000)    | (25,000)      | -   |
| Sanitary fund/Water fund   | (91,784)         | (112,081)   | (91,784)      | 20,297                                      |
| Total operating transfers to other funds   | (1,633,134)      | (2,285,822) | (2,192,714)   | 93,108                                      |
| <u>Sale of capital assets</u>  | 10,000           | 10,000      | 93,698        | 83,698                                      |
| <u>Inception of Lease</u>  | -                | -           | 332,823       | 332,823                                     |
| Total Other Financing Sources and Uses   | (151,418)        | 333,774     | (1,733,491)   | (2,067,265)                                 |
| Excess (deficiency) of revenues and other<br>financing sources over expenditures and<br>other financing uses | \$ -             | \$ -        | 4,901,883     | \$ 5,671,596                                |
| Fund balance, beginning  |                  |             | 30,048,536    |   |
| Prior Period Adjustment  |                  |             |               |   |
| Fund balance, ending   |                  |             | \$ 34,950,419 |   |

**ALLEGANY COUNTY, MARYLAND  
BUDGETARY COMPARISON SCHEDULE  
REVOLVING BUILDING FUND SPECIAL REVENUE FUND  
FOR THE YEAR ENDED JUNE 30, 2022**

|  | Budgeted Amounts |                | Actual       | Variance with                            |
|--|------------------|----------------|--------------|--|
|  | Original         | Final          | Amount       | Final Budget -<br>Positive<br>(Negative) |
| <b>REVENUES:</b>   |                  |                |              |  |
| Interest Income  | \$               | \$             | \$ 310,012   | \$ 310,012                               |
| Lease Income   | 3,359,078        | \$ 3,359,078   | 3,178,857    |  |
| State Grants/Other Agencies                                  |                  |                |              | -  |
| Total Revenues   |                  | -              | 3,488,869    | 310,012                                  |
| <b>EXPENDITURES</b>  |                  |                |              |  |
| Economic development   | 11,095,637       | 11,101,471     | 4,906,950    | 6,194,521                                |
| Total Expenditures   | 11,095,637       | 11,101,471     | 4,906,950    | 6,194,521                                |
| Excess (deficiency) of revenues<br>over (under) expenditures | (11,095,637)     | (11,101,471)   | (1,418,081)  | 6,504,533                                |
| <b>OTHER FINANCING SOURCES AND USES:</b>                     |                  |                |              |  |
| Unexpended balance - prior years                             | 8,255,907        | 8,261,741      | -            | (8,261,741)                              |
| Transfers to other funds                                     | (519,348)        | (519,348)      | (182,611)    | 336,737                                  |
| Loan Proceeds  |                  |                | 500,000      |  |
| Sale of Assets   |                  |                | 352,587      | 352,587                                  |
| Total Other Financing Sources and Uses                       | 7,736,559        | 7,742,393      | 669,976      | (7,572,417)                              |
| Net change in fund balances                                  | \$ (3,359,078)   | \$ (3,359,078) | (748,105)    | \$ (1,067,884)                           |
| Fund balance, beginning                                      |                  |                | 7,844,439    |  |
| Fund balance, ending   |                  |                | \$ 7,096,334 |  |

**Notes to Required Supplementary Information**

**June 30, 2022**

**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, 2022**

|   | Special Revenue Funds         |                     |   |  |   |                               |                                    |                           |
|---|-------------------------------|---------------------|---|--|---|-------------------------------|------------------------------------|---------------------------|
|   | Coal<br>Haul<br>Roads<br>Fund | Transit<br>Fund     | Community<br>Development<br>Block Grant<br>Fund | Block Grant<br>Program<br>Income<br>Fund | Community<br>Development<br>& Housing<br>Fund | Drug<br>Task<br>Force<br>Fund | Sheriff<br>Narcotics<br>Task Force | Coronavirus<br>CARES Fund |
| <b>ASSETS:</b>  |                               |                     |   |  |   |                               |                                    |                           |
| Cash  | \$ 804,989                    | \$ 150              | \$ -  | \$ -                                     | -   | \$ 108,447                    | \$ 8,500                           | \$ -                      |
| Cash - restricted   | -                             | -                   | -   | -  | 31,102  | -                             | -                                  | -                         |
| Investments   | -                             | -                   | -   | -  | -   | -                             | -                                  | -                         |
| Investments-restricted  | -                             | -                   | -   | -  | -   | -                             | -                                  | -                         |
| Receivables   | -                             | -                   | -   | -  | -   | -                             | -                                  | -                         |
| Notes and loans   | -                             | -                   | -   | 141,562                                  | -   | -                             | -                                  | -                         |
| Other   | -                             | 2,048,726           | -   | -  | -   | 35,200                        | 2,341                              | -                         |
| Due from other funds  | -                             | -                   | 9,739   | 60,945                                   | 119,844                                       | 725,592                       | 126,412                            | 38,554                    |
| Inventory   | -                             | 35,669              | -   | -  | -   | -                             | -                                  | -                         |
| <b>Total Assets</b>   | <b>804,989</b>                | <b>2,084,545</b>    | <b>9,739</b>                                    | <b>202,507</b>                           | <b>150,946</b>                                | <b>869,239</b>                | <b>137,253</b>                     | <b>38,554</b>             |
| <b>LIABILITIES:</b>   |                               |                     |   |  |   |                               |                                    |                           |
| Accounts payable  | -                             | 89,078              | -   | -  | 66,679  | 9,276                         | 6,685                              | -                         |
| Accrued payroll   | -                             | 39,059              | -   | -  | -   | 1,404                         | -                                  | -                         |
| Accrued payroll fringe  | -                             | 18,601              | -   | -  | -   | 129                           | -                                  | -                         |
| Due to other funds  | 747,788                       | 966,699             | -   | -  | -   | -                             | -                                  | -                         |
| Amounts held in escrow  | -                             | -                   | -   | -  | 84,267  | 662,661                       | 110,577                            | -                         |
| Unavailable revenue   | -                             | -                   | -   | 141,562                                  | -   | -                             | -                                  | 36,129                    |
| <b>Total Liabilities</b>  | <b>747,788</b>                | <b>1,113,437</b>    | <b>-</b>  | <b>141,562</b>                           | <b>150,946</b>                                | <b>673,470</b>                | <b>117,262</b>                     | <b>36,129</b>             |
| <b>DEFERRED INFLOWS of RESOURCES:</b>   |                               |                     |   |  |   |                               |                                    |                           |
| Grant Reimbursement not Available   | -                             | 971,108             | -   | -  | -   | 35,200                        | -                                  | -                         |
| <b>Total Deferred Inflows of Resources</b>                                    | <b>-</b>                      | <b>971,108</b>      | <b>-</b>  | <b>-</b>                                 | <b>-</b>                                      | <b>35,200</b>                 | <b>-</b>                           | <b>-</b>                  |
| <b>FUND BALANCES</b>  |                               |                     |   |  |   |                               |                                    |                           |
| Nonspendable  | -                             | 35,669              | -   | -  | -   | -                             | -                                  | -                         |
| Restricted  | 57,201                        | -                   | 9,739   | -  | -   | 160,569                       | 19,991                             | 2,425                     |
| Committed   | -                             | -                   | -   | -  | -   | -                             | -                                  | -                         |
| Assigned  | -                             | -                   | -   | -  | -   | -                             | -                                  | -                         |
| Unassigned  | -                             | (35,669)            | -   | 60,945                                   | -   | -                             | -                                  | -                         |
| <b>Total Fund Balances</b>  | <b>57,201</b>                 | <b>-</b>            | <b>9,739</b>                                    | <b>60,945</b>                            | <b>-</b>                                      | <b>160,569</b>                | <b>19,991</b>                      | <b>2,425</b>              |
| <b>Total Liabilities, deferred inflows of<br/>resources and fund balances</b> | <b>\$ 804,989</b>             | <b>\$ 2,084,545</b> | <b>\$ 9,739</b>                                 | <b>\$ 202,507</b>                        | <b>\$ 150,946</b>                             | <b>\$ 869,239</b>             | <b>\$ 137,253</b>                  | <b>\$ 38,554</b>          |

**ALLEGANY COUNTY, MARYLAND**  
**COMBINING BALANCE SHEET**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**JUNE 30, 2022**

| Special Revenue Funds |                                    |                              |              | Debt Service      | Capital Project Funds |                            |                              | Total Capital Projects Funds | Total Nonmajor Governmental Funds |
|-----------------------|------------------------------------|------------------------------|--------------|-------------------|-----------------------|----------------------------|------------------------------|------------------------------|-----------------------------------|
| Gaming Fund           | State Fire, Rescue & P Safety Fund | Rocky Gap Slots Revenue Fund | Total        | Debt Service Fund | Capital Project Fund  | PAYGO Capital Project Fund | Public Improvement Bond Fund |                              |                                   |
| \$ -                  | \$ 329,705                         |                              | \$ 1,251,791 | \$ -              | \$ -                  | \$ 1,152,545               | \$ -                         | 1,152,545                    | \$ 2,404,336                      |
| -                     |                                    |                              | 31,102       |                   | -                     |                            | 3,953,761                    | 3,953,761                    | 3,984,863                         |
| -                     |                                    |                              |              | 5,269,426         | -                     |                            |                              | -                            | 5,269,426                         |
| -                     |                                    |                              | 141,562      | -                 |                       | -                          |                              | -                            | 141,562                           |
| 25,984                | 18,643                             | 429,740                      | 2,560,634    | -                 | 809,348               |                            | 248,674                      | 1,058,022                    | 3,618,656                         |
| 1,361,978             | 689,035                            | 1,225,360                    | 4,357,459    |                   |                       | 805,071                    | 1,984,053                    | 2,789,124                    | 7,146,583                         |
| -                     |                                    |                              | 35,669       | -                 |                       | -                          |                              | -                            | 35,669                            |
| 1,387,962             | 1,037,383                          | 1,655,100                    | 8,378,217    | 5,269,426         | 809,348               | 1,957,616                  | 6,186,488                    | 8,953,452                    | 22,601,095                        |
|                       |                                    |                              |              |                   |                       |                            |                              |                              |                                   |
| 495,817               | 91,071                             | 936,843                      | 1,695,449    | -                 | 215,333               | 18,170                     | 388,819                      | 622,322                      | 2,317,771                         |
| 3,306                 |                                    |                              | 43,769       | -                 |                       | -                          |                              | -                            | 43,769                            |
| 1,228                 |                                    |                              | 19,958       | -                 |                       | -                          |                              | -                            | 19,958                            |
| -                     |                                    |                              | 1,714,487    | 380,109           | 1,492,750             |                            |                              | 1,492,750                    | 3,587,346                         |
| -                     |                                    |                              | 857,505      | -                 |                       | -                          |                              | -                            | 857,505                           |
| -                     |                                    |                              | 177,691      | -                 | 488,508               |                            |                              | 488,508                      | 666,199                           |
| 500,351               | 91,071                             | 936,843                      | 4,508,859    | 380,109           | 2,196,591             | 18,170                     | 388,819                      | 2,603,580                    | 7,492,548                         |
|                       |                                    |                              |              |                   |                       |                            |                              |                              |                                   |
|                       |                                    |                              | 1,006,308    |                   | 178,425               | -                          | 100,760                      | 279,185                      | 1,285,493                         |
| -                     | -                                  | -                            | 1,006,308    | -                 | 178,425               | -                          | 100,760                      | 279,185                      | 1,285,493                         |
|                       |                                    |                              |              |                   |                       |                            |                              |                              |                                   |
| -                     | -                                  |                              | 35,669       | -                 | -                     | -                          |                              | -                            | 35,669                            |
| -                     | 946,312                            |                              | 1,196,237    | 4,889,317         |                       | -                          | 5,696,909                    | 5,696,909                    | 11,782,463                        |
| 887,611               | -                                  | 718,257                      | 1,605,868    | -                 |                       | -                          |                              | -                            | 1,605,868                         |
| -                     | -                                  |                              | -            | -                 |                       | 1,939,446                  |                              | 1,939,446                    | 1,939,446                         |
| -                     | -                                  |                              | 25,276       |                   | (1,565,668)           | -                          |                              | (1,565,668)                  | (1,540,392)                       |
| 887,611               | 946,312                            | 718,257                      | 2,863,050    | 4,889,317         | (1,565,668)           | 1,939,446                  | 5,696,909                    | 6,070,687                    | 13,823,054                        |
|                       |                                    |                              |              |                   |                       |                            |                              |                              |                                   |
| \$ 1,387,962          | \$ 1,037,383                       | \$ 1,655,100                 | \$ 8,378,217 | \$ 5,269,426      | \$ 809,348            | \$ 1,957,616               | \$ 6,186,488                 | \$ 8,953,452                 | \$ 22,601,095                     |

**ALLEGANY COUNTY, MARYLAND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

|  | Special Revenue Funds         |                 |   |  |   |                               |                                    |                           |
|--|-------------------------------|-----------------|---|--|---|-------------------------------|------------------------------------|---------------------------|
|  | Coal<br>Haul<br>Roads<br>Fund | Transit<br>Fund | Community<br>Development<br>Block Grant<br>Fund | Block Grant<br>Program<br>Income<br>Fund | Community<br>Development<br>& Housing<br>Fund | Drug<br>Task<br>Force<br>Fund | Sheriff<br>Narcotics<br>Task Force | Coronavirus<br>CARES Fund |
| <b>REVENUES:</b>   |                               |                 |   |  |   |                               |                                    |                           |
| Other local taxes  | \$ 70,946                     | \$ -            | \$ -  | \$ -                                     | \$ -  | \$ -                          |                                    |                           |
| Intergovernmental:   |                               |                 |   |  |   |                               |                                    |                           |
| Federal  | -                             | 2,610,936       | -   | 60                                       | 893,593                                       | 1,615                         | 2,341                              |                           |
| State/Other  | -                             | 359,726         | -   | -  | -   | -                             | -                                  | 21,052                    |
| Service charges  | -                             | 285,724         | -   | -  | -   | -                             | -                                  |                           |
| Fines and forfeitures  | -                             | -               | -   | -  | -   | 51,467                        | 111,846                            |                           |
| Interest   | -                             | -               | -   | -  | -   | -                             | -                                  |                           |
| Miscellaneous  | -                             | 88,377          | -   | 79,660                                   | -   | 5,331                         | 23,180                             |                           |
| Total Revenues   | 70,946                        | 3,344,763       | -   | 79,720                                   | 893,593                                       | 58,413                        | 137,367                            | 21,052                    |
| <b>EXPENDITURES:</b>   |                               |                 |   |  |   |                               |                                    |                           |
| <b>Current:</b>  |                               |                 |   |  |   |                               |                                    |                           |
| General government   | -                             | -               | -   | -  | -   | -                             | -                                  |                           |
| Public safety  | -                             | -               | -   | -  | -   | 146,431                       | 43,818                             |                           |
| Public works   | -                             | 2,374,591       | -   | -  | -   | -                             | -                                  |                           |
| Health and Human Services                                    |                               |                 |   |  |   |                               |                                    | 21,052                    |
| Community Development<br>and Housing                         | -                             | -               | -   | 243,294                                  | 893,593                                       | -                             | -                                  |                           |
| Economic development   | -                             | -               | -   | -  | -   | -                             | -                                  |                           |
| Payments to Other Orgs                                       | -                             | -               | -   | -  | -   | -                             | -                                  |                           |
| Payments to component units                                  | -                             | -               | -   | -  | -   | -                             | -                                  |                           |
| Debt Service:  |                               |                 |   |  |   |                               |                                    |                           |
| Principal  | -                             | -               | -   | -  | -   | -                             | -                                  |                           |
| Interest   | -                             | -               | -   | -  | -   | -                             | -                                  |                           |
| Capital Outlay:  |                               |                 |   |  |   |                               |                                    |                           |
| General government   | -                             | -               | -   | -  | -   | -                             | -                                  |                           |
| Public Safety  | -                             | -               | -   | -  | -   | -                             | 127,977                            |                           |
| Public works   | 131,541                       | 1,286,444       | -   | -  | -   | -                             | -                                  |                           |
| Health and Human Services                                    | -                             | -               | -   | -  | -   | -                             | -                                  |                           |
| Education  | -                             | -               | -   | -  | -   | -                             | -                                  |                           |
| Recreation & Culture   | -                             | -               | -   | -  | -   | -                             | -                                  |                           |
| Library  | -                             | -               | -   | -  | -   | -                             | -                                  |                           |
| Economic development   | -                             | -               | -   | -  | -   | -                             | -                                  |                           |
| Miscellaneous  | -                             | -               | -   | -  | -   | -                             | -                                  |                           |
| Total Expenditures   | 131,541                       | 3,661,035       | -   | 243,294                                  | 893,593                                       | 146,431                       | 171,795                            | 21,052                    |
| Excess (deficiency) of revenues<br>over (under) expenditures | (60,595)                      | (316,272)       | -   | (163,574)                                | -   | (88,018)                      | (34,428)                           | -                         |
| <b>OTHER FINANCING SOURCES (USES):</b>                       |                               |                 |   |  |   |                               |                                    |                           |
| Transfers in   | -                             | 312,022         | -   | -  | -   | -                             | -                                  |                           |
| Transfers out  | -                             | -               | -   | -  | -   | -                             | -                                  | -                         |
| Debt issued  | -                             | -               | -   | -  | -   | -                             | -                                  | -                         |
| Capital leases   | -                             | -               | -   | -  | -   | -                             | -                                  | -                         |
| Sale of capital assets                                       | -                             | 4,250           | -   | 243,294                                  | -   | 13,100                        | 23,075                             |                           |
| Total Other Financing<br>Sources and uses                    | -                             | 316,272         | -   | 243,294                                  | -   | 13,100                        | 23,075                             | -                         |
| Net change in fund balances                                  | (60,595)                      |                 |   | 79,720                                   | -   | (74,918)                      | (11,353)                           | -                         |
| Fund balance, beginning,                                     | 117,796                       |                 | 9,739   | (18,775)                                 | -   | 235,487                       | 31,344                             | 2,425                     |
| Fund balance, ending   | \$ 57,201                     | \$ -            | \$ 9,739  | \$ 60,945                                | \$ -  | \$ 160,569                    | \$ 19,991                          | \$ 2,425                  |

**ALLEGANY COUNTY, MARYLAND**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**NONMAJOR GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

| Special Revenue Funds |   |                              |                             | Debt Service      | Capital Project Funds |                            |                              | Total Capital Projects 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 | Public Improvement Bond Fund |                              |                                   |
| \$ 536,686            | \$ -                                    |                              | \$ 607,632                  | \$ -              |                       |                            |                              | \$ -                         | \$ 607,632                        |
| -                     |   |                              | 3,508,545                   | -                 | 927,790               |                            |                              | 927,790                      | 4,436,335                         |
| -                     | 349,950                                 | 2,755,252                    | 3,485,980                   | -                 | 1,254,858             |                            | 2,650,161                    | 3,905,019                    | 7,390,999                         |
| 34,400                |   |                              | 320,124                     | -                 |                       | -                          |                              |                              | 320,124                           |
| -                     |   |                              | 163,313                     | -                 | -                     | -                          |                              |                              | 163,313                           |
| -                     |   |                              |                             | -                 | -                     |                            | 30,830                       | 30,830                       | 30,830                            |
|                       | 228,081                                 |                              | 424,629                     | -                 | 77,245                |                            |                              | 77,245                       | 501,874                           |
| 571,086               | 578,031                                 | 2,755,252                    | 8,510,223                   | -                 | 2,259,893             | -                          | 2,680,991                    | 4,940,884                    | 13,451,107                        |
|                       |   |                              |                             |                   |                       |                            |                              |                              |                                   |
| 178,654               | -                                       | 703,920                      | 882,574                     | -                 | -                     | -                          |                              |                              | 882,574                           |
| 96,145                | 502,452                                 | 1,475,378                    | 2,264,224                   | -                 | -                     | -                          |                              |                              | 2,264,224                         |
| -                     |   |                              | 2,374,591                   | -                 | -                     | -                          |                              |                              | 2,374,591                         |
|                       |   |                              | 21,052                      |                   |                       |                            |                              |                              | 21,052                            |
| -                     | -                                       |                              | 1,136,887                   | -                 | -                     | -                          |                              |                              | 1,136,887                         |
| -                     | -                                       |                              |                             | -                 | -                     | -                          |                              |                              |                                   |
| -                     | -                                       | 200,000                      | 200,000                     |                   | -                     | -                          |                              |                              | 200,000                           |
| 494,857               |   | 360,000                      | 854,857                     |                   |                       |                            |                              |                              | 854,857                           |
| -                     | -                                       |                              |                             | 1,426,175         | -                     | -                          |                              |                              | 1,426,175                         |
| -                     | -                                       |                              |                             | 1,325,675         | -                     | -                          |                              |                              | 1,325,675                         |
| -                     | -                                       |                              |                             | -                 | 27,848                | 185                        | 67,591                       | 95,624                       | 95,624                            |
| -                     | -                                       |                              | 127,977                     | -                 | 281,277               | 26,845                     | 53,453                       | 361,575                      | 489,552                           |
| -                     | -                                       |                              | 1,417,985                   | -                 | 889,253               | 288,061                    | 845,251                      | 2,022,565                    | 3,440,550                         |
| -                     | -                                       |                              |                             |                   | 593,265               |                            | 479,874                      | 1,073,139                    | 1,073,139                         |
| -                     | -                                       |                              |                             |                   | 5,489                 |                            | 2,735,101                    | 2,740,590                    | 2,740,590                         |
| -                     | -                                       |                              |                             |                   | -                     | -                          |                              |                              |                                   |
| -                     | -                                       |                              |                             |                   | -                     | -                          |                              |                              |                                   |
| 769,656               | 502,452                                 | 2,739,298                    | 9,280,147                   | 2,751,850         | 1,797,132             | 315,091                    | 4,181,270                    | 6,293,493                    | 18,325,490                        |
|                       |   |                              |                             |                   |                       |                            |                              |                              |                                   |
| (198,570)             | 75,579                                  | 15,954                       | (769,924)                   | (2,751,850)       | 462,761               | (315,091)                  | (1,500,279)                  | (1,352,609)                  | (4,874,383)                       |
| -                     | -                                       |                              | 312,022                     | 1,143,262         | 49,887                | 988,158                    |                              | 1,038,045                    | 2,493,329                         |
| -                     | -                                       | (160,000)                    | (160,000)                   |                   | (40,433)              | (145,363)                  |                              | (185,796)                    | (345,796)                         |
| -                     | -                                       |                              |                             |                   | -                     | -                          | -                            | -                            | -                                 |
| -                     | -                                       |                              |                             |                   | -                     | -                          | -                            | -                            | -                                 |
| -                     | -                                       |                              | 283,719                     |                   | -                     | -                          | -                            | -                            | 283,719                           |
| -                     | -                                       | (160,000)                    | 435,741                     | 1,143,262         | 9,454                 | 842,795                    |                              | 852,249                      | 2,431,252                         |
|                       |   |                              |                             |                   |                       |                            |                              |                              |                                   |
| (198,570)             | 75,579                                  | (144,046)                    | (334,183)                   | (1,608,588)       | 472,215               | 527,704                    | (1,500,279)                  | (500,360)                    | (2,443,131)                       |
| 1,086,181             | 870,733                                 | 862,303                      | 3,197,233                   | 6,497,905         | (2,037,882)           | 1,411,741                  | 7,197,188                    | 6,571,047                    | 16,266,185                        |
| \$ 887,611            | \$ 946,312                              | \$ 718,257                   | \$ 2,863,050                | \$ 4,889,317      | \$ (1,565,668)        | \$ 1,939,446               | \$ 5,696,909                 | \$ 6,070,688                 | \$ 13,823,054                     |

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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, 2022**

|   | Allconet II        | Allegany<br>County<br>Loan<br>Fund | Total               |
|---|--------------------|------------------------------------|---------------------|
| <b>ASSETS</b>                             |                    |                                    |                     |
| Current Assets:                           |                    |                                    |                     |
| Cash:                                     |                    |                                    |                     |
| Cash                                      | \$ -               | \$ -                               | \$ -                |
| Receivables:                              |                    |                                    |                     |
| Accounts (net)                            | 10,683             | 1,060                              | 11,743              |
| Other                                     | 24,880             | 294,179                            | 319,059             |
| Due from other funds                      |                    | 220,142                            | 220,142             |
| Miscellaneous assets                      |                    | -                                  | -                   |
| Total current assets                      | <u>35,563</u>      | <u>515,381</u>                     | <u>550,944</u>      |
| Non-current Assets:                       |                    |                                    |                     |
| Advances to other funds                   | -                  | 618,236                            | 618,236             |
| Capital assets subject<br>to depreciation | 5,741,411          | -                                  | 5,741,411           |
| Accumulated depreciation                  | <u>(4,931,946)</u> | <u>-</u>                           | <u>(4,931,946)</u>  |
| Total noncurrent assets                   | <u>809,465</u>     | <u>618,236</u>                     | <u>1,427,701</u>    |
| Total Assets                              | <u>845,028</u>     | <u>1,133,617</u>                   | <u>1,978,645</u>    |
| <b>LIABILITIES</b>                        |                    |                                    |                     |
| Current Liabilities:                      |                    |                                    |                     |
| Accounts payable                          | 3,438              | -                                  | 3,438               |
| Due to other funds                        | 67,875             | -                                  | 67,875              |
| Miscellaneous liabilities                 | -                  | -                                  | -                   |
| Total current liabilities                 | <u>71,313</u>      | <u>-</u>                           | <u>71,313</u>       |
| Noncurrent Liabilities:                   |                    |                                    |                     |
| Long term debt:                           |                    |                                    |                     |
| Compensated absences                      | -                  | -                                  | -                   |
| Total noncurrent liabilities              | <u>-</u>           | <u>-</u>                           | <u>-</u>            |
| Total Liabilities                         | <u>71,313</u>      | <u>-</u>                           | <u>71,313</u>       |
| <b>NET POSITION</b>                       |                    |                                    |                     |
| Net investment in capital assets          | 809,465            | -                                  | 809,465             |
| Unrestricted                              | <u>(35,750)</u>    | <u>1,133,617</u>                   | <u>1,097,867</u>    |
| Total Net Position                        | <u>\$ 773,715</u>  | <u>\$ 1,133,617</u>                | <u>\$ 1,907,332</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, 2022**

|   | Allconet II | Allegany<br>County<br>Loan<br>Fund | Total        |
|---|-------------|------------------------------------|--------------|
| <b>OPERATING REVENUES:</b>                          |             |                                    |              |
| Service charges                                     | 59,915      | -                                  | 59,915       |
| Total operating Revenues                            | 59,915      | -                                  | 59,915       |
| <b>OPERATING EXPENSES:</b>                          |             |                                    |              |
| Rent Expense  | 38,671      | -                                  | 38,671       |
| Utilities   | 8,923       | -                                  | 8,923        |
| Repairs & maintenance                               | 14,878      | -                                  | 14,878       |
| Professional services                               | 116,487     | -                                  | 116,487      |
| Materials and supplies                              | 5,706       | -                                  | 5,706        |
| Insurance   | 1,582       | -                                  | 1,582        |
| Miscellaneous                                       | 3,044       | -                                  | 3,044        |
| Depreciation  | 228,393     | -                                  | 228,393      |
| Total operating expenses                            | 417,684     | -                                  | 417,684      |
| Operating Income (Loss)                             | (357,769)   | -                                  | (357,769)    |
| <b>NON-OPERATING REVENUE (EXPENSES):</b>            |             |                                    |              |
| Interest income                                     | -           | -                                  | -            |
| Other income (expense)                              | -           | -                                  | -            |
| Total non-operating revenue (expenses)              | -           | -                                  | -            |
| Income (Loss) before contributions<br>and transfers | (357,769)   | -                                  | (357,769)    |
| Federal grants                                      | 133,655     | -                                  | 133,655      |
| State grants  | 25,000      | -                                  | 25,000       |
| Transfer in   | -           | (32,702)                           | (32,702)     |
| Transfer out  | -           | (32,702)                           | (32,702)     |
| Change in net position                              | (199,114)   | (32,702)                           | (231,816)    |
| Total net position - beginning                      | 972,829     | 1,166,319                          | 2,139,148    |
| Total net position - ending                         | \$ 773,715  | \$ 1,133,617                       | \$ 1,907,332 |

**ALLEGANY COUNTY, MARYLAND**  
**COMBINING STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUND TYPE - NON-MAJOR ENTERPRISE FUNDS**  
**FOR THE YEAR ENDED JUNE 30, 2022**

|   | Allconet II  | Allegany<br>County<br>Loan<br>Fund | Total        |
|---|--------------|------------------------------------|--------------|
| <b>Cash flows from operating activities:</b>  |              |                                    |              |
| Cash received from customers  | \$ 61,957    | \$ 91,569                          | \$ 153,526   |
| Cash payments for goods and services  | (201,369)    |                                    | (201,369)    |
| Other operating revenues  | -            |                                    | -            |
| Net cash provided by operating activities   | (139,412)    | 91,569                             | (47,843)     |
| <b>Cash flows from noncapital financing activities:</b>                                 |              |                                    |              |
| Advances from other funds   | (223,655)    | (586,773)                          | (810,428)    |
| Advances to other funds   | 435,234      | 527,906                            | 963,140      |
| Transfers from other funds  | 25,000       |                                    | 25,000       |
| Transfers to other funds  | -            | (32,702)                           | (32,702)     |
| Net cash provided by noncapital financing activities                                    | 236,579      | (91,569)                           | 145,010      |
| <b>Cash flows from capital and related financing activities:</b>                        |              |                                    |              |
| Acquisition and construction of capital assets  | (230,822)    | -                                  | (230,822)    |
| Grant Revenue   | 133,655      |                                    | 133,655      |
| Contract Bid deposit  | -            | -                                  | -            |
| Net cash used for capital and related financing activities                              | (97,167)     | -                                  | (97,167)     |
| <b>Cash flows from investing activities:</b>  |              |                                    |              |
| Purchase of investments   | -            | -                                  | -            |
| Sale of investments   | -            |                                    | -            |
| Interest on investments   | -            | -                                  | -            |
| Net cash used in investing activities   | -            | -                                  | -            |
| 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)   | \$ (357,769) | \$ -                               | \$ (357,769) |
| Adjustments to reconcile operating income to net cash provided by operating activities: |              |                                    |              |
| Depreciation  | 228,393      | -                                  | 228,393      |
| Provision for uncollectible accounts  | -            | -                                  | -            |
| Change in assets & liabilities:   |              |                                    |              |
| (Increase) decrease in receivables  | 2,042        | 91,569                             | 93,611       |
| (Increase) decrease in prepaids   | -            |                                    | -            |
| Increase (decrease) in acc'ts payable   | (12,078)     | -                                  | (12,078)     |
| Increase (decrease) in accrued payroll  | -            | -                                  | -            |
| Total adjustments   | 218,357      | 91,569                             | 309,926      |
| Net cash provided by operating activities   | \$ (139,412) | \$ 91,569                          | \$ (47,843)  |

**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, 2022**

|  | Original<br>Budget | Final<br>Budget    | Actual              | Variance With<br>Final Budget<br>Positive<br>(Negative) |
|--|--------------------|--------------------|---------------------|---|
| <b>Expenditures:</b>                       |                    |                    |                     |   |
| Current:                                   |                    |                    |                     |   |
| Miscellaneous:                             |                    |                    |                     |   |
| Paying agent fees                          | \$ 25,000          | \$ 25,000          | \$ -                | \$ 25,000   |
| Debt Service:                              |                    |                    |                     |   |
| Principal payments on :                    |                    |                    |                     |   |
| General obligation debt                    | 1,385,000          | 1,385,000          | 1,385,000           | -   |
| State loans                                | 51,160             | 51,160             | 41,175              | 9,985   |
| Total principal payments                   | <u>1,436,160</u>   | <u>1,436,160</u>   | <u>1,426,175</u>    | <u>9,985</u>  |
| Interest payments on:                      |                    |                    |                     |   |
| General obligation debt                    | 1,350,040          | 1,350,040          | 1,325,040           | 25,000  |
| State loans                                | 9,896              | 9,896              | 635                 | 9,261   |
| Total interest payments                    | <u>1,359,936</u>   | <u>1,359,936</u>   | <u>1,325,675</u>    | <u>34,261</u>   |
| Total Expenditures                         | <u>2,821,096</u>   | <u>2,821,096</u>   | <u>2,751,850</u>    | <u>69,246</u>   |
| Deficiency of revenues under expenditures  | <u>(2,821,096)</u> | <u>(2,821,096)</u> | <u>(2,751,850)</u>  | <u>(69,246)</u>   |
| <b>Other Financing Sources and (Uses):</b> |                    |                    |                     |   |
| Unexpended Fund Balance                    | 1,608,588          | 1,608,588          | -                   | (1,608,588)   |
| Transfers from other funds:                |                    |                    |                     |   |
| From the General Fund                      | 1,187,508          | 1,187,508          | 1,143,262           | (44,246)  |
| From the Capital Projects Fund             |                    |                    |                     | -   |
| From the Revolving Building Fund           |                    |                    |                     | -   |
| Transfer to General Fund                   | -                  | -                  |                     |   |
| Total Other Financing Sources and Uses     | <u>2,796,096</u>   | <u>2,796,096</u>   | <u>1,143,262</u>    | <u>(1,652,834)</u>                                      |
| Net change in fund balances                | <u>\$ (25,000)</u> | <u>\$ (25,000)</u> | <u>(1,608,588)</u>  | <u>\$ (1,583,588)</u>                                   |
| Fund balance, beginning                    |                    |                    | <u>6,497,905</u>    |   |
| Fund balance, ending                       |                    |                    | <u>\$ 4,889,317</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, 2022**

|   | Coal Haul Roads Fund |              |           |  | Transit Fund    |              |           |  | Community Develop Block Grant 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                                      | \$ 47,000            | \$ 47,000    | \$ 70,946 | \$ 23,946                                      |                 |              |           |  |                                    |              |        |  |
| Other local taxes   | -                    | -            | -         | -  |                 |              |           |  |                                    |              |        |  |
| Intergovernmental:  |                      |              |           |  |                 |              |           |  |                                    |              |        |  |
| Federal   | -                    | -            | -         | -  | 1,718,720       | 2,747,875    | 2,610,936 | (136,939)                                      | -                                  | -            | -      | -  |
| State   | -                    | -            | -         | -  | 228,169         | 334,332      | 359,726   | 25,394   | -                                  | -            | -      | -  |
| Service charges   | -                    | -            | -         | -  | 240,500         | 240,500      | 285,724   | 45,224   | -                                  | -            | -      | -  |
| Fines and forfeitures                                     | -                    | -            | -         | -  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| Interest  | 5,000                | 5,000        | -         | (5,000)  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| Lease Revenue   | -                    | -            | -         | -  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| Miscellaneous   | -                    | -            | -         | -  | -               | -            | 88,377    | 88,377   | -                                  | -            | -      | -  |
| Total Revenues  | 52,000               | 52,000       | 70,946    | 18,946   | 2,187,389       | 3,322,707    | 3,344,763 | 22,056   | -                                  | -            | -      | -  |
| <b>EXPENDITURES:</b>                                      |                      |              |           |  |                 |              |           |  |                                    |              |        |  |
| General government  | -                    | -            | -         | -  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| Public safety   | -                    | -            | -         | -  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| Public works  | 52,000               | 52,000       | 131,541   | (79,541)                                       | 2,366,230       | 3,656,069    | 3,661,035 | (4,966)  | -                                  | -            | -      | -  |
| Health & Human Svcs                                       | -                    | -            | -         | -  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| Community Development                                     | -                    | -            | -         | -  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| and Housing   | -                    | -            | -         | -  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| Economic development                                      | -                    | -            | -         | -  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| Education   | -                    | -            | -         | -  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| Miscellaneous   | -                    | -            | -         | -  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| Payments to Component Units                               | -                    | -            | -         | -  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| Total Expenditures  | 52,000               | 52,000       | 131,541   | (79,541)                                       | 2,366,230       | 3,656,069    | 3,661,035 | (4,966)  | -                                  | -            | -      | -  |
| Excess (deficiency) of revenues over (under) expenditures | -                    | -            | (60,595)  | (60,595)                                       | (178,841)       | (333,362)    | (316,272) | 17,090   | -                                  | -            | -      | -  |
| <b>OTHER FINANCING SOURCES AND USES:</b>                  |                      |              |           |  |                 |              |           |  |                                    |              |        |  |
| Unexpended balance - prior                                | -                    | -            | -         | -  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| Transfer from other funds                                 | -                    | -            | -         | -  | 178,841         | 333,362      | 312,022   | (21,340)                                       | -                                  | -            | -      | -  |
| Transfers to other funds                                  | -                    | -            | -         | -  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| Debt issued   | -                    | -            | -         | -  | -               | -            | -         | -  | -                                  | -            | -      | -  |
| Sale of capital assets                                    | -                    | -            | -         | -  | -               | -            | 4,250     | 4,250  | -                                  | -            | -      | -  |
| Total Other Financing Sources and Uses                    | -                    | -            | -         | -  | 178,841         | 333,362      | 316,272   | (17,090)                                       | -                                  | -            | -      | -  |
| Net change in fund balances                               | \$ -                 | \$ -         | (60,595)  | \$ (60,595)                                    | \$ -            | \$ -         | \$ -      | \$ -   | \$ -                               | \$ -         | \$ -   | \$ -   |
| Fund balance, beginning,                                  |                      |              | 117,796   |  |                 |              |           |  |                                    |              |        | 9,739  |
| Fund balance, ending                                      |                      |              | \$ 57,201 |  |                 |              | \$ -      |  |                                    |              | \$ -   | \$ 9,739                                       |



ALLEGANY COUNTY, MARYLAND  
SPECIAL REVENUE FUNDS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022

|   | Block Grant Program Income Fund |              |           |  | Community & Develop Fund |              |         |  | Sheriff 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   | -                               | -            | 60        | 60   | -                        | -            | 893,593 | 893,593  | -                  | -            | 2,341     | 2,341  |
| State   | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| Service charges   | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| Fines and forfeitures                                     | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | 111,846   | 111,846  |
| Interest  | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| Lease Revenue   | -                               | -            | 79,660    | 79,660   | -                        | -            | -       | -  | -                  | -            | 23,180    | 23,180   |
| Miscellaneous   | -                               | -            | 79,720    | 79,720   | -                        | -            | 893,593 | 893,593  | -                  | -            | 137,367   | 137,367  |
| Total Revenues  | -                               | -            | 79,720    | 79,720   | -                        | -            | 893,593 | 893,593  | -                  | -            | 137,367   | 137,367  |
| <b>EXPENDITURES:</b>                                      |                                 |              |           |  |                          |              |         |  |                    |              |           |  |
| General government  | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| Public safety   | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | 171,795   | (171,795)                                      |
| Public works  | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| Health & Human Svcs                                       | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| Community Development                                     | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| and Housing   | -                               | -            | 243,294   | (243,294)                                      | -                        | -            | 893,593 | (893,593)                                      | -                  | -            | -         | -  |
| Economic development                                      | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| Education   | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| Miscellaneous   | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| Payments to Component Units                               | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| Total Expenditures  | -                               | -            | 243,294   | (243,294)                                      | -                        | -            | 893,593 | (893,593)                                      | -                  | -            | 171,795   | (171,795)                                      |
| Excess (deficiency) of revenues over (under) expenditures | -                               | -            | (163,574) | (163,574)                                      | -                        | -            | -       | -  | -                  | -            | (34,428)  | (34,428)                                       |
| <b>OTHER FINANCING SOURCES AND USES:</b>                  |                                 |              |           |  |                          |              |         |  |                    |              |           |  |
| Unexpended balance - prior                                | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| Transfer from other funds                                 | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| Transfers to other funds                                  | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| Debt issued   | -                               | -            | -         | -  | -                        | -            | -       | -  | -                  | -            | -         | -  |
| Sale of capital assets                                    | -                               | -            | 243,294   | 243,294  | -                        | -            | -       | -  | -                  | -            | 23,075    | 23,075   |
| Total Other Financing                                     | -                               | -            | 243,294   | 243,294  | -                        | -            | -       | -  | -                  | -            | 23,075    | 23,075   |
| Sources and Uses  | -                               | -            | 243,294   | 243,294  | -                        | -            | -       | -  | -                  | -            | 23,075    | 23,075   |
| Net change in fund balances                               | \$ -                            | \$ -         | 79,720    | 79,720   | \$ -                     | \$ -         | -       | \$ -   | \$ -               | \$ -         | (11,353)  | (11,353)                                       |
| Fund balance, beginning,                                  |                                 |              | (18,775)  |  |                          |              |         |  |                    |              | 31,344    |  |
| Fund balance, ending                                      |                                 |              | \$ 60,945 |  |                          |              | \$ -    |  |                    |              | \$ 19,991 |  |

**ALLEGANY COUNTY, MARYLAND**  
**SPECIAL REVENUE FUNDS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2022**

|   | Narcotics Drug Task Force |              |            |  | Coronavirus CARES ACT & MD Relief |              |            |  | Gaming 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                                      | \$ -                      | \$ -         | \$ -       | \$ -   | \$ -                              | \$ -         | \$ -       | \$ -   | \$ 465,082      | \$ 465,082   | \$ 536,686 | \$ 71,604                                      |
| Other local taxes   | -                         | -            | -          | -  | -                                 | -            | -          | -  | -               | -            | -          | -  |
| Intergovernmental:  |                           |              |            |  |                                   |              |            |  |                 |              |            |  |
| Federal   |                           |              |            |  |                                   |              |            |  |                 |              |            |  |
| State   | 33,741                    | 33,741       | 1,615      | 1,615 (33,741)                                 | 21,052                            | 21,052       | -          | 21,052   | -               | -            | -          | -  |
| Service charges   | -                         | -            | -          | -  | -                                 | -            | -          | -  | 31,000          | 31,000       | 34,400     | 3,400  |
| Fines and forfeitures                                     | 82,600                    | 82,600       | 51,467     | (31,133)                                       | -                                 | -            | -          | -  | -               | -            | -          | -  |
| Interest  | -                         | -            | -          | -  | -                                 | -            | -          | -  | -               | -            | -          | -  |
| Lease Revenue   | -                         | -            | -          | -  | -                                 | -            | -          | -  | -               | -            | -          | -  |
| Miscellaneous   | -                         | -            | 5,331      | 5,331  | -                                 | 6,316        | -          | (6,316)  | -               | -            | -          | -  |
| Total Revenues  | 116,341                   | 116,341      | 58,413     | (57,928)                                       | 21,052                            | 6,316        | 21,052     | 14,736   | 496,082         | 496,082      | 571,086    | 75,004   |
| <b>EXPENDITURES:</b>                                      |                           |              |            |  |                                   |              |            |  |                 |              |            |  |
| General government  | -                         | -            | -          | -  | -                                 | -            | -          | -  | 171,959         | 173,349      | 178,654    | (5,305)  |
| Public safety   | 116,341                   | 116,341      | 146,431    | (30,090)                                       | -                                 | -            | -          | -  | 81,030          | 81,030       | 96,145     | (15,115)                                       |
| Public works  | -                         | -            | -          | -  | -                                 | -            | -          | -  | -               | -            | -          | -  |
| Health & Human Svcs                                       | -                         | -            | -          | -  | 21,052                            | 21,052       | -          | (21,052)                                       | -               | -            | -          | -  |
| Community Development                                     | -                         | -            | -          | -  | -                                 | -            | -          | -  | -               | -            | -          | -  |
| and Housing   | -                         | -            | -          | -  | -                                 | -            | -          | -  | -               | -            | -          | -  |
| Economic development                                      | -                         | -            | -          | -  | -                                 | -            | -          | -  | -               | -            | -          | -  |
| Education   | -                         | -            | -          | -  | -                                 | -            | -          | -  | -               | -            | -          | -  |
| Miscellaneous   | -                         | -            | -          | -  | -                                 | -            | -          | -  | -               | -            | -          | -  |
| Payments to Component Units                               | -                         | -            | -          | -  | -                                 | -            | -          | -  | 243,093         | 243,093      | 494,857    | (251,764)                                      |
| Total Expenditures  | 116,341                   | 116,341      | 146,431    | (30,090)                                       | -                                 | -            | 21,052     | (21,052)                                       | 496,082         | 497,472      | 769,656    | (272,184)                                      |
| Excess (deficiency) of revenues over (under) expenditures | -                         | -            | (88,018)   | (88,018)                                       | -                                 | -            | -          | 35,788   | -               | (1,390)      | (198,570)  | (197,180)                                      |
| <b>OTHER FINANCING SOURCES AND (USES):</b>                |                           |              |            |  |                                   |              |            |  |                 |              |            |  |
| Unexpended balance - prior                                | -                         | -            | -          | -  | -                                 | -            | -          | -  | -               | -            | -          | -  |
| Transfer from other funds                                 | -                         | -            | -          | -  | -                                 | -            | -          | -  | 1,390           | 1,390        | -          | (1,390)  |
| Transfers to other funds                                  | -                         | -            | -          | -  | -                                 | -            | -          | -  | -               | -            | -          | -  |
| Debt issued   | -                         | -            | -          | -  | -                                 | -            | -          | -  | -               | -            | -          | -  |
| Sale of capital assets                                    | -                         | -            | 13,100     | 13,100   | -                                 | -            | -          | -  | -               | -            | -          | -  |
| Total Other Financing Sources and Uses                    | -                         | -            | 13,100     | 13,100   | -                                 | -            | -          | -  | -               | 1,390        | -          | (1,390)  |
| Net change in fund balances                               | \$ -                      | \$ -         | (74,918)   | \$ (74,918)                                    | \$ -                              | \$ -         | \$ -       | \$ 35,788                                      | \$ -            | \$ -         | (198,570)  | \$ (198,570)                                   |
| Fund balance, beginning,                                  |                           |              | 235,487    |  |                                   |              |            |  |                 |              | 1,086,181  |  |
| Fund balance, ending                                      |                           |              | \$ 160,569 | \$ 2,425                                       |                                   |              | \$ 887,611 |  |                 |              | \$ 887,611 |  |

ALLEGANY COUNTY, MARYLAND  
SPECIAL REVENUE FUNDS  
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE  
BUDGET AND ACTUAL  
FOR THE YEAR ENDED JUNE 30, 2022

|   | Revolving Building Fund |              |              |  | Fire, Rescue & Public Safety Fund |              |            |  | Rocky Gap Slots Revenue 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   | -                       | -            | -            | -  | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| Intergovernmental:  |                         |              |              |  |                                   |              |            |  |                              |              |            |  |
| Federal   | -                       | -            | -            | -  | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| State   | -                       | -            | -            | -  | 335,970                           | 335,970      | 349,950    | 13,980   | 2,445,978                    | 2,445,978    | 2,755,252  | 309,274  |
| Service charges   | -                       | -            | -            | -  | 34,000                            | 34,000       | -          | (34,000)                                       | -                            | -            | -          | -  |
| Fines and forfeitures                                     | -                       | -            | -            | -  | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| Interest  | -                       | -            | 310,012      | 310,012  | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| Lease Revenue   | 3,359,078               | 3,359,078    | 3,178,857    | (180,221)                                      | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| Miscellaneous   | -                       | -            | -            | -  | 46,000                            | 46,000       | 228,081    | 182,081  | -                            | -            | -          | -  |
| Total Revenues  | 3,359,078               | 3,359,078    | 3,488,869    | 129,791  | 415,970                           | 415,970      | 578,031    | 162,061  | 2,445,978                    | 2,445,978    | 2,755,252  | 309,274  |
| <b>EXPENDITURES:</b>                                      |                         |              |              |  |                                   |              |            |  |                              |              |            |  |
| General government  | -                       | -            | -            | -  | -                                 | -            | -          | -  | 562,989                      | 562,989      | 703,920    | (140,931)                                      |
| Public safety   | -                       | -            | -            | -  | 415,970                           | 415,970      | 502,452    | (86,482)                                       | 1,162,989                    | 1,162,989    | 1,475,378  | (312,389)                                      |
| Public works  | -                       | -            | -            | -  | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| Health & Human Svcs                                       | -                       | -            | -            | -  | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| Community Development                                     | -                       | -            | -            | -  | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| and Housing   | -                       | -            | -            | -  | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| Economic development                                      | 11,095,637              | 11,101,471   | 4,906,950    | 6,194,521                                      | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| Education   | -                       | -            | -            | -  | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| Misc  | -                       | -            | -            | -  | -                                 | -            | -          | -  | 200,000                      | 200,000      | 200,000    | -  |
| Payments to Component Units                               | -                       | -            | -            | -  | -                                 | -            | -          | -  | 360,000                      | 360,000      | 360,000    | -  |
| Total Expenditures  | 11,095,637              | 11,101,471   | 4,906,950    | 6,194,521                                      | 415,970                           | 415,970      | 502,452    | (86,482)                                       | 2,285,978                    | 2,285,978    | 2,739,298  | (453,320)                                      |
| Excess (deficiency) of revenues over (under) expenditures | (7,736,559)             | (7,742,393)  | (1,418,081)  | 6,324,312                                      | -                                 | -            | 75,579     | 75,579   | 160,000                      | 160,000      | 15,954     | 15,954   |
| <b>OTHER FINANCING SOURCES AND (USES):</b>                |                         |              |              |  |                                   |              |            |  |                              |              |            |  |
| Unexpended balance - prior year                           | 8,255,907               | 8,261,741    | -            | (8,261,741)                                    | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| Transfer from other funds                                 | -                       | -            | -            | -  | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| Transfers to other funds                                  | (519,348)               | (519,348)    | (182,611)    | 336,737  | -                                 | -            | -          | -  | (160,000)                    | (160,000)    | (160,000)  | -  |
| Debt issued   | -                       | -            | 500,000      | 500,000  | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| Sale of capital assets                                    | -                       | -            | 352,587      | 352,587  | -                                 | -            | -          | -  | -                            | -            | -          | -  |
| Total Other Financing Sources and Uses                    | 7,736,559               | 7,742,393    | 669,976      | (7,072,417)                                    | -                                 | -            | -          | -  | (160,000)                    | (160,000)    | (160,000)  | -  |
| Net change in fund balances                               | \$ -                    | \$ -         | (748,105)    | \$ (748,105)                                   | \$ -                              | \$ -         | 75,579     | \$ 75,579                                      | \$ -                         | \$ -         | (144,046)  | \$ 15,954                                      |
| Fund balance, beginning,                                  |                         |              | 7,844,439    |  |                                   |              | 870,733    |  |                              |              | 862,303    |  |
| Fund balance, ending                                      |                         |              | \$ 7,096,334 |  |                                   |              | \$ 946,312 |  |                              |              | \$ 718,257 |  |

**ALLEGANY COUNTY, MARYLAND**  
**SPECIAL REVENUE FUNDS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**  
**BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2022**

|   | Americian Rescue Plan Fund |              |           | Total Special Revenue Funds                    |                 |                |
|---|----------------------------|--------------|-----------|--|-----------------|----------------|
|   | Original Budget            | Final Budget | Actual    | Variance With Final Budget Positive (Negative) | Original Budget | Final Budget   |
| REVENUES:   |                            |              |           |  |                 |                |
| Taxes - State Shared                                      |                            |              |           |  | \$ 512,082      | \$ 512,082     |
| Other local taxes   |                            |              |           |  | -               | -              |
| Intergovernmental:  |                            |              |           |  |                 |                |
| Federal   |                            |              |           |  |                 |                |
| State   |                            |              |           |  |                 |                |
| Service charges   |                            |              |           |  |                 |                |
| Fines and forfeitures                                     |                            |              |           |  |                 |                |
| Interest  |                            |              |           |  |                 |                |
| Lease Revenue   |                            |              |           |  |                 |                |
| Miscellaneous   |                            |              |           |  |                 |                |
| Total Revenues  | -                          | 2,500,000    | 2,547,810 | 47,810   | 9,093,890       | 12,714,472     |
|   |                            |              |           |  |                 | 14,546,902     |
|   |                            |              |           |  |                 | 1,832,430      |
| EXPENDITURES:   |                            |              |           |  |                 |                |
| General government  |                            |              |           |  |                 |                |
| Public safety   |                            |              |           |  |                 |                |
| Public works  |                            |              |           |  |                 |                |
| Health & Human Svcs                                       |                            |              |           |  |                 |                |
| Community Development                                     |                            |              |           |  |                 |                |
| and Housing   |                            |              |           |  |                 |                |
| Economic development                                      |                            |              |           |  |                 |                |
| Education   |                            |              |           |  |                 |                |
| Misc  |                            |              |           |  |                 |                |
| Payments to Component Units                               |                            |              |           |  |                 |                |
| Total Expenditures  | -                          | 2,437,850    | 2,485,660 | (47,810)                                       | 16,828,238      | 20,563,151     |
|   |                            |              |           |  |                 | 16,672,757     |
|   |                            |              |           |  |                 | 251,764        |
|   |                            |              |           |  |                 | (3,890,394)    |
| Excess (deficiency) of revenues over (under) expenditures | -                          | 62,150       | 62,150    | -  | (7,734,348)     | (7,848,679)    |
|   |                            |              |           |  |                 | (2,125,855)    |
|   |                            |              |           |  |                 | 5,722,824      |
| OTHER FINANCING SOURCES AND USES:                         |                            |              |           |  |                 |                |
| Unexpended balance - prior y.                             | -                          | -            | -         | -  | 8,255,907       | 8,261,741      |
| Transfer from other funds                                 | -                          | -            | -         | -  | 178,841         | 334,752        |
| Transfers to other funds                                  | -                          | (62,150)     | (62,150)  | -  | (679,348)       | (741,498)      |
| Debt issued   | -                          | -            | -         | -  | -               | -              |
| Sale of capital assets                                    | -                          | -            | -         | -  | -               | -              |
| Total Other Financing Sources and Uses                    | -                          | (62,150)     | (62,150)  | -  | 7,755,400       | 7,854,995      |
|   |                            |              |           |  |                 | 1,043,567      |
|   |                            |              |           |  |                 | (6,811,428)    |
| Net change in fund balances                               | \$ -                       | \$ -         | \$ -      | \$ -   | \$ 21,052       | \$ 6,316       |
|   |                            |              |           |  |                 | (1,082,288)    |
|   |                            |              |           |  |                 | \$ (1,088,604) |
| Fund balance, beginning,                                  |                            |              |           |  |                 | 11,041,672     |
| Fund balance, ending                                      |                            |              |           |  |                 | \$ 9,959,384   |

**ALLEGANY COUNTY, MARYLAND**  
**CAPITAL PROJECT FUNDS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2022**

|   | 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  | \$ 300,000                        | \$ 300,000   | \$ 927,790     | \$ 627,790                                     | \$ -                       | \$ -         |              | \$ -   |
| State\other grants  | 225,000                           | 225,000      | 1,254,858      | 1,029,858                                      | -                          | -            |              | -  |
| Other   |                                   |              |                |  |                            |              |              |  |
| Miscellaneous:  |                                   |              |                |  |                            |              |              |  |
| Interest  | -                                 | -            |                |  | -                          | -            |              | -  |
| Miscellaneous   | -                                 | -            | 77,245         | 77,245   | -                          | -            |              | -  |
| Total Revenues  | 525,000                           | 525,000      | 2,259,893      | 1,734,893                                      | -                          | -            | -            | -  |
| <b>EXPENDITURES:</b>                                      |                                   |              |                |  |                            |              |              |  |
| General Government  | 75,000                            | 75,000       | 27,848         | 47,152   |                            |              | 185          | (185)  |
| Public Safety   | 300,000                           | 300,000      | 281,277        | 18,723   |                            |              | 26,845       | (26,845)                                       |
| Public Works  |                                   |              | 889,253        | (889,253)                                      | 200,000                    | 200,000      | 288,061      | (88,061)                                       |
| Health  | -                                 | -            |                |  | -                          | -            | -            | -  |
| Social Services   | -                                 | -            |                |  | -                          | -            |              | -  |
| Education   | 625,000                           | 625,000      | 593,265        | 31,735   |                            |              |              |  |
| Recreation, Culture & Libraries                           | 150,000                           | 150,000      | 5,489          | 144,511  |                            |              |              |  |
| Conservation of Natural Resourc                           | -                                 | -            | -              |  | -                          | -            | -            | -  |
| Economic Development                                      | 500,000                           | 500,000      | -              | 500,000  | -                          | -            | -            | -  |
| Miscellaneous   | -                                 | -            | -              |  | -                          | -            | -            | -  |
| Payments to component units                               | -                                 | -            | -              |  | -                          | -            | -            | -  |
| Total Expenditures  | 1,650,000                         | 1,650,000    | 1,797,132      | (147,132)                                      | 200,000                    | 200,000      | 315,091      | (115,091)                                      |
| Excess (deficiency) of revenues over (under) expenditures | (1,125,000)                       | (1,125,000)  | 462,761        | 1,587,761                                      | (200,000)                  | (200,000)    | (315,091)    | (115,091)                                      |
| <b>OTHER FINANCING SOURCES AND USES:</b>                  |                                   |              |                |  |                            |              |              |  |
| Unexpended fund balance                                   |                                   |              |                |  | 50,000                     | 50,000       | -            | (50,000)                                       |
| Transfers In:   |                                   |              |                |  |                            |              |              |  |
| From other funds  | 500,000                           | 500,000      | 49,887         | (450,113)                                      | 150,000                    | 150,000      | 988,158      | 838,158  |
| Transfers Out:  |                                   |              |                |  |                            |              |              |  |
| To other funds  | -                                 | -            | (40,433)       | (40,433)                                       | -                          | -            | (145,363)    | (145,363)                                      |
| Debt issued/Premium                                       | 625,000                           | 625,000      | -              | (625,000)                                      | -                          | -            | -            | -  |
| Capital leases  | -                                 | -            | -              |  | -                          | -            | -            | -  |
| Sale of capital assets                                    | -                                 | -            | -              |  | -                          | -            | -            | -  |
| Total Other Financing Uses                                | 1,125,000                         | 1,125,000    | 9,454          | (1,115,546)                                    | 200,000                    | 200,000      | 842,795      | 642,795  |
| Net change in fund balances                               | \$ -                              | \$ -         | 472,215        | \$ 472,215                                     | \$ -                       | \$ -         | 527,704      | \$ 527,704                                     |
| Fund balance, beginning                                   |                                   |              | (2,037,882)    |  |                            |              | 1,411,741    |  |
| Fund balance, ending                                      |                                   |              | \$ (1,565,668) |  |                            |              | \$ 1,939,446 |  |

**ALLEGANY COUNTY, MARYLAND**  
**CAPITAL PROJECT FUNDS**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES**  
**BUDGET AND ACTUAL**  
**FOR THE YEAR ENDED JUNE 30, 2022**

| Public Improvement Bonds<br>Capital Projects Fund |                 |              |   | Total All Capital Projects |                 |              |   |
|---|-----------------|--------------|---|----------------------------|-----------------|--------------|---|
| Original<br>Budget                                | Final<br>Budget | Actual       | Variance With<br>Final Budget<br>Positive<br>(Negative) | Original<br>Budget         | Final<br>Budget | Actual       | Variance With<br>Final Budget<br>Positive<br>(Negative) |
|   |                 |              | \$ -  | \$ 300,000                 | \$ 300,000      | \$ 927,790   | \$ 627,790  |
|   | -               | 2,650,161    | 2,650,161   | 225,000                    | 225,000         | 3,905,019    | 3,680,019   |
|   | -               | -            | -   |                            |                 | -            | -   |
|   | -               | 30,830       | 30,830  |                            |                 | 30,830       | 30,830  |
|   | -               | -            | -   |                            |                 | 77,245       | 77,245  |
|   | -               | 2,680,991    | 2,680,991   | 525,000                    | 525,000         | 4,940,884    | 4,415,884   |
|   |                 |              |   |                            |                 |              |   |
|   |                 | 67,591       | (67,591)  | 75,000                     | 75,000          | 95,624       | (20,624)  |
|   |                 | 53,453       | (53,453)  | 300,000                    | 300,000         | 361,575      | (61,575)  |
| 1,155,000   | 1,155,000       | 845,251      | 309,749   | 1,355,000                  | 1,355,000       | 2,022,565    | (667,565)   |
|   | -               | -            | -   |                            |                 | -            | -   |
| 500,000   | 500,000         | 479,874      | 20,126  | 1,125,000                  | 1,125,000       | 1,073,139    | 51,861  |
|   | -               | 2,735,101    | (2,735,101)   | 150,000                    | 150,000         | 2,740,590    | (2,590,590)   |
|   | -               | -            | -   |                            |                 | -            | -   |
|   | -               | -            | -   | 500,000                    | 500,000         | -            | 500,000   |
|   | -               | -            | -   |                            |                 | -            | -   |
| 1,655,000   | 1,655,000       | 4,181,270    | (2,526,270)   | 3,505,000                  | 3,505,000       | 6,293,493    | (2,788,493)   |
|   |                 |              |   |                            |                 |              |   |
| (1,655,000)                                       | (1,655,000)     | (1,500,279)  | 154,721   | (2,980,000)                | (2,980,000)     | (1,352,609)  | 1,627,391   |
|   |                 |              |   |                            |                 |              |   |
| 1,655,000   | 1,655,000       | -            | (1,655,000)   | 1,705,000                  | 1,705,000       | -            | (1,705,000)   |
|   |                 |              |   | 650,000                    | 650,000         | 1,038,045    | 388,045   |
|   | -               | -            | -   |                            |                 | (185,796)    | (185,796)   |
|   | -               | -            | -   | 625,000                    | 625,000         | -            | (625,000)   |
|   | -               | -            | -   |                            |                 | -            | -   |
| 1,655,000   | 1,655,000       | -            | (1,655,000)   | 2,980,000                  | 2,980,000       | 852,249      | (2,127,751)   |
|   |                 |              |   |                            |                 |              |   |
| \$ -  | \$ -            | (1,500,279)  | \$ (1,500,279)  | \$ -                       | \$ -            | (500,360)    | \$ (500,360)  |
|   |                 |              |   |                            |                 |              |   |
|   |                 | 7,197,188    |   |                            |                 | 6,577,800    |   |
|   |                 | \$ 5,696,909 |   |                            |                 | \$ 6,070,688 |   |

**CAPITAL PROJECT FUNDS**

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

**FROM INCEPTION TO JUNE 30, 2022**

ALLEGANY COUNTY, MARYLAND  
CAPITAL PROJECT FUNDS  
SCHEDULE OF REVENUES, EXPENDITURES, AND PROJECT BALANCES  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2022

|   | Proj.<br>No. | Project<br>Length<br>Budget | Revenues and other Sources |                 |                    |                    |                           |
|---|--------------|-----------------------------|----------------------------|-----------------|--------------------|--------------------|---------------------------|
|   |              |                             | Federal<br>Grants          | State<br>Grants | Other<br>Intergral | Service<br>Charges | Miscellaneous<br>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         |                    |                    |                           |
| Disaster Recovery                             | 4085         | 250,000                     | 304,773                    |                 |                    |                    |                           |
| Flood buyouts                                 | 4087         | 10,797                      |                            |                 | -                  |                    |                           |
| Detention Center HVAC                         | 408A         | 435,000                     | 433,692                    |                 |                    |                    |                           |
| Orleans Road Bridge                           | 408B         | 6,939,000                   | 2,008,458                  | 3,709           | -                  |                    | 69,893                    |
| Bridge Industrial Park                        | 408C         | 700,000                     |                            |                 |                    |                    |                           |
| Fairgrounds                                   | 408F         | 300,000                     |                            |                 |                    |                    | 179,588                   |
| 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         | 300,000                     |                            | 336,382         |                    |                    |                           |
| 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                     | -               | -                  |                    |                           |
| Allegany Community College                    | 4140         | 93,000                      |                            |                 |                    |                    |                           |
| Allegany Museum                               | 4141         | 300,000                     | 120,964                    | 119,036         | 60,080             |                    |                           |
| Iron Rail Project                             | 4142         | 450,000                     |                            | 13,338          |                    |                    | 1,725                     |
| BS Bridge                                     | 4143         | 750,000                     | 420,142                    |                 | 105,035            |                    |                           |
| Old Miller                                    | 4144         | 300,000                     |                            | 262,040         |                    |                    |                           |
| Borden Tunnel                                 | 4145         | 183,000                     | 140,587                    |                 | 18,300             |                    |                           |
| LWC   | 4146         | 180,000                     |                            | 30,000          |                    |                    | 71,000                    |
| Cumb St Bridge                                | 4147         | 300,000                     | 273,719                    |                 | 75,696             |                    |                           |
| Alleg High School Demo                        | 4148         | 1,800,000                   |                            | 1,009,473       |                    |                    |                           |
| Brodie Road                                   | 4149         | 500,000                     |                            | 145,548         |                    |                    |                           |
| Georges Creek SS                              | 4150         | 225,000                     |                            | 73,019          |                    |                    |                           |
| FEMA Trailer Park                             | 4151         | 1,000,000                   | 908,889                    |                 |                    | 26,455             |                           |
| MTA Hub                                       | 421C         | 30,000                      |                            |                 | 24,735             |                    |                           |
| Highland Trail                                | 410X         | 10,606,000                  | 3,224,644                  | 6,032,859       | 6,772              | -                  | 220,916                   |
|   |              |                             | 12,937,883                 | 12,945,313      | 290,538            | 355,045            | 569,497                   |
| Pay-As-You-Go Capital Project Fund            |              |                             |                            |                 |                    |                    |                           |
| Computer Network                              | 418I         | 350,000                     | -                          | -               | -                  |                    |                           |
| Roads Paving Program                          | 418R         | 6,000,000                   | -                          |                 |                    | 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                     | -                          |                 | -                  | -                  |                           |
| 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 Stots-Bd of ED                      | 421M         | 407,775                     |                            |                 |                    |                    |                           |
| Rocky Gap Stots-County                        | 421N         | 407,775                     |                            |                 |                    |                    |                           |
| Sheriff K-9                                   | 421S         | 6,000                       |                            |                 |                    |                    |                           |
| County bldg improvements                      | 4181         | 651,681                     | 18,981                     |                 | 100,000            | -                  | 226,259                   |
|   |              |                             | 249,837                    | 140,435         | 1,936,288          | 56,392             | 404,256                   |
| Public Improvement Bonds Capital Project Fund |              |                             |                            |                 |                    |                    |                           |
| 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                     |                            |                 |                    |                    |                           |
| Bond Costs                                    | 4357         | 250,000                     |                            |                 |                    |                    |                           |
| BetAir 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         | 4,500,000                   |                            |                 | 3,714,376          |                    |                           |
| Bond Costs                                    | 4389         | 1,023,968                   |                            |                 |                    |                    |                           |
| Bond Interest                                 | 438Z         |                             |                            |                 |                    |                    | 477,012                   |
| 2020 Bond Proceeds/Costs                      | 4391-4399    | 18,572,348                  |                            |                 |                    |                    | 9,744                     |
|   |              |                             | 505,500                    | 1,030,511       | 3,714,376          | -                  | 619,119                   |
| Total Capital Project Funds                   |              |                             | \$ 13,693,220              | \$ 14,116,259   | \$ 3,941,202       | \$ 411,437         | \$ 1,592,872              |



ALLEGANY COUNTY, MARYLAND  
CAPITAL PROJECT FUNDS  
SCHEDULE OF REVENUES, EXPENDITURES, AND PROJECT BALANCES  
FROM INCEPTION AND FOR THE YEAR ENDED JUNE 30, 2022

| Revenues and other Sources |               |                | Expenditures and other Uses |               |                | Remaining       |                |
|----------------------------|---------------|----------------|-----------------------------|---------------|----------------|-----------------|----------------|
| Debt Proceeds              | Transfers In  | Total Sources  | Expenditures                | Transfers Out | Total Uses     | Project Balance | Project Budget |
| -                          | 46,613        | 697,637        | 697,637                     | -             | 697,637        | -               | (14,637)       |
| -                          | 863           | 168,466        | 168,466                     | -             | 168,466        | -               | (38,466)       |
| -                          | 200           | 675,100        | 675,100                     | -             | 675,100        | -               | -              |
| -                          | 11,591        | 304,973        | 304,973                     | -             | 304,973        | -               | (54,973)       |
| -                          | 395,654       | 11,591         | 378                         | 11,213        | 11,591         | -               | (794)          |
| -                          | 329,189       | 829,346        | 829,346                     | -             | 829,346        | -               | (394,346)      |
| -                          | 799,469       | 2,411,249      | 3,033,353                   | -             | 3,033,353      | (622,104)       | 3,905,647      |
| -                          | 18,521        | 799,469        | 799,469                     | -             | 799,469        | -               | (99,469)       |
| -                          | 133,780       | 198,109        | 299,767                     | -             | 299,767        | (101,658)       | 233            |
| -                          | 251,693       | 133,780        | 132,419                     | 2,267         | 134,686        | (906)           | (132,686)      |
| -                          | -             | 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        | 270,977                     | -             | 270,977        | (2,040)         | (95,977)       |
| -                          | 72,462        | 200,053        | 200,053                     | -             | 200,053        | -               | (150,053)      |
| -                          | -             | 2,107,918      | 2,006,140                   | -             | 2,006,140      | 101,778         | (1,678,614)    |
| -                          | -             | 336,382        | 329,962                     | 10,783        | 340,745        | (4,363)         | (40,745)       |
| -                          | 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                     | 19,587        | 138,360        | -               | (68,360)       |
| -                          | 62,284        | 62,284         | 74,817                      | -             | 74,817         | (12,533)        | 18,183         |
| -                          | 495           | 300,495        | 300,495                     | -             | 300,495        | -               | (495)          |
| -                          | -             | 15,063         | 5,000                       | 10,063        | 15,063         | -               | 434,937        |
| -                          | -             | 525,177        | 543,051                     | -             | 543,051        | (17,874)        | 206,949        |
| -                          | 52            | 262,092        | 262,092                     | -             | 262,092        | -               | 37,908         |
| -                          | 16,951        | 175,838        | 175,838                     | -             | 175,838        | -               | 7,162          |
| -                          | -             | 101,000        | 229,383                     | -             | 229,383        | (128,383)       | (49,383)       |
| -                          | -             | 349,415        | 349,415                     | -             | 349,415        | -               | (49,415)       |
| -                          | 2,267         | 1,011,740      | 1,624,806                   | -             | 1,624,806      | (613,066)       | 175,194        |
| -                          | -             | 145,548        | 145,548                     | -             | 145,548        | -               | 354,452        |
| -                          | -             | 73,019         | 189,070                     | -             | 189,070        | (116,051)       | 35,930         |
| -                          | -             | 935,344        | 960,798                     | -             | 960,798        | (25,454)        | 39,202         |
| -                          | -             | 24,735         | 46,007                      | -             | 46,007         | (21,272)        | (16,007)       |
| -                          | 423,221       | 9,908,412      | 9,908,412                   | -             | 9,908,412      | -               | 697,588        |
| -                          | 3,005,649     | 30,103,925     | 31,468,315                  | 201,277       | 31,669,592     | (1,565,668)     | 2,386,181      |
| -                          | 365,039       | 365,039        | 159,314                     | 5,725         | 165,039        | 200,000         | 184,961        |
| -                          | 6,684,224     | 6,734,224      | 5,867,115                   | 95,336        | 5,962,451      | 771,773         | 37,549         |
| -                          | 982,612       | 1,257,547      | 1,056,125                   | -             | 1,056,125      | 201,422         | 443,875        |
| -                          | 825,672       | 1,056,528      | 1,056,713                   | -             | 1,056,713      | (185)           | (251,404)      |
| -                          | 425,000       | 425,000        | 126,187                     | 200,200       | 326,387        | 98,613          | (126,387)      |
| -                          | 155,300       | 155,300        | 147,163                     | 18,522        | 165,685        | (10,385)        | (65,685)       |
| -                          | 956,770       | 973,162        | 1,030,657                   | -             | 1,030,657      | (57,495)        | (297,534)      |
| -                          | 276,949       | 276,949        | 276,951                     | -             | 276,951        | (2)             | (76,951)       |
| -                          | 416,000       | 416,000        | 445,672                     | -             | 445,672        | (29,672)        | (29,672)       |
| -                          | 198,563       | 202,560        | 157,235                     | -             | 157,235        | 45,325          | (69,735)       |
| -                          | 125,000       | 125,000        | -                           | 125,000       | 125,000        | -               | -              |
| -                          | 200,000       | 200,000        | 124,837                     | 75,163        | 200,000        | -               | 70,000         |
| -                          | 123,500       | 153,500        | 153,500                     | -             | 153,500        | -               | (78,500)       |
| -                          | 196,842       | 2,028,630      | 2,028,630                   | -             | 2,028,630      | -               | (1,598,630)    |
| -                          | 880,000       | 884,000        | 825,470                     | 58,530        | 884,000        | -               | (84,000)       |
| -                          | 50,000        | 50,000         | 80                          | 20,363        | 20,443         | 29,557          | 79,557         |
| -                          | 626,279       | 706,279        | 485,682                     | -             | 485,682        | 220,597         | (77,907)       |
| -                          | 706,279       | 706,279        | 246,476                     | 137,038       | 383,514        | 322,765         | 24,261         |
| -                          | 6,000         | 6,000          | 970                         | -             | 970            | 5,030           | 5,030          |
| -                          | 532,693       | 877,933        | 735,831                     | -             | 735,831        | 142,102         | (84,150)       |
| -                          | 14,732,722    | 17,599,930     | 14,924,608                  | 735,877       | 15,660,485     | 1,939,446       | (1,995,322)    |
| 146,446                    | -             | 172,978        | 156,302                     | -             | 156,302        | 16,676          | (6,302)        |
| 9,593,905                  | 4,000,000     | 14,199,736     | 13,319,396                  | 133,780       | 13,453,176     | 746,560         | 140,729        |
| 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        | 412,645                     | 300,318       | 712,963        | (32,963)        | (32,963)       |
| 300,000                    | -             | 300,000        | -                           | -             | -              | 300,000         | 300,000        |
| 250,000                    | -             | 250,000        | 99,484                      | -             | 99,484         | 150,516         | 150,516        |
| 235,000                    | -             | 235,000        | 58,198                      | -             | 58,198         | 176,802         | 176,802        |
| 185,000                    | -             | 185,000        | 91,500                      | -             | 91,500         | 93,500          | 93,500         |
| 3,000,000                  | -             | 3,000,000      | 1,010,371                   | -             | 1,010,371      | 1,989,629       | 1,989,629      |
| 2,700,000                  | -             | 2,700,000      | 2,824,554                   | -             | 2,824,554      | (124,554)       | (124,554)      |
| 2,500,000                  | -             | 2,500,000      | 1,017,514                   | -             | 1,017,514      | 1,482,486       | 1,482,486      |
| 250,000                    | -             | 250,000        | 549,899                     | -             | 549,899        | (299,899)       | (299,899)      |
| 450,000                    | -             | 450,000        | 405,473                     | -             | 405,473        | 44,527          | 44,527         |
| 525,000                    | -             | 525,000        | 1,344,064                   | -             | 1,344,064      | (819,064)       | (819,064)      |
| 850,000                    | -             | 850,000        | 1,253,183                   | -             | 1,253,183      | (403,183)       | (403,183)      |
| 400,000                    | -             | 4,114,376      | 4,298,284                   | -             | 4,298,284      | (183,908)       | 201,716        |
| 1,023,968                  | -             | 1,023,968      | 228,479                     | -             | 228,479        | 795,489         | 795,489        |
| -                          | -             | 477,012        | 174,691                     | -             | 174,691        | 302,321         | (174,691)      |
| 18,572,348                 | -             | 18,582,092     | 286,352                     | 15,293,226    | 15,579,578     | 3,002,514       | 2,992,770      |
| 48,761,667                 | 5,000,000     | 59,631,173     | 38,207,115                  | 15,727,324    | 53,934,439     | 5,696,909       | 3,930,782      |
| \$ 48,761,667              | \$ 22,738,371 | \$ 107,335,028 | \$ 84,600,038               | \$ 16,664,478 | \$ 101,264,516 | \$ 6,070,688    | \$ 4,321,641   |

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**CAPITAL PROJECT FUNDS**

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

**FOR THE YEAR ENDED JUNE 30, 2022**

**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, 2022**

|   | Diaster<br>Recovery<br>(4085) | Brodie<br>Road<br>(4149) | Geroges<br>Creek SS<br>(4150) | Orleans Rd<br>Bridge<br>(408B) | Fema<br>Trailer Park<br>(4151) | Evitts<br>Creek<br>(408Q) | Dry Run<br>(409L) | ACM<br>(4140) | Iron<br>Rail<br>(4142) | MTA<br>Hub<br>(421C) | Bridge<br>Ind Park<br>(408C) |
|---|-------------------------------|--------------------------|-------------------------------|--------------------------------|--------------------------------|---------------------------|-------------------|---------------|------------------------|----------------------|------------------------------|
| <b>REVENUES:</b>                                  |                               |                          |                               |                                |                                |                           |                   |               |                        |                      |                              |
| Intergovernmental:                                |                               |                          |                               |                                |                                |                           |                   |               |                        |                      |                              |
| Federal:  |                               |                          |                               |                                |                                |                           |                   |               |                        |                      |                              |
| FEMA  |                               | \$ -                     |                               | \$ -                           |                                | \$ -                      | \$ -              | \$ -          | \$ -                   | \$ -                 | \$ -                         |
| CDBG  |                               |                          |                               |                                | \$ 233,929                     |                           |                   |               |                        |                      |                              |
| Highway   |                               |                          |                               |                                |                                |                           |                   |               |                        |                      |                              |
| State:  |                               |                          |                               |                                |                                |                           |                   |               |                        |                      |                              |
| Dept of Natural Resources                         |                               |                          |                               |                                |                                |                           |                   |               |                        |                      |                              |
| State Highway                                     |                               |                          |                               |                                |                                |                           |                   |               |                        |                      | -                            |
| MDE/Other State                                   |                               |                          | 73,019                        |                                |                                |                           |                   |               |                        |                      |                              |
| Other Agencies                                    |                               |                          |                               |                                |                                |                           |                   |               |                        |                      |                              |
| Service charges                                   |                               |                          |                               |                                |                                |                           |                   |               |                        |                      | -                            |
| Miscellaneous:                                    |                               |                          |                               |                                |                                |                           |                   |               |                        |                      |                              |
| Interest  |                               |                          |                               |                                |                                |                           |                   |               |                        |                      | -                            |
| Miscellaneous                                     |                               |                          |                               |                                | 15,245                         |                           |                   |               |                        |                      | -                            |
| <b>Total Revenues</b>                             | -                             | -                        | 73,019                        | -                              | 249,174                        | -                         | -                 | -             | -                      | -                    | -                            |
| <b>EXPENDITURES:</b>                              |                               |                          |                               |                                |                                |                           |                   |               |                        |                      |                              |
| Public Safety                                     |                               |                          |                               |                                | 281,277                        |                           | -                 | -             |                        |                      | -                            |
| Public Works                                      |                               |                          | 119,127                       |                                |                                |                           |                   |               |                        | 18,523               |                              |
| General Govt                                      |                               |                          |                               |                                |                                |                           | -                 | -             | -                      | -                    |                              |
| Rec & Culture                                     |                               |                          |                               |                                |                                |                           |                   |               |                        |                      |                              |
| Education   |                               |                          |                               |                                |                                |                           |                   |               |                        |                      | -                            |
| <b>Total Expenditures</b>                         | -                             | -                        | 119,127                       | -                              | 281,277                        | -                         | -                 | -             | -                      | 18,523               | -                            |
| <b>OTHER FINANCING SOURCES and (USES):</b>        |                               |                          |                               |                                |                                |                           |                   |               |                        |                      |                              |
| Transfers-in from:                                |                               |                          |                               |                                |                                |                           |                   |               |                        |                      |                              |
| General Fund                                      |                               |                          | -                             | -                              |                                |                           |                   | -             | -                      | -                    | -                            |
| Other funds                                       |                               |                          | -                             | 20,301                         |                                |                           |                   |               |                        |                      | 29,039                       |
| Transfer Out                                      |                               |                          | -                             | -                              |                                |                           |                   |               | (10,063)               |                      |                              |
| <b>Total Other Financing<br/>Sources and Uses</b> | -                             | -                        | -                             | 20,301                         | -                              | -                         | -                 | -             | (10,063)               | -                    | 29,039                       |
| <b>Net change in fund balances</b>                | -                             | -                        | (46,108)                      | 20,301                         | (32,103)                       | -                         | -                 | -             | (10,063)               | (18,523)             | 29,039                       |
| <b>Fund Balance, beginning</b>                    | 200                           | -                        | (69,943)                      | (642,405)                      | 6,649                          | (200)                     | (715)             | (12,533)      | 10,063                 | (2,749)              | (29,039)                     |
| <b>Fund Balance, Ending</b>                       | \$ 200                        | \$ -                     | \$ (116,051)                  | \$ (622,104)                   | \$ (25,454)                    | \$ (200)                  | \$ (715)          | \$ (12,533)   | \$ -                   | \$ (21,272)          | \$ -                         |

**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, 2022**

| Allegany<br>High School<br>(408H) | Shaft<br>(4082)<br>(408X) | ACM<br>(4141) | BS Bridge<br>(4143) | Fairgrounds<br>(408F) | PR Water<br>Study<br>(409T) | Tree<br>Planting<br>(408U) | Frostburg<br>Pond<br>(408Y) | Rural<br>Legacy<br>(408W) | Old<br>Miller<br>(4144) | Borden<br>Tunnel<br>(4145) | LWC<br>(4146) | Cumb St<br>Bridge<br>(4147) | Alleg HS<br>Demo<br>(4148) | Fund<br>Total  |
|-----------------------------------|---------------------------|---------------|---------------------|-----------------------|-----------------------------|----------------------------|-----------------------------|---------------------------|-------------------------|----------------------------|---------------|-----------------------------|----------------------------|----------------|
| \$ -                              | \$ -                      |               |                     | \$ -                  | \$ -                        | \$ -                       | \$ -                        |                           | \$ -                    | \$ -                       | \$ -          | \$ -                        | \$ -                       | \$ -           |
|                                   |                           |               | \$ 420,142          |                       |                             |                            |                             |                           |                         |                            |               | \$ 273,719                  |                            | 233,929        |
|                                   |                           |               |                     |                       |                             |                            |                             |                           |                         |                            |               |                             |                            | 693,861        |
|                                   |                           | 119,036       |                     |                       |                             |                            |                             |                           |                         |                            |               |                             |                            | 119,036        |
|                                   | 46,064                    |               |                     |                       |                             |                            |                             |                           |                         |                            |               |                             | 1,009,473                  | 1,128,556      |
|                                   |                           |               |                     |                       |                             |                            |                             |                           |                         |                            |               | 7,266                       |                            | 7,266          |
|                                   |                           |               |                     |                       |                             |                            |                             |                           |                         |                            |               |                             |                            |                |
|                                   |                           |               |                     | 62,000                | -                           | -                          | -                           | -                         | -                       | -                          | -             |                             |                            | 77,245         |
|                                   | 46,064                    | 119,036       | 420,142             | 62,000                | -                           | -                          | -                           | -                         | -                       | -                          | -             | 280,985                     | 1,009,473                  | 2,259,893      |
|                                   |                           |               |                     |                       |                             |                            |                             |                           |                         |                            |               |                             |                            |                |
|                                   | 44,343                    |               | 422,840             |                       |                             | 3,435                      |                             |                           |                         |                            |               | 280,985                     |                            | 281,277        |
|                                   |                           |               |                     | 27,848                |                             |                            |                             |                           |                         |                            |               |                             |                            | 889,253        |
|                                   |                           |               |                     |                       |                             |                            |                             |                           |                         |                            |               |                             |                            | 27,848         |
|                                   |                           |               |                     |                       |                             |                            |                             |                           |                         |                            | 5,489         |                             |                            | 5,489          |
|                                   |                           |               |                     |                       |                             |                            |                             |                           |                         |                            |               |                             | 593,265                    | 593,265        |
|                                   | 44,343                    | -             | 422,840             | 27,848                | -                           | 3,435                      | -                           | -                         | -                       | -                          | 5,489         | 280,985                     | 593,265                    | 1,797,132      |
|                                   |                           |               |                     |                       |                             |                            |                             |                           |                         |                            |               |                             |                            |                |
|                                   |                           | 495           |                     |                       |                             |                            |                             |                           | 52                      | -                          |               |                             |                            | 49,887         |
|                                   | (10,783)                  | -             |                     |                       | (19,587)                    | -                          |                             |                           |                         |                            |               |                             |                            | (40,433)       |
|                                   | (10,783)                  | 495           |                     |                       | (19,587)                    | -                          |                             |                           | 52                      | -                          | -             |                             |                            | 9,454          |
|                                   | (9,062)                   | 119,531       | (2,698)             | 34,152                | (19,587)                    | (3,435)                    | -                           | -                         | 52                      | -                          | (5,489)       | -                           | 416,208                    | 472,215        |
| (906)                             | 4,699                     | (119,531)     | (15,176)            | (135,810)             | 19,587                      | 1,395                      | (1,026)                     | 101,778                   | (52)                    | -                          | (122,894)     |                             | (1,029,274)                | (2,037,882)    |
| \$ (906)                          | \$ (4,363)                | \$ -          | \$ (17,874)         | \$ (101,658)          | \$ -                        | \$ (2,040)                 | \$ (1,026)                  | \$ 101,778                | \$ -                    | \$ -                       | \$ (128,383)  | \$ -                        | \$ (613,066)               | \$ (1,565,668) |

**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, 2022**

|   | Computer<br>Network<br>(418I) | Roads<br>Paving<br>Program<br>(418R) | Dan's<br>Mountain<br>Tower<br>(421B) | LaVale<br>Storm<br>Drains<br>(420O) | Gen Ledger<br>Software<br>Upgrades<br>(420S) | Public Safety<br>Emergency<br>Capital<br>(420V) | Caretaker<br>House<br>(420Y) | Road<br>Improv<br>(4203) |
|---|-------------------------------|--------------------------------------|--------------------------------------|-------------------------------------|--|---|------------------------------|--------------------------|
| <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                                     | -                             |                                      |                                      |                                     | -  | -   | -                            | -                        |
| <b>Total Revenues</b>                             | <u>-</u>                      | <u>-</u>                             | <u>-</u>                             | <u>-</u>                            | <u>-</u>                                     | <u>-</u>  | <u>-</u>                     | <u>-</u>                 |
| <b>EXPENDITURES:</b>                              |                               |                                      |                                      |                                     |  |   |                              |                          |
| General Government                                |                               | -                                    | -                                    | -                                   | 185  | -   | -                            | -                        |
| Public safety                                     | -                             | -                                    |                                      | -                                   | -  | 26,845  | -                            | -                        |
| Public works                                      | -                             | 173,861                              |                                      |                                     | -  | -   | -                            | 50,800                   |
| Recreation & culture                              | -                             | -                                    | -                                    | -                                   | -  | -   | -                            | -                        |
| Education   | -                             | -                                    | -                                    | -                                   | -  | -   | -                            | -                        |
| <b>Total Expenditures</b>                         | <u>-</u>                      | <u>173,861</u>                       | <u>-</u>                             | <u>-</u>                            | <u>185</u>                                   | <u>26,845</u>                                   | <u>-</u>                     | <u>50,800</u>            |
| <b>OTHER FINANCING SOURCES and (USES):</b>        |                               |                                      |                                      |                                     |  |   |                              |                          |
| Transfers-in from:                                |                               |                                      |                                      |                                     |  |   |                              |                          |
| General fund                                      | -                             | 470,645                              |                                      |                                     | -  | -   |                              | 75,000                   |
| Other funds                                       | -                             | 50,000                               |                                      |                                     | 20,363                                       | 25,000  |                              |                          |
| Transfers -out to:                                |                               |                                      |                                      |                                     |  |   |                              |                          |
| Other funds                                       | -                             |                                      |                                      |                                     |  |   |                              | -                        |
| Debt proceeds, capital lease                      | -                             | -                                    | -                                    |                                     |  |   | -                            | -                        |
| <b>Total Other Financing<br/>Sources and Uses</b> | <u>-</u>                      | <u>520,645</u>                       | <u>-</u>                             | <u>-</u>                            | <u>20,363</u>                                | <u>25,000</u>                                   | <u>-</u>                     | <u>75,000</u>            |
| <b>Net change in fund balances</b>                | -                             | 346,784                              | -                                    | -                                   | 20,178                                       | (1,845)   | -                            | 24,200                   |
| <b>Fund Balance, beginning</b>                    | 200,000                       | 424,989                              | -                                    | 201,422                             | (20,363)                                     | 100,458   | (10,385)                     | (81,695)                 |
| <b>Adjustment</b>                                 |                               |                                      |                                      |                                     |  |   |                              |                          |
| <b>Fund Balance, Ending</b>                       | <u>\$ 200,000</u>             | <u>\$ 771,773</u>                    | <u>\$ -</u>                          | <u>\$ 201,422</u>                   | <u>\$ (185)</u>                              | <u>\$ 98,613</u>                                | <u>\$ (10,385)</u>           | <u>\$ (57,495)</u>       |

[illegible]

**ALLEGANY COUNTY, MARYLAND**  
**CAPITAL PROJECTS FUND**  
**PUBLIC IMPROVEMENTS AND CHANGES IN FUND BALANCES - BY PROJECT**  
**FOR THE YEAR ENDED JUNE 30, 2022**

|                                | 2015 PIB  |            | 2017 PIB       |              | 2019 PIB       |             | 2021 PIB   |            | 2023 PIB   |            | Totals     |             |
|--------------------------------|-----------|------------|----------------|--------------|----------------|-------------|------------|------------|------------|------------|------------|-------------|
| <b>REVENUES:</b>               |           |            |                |              |                |             |            |            |            |            |            |             |
| Bond                           |           |            |                |              |                |             |            |            |            |            |            |             |
| Charging                       | (4411)    | (4842)     | (4333)         | (4333)       | (4333)         | (4333)      | (4333)     | (4333)     | (4333)     | (4333)     | (4333)     | (4333)      |
| Interest                       |           |            |                |              |                |             |            |            |            |            |            |             |
| Federal Grant:                 |           |            |                |              |                |             |            |            |            |            |            |             |
| Homeland Security              |           |            |                |              |                |             |            |            |            |            |            |             |
| State Grants                   |           |            |                |              |                |             |            |            |            |            |            |             |
| Program Open Space             |           |            |                |              |                |             |            |            |            |            |            |             |
| Public Safety                  |           |            |                |              |                |             |            |            |            |            |            |             |
| Other Agencies                 |           |            |                |              |                |             |            |            |            |            |            |             |
| Miscellaneous:                 |           |            |                |              |                |             |            |            |            |            |            |             |
| Interest                       |           |            |                |              |                |             |            |            |            |            |            |             |
| Miscellaneous                  |           |            |                |              |                |             |            |            |            |            |            |             |
| Total Revenues                 |           |            |                |              |                |             |            |            |            |            | 30,831     | 30,830      |
| <b>EXPENDITURES:</b>           |           |            |                |              |                |             |            |            |            |            |            |             |
| General Government             |           |            |                |              |                |             |            |            |            |            |            |             |
| Public Safety                  |           |            |                |              |                |             |            |            |            |            |            |             |
| Public Works                   |           |            |                |              |                |             |            |            |            |            |            |             |
| Parks and Culture              |           |            |                |              |                |             |            |            |            |            |            |             |
| Total Expenditures             | 16,233    | 16,233     |                |              | 296,320        | 296,320     | 296,320    | 296,320    | 296,320    | 296,320    | 2,735,101  | 4,181,270   |
| <b>OTHER FINANCING</b>         |           |            |                |              |                |             |            |            |            |            |            |             |
| Resources Not Used:            |           |            |                |              |                |             |            |            |            |            |            |             |
| Transfer On                    |           |            |                |              |                |             |            |            |            |            |            |             |
| Transfer In                    |           |            |                |              |                |             |            |            |            |            |            |             |
| Total Other Financing          |           |            |                |              |                |             |            |            |            |            |            |             |
| Net change in fund bal         | (16,233)  | (16,233)   |                |              | (296,320)      | (296,320)   | (296,320)  | (296,320)  | (296,320)  | (296,320)  | (84,999)   | (1,500,279) |
| <b>Fund Balance, beginning</b> | 16,676    | 767,764    | (1,561,129)    | 1,033,294    | (1,034,430)    | (12,963)    | 300,000    | 150,316    | 150,316    | 150,316    | 796,314    | 719,188     |
| <b>Fund Balance, ending</b>    | \$ 16,676 | \$ 746,531 | \$ (1,561,129) | \$ 1,033,294 | \$ (1,034,430) | \$ (12,963) | \$ 300,000 | \$ 150,316 | \$ 150,316 | \$ 150,316 | \$ 796,314 | \$ 719,188  |



**ENTERPRISE FUNDS  
COMBINING SCHEDULES**

**WATER DISTRICTS  
COMBINING SCHEDULE OF  
REVENUES, EXPENSES  
AND CHANGES IN  
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, 2022**

|  | General<br>Operating<br>5011 | Grahamtown<br>501A | Consol<br>501B | Barton Ind.<br>Park<br>501C | Mexico<br>Farms<br>501D | Franklin/<br>Brophytown<br>501E | Bowling<br>Green<br>501F | Bowman's<br>Addition<br>501G | Cresaptown<br>501H |
|--|------------------------------|--------------------|----------------|-----------------------------|-------------------------|---------------------------------|--------------------------|------------------------------|--------------------|
| <b>OPERATING REVENUES:</b>                   |                              |                    |                |                             |                         |                                 |                          |                              |                    |
| Service charges                              | \$ 29,840                    | \$ 161,107         | \$ 40,935      | \$ 17,411                   | \$ 142,594              | \$ 41,766                       | \$ 496,529               | \$ 157,856                   | \$ 878,450         |
| Miscellaneous                                | 45,248                       |                    |                | -                           |                         |                                 |                          |                              |                    |
| Total Operating Revenues                     | 75,088                       | 161,107            | 40,935         | 17,411                      | 142,594                 | 41,766                          | 496,529                  | 157,856                      | 878,450            |
| <b>OPERATING EXPENSES:</b>                   |                              |                    |                |                             |                         |                                 |                          |                              |                    |
| Salaries                                     |                              | 20,267             | 5,484          |                             | 13,591                  |                                 | 64,217                   | 19,949                       | 62,469             |
| Fringe benefits                              |                              | 8,920              | 2,414          |                             | 5,982                   |                                 | 28,265                   | 8,780                        | 27,495             |
| Utilities                                    |                              | 72,575             | 17,685         |                             | 106,421                 | 28,548                          | 164,858                  | 78,065                       | 494,280            |
| Repairs and maintenance                      |                              | 5,313              | 1,438          |                             | 3,563                   |                                 | 16,836                   | 5,230                        | 16,378             |
| Professional fees                            |                              | 266                | 72             |                             | 178                     |                                 | 842                      | 261                          | 819                |
| Materials and supplies                       |                              | 1,530              | 414            |                             | 1,026                   |                                 | 4,846                    | 1,506                        | 4,715              |
| Indirect cost                                |                              | 10,810             | 2,925          |                             | 7,249                   |                                 | 34,253                   | 10,641                       | 33,321             |
| Miscellaneous                                |                              | 61                 | 17             |                             | 41                      |                                 | 195                      | 60                           | 189                |
| Depreciation                                 |                              | 40,357             | 18,646         | 44,422                      | 45,362                  |                                 | 109,430                  | 73,929                       | 88,378             |
| Total Operating Expenses                     | -                            | 160,099            | 49,095         | 44,422                      | 183,413                 | 28,548                          | 423,743                  | 198,420                      | 728,043            |
| Operating Income (Loss)                      | 75,088                       | 1,008              | (8,160)        | (27,011)                    | (40,819)                | 13,218                          | 72,786                   | (40,564)                     | 150,407            |
| <b>NON-OPERATING REVENUE (EXPENSES):</b>     |                              |                    |                |                             |                         |                                 |                          |                              |                    |
| Interest income                              | 10,845                       | 1,882              | 384            | 54                          | 1,016                   |                                 | 6,301                    | 3,376                        | 6,296              |
| Interest expense                             |                              | (19,187)           | (3,615)        | (12,477)                    | (11,846)                | -                               | (257)                    | (30,893)                     | (33,053)           |
| Total Non-operating<br>Revenue (Expenses)    | 10,845                       | (17,305)           | (3,231)        | (12,423)                    | (10,830)                | -                               | 6,044                    | (27,517)                     | (26,757)           |
| Income Before Contributions<br>and Transfers | 85,933                       | (16,297)           | (11,391)       | (39,434)                    | (51,649)                | 13,218                          | 78,830                   | (68,081)                     | 123,650            |
| Capital Contributions:                       |                              |                    |                |                             |                         |                                 |                          |                              |                    |
| Federal grants                               | -                            | -                  | -              | -                           | -                       | -                               | -                        | -                            | -                  |
| State grants                                 | -                            | -                  | -              | -                           | -                       | -                               | -                        | -                            | 487,304            |
| Other governments                            | -                            | -                  | -              | -                           | -                       | -                               | -                        | -                            | -                  |
| Transfers in:                                |                              |                    |                |                             |                         |                                 |                          |                              |                    |
| General fund                                 | -                            | -                  | -              | -                           | -                       | -                               | -                        | -                            | -                  |
| SR-CDBG                                      |                              |                    |                |                             |                         |                                 |                          |                              |                    |
| Revolving Building Fund                      |                              |                    |                | 19,348                      |                         |                                 |                          |                              |                    |
| Transfers Out                                | -                            | -                  | -              | -                           | -                       | -                               | (109)                    | -                            | -                  |
| Change in Net Position                       | \$ 85,933                    | \$ (16,297)        | \$ (11,391)    | \$ (20,086)                 | \$ (51,649)             | \$ 13,218                       | \$ 78,721                | \$ (68,081)                  | \$ 610,954         |

**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, 2022**

| Mt.<br>Savage<br>501J          | Bedford<br>Road<br>501K | MF<br>Industrial<br>501P | Rawlings<br>Water<br>501R | Oldtown<br>Road<br>5012 | McCoole<br>5013    | Ellerslie<br>5014  | Eckhart<br>5015  | Hoffman<br>5016   | Route 36<br>Vale Summit<br>5017 | Borden/<br>Zhilman/<br>Morantown<br>5018 | Carlos/Shaft/<br>Klondike<br>5019 | Total                |
|--------------------------------|-------------------------|--------------------------|---------------------------|-------------------------|--------------------|--------------------|------------------|-------------------|---------------------------------|--|-----------------------------------|----------------------|
| \$ 279,417                     | \$ 44,223               | 502,949                  | \$ 226,464                | 224,770                 | \$ 184,653         | \$ 426,559         | \$ 358,274       | \$ 9,563          | \$ 72,841                       | \$ 150,238                               | \$ 222,021                        | \$ 4,668,460         |
|                                |                         |                          |                           |                         |                    |                    |                  |                   | 520                             |  |                                   | 45,768               |
| <u>279,417</u>                 | <u>44,223</u>           | <u>502,949</u>           | <u>226,464</u>            | <u>224,770</u>          | <u>184,653</u>     | <u>426,559</u>     | <u>358,274</u>   | <u>9,563</u>      | <u>73,361</u>                   | <u>150,238</u>                           | <u>222,021</u>                    | <u>4,714,228</u>     |
| 34,016                         | 4,689                   |                          | 27,737                    | 30,201                  | 25,830             | 55,474             | 39,739           | 1,272             | 8,186                           | 18,916                                   | 28,373                            | 460,409              |
| 14,972                         | 2,064                   |                          | 12,208                    | 13,293                  | 11,369             | 24,415             | 17,491           | 560               | 3,603                           | 8,326                                    | 12,488                            | 202,645              |
| 3,855                          | 28,646                  | 334,910                  | 3,143                     | 76,995                  | 50,699             | 173,492            | 153,135          | 4,471             | 42,157                          | 225,341                                  | 129,108                           | 2,188,385            |
| 8,918                          | 1,229                   |                          | 7,272                     | 7,918                   | 6,772              | 14,541             | 10,419           | 333               | 2,146                           | 4,959                                    | 7,439                             | 120,706              |
| 446                            | 61                      |                          | 364                       | 396                     | 339                | 4,181              | 521              | 17                | 107                             | 248                                      | 372                               | 9,488                |
| 2,567                          | 354                     |                          | 2,093                     | 2,279                   | 1,949              | 4,185              | 2,999            | 96                | 618                             | 1,428                                    | 2,141                             | 34,745               |
| 18,144                         | 2,501                   |                          | 14,795                    | 16,109                  | 13,778             | 29,590             | 21,196           | 678               | 4,366                           | 10,089                                   | 15,134                            | 245,581              |
| 103                            | 14                      |                          | 84                        | 92                      | 78                 | 206                | 120              | 4                 | 25                              | 57                                       | 86                                | 1,433                |
| 87,169                         | 24,084                  |                          | 277,136                   | 97,148                  | 97,372             | 160,927            | 75,358           | 3,957             | 47,084                          | 35,177                                   | 94,473                            | 1,420,409            |
| <u>170,190</u>                 | <u>63,643</u>           | <u>334,910</u>           | <u>344,833</u>            | <u>244,431</u>          | <u>208,186</u>     | <u>467,010</u>     | <u>320,978</u>   | <u>11,388</u>     | <u>108,293</u>                  | <u>304,540</u>                           | <u>289,616</u>                    | <u>4,683,800</u>     |
| 109,227                        | (19,420)                | 168,039                  | (118,369)                 | (19,661)                | (23,533)           | (40,451)           | 37,296           | (1,825)           | (34,932)                        | (154,302)                                | (67,595)                          | 30,428               |
| 6,518                          | 647                     | 30                       | 3,501                     | 2,738                   | 2,408              | 5,664              | 5,216            | 148               | 674                             | 2,922                                    | 3,539                             | 64,159               |
| (62,203)                       | (484)                   |                          | (13,149)                  | (15,120)                | (32,056)           | (222)              | (16,769)         | (5)               | (33)                            | (15,073)                                 | (29,665)                          | (296,108)            |
| <u>(55,685)</u>                | <u>163</u>              | <u>30</u>                | <u>(9,648)</u>            | <u>(12,382)</u>         | <u>(29,648)</u>    | <u>5,442</u>       | <u>(11,553)</u>  | <u>143</u>        | <u>641</u>                      | <u>(12,151)</u>                          | <u>(26,126)</u>                   | <u>(231,949)</u>     |
| 53,541                         | (19,257)                | 168,069                  | (128,017)                 | (32,043)                | (53,182)           | (35,010)           | 25,743           | (1,682)           | (34,291)                        | (166,453)                                | (93,720)                          | (201,522)            |
|                                |                         |                          |                           |                         | -                  | -                  | -                | -                 | 116,131                         | -  | -                                 | 116,131              |
|                                | 307,194                 |                          |                           |                         | -                  | -                  | -                | -                 | -                               | -  | -                                 | 794,498              |
|                                |                         |                          |                           |                         | -                  | -                  | -                | -                 | -                               | -  | -                                 | 0                    |
|                                |                         |                          |                           |                         | -                  | -                  | -                | -                 | -                               | -  | -                                 | 0                    |
|                                |                         |                          |                           |                         | -                  | -                  | -                | -                 | -                               | -  | -                                 | 0                    |
|                                |                         |                          |                           |                         | -                  | -                  | -                | -                 | -                               | -  | -                                 | 19,348               |
|                                | (13,117)                | -                        |                           |                         |                    |                    |                  |                   |                                 |  |                                   | (13,226)             |
| <u>\$ 53,541</u>               | <u>\$ 274,820</u>       | <u>168,069</u>           | <u>\$ (128,017)</u>       | <u>(32,043)</u>         | <u>\$ (53,182)</u> | <u>\$ (35,010)</u> | <u>\$ 25,743</u> | <u>\$ (1,682)</u> | <u>\$ 81,840</u>                | <u>\$ (166,453)</u>                      | <u>\$ (93,720)</u>                | <u>715,229</u>       |
| Total net position - beginning |                         |                          |                           |                         |                    |                    |                  |                   |                                 |  |                                   | 39,889,080           |
| Move Asset                     |                         |                          |                           |                         |                    |                    |                  |                   |                                 |  |                                   | (1,307,873)          |
| Total net position - ending    |                         |                          |                           |                         |                    |                    |                  |                   |                                 |  |                                   | <u>\$ 39,296,434</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, 2022**

|   | General<br>Fund<br>511 | Bowling<br>Green<br>516 | Cresaptown<br>517 | Braddock<br>Run<br>518 | Bedford<br>Road<br>519 | Jennings<br>Run/Wills<br>Creek<br>520 | McCoole<br>521 | Oldtown<br>522 |
|---|------------------------|-------------------------|-------------------|------------------------|------------------------|---------------------------------------|----------------|----------------|
| <b>OPERATING REVENUES:</b>                |                        |                         |                   |                        |                        |                                       |                |                |
| Service charges                           | \$ 41,858              | \$ 502,152              | \$ 415,061        | \$ 1,580,255           | \$ 640,682             | \$ 574,087                            | \$ 85,928      | \$ 24,141      |
| Miscellaneous                             | 22,749                 |                         |                   | 16,533                 |                        |                                       |                |                |
| Total Operating Revenues                  | 64,607                 | 502,152                 | 415,061           | 1,596,788              | 640,682                | 574,087                               | 85,928         | 24,141         |
| <b>OPERATING EXPENSES:</b>                |                        |                         |                   |                        |                        |                                       |                |                |
| Wages and salaries                        | 4,988                  | 130,792                 | 117,541           | 137,651                | 182,703                | 165,087                               | 30,710         | 6,859          |
| Employee benefits                         | 2,081                  | 54,564                  | 49,036            | 57,426                 | 76,221                 | 68,872                                | 12,812         | 2,862          |
| Office expenses                           | 308                    | 8,094                   | 7,275             | 8,519                  | 11,308                 | 10,217                                | 1,900          | 425            |
| Utilities                                 | 2,198                  | 57,635                  | 51,796            | 60,657                 | 80,510                 | 72,790                                | 13,533         | 3,023          |
| Repairs and maintenance                   | 2,208                  | 57,890                  | 52,025            | 74,093                 | 80,866                 | 73,070                                | 13,593         | 3,036          |
| Water/Sewage treatment costs              | 11,247                 | 294,890                 | 265,015           | 310,355                | 411,932                | 372,215                               | 69,241         | 15,465         |
| Professional fees                         | 385                    | 10,096                  | 9,073             | 10,626                 | 14,103                 | 12,743                                | 2,371          | 529            |
| Materials and supplies                    | 2,784                  | 73,017                  | 65,620            | 76,846                 | 101,998                | 92,164                                | 17,145         | 3,829          |
| Insurance                                 | 300                    | 7,860                   | 7,064             | 8,273                  | 10,980                 | 9,922                                 | 1,846          | 412            |
| Indirect cost                             | 1,867                  | 48,947                  | 43,988            | 51,514                 | 68,374                 | 61,781                                | 11,493         | 2,567          |
| Miscellaneous                             | 218                    | 2,779                   | 2,498             | 2,925                  | 3,882                  | 3,508                                 | 653            | 146            |
| Depreciation                              | 3,253                  | 88,729                  | 80,175            | 257,097                | 222,523                | 220,183                               | 50,914         | 18,253         |
| Total Operating Expenses                  | 31,837                 | 835,294                 | 751,105           | 1,055,981              | 1,265,400              | 1,162,551                             | 226,210        | 57,406         |
| Operating Income (Loss)                   | 32,770                 | (333,142)               | (336,044)         | 540,807                | (624,718)              | (588,464)                             | (140,282)      | (33,265)       |
| <b>NON-OPERATING REVENUE (EXPENSES):</b>  |                        |                         |                   |                        |                        |                                       |                |                |
| Real and personal property taxes          | -                      | 203,461                 | 185,694           | 241,157                | 138,945                | 66,887                                | 4,679          | 950            |
| Interest & Penalties, taxes               | -                      | 5,087                   | 5,083             | 7,324                  | 3,836                  | 3,786                                 | 194            | 16             |
| Discounts, taxes                          | -                      | (1,131)                 | (995)             | (1,410)                | (799)                  | (358)                                 | (23)           | (6)            |
| Collection fees                           | -                      | (4,617)                 | (4,141)           | (5,647)                | (3,235)                | (1,509)                               | (110)          | (21)           |
| Front footage assessments                 | -                      | -                       | -                 | -                      | -                      | 882                                   | -              | -              |
| Interest income                           | -                      | 8,169                   | 5,171             | 5,687                  | 16,309                 | 11,944                                | 1,155          | 1,130          |
| Interest income, debt service             | -                      | -                       | -                 | -                      | -                      | -                                     | -              | -              |
| Interest expense                          | (7,147)                | (39,618)                | (36,547)          | (66,300)               | (21,528)               | (15,970)                              | -              | -              |
| Gain (Loss) on disposal of assets         | 4,800                  | -                       | -                 | -                      | -                      | -                                     | -              | -              |
| Total Nonoperating revenue (expenses)     | (2,347)                | 171,351                 | 154,265           | 180,811                | 133,528                | 65,662                                | 5,895          | 2,069          |
| Income Before Contributions and Transfers | 30,423                 | (161,791)               | (181,779)         | 721,618                | (491,190)              | (522,802)                             | (134,387)      | (31,196)       |
| Capital Contributions:                    |                        |                         |                   |                        |                        |                                       |                |                |
| Federal                                   | -                      | -                       | -                 | 1,896,413              | -                      | -                                     | -              | -              |
| State                                     | -                      | -                       | -                 | 3,474,589              | 737,671                | -                                     | -              | -              |
| Other                                     | -                      | -                       | -                 | -                      | -                      | -                                     | -              | -              |
| Transfers in                              | 32,813                 | -                       | -                 | 60,890                 | 53,841                 | -                                     | -              | -              |
| Transfers out                             | (453)                  | (11,890)                | (10,685)          | (18,439)               | (16,608)               | (15,007)                              | (2,792)        | (624)          |
| Change in Net Position                    | 62,783                 | (173,680)               | (192,464)         | 6,135,071              | 283,713                | (537,809)                             | (137,178)      | (31,819)       |
| Net position - beginning                  | 3,016,553              | 1,339,650               | 2,477,983         | 2,308,876              | (2,246,879)            | (2,928,776)                           | (1,176,378)    | (767,297)      |
| Move Asset                                | -                      | -                       | -                 | -                      | -                      | -                                     | -              | -              |
| Net position - ending                     | \$ 3,079,336           | \$ 1,165,970            | \$ 2,285,519      | \$ 8,443,947           | \$ (1,963,166)         | \$ (3,466,585)                        | \$ (1,313,556) | \$ (799,116)   |

**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, 2022**

| Flintstone<br>523 | Georges<br>Creek<br>524 | Franklin/<br>Brophytown<br>525 | Celanese<br>Treatment<br>Plant<br>526 | Mexico<br>Farms<br>527 | Cash<br>Valley<br>Road<br>528 | Oldtown<br>Road<br>529 | Barton<br>Industrial<br>Park<br>530 | Total<br>All<br>Districts |
|-------------------|-------------------------|--------------------------------|---------------------------------------|------------------------|-------------------------------|------------------------|-------------------------------------|---------------------------|
| \$ 49,651         | \$ 1,163,392            | \$ 66,692                      | \$ 638,838                            | \$ 599,962             | \$ 37,114                     | \$ 138,117             | \$ 11,059                           | \$ 6,568,989              |
|                   |                         |                                | 5,000                                 |                        |                               |                        | -                                   | 44,282                    |
| 49,651            | 1,163,392               | 66,692                         | 643,838                               | 599,962                | 37,114                        | 138,117                | 11,059                              | 6,613,271                 |
| 11,380            | 307,257                 | 12,471                         |                                       | 29,619                 | 12,471                        | 47,390                 |                                     | 1,196,920                 |
| 4,748             | 128,182                 | 5,203                          |                                       | 12,357                 | 5,203                         | 19,771                 |                                     | 499,336                   |
| 704               | 19,016                  | 771                            |                                       | 1,833                  | 771                           | 2,932                  |                                     | 74,073                    |
| 5,015             | 135,652                 | 5,496                          |                                       | 15,210                 | 5,496                         | 20,883                 |                                     | 529,893                   |
| 5,037             | 148,090                 | 5,520                          | 169,176                               | 13,110                 | 5,520                         | 20,976                 |                                     | 724,208                   |
| 25,658            | 692,768                 | 28,118                         |                                       | 66,781                 | 28,118                        | 106,849                |                                     | 2,698,652                 |
| 878               | 23,717                  | 963                            |                                       | 47,701                 | 963                           | 3,658                  |                                     | 137,807                   |
| 6,353             | 171,530                 | 6,962                          |                                       | 16,535                 | 6,962                         | 26,457                 |                                     | 668,203                   |
| 684               | 18,465                  | 750                            |                                       | 1,780                  | 750                           | 2,848                  |                                     | 71,933                    |
| 4,259             | 114,988                 | 4,667                          |                                       | 11,084                 | 4,667                         | 17,735                 |                                     | 447,931                   |
| 242               | 6,529                   | 265                            |                                       | 629                    | 265                           | 1,007                  |                                     | 25,546                    |
| 26,284            | 1,036,592               | 12,796                         | 450,339                               | 46,368                 | 21,910                        | 74,847                 | 48,558                              | 2,658,821                 |
| 91,241            | 2,802,786               | 83,981                         | 619,515                               | 263,008                | 93,095                        | 345,353                | 48,558                              | 9,733,323                 |
| (41,590)          | (1,639,394)             | (17,289)                       | 24,323                                | 336,954                | (55,981)                      | (207,236)              | (37,499)                            | (3,120,052)               |
| 1,332             | 328,216                 | 1,972                          | -                                     | 10,494                 | 13,732                        | 37,228                 | -                                   | 1,234,747                 |
| 78                | 15,158                  | 40                             | -                                     | 197                    | 580                           | 1,039                  | -                                   | 42,418                    |
| (7)               | (1,751)                 | (3)                            | -                                     | (59)                   | (71)                          | (196)                  | -                                   | (6,809)                   |
| (33)              | (7,771)                 | (45)                           | -                                     | (232)                  | (315)                         | (857)                  | -                                   | (28,533)                  |
| -                 | -                       | -                              | -                                     | -                      | -                             | -                      | -                                   | 882                       |
| 1,996             | 63,992                  | 1,952                          | 17,174                                | 828                    | 889                           | 2,807                  | 34                                  | 139,237                   |
| -                 | -                       | -                              | -                                     | -                      | -                             | -                      | -                                   | 0                         |
| -                 | (73,867)                | -                              | (7,945)                               | -                      | (3,775)                       | (14,907)               | -                                   | (287,603)                 |
| -                 | -                       | -                              | -                                     | -                      | -                             | -                      | -                                   | 4,800                     |
| 3,366             | 323,977                 | 3,916                          | 9,229                                 | 11,228                 | 11,040                        | 25,114                 | 34                                  | 1,099,139                 |
| (38,224)          | (1,315,417)             | (13,373)                       | 33,552                                | 348,182                | (44,941)                      | (182,122)              | (37,465)                            | (2,020,913)               |
| -                 | -                       | -                              | -                                     | 1,043,500              | -                             | -                      | -                                   | 2,939,913                 |
| -                 | 55,431                  | -                              | 120,464                               | -                      | -                             | -                      | -                                   | 4,388,155                 |
| -                 | -                       | -                              | -                                     | -                      | -                             | -                      | -                                   | 0                         |
| -                 | -                       | -                              | 43,784                                | 134,227                | -                             | -                      | 48,000                              | 373,555                   |
| (1,034)           | (27,931)                | (1,134)                        | -                                     | (2,693)                | (1,134)                       | (4,308)                | -                                   | (114,731)                 |
| (39,259)          | (1,287,917)             | (14,507)                       | 197,800                               | 1,523,217              | (46,075)                      | (186,430)              | 10,535                              | 5,565,980                 |
| (560,211)         | 25,092,263              | 728,667                        | 12,439,795                            | 2,928,601              | (3,778)                       | 1,007,210              | 899,669                             | 44,555,947                |
|                   |                         |                                |                                       |                        |                               |                        |                                     | 1,307,873                 |
| \$ (599,470)      | \$ 23,804,346           | \$ 714,160                     | \$ 12,637,595                         | \$ 4,451,818           | \$ (49,853)                   | \$ 820,780             | \$ 910,204                          | \$ 51,429,800             |

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## **CUSTODIAL FUND**

### **STATEMENT OF CHANGES IN ASSETS and LIABILITIES**

**ALLEGANY COUNTY, MARYLAND**  
**CUSTODIAL FUND**  
**STATEMENT OF CHANGES IN ASSETS AND LIABILITIES**  
**FOR THE YEAR ENDED JUNE 30, 2022**

|                                 | Balance<br>July 1, 2021 | Additions            | Deductions           | Balance<br>June 30, 2022 |
|---------------------------------|-------------------------|----------------------|----------------------|--------------------------|
| <b>ASSETS:</b>                  |                         |                      |                      |                          |
| Taxes levied for State:         |                         |                      |                      |                          |
| Taxes receivable - State        | \$ 522,821              | \$ 4,565,570         | \$ 4,619,977         | \$ 468,414               |
| Bay restoration fee             | 507,424                 | 1,221,514            | 1,236,609            | 492,329                  |
| Other receivables               | (8,682)                 |                      |                      | (8,682)                  |
| Taxes levied for Special Areas: |                         |                      |                      |                          |
| Lonaconing, Town of             | 39,368                  | 155,824              | 157,994              | 37,198                   |
| Midland, Town of                | 13,119                  | 43,990               | 47,747               | 9,362                    |
| Westernport, Town of            | 79,625                  | 435,636              | 441,827              | 73,434                   |
| Barton, Town of                 | 8,753                   | 38,711               | 43,091               | 4,373                    |
| Cumberland differential         | 738                     |                      | -                    | 738                      |
| Bel Air Special Tax Area        | 1,393                   | 40,608               | 40,877               | 1,124                    |
| Bowling Green Fire Co.          | 3,997                   | 46,312               | 45,834               | 4,475                    |
| Bedford Road Fire Co.           | 4,900                   | 53,028               | 53,374               | 4,554                    |
| Bowling Green Special Tax Area  | 2,930                   | 23,756               | 23,983               | 2,703                    |
| Cresaptown Ambulance            | 13,043                  | 162,240              | 161,249              | 14,034                   |
| Cresaptown Civic Imp. Assoc.    | 5,207                   | 35,808               | 34,728               | 6,287                    |
| Cresaptown Fire Co.             | 16,448                  | 217,115              | 215,014              | 18,549                   |
| Corriganville Light & Imp.      | 3,415                   | 25,663               | 25,815               | 3,263                    |
| Ellerslie Special Tax Area      | 1,085                   | 10,150               | 10,031               | 1,204                    |
| LaVale Volunteer Fire Dept.     | 24,252                  | 205,655              | 213,451              | 16,456                   |
| LaVale Rescue Squad             | 12,133                  | 98,842               | 102,734              | 8,241                    |
| LaVale Sanitary District        | 50,346                  | 498,519              | 509,506              | 39,359                   |
| McCoole Special Tax Area        | 1,083                   | 4,669                | 4,792                | 960                      |
| Moscow Light                    | 445                     | 3,502                | 3,394                | 553                      |
| Mt. Savage Special Tax Area     | 2,969                   | 13,191               | 12,879               | 3,281                    |
| Potomac Park Special Tax Area   | 1,536                   | 17,720               | 17,457               | 1,799                    |
| Rawlings Fire Co.               | 7,795                   | 76,734               | 77,322               | 7,207                    |
| Sub-total special areas         | 294,580                 | 2,207,673            | 2,243,099            | 259,154                  |
| Due from other funds            | 569,261                 | 7,870,594            | 7,727,443            | 712,416                  |
| Total Assets                    | <u>\$ 1,885,406</u>     | <u>\$ 15,865,351</u> | <u>\$ 15,827,128</u> | <u>\$ 1,923,631</u>      |
| <b>LIABILITIES:</b>             |                         |                      |                      |                          |
| Accounts payable                | \$ 560,074              | \$ 7,908,361         | \$ 7,764,335         | \$ 704,100               |
| A/P Special Areas               | 295,026                 | 2,055,448            | 2,091,702            | 258,772                  |
| Taxes payable - State           | 522,826                 | 4,304,540            | 4,358,945            | 468,421                  |
| A/P Bay restoration fee         | 507,429                 | 1,362,447            | 1,377,538            | 492,338                  |
| Total Liabilities               | <u>\$ 1,885,357</u>     | <u>\$ 15,630,796</u> | <u>\$ 15,592,520</u> | <u>\$ 1,923,631</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, 2022 and 2021**

| ASSETS  | Primary Government    |                          |                      |                          |
|---|-----------------------|--------------------------|----------------------|--------------------------|
|   | At June 30, 2022      |                          |                      | Net                      |
|   | Cost                  | Accumulated Depreciation | Net Book Value       | Book Value June 30, 2021 |
| Land  | \$ 27,180,167         | \$ -                     | \$ 27,180,167        | \$ 27,211,512            |
| Construction in progress  | 584,886               | -                        | 584,886              | 3,642,781                |
| Buildings   | 69,867,849            | 35,236,303               | 34,631,546           | 31,957,530               |
| Infrastructure  | 56,459,713            | 36,581,093               | 19,878,620           | 19,232,003               |
| Furniture & fixtures  | 1,169,586             | 1,047,586                | 122,000              | 27,329                   |
| Machinery & equipment   | 22,666,171            | 17,911,787               | 4,754,384            | 6,252,551                |
| Vehicles  | 16,335,547            | 11,331,371               | 5,004,176            | 3,989,135                |
| Heavy equipment   | 5,887,979             | 4,458,219                | 1,429,760            | 1,580,324                |
| Other capital assets  | 1,251,821             | 927,524                  | 324,297              | 326,767                  |
| Total Assets  | <u>\$ 201,403,718</u> | <u>\$ 107,493,888</u>    | <u>\$ 93,909,837</u> | <u>\$ 94,219,933</u>     |
| <b>FUND EQUITY</b>  |                       |                          |                      |                          |
| Investment in general capital assets acquired before July 1, 1993 - source unidentified |                       |                          | \$ 6,895,023         | \$ 6,915,024             |
| Investment in construction in progress  |                       |                          | 1,892,137            | 1,892,137                |
| Investment in general capital assets by source:   |                       |                          |                      |                          |
| General Fund:   |                       |                          |                      |                          |
| General revenues  |                       |                          | 17,592,691           | 17,093,236               |
| Federal grants  |                       |                          | 4,311,989            | 4,311,989                |
| State grants  |                       |                          | 2,965,305            | 2,849,831                |
| Miscellaneous revenues  |                       |                          | 761,252              | 761,252                  |
| Debt proceeds   |                       |                          | 1,575,512            | 1,575,512                |
| Special Revenue Funds:  |                       |                          |                      |                          |
| General revenues  |                       |                          | 56,833,415           | 54,293,960               |
| Federal grants  |                       |                          | 8,182,809            | 7,021,555                |
| State grants  |                       |                          | 8,497,374            | 8,402,527                |
| Miscellaneous revenues  |                       |                          | 271,090              | 271,090                  |
| Debt proceeds   |                       |                          | 8,926,043            | 8,926,043                |
| Other   |                       |                          | 1,477,222            | 1,477,222                |
| Capital Project Funds:  |                       |                          |                      |                          |
| General revenues  |                       |                          | 22,160,562           | 22,160,562               |
| Federal grants  |                       |                          | 12,002,414           | 12,002,414               |
| State grants  |                       |                          | 28,043,567           | 28,025,045               |
| Miscellaneous revenues  |                       |                          | 1,127,822            | 1,127,822                |
| Debt proceeds   |                       |                          | 20,615,456           | 19,743,149               |
| Other   |                       |                          | 1,545,451            | 1,371,590                |
| Less:   |                       |                          |                      |                          |
| Accumulated depreciation  |                       |                          | (111,767,307)        | (106,002,034)            |
| Total Fund Equity   |                       |                          | <u>\$ 93,909,837</u> | <u>\$ 94,219,933</u>     |

**ALLEGANY COUNTY, MARYLAND**  
**CAPITAL ASSETS USED IN THE OPERATION OF**  
**GOVERNMENTAL FUNDS**  
**SCHEDULE OF ASSETS BY FUNCTION**  
**June 30, 2022**

| Function                     | Land       | Buildings  | Infrastructure | Furniture & Fixtures | Equipment  | Vehicles   | Other Capital Assets | Construction In Progress | Total Cost  | Less Depreciation | Total      |
|------------------------------|------------|------------|----------------|----------------------|------------|------------|----------------------|--------------------------|-------------|-------------------|------------|
| General Government           | 3,678,214  | 4,949,223  | 39,776         | 302,097              | 1,759,221  | 420,081    | 625,800              | 142,221                  | 11,916,633  | (7,316,775)       | 4,599,858  |
| Public Safety                | 2,359,864  | 20,132,077 | 2,647,360      | 330,345              | 19,151,070 | 4,396,796  | 250,665              | -                        | 49,268,177  | (29,017,027)      | 20,251,150 |
| Public Works                 | 2,915,382  | 2,944,003  | 46,266,468     | 305,788              | 913,756    | 10,615,070 | 5,728,628            | 396,676                  | 70,085,771  | (47,885,293)      | 22,200,478 |
| Health                       | 575,119    | 6,553,202  | -              | -                    | -          | -          | 4,121                | -                        | 7,132,442   | (3,298,925)       | 3,833,517  |
| Social Services              | 116        | 3,250      | 24,331         | 199,288              | 89,080     | 661,582    | 39,200               | -                        | 1,016,847   | (812,144)         | 204,703    |
| Recreation & Culture         | 1,534,781  | 2,774,928  | 328,939        | 21,911               | 194,893    | 36,162     | 405,050              | -                        | 5,296,664   | (2,345,381)       | 2,951,283  |
| Libraries                    | 6,000      | 1,631,033  | -              | -                    | -          | -          | -                    | -                        | 1,637,033   | (1,103,371)       | 533,662    |
| Education                    | -          | -          | -              | -                    | -          | -          | -                    | 46,005                   | 46,005      | -                 | 46,005     |
| Natural Resources            | 428,817    | -          | -              | -                    | 15,839     | 15,999     | -                    | -                        | 460,655     | (31,838)          | 428,817    |
| Urban Development & Housing  | 45,293     | 154,713    | -              | 4,160                | 35,846     | 9,302      | -                    | -                        | 249,314     | (192,677)         | 56,637     |
| Economic Development         | 15,636,579 | 30,725,419 | 7,152,831      | 5,995                | 506,465    | 183,759    | 86,329               | -                        | 54,297,377  | (15,490,452)      | 38,806,925 |
| Total General Capital Assets | 27,180,167 | 69,867,849 | 56,459,713     | 1,169,586            | 22,666,171 | 16,335,547 | 7,139,800            | 584,886                  | 201,403,718 | (107,493,885)     | 93,909,837 |

**ALLEGANY COUNTY, MARYLAND**  
**CAPITAL ASSETS USED IN THE OPERATION OF**  
**GOVERNMENTAL FUNDS**  
**SCHEDULE OF CHANGES BY FUNCTION**  
**FOR THE FISCAL YEAR ENDED JUNE 30, 2022**

| Function                     | General Capital Assets June 30, 2021 | Transfers to Other Funds | Asset Reclass | Additions | Deductions  | Cost        | Accumulated Depreciation June 30, 2021 | Less Current Depreciation | Add Deprec Disposal Asset Transfer | General Capital Assets June 30, 2022 |
|------------------------------|--------------------------------------|--------------------------|---------------|-----------|-------------|-------------|--|---------------------------|------------------------------------|--------------------------------------|
| General Government           | 11,732,149                           | -                        | -             | 184,486   | -           | 11,916,634  | (7,203,622)                            | (113,152)                 | -                                  | 4,599,858                            |
| Public Safety                | 48,682,428                           | -                        | -             | 676,922   | (91,173)    | 49,268,176  | (26,487,378)                           | (2,620,823)               | 91,174                             | 20,251,150                           |
| Public Works                 | 68,084,598                           | -                        | -             | 2,506,847 | (505,674)   | 70,085,773  | (46,845,863)                           | (1,484,151)               | 444,721                            | 22,200,478                           |
| Health                       | 7,132,442                            | -                        | -             | -         | -           | 7,132,442   | (3,080,485)                            | (218,440)                 | -                                  | 3,833,517                            |
| Social Services              | 1,286,965                            | -                        | -             | -         | (270,118)   | 1,016,847   | (997,923)                              | (84,339)                  | 270,118                            | 204,703                              |
| Recreation & Culture         | 5,281,862                            | -                        | -             | 14,802    | -           | 5,296,663   | (2,246,893)                            | (117,533)                 | 19,045                             | 2,951,283                            |
| Libraries                    | 1,637,033                            | -                        | -             | -         | -           | 1,637,033   | (1,061,362)                            | (42,009)                  | -                                  | 533,662                              |
| Education                    | 27,484                               | -                        | -             | 18,512    | -           | 45,996      | -                                      | -                         | -                                  | 46,005                               |
| Natural Resources            | 460,655                              | -                        | -             | -         | -           | 460,655     | (31,838)                               | -                         | -                                  | 428,817                              |
| Urban Development & Housing  | 348,312                              | -                        | -             | -         | (98,998)    | 249,314     | (291,578)                              | (97)                      | 98,998                             | 56,637                               |
| Economic Development         | 52,489,773                           | -                        | -             | 2,145,906 | (338,307)   | 54,297,365  | (14,744,031)                           | (1,084,726)               | 338,307                            | 38,806,925                           |
| Total General Capital Assets | 197,163,711                          | -                        | -             | 5,547,475 | (1,304,270) | 201,403,718 | (102,990,973)                          | (5,765,270)               | 1,262,363                          | 93,909,837                           |

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# **STATISTICAL SECTION**

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# Statistical Section

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

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### Financial Trends

These schedules contain trend information to help the reader understand how the County's financial performance and well-being have changed over time.

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**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**

2

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

|   | 2013           | 2014           | 2015           | 2016           | 2017           | 2018           | 2019           | 2020           | 2021           | 2022           |
|---|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|
| <b>Governmental activities</b>              |                |                |                |                |                |                |                |                |                |                |
| Net Investment in                           |                |                |                |                |                |                |                |                |                |                |
| Capital Assets                              | 78,548,257     | 77,576,485     | 78,386,353     | 84,396,712     | 86,497,352     | 86,142,012     | 87,441,448     | 89,130,241     | 85,075,724     | 84,103,156     |
| Restricted                                  | 3,083,383      | 3,030,834      | 11,975,277     | 16,354,328     | 16,237,133     | 4,255,467      | 12,316,383     | 1,544,097      | 7,841,911      | 6,085,554      |
| Unrestricted                                | 18,220,459     | 24,060,546     | 9,739,329      | 3,585,487      | 2,573,629      | (13,519,261)   | (26,370,540)   | (18,226,415)   | (23,649,340)   | (18,439,213)   |
| Total governmental activities net position  | \$ 99,852,099  | \$ 104,667,865 | \$ 100,100,959 | \$ 104,336,537 | \$ 105,308,114 | \$ 76,878,218  | \$ 73,387,291  | \$ 72,447,923  | \$ 69,268,295  | \$ 71,749,497  |
| <b>Business-type activities</b>             |                |                |                |                |                |                |                |                |                |                |
| Net Investment in                           |                |                |                |                |                |                |                |                |                |                |
| Capital Assets                              | 82,603,601     | 88,732,280     | 93,011,267     | 97,611,312     | 98,160,878     | 95,860,101     | 96,563,365     | 97,116,640     | 97,889,075     | 98,831,785     |
| Restricted                                  | 288,615        | 261,393        | 442,291        | 247,369        | 240,345        | 155,066        | 161,080        | 194,232        | 162,484        | 155,488        |
| Unrestricted                                | 1,783,058      | 1,016,651      | (533,330)      | (2,817,398)    | (4,239,595)    | (3,373,873)    | (6,879,863)    | (8,644,846)    | (11,467,378)   | (6,353,707)    |
| Total business-type activities net position | \$ 84,675,274  | \$ 90,010,314  | \$ 92,820,228  | \$ 95,041,283  | \$ 94,161,628  | \$ 92,641,294  | \$ 89,844,582  | \$ 88,666,026  | \$ 86,584,178  | \$ 92,633,567  |
| <b>Primary Government</b>                   |                |                |                |                |                |                |                |                |                |                |
| Net Investment in                           |                |                |                |                |                |                |                |                |                |                |
| Capital Assets                              | \$ 161,151,858 | \$ 166,308,765 | \$ 171,397,620 | \$ 182,008,024 | \$ 184,658,230 | \$ 182,002,113 | \$ 184,004,813 | \$ 186,246,881 | \$ 182,964,799 | \$ 182,934,941 |
| Restricted                                  | 3,371,998      | 3,292,217      | 12,417,568     | 16,601,697     | 16,477,478     | 4,410,533      | 12,477,463     | 1,736,329      | 8,004,395      | 6,241,042      |
| Unrestricted                                | 20,003,517     | 25,077,197     | 9,105,999      | 768,099        | (1,665,966)    | (16,893,134)   | (33,250,403)   | (26,871,261)   | (35,116,718)   | (24,792,920)   |
| Total primary government net position       | \$ 184,527,373 | \$ 194,678,179 | \$ 192,921,187 | \$ 198,376,820 | \$ 199,469,742 | \$ 169,519,512 | \$ 163,231,873 | \$ 161,113,949 | \$ 155,852,470 | \$ 164,383,065 |

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

| Expenses  | 2013                   | 2014                    | 2015                   | 2016                    | 2017                    | 2018                    | 2019                   | 2020                   | 2021           | 2022                    |
|---|------------------------|-------------------------|------------------------|-------------------------|-------------------------|-------------------------|------------------------|------------------------|----------------|-------------------------|
| <b>Governmental activities:</b>                 |                        |                         |                        |                         |                         |                         |                        |                        |                |                         |
| General Government:                             |                        |                         |                        |                         |                         |                         |                        |                        |                |                         |
| Payment to data processing                      | 9,087,290              | 8,745,293               | 8,971,206              | 10,098,894 <sup>f</sup> | 12,288,649 <sup>g</sup> | 9,768,944 <sup>h</sup>  | 12,711,146             | 12,883,978             | 13,980,499     | 13,541,978              |
| Public Safety                                   | 358,754                | 332,996                 | 313,562                | 261,943                 | 182,712                 | 188,456                 | 145,424                | 146,465                | 109,829        | 108,086                 |
| Public Works                                    | 16,640,877             | 17,406,223              | 18,606,877             | 20,125,044              | 20,723,459              | 24,440,852 <sup>i</sup> | 28,788,857             | 27,462,769             | 30,600,972     | 31,391,856              |
| Health  | 12,250,869             | 13,699,606 <sup>e</sup> | 13,039,773             | 13,263,932              | 14,148,806              | 13,892,496              | 15,613,977             | 14,227,947             | 14,618,577     | 16,739,713              |
| Social Services                                 | 1,966,200              | 1,967,479               | 2,073,143              | 2,131,859               | 2,093,988               | 2,208,164               | 2,333,585              | 4,274,237 <sup>n</sup> | 8,019,965      | 2,050,301 <sup>p</sup>  |
| Education:                                      | 1,553,615              | 1,568,214               | 1,277,778              | 1,467,194               | 1,387,194               | 881,055                 | 1,258,665              | 1,485,199              | 1,733,627      | 4,625,319 <sup>q</sup>  |
| Payment to public school system                 | 640,888                | 682,409                 | 623,625                | 1,369,052               | 797,321                 | 10,365,096 <sup>j</sup> | 3,162,750              | 2,512,606              | 1,936,310      | 2,252,313               |
| Payments to community college                   | 29,391,958             | 29,770,045              | 30,224,471             | 30,014,167              | 30,169,865              | 30,424,308              | 30,424,308             | 30,734,335             | 31,138,670     | 32,349,768              |
| Recreation, culture & libraries:                | 7,425,000              | 7,555,000               | 7,555,000              | 7,915,000               | 7,630,550               | 7,630,550               | 7,990,550              | 7,989,498              | 8,066,856      | 8,066,856               |
| Payment to public library system                | 884,822                | 722,533                 | 749,376                | 826,930                 | 583,538                 | 1,214,252 <sup>k</sup>  | 1,191,689              | 1,418,456              | 691,457        | 3,896,128 <sup>r</sup>  |
| Conservation of natural resources               | 905,000                | 940,000                 | 947,500                | 947,500                 | 956,975                 | 956,975                 | 956,975                | 966,545                | 966,545        | 999,000                 |
| Community development & housing                 | 240,204                | 287,362                 | 254,450                | 249,936                 | 265,253                 | 284,317                 | 142,584                | 66,702                 | 404,182        | 355,681                 |
| Economic Development                            | 1,033,325              | 915,289                 | 1,042,086              | 1,176,904               | 1,026,337               | 1,021,156               | 1,005,058              | 1,012,235              | 1,589,652      | 1,137,795               |
| Interest on long term debt                      | 2,548,509              | 3,602,112               | 2,672,959              | 2,674,595               | 3,355,189               | 4,111,276 <sup>l</sup>  | 3,194,349              | 3,460,799              | 5,801,705      | 4,881,991               |
| Total governmental activities expenses          | 987,503                | 581,199                 | 650,717                | 659,875                 | 677,774                 | 763,156                 | 908,031                | 979,034                | 1,103,537      | 1,066,807               |
| Total governmental activities expenses          | \$ 85,914,814          | \$ 88,775,750           | \$ 89,002,523          | \$ 93,202,815           | \$ 96,287,730           | \$ 108,151,053          | \$ 109,827,938         | \$ 109,620,805         | \$ 120,762,383 | \$ 123,463,592          |
| <b>Business-type activities:</b>                |                        |                         |                        |                         |                         |                         |                        |                        |                |                         |
| Water   | 4,270,963              | 4,344,329               | 4,429,254              | 4,772,141               | 4,723,474               | 4,545,473               | 4,741,156              | 4,858,397              | 5,033,414      | 4,978,909               |
| Sewer   | 8,622,450              | 8,986,494               | 9,354,485              | 9,965,143               | 10,782,299              | 10,545,774              | 11,426,210             | 10,221,511             | 9,044,813      | 10,020,927              |
| Other Funds                                     | 353,648                | 187,465                 | 334,585                | 225,789                 | 202,991                 | 195,390                 | 167,778                | 151,357                | 318,008        | 417,684                 |
| Total business-type activities expenses         | 13,247,061             | 13,518,288              | 14,118,324             | 14,963,073              | 15,708,764              | 15,386,637              | 16,335,144             | 15,231,265             | 14,396,235     | 15,418,520              |
| Total primary government expenses               | \$ 99,161,875          | \$ 102,294,048          | \$ 103,120,847         | \$ 108,165,888          | \$ 111,996,494          | \$ 123,537,690          | \$ 126,163,082         | \$ 124,852,070         | \$ 135,158,618 | \$ 138,882,112          |
| <b>Program Revenues</b>                         |                        |                         |                        |                         |                         |                         |                        |                        |                |                         |
| <b>Governmental activities:</b>                 |                        |                         |                        |                         |                         |                         |                        |                        |                |                         |
| Charges For services:                           |                        |                         |                        |                         |                         |                         |                        |                        |                |                         |
| Public safety                                   | 1,263,372              | 1,247,166               | 416,243                | 1,266,935               | 1,181,723               | 2,414,892               | 3,698,282 <sup>m</sup> | 3,062,954              | 2,279,605      | 2,903,115               |
| Public works                                    | 952,807                | 999,315                 | 1,403,788              | 1,036,634               | 1,020,139               | 1,152,083               | 1,294,859              | 1,365,791              | 1,221,356      | 1,641,238               |
| Economic development                            | 3,446,157              | 3,336,528               | 1,004,159              | 3,367,800               | 3,300,433               | 3,424,141               | 3,424,141              | 3,442,730              | 3,172,085      | 3,003,784               |
| Other activities                                | 739,760                | 804,327                 | 3,786,001              | 872,000                 | 819,358                 | 1,832,419               | 1,550,337              | 1,363,163              | 1,078,471      | 1,360,359               |
| Operating grants and contributions              | 5,100,079              | 4,470,054               | 4,320,955              | 4,230,909               | 4,507,723               | 5,503,162               | 5,733,335              | 8,288,736 <sup>n</sup> | 13,034,096     | 16,909,992 <sup>p</sup> |
| Capital grants and contributions                | 368,323 <sup>b</sup>   | 1,296,010               | 1,086,127              | 2,076,835               | 3,235,959               | 1,401,461               | 1,894,195              | 2,658,561              | 3,258,409      | 2,383,082               |
| Total governmental activities program revenues  | 11,870,498             | 12,153,400              | 12,017,273             | 12,851,113              | 14,065,335              | 15,611,037              | 17,595,149             | 20,181,935             | 24,044,022     | 28,201,570              |
| <b>Business-type activities:</b>                |                        |                         |                        |                         |                         |                         |                        |                        |                |                         |
| Charges For services:                           |                        |                         |                        |                         |                         |                         |                        |                        |                |                         |
| Water   | 3,688,155              | 3,957,267               | 4,182,774              | 4,257,317               | 4,197,525               | 4,166,328               | 4,183,777              | 4,198,183              | 4,176,794      | 4,714,228               |
| Sanitary  | 5,444,477              | 5,735,194               | 5,905,018              | 6,082,372               | 6,382,842               | 6,040,900               | 6,118,496              | 6,138,652              | 5,485,782      | 6,613,271               |
| Other Funds                                     | 281,017                | 269,480                 | 316,477                | 106,300                 | 72,442                  | 59,200                  | 44,187                 | 48,913                 | 43,906         | 59,915                  |
| Operating grants and contributions              | 3,908,635 <sup>c</sup> | 7,473,345 <sup>d</sup>  | 6,016,661 <sup>a</sup> | 5,404,171 <sup>a</sup>  | 2,827,122 <sup>a</sup>  | 2,159,945 <sup>a</sup>  | 1,725,700              | 1,922,922              | 1,160,589      | 8,372,352 <sup>s</sup>  |
| Capital grants and contributions                | 13,322,284             | 17,435,286              | 16,420,930             | 15,850,160              | 13,479,931              | 12,426,373              | 12,072,160             | 12,308,670             | 10,867,071     | 19,759,766              |
| Total business-type activities program revenues | \$ 25,192,762          | \$ 29,588,686           | \$ 28,438,203          | \$ 28,701,273           | \$ 27,545,266           | \$ 28,037,410           | \$ 29,667,309          | \$ 32,490,605          | \$ 34,911,093  | \$ 47,981,336           |

(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)

|   | 2013                   | 2014                   | 2015                   | 2016                   | 2017                   | 2018                   | 2019                   | 2020                   | 2021                    | 2022                   |
|---|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|------------------------|-------------------------|------------------------|
| <b>Net (Expense) Revenue</b>                              |                        |                        |                        |                        |                        |                        |                        |                        |                         |                        |
| Governmental activities                                   | \$ (74,044,316)        | \$ (76,622,360)        | \$ (76,985,250)        | \$ (80,351,702)        | \$ (82,222,395)        | \$ (92,540,016)        | \$ (92,232,789)        | \$ (89,438,870)        | \$ (96,718,361)         | \$ (95,262,022)        |
| Business-type activities                                  | 75,223                 | 3,916,998              | 2,302,606              | 887,087                | (2,228,833)            | (2,960,264)            | (4,262,984)            | (2,922,585)            | (3,529,164)             | 4,341,246              |
| <b>Total primary government net expense</b>               | <b>\$ (73,969,093)</b> | <b>\$ (72,705,362)</b> | <b>\$ (74,682,644)</b> | <b>\$ (79,464,615)</b> | <b>\$ (84,451,228)</b> | <b>\$ (95,500,280)</b> | <b>\$ (96,495,773)</b> | <b>\$ (92,361,455)</b> | <b>\$ (100,247,525)</b> | <b>\$ (90,920,776)</b> |
| <b>General Revenues And Other Changes in Net Position</b> |                        |                        |                        |                        |                        |                        |                        |                        |                         |                        |
| Governmental Activities:                                  |                        |                        |                        |                        |                        |                        |                        |                        |                         |                        |
| Taxes   |                        |                        |                        |                        |                        |                        |                        |                        |                         |                        |
| Property taxes  | 40,882,732             | 41,334,050             | 40,209,077             | 40,285,516             | 40,900,084             | 40,525,539             | 42,099,543             | 42,056,853             | 43,025,595              | 43,696,143             |
| Income taxes  | 24,460,225             | 24,169,537             | 26,099,413             | 26,836,166             | 25,911,041             | 26,117,557             | 28,295,496             | 28,719,134             | 31,138,685              | 33,003,260             |
| Other local taxes   | 4,011,282              | 4,339,620              | 4,669,338              | 5,343,333              | 6,195,089              | 6,720,568              | 7,035,187              | 6,753,500              | 8,036,628               | 9,443,240              |
| Licenses  | 415,158                | 414,862                | 425,841                | 441,304                | 447,143                | 434,575                | 426,574                | 418,750                | 420,472                 | 417,590                |
| Unrestricted grants                                       | 8,940,541              | 9,172,991              | 9,165,836              | 9,210,566              | 9,205,270              | 9,244,141              | 8,939,143              | 8,939,231              | 8,939,389               | 8,939,578              |
| Investment earnings                                       | 869,087                | 1,745,196              | 1,353,238              | 1,181,160              | 1,375,762              | 1,383,672              | 1,544,105              | 1,466,467              | 1,635,283               | 1,500,407              |
| Gain/(loss) on sale/retirement of capital assets          | 387,597                | 18,915                 | -                      | -                      | -                      | 65,351                 | 102,550                | 33,531                 | 426,242                 | 636,518                |
| Miscellaneous   | 208,120                | 323,216                | 342,101                | 403,037                | 997,098                | 366,375                | 401,359                | 601,978                | 363,728                 | 363,728                |
| Transfers   | (93,464)               | (167,799)              | (89,824)               | (147,927)              | (155,527)              | (91,884)               | (102,095)              | (489,942)              | (83,561)                | (257,240)              |
| Special item  | -                      | -                      | -                      | -                      | -                      | -                      | -                      | -                      | -                       | -                      |
| <b>Total governmental activities</b>                      | <b>\$ 80,080,278</b>   | <b>\$ 81,350,588</b>   | <b>\$ 82,175,020</b>   | <b>\$ 83,553,155</b>   | <b>\$ 84,875,960</b>   | <b>\$ 84,765,894</b>   | <b>\$ 88,741,862</b>   | <b>\$ 88,499,502</b>   | <b>\$ 93,538,733</b>    | <b>\$ 97,743,224</b>   |
| Business-type activities:                                 |                        |                        |                        |                        |                        |                        |                        |                        |                         |                        |
| Property taxes  | 986,573                | 1,019,069              | 997,240                | 982,288                | 993,937                | 1,133,343              | 1,144,089              | 1,159,250              | 1,183,381               | 1,242,709              |
| Investment earnings                                       | 309,448                | 208,641                | 201,738                | 191,339                | 195,916                | 214,705                | 220,085                | 94,846                 | 180,380                 | 203,396                |
| Miscellaneous   | 103,661                | 22,533                 | 21,003                 | 15,835                 | 3,800                  | -                      | -                      | -                      | -                       | -                      |
| Gain/(loss) on sale/retirement of capital assets          | -                      | -                      | -                      | -                      | -                      | -                      | -                      | -                      | -                       | 4,800                  |
| Transfers   | 93,464                 | 167,799                | 89,824                 | 147,927                | 155,527                | 91,884                 | 102,095                | 489,942                | 83,561                  | 257,240                |
| <b>Total business-type activities</b>                     | <b>\$ 1,493,146</b>    | <b>\$ 1,418,042</b>    | <b>\$ 1,309,805</b>    | <b>\$ 1,337,369</b>    | <b>\$ 1,349,180</b>    | <b>\$ 1,439,932</b>    | <b>\$ 1,466,269</b>    | <b>\$ 1,744,038</b>    | <b>\$ 1,447,322</b>     | <b>\$ 1,708,145</b>    |
| <b>Total primary government</b>                           | <b>\$ 81,573,424</b>   | <b>\$ 82,768,630</b>   | <b>\$ 83,484,825</b>   | <b>\$ 84,890,524</b>   | <b>\$ 86,225,140</b>   | <b>\$ 86,205,826</b>   | <b>\$ 90,208,131</b>   | <b>\$ 90,243,540</b>   | <b>\$ 94,986,055</b>    | <b>\$ 99,451,369</b>   |
| <b>Change in Net Position</b>                             |                        |                        |                        |                        |                        |                        |                        |                        |                         |                        |
| Governmental activities, restated                         | \$ 6,035,962           | \$ 4,728,943           | \$ 5,188,770           | \$ 3,201,453           | \$ 2,653,565           | \$ (7,774,122)         | \$ (3,490,927)         | \$ (939,368)           | \$ (3,179,628)          | \$ 2,481,202           |
| Business-type activities                                  | 1,568,369              | 5,335,040              | 3,612,411              | 2,224,456              | (879,653)              | (1,520,332)            | (2,796,714)            | (1,178,556)            | (2,081,841)             | 6,049,392              |
| <b>Total primary government</b>                           | <b>\$ 7,604,331</b>    | <b>\$ 10,063,983</b>   | <b>\$ 8,802,181</b>    | <b>\$ 5,425,909</b>    | <b>\$ 1,773,912</b>    | <b>\$ 9,294,454</b>    | <b>\$ (6,287,642)</b>  | <b>\$ (2,117,925)</b>  | <b>\$ (5,261,470)</b>   | <b>\$ 8,530,593</b>    |

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 due to adding a new ambulance service to County residents   |
| i | Increase due to contribution to new county high school   |
| j | Increase due to renovations to Library buildings   |
| k | Increase due to paving and road projects   |
| l | County added new ambulance service   |
| m | Increase in both revenues  |
| n | Increase in COVID relief funding grants revenue and related expenditures   |
| o | Decrease due to no COVID grant money received in FY 22   |
| p | Increase due to increase in rental assistance grants received  |
| q | Increase in appropriations to Library for renovations  |
| r | Increase in grants for water/sewer projects  |
| s |  |

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

|   | 2013                 | 2014                 | 2015                 | 2016                 | 2017                 | 2018                 | 2019                 | 2020                 | 2021                 | 2022                 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|
| <b>General Fund</b>                       |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Nonspendable                              | 1,201,255            | 1,200,000            | 1,200,000            | 1,200,000            | 1,200,000            | 1,200,000            | 1,200,000            | 1,200,000            | 1,200,000            |                      |
| Restricted                                | 148,863              | 148,863              | 148,863              | 1,796,530            | 173,170              | 131,979              | 80,743               | 78,907               | 78,907               |                      |
| Committed                                 | -                    | -                    | 949,319              | 150,000              | 967,185              | 1,571,596            | 830,551              | 760,245              | 1,446,563            | 2,581,190            |
| Assigned                                  | 447,970              | 3,414,000            | 5,664,000            | 4,014,000            | 5,896,328            | 6,423,165            | 6,714,643            | 6,997,078            | 7,301,025            | 7,484,384            |
| Unassigned                                | 17,901,696           | 18,686,272           | 19,642,135           | 18,092,412           | 18,649,963           | 15,918,000           | 16,795,112           | 16,778,262           | 20,022,041           | 24,904,845           |
| <b>Reserved</b>                           |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Unreserved                                |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| <b>Total General Fund</b>                 | <b>\$ 19,699,764</b> | <b>\$ 23,458,135</b> | <b>\$ 27,604,317</b> | <b>\$ 25,252,942</b> | <b>\$ 26,896,656</b> | <b>\$ 25,244,740</b> | <b>\$ 25,621,049</b> | <b>\$ 25,814,492</b> | <b>\$ 30,043,535</b> | <b>\$ 34,950,419</b> |
| <b>All Other Governmental Funds</b>       |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Nonspendable                              |                      |                      |                      | 45,460               | 42,233               | 41,920               | 39,977               | 42,801               | 41,235               | 35,669               |
| Restricted                                | 3,050,872            | 2,966,644            | 10,197,951           | 12,725,923           | 15,752,873           | 4,123,488            | 12,235,640           | 9,416,664            | 14,955,871           | 11,782,463           |
| Committed                                 | 8,901,702            | 10,738,989           | 12,136,963           | 9,734,927            | 8,700,167            | 10,717,434           | 10,492,198           | 9,229,049            | 9,792,923            | 8,702,202            |
| Assigned                                  | 2,442,285            | 1,497,237            | 1,394,298            | 1,342,978            | 2,288,721            | 2,216,031            | 1,389,301            | 1,400,029            | 1,411,742            | 1,939,446            |
| Unassigned                                | (11,060)             | (191,236)            | (305,634)            | (419,033)            | (397,597)            | (767,966)            | (1,201,625)          | (1,572,904)          | (2,097,892)          | (1,540,392)          |
| <b>Reserved</b>                           |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Unreserved, reported in:                  |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Special revenue funds                     |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Capital project funds                     |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| Debt service funds                        |                      |                      |                      |                      |                      |                      |                      |                      |                      |                      |
| <b>Total all other governmental funds</b> | <b>\$ 14,383,799</b> | <b>\$ 15,011,634</b> | <b>\$ 23,423,278</b> | <b>\$ 23,430,255</b> | <b>\$ 26,386,197</b> | <b>\$ 16,330,907</b> | <b>\$ 22,955,491</b> | <b>\$ 18,515,639</b> | <b>\$ 24,103,879</b> | <b>\$ 20,919,388</b> |

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

|  | (modified accrual basis of accounting) |                      |                      |                       |                       |                        |                       |                       |                       |                       |
|--|--|----------------------|----------------------|-----------------------|-----------------------|------------------------|-----------------------|-----------------------|-----------------------|-----------------------|
|  | 2013                                   | 2014                 | 2015                 | 2016                  | 2017                  | 2018                   | 2019                  | 2020                  | 2021                  | 2022                  |
| <b>Revenues</b>  |  |                      |                      |                       |                       |                        |                       |                       |                       |                       |
| Property taxes   | 40,302,290                             | 43,948,120           | 41,737,685           | 41,018,799            | 42,106,441            | 41,529,472             | 43,599,529            | 41,566,027            | 44,893,617            | 45,135,441            |
| Income taxes   | 24,249,252                             | 24,112,733           | 25,910,575           | 26,880,919            | 26,435,017            | 25,797,515             | 28,388,370            | 28,670,090            | 31,190,781            | 32,874,736            |
| Highway user taxes   | 424,914                                | 671,589              | 466,089              | 547,328               | 539,372               | 690,000                | 1,001,551             | 977,329               | 1,057,788             | 1,139,219             |
| Other local taxes  | 4,087,133                              | 4,088,216            | 3,579,491            | 4,043,446             | 4,380,110             | 4,074,450              | 3,984,644             | 3,913,567             | 4,418,576             | 5,548,766             |
| Licenses and permits   | 664,287                                | 686,233              | 678,422              | 700,480               | 672,859               | 666,528                | 720,563               | 620,500               | 542,024               | 715,504               |
| Intergovernmental:   |  |                      |                      |                       |                       |                        |                       |                       |                       |                       |
| Federal  | 2,991,120                              | 2,044,238            | 3,250,446            | 2,372,945             | 2,630,386             | 2,922,197              | 3,174,134             | 7,665,837             | 8,545,082             | 12,861,541            |
| State  | 10,909,579                             | 12,151,477           | 12,255,365           | 13,546,119            | 16,123,698            | 15,920,794             | 13,648,716            | 14,907,789            | 16,367,813            | 15,392,177            |
| Other  | 537,554                                | 467,561              | 600,745              | 306,747               | 178,297               | 901,053                | 975,797               | 966,436               | 2,139,566             | 3,881,871             |
| Service charges  | 1,758,235                              | 1,740,331            | 1,898,021            | 1,805,043             | 1,938,922             | 2,446,454              | 2,934,658             | 2,871,158             | 2,469,764             | 2,682,065             |
| Fines and forfeitures  | 96,119                                 | 170,927              | 150,249              | 152,942               | 80,907                | 74,581                 | 142,983               | 163,281               | 206,843               | 173,834               |
| Interest   | 126,522                                | 103,748              | 152,354              | 237,085               | 312,861               | 340,649                | 472,486               | 607,400               | 267,899               | 472,725               |
| Lease Revenue/Miscellaneous  | 3,902,225                              | 3,949,663            | 4,142,621            | 4,080,911             | 4,342,068             | 4,254,946              | 4,373,154             | 4,584,932             | 4,113,464             | 4,548,742             |
| <b>Total revenues</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>\$ 116,213,217</b> | <b>\$ 125,426,621</b> |
| <b>Expenditures</b>  |  |                      |                      |                       |                       |                        |                       |                       |                       |                       |
| General government   | 8,436,402                              | 7,999,532            | 8,532,724            | 9,210,525             | 9,301,186             | 9,420,158              | 10,548,564            | 10,610,633            | 10,239,132            | 11,921,947            |
| Public safety  | 16,144,972                             | 16,216,972           | 17,572,571           | 18,216,000            | 19,484,708            | 23,217,837             | 24,405,819            | 24,215,690            | 26,424,276            | 28,900,261            |
| Public works   | 11,118,747                             | 11,806,708           | 11,465,679           | 12,282,927            | 11,734,735            | 12,297,757             | 13,717,805            | 12,176,117            | 13,040,777            | 14,532,711            |
| Health and Hospitals   | 438,291                                | 411,510              | 432,996              | 452,436               | 425,494               | 541,244                | 630,653               | 2,431,012             | 5,840,861             | 710,822               |
| Social Services  | 1,378,693                              | 1,483,664            | 1,283,500            | 1,318,831             | 1,276,688             | 1,251,241              | 1,118,301             | 1,273,006             | 1,529,861             | 4,428,022             |
| Education  | 29,754                                 | -                    | -                    | -                     | -                     | -                      | -                     | -                     | -                     | 997,686               |
| Recreation, culture and libraries  | 736,413                                | 616,169              | 628,708              | 932,800               | 795,045               | 1,076,056              | 903,302               | 1,326,234             | 528,957               | 1,010,799             |
| Conservation of natural resources  | 239,976                                | 319,102              | 254,682              | 244,974               | 263,677               | 282,314                | 278,219               | 336,083               | 348,993               | 364,218               |
| Community Development and Housing  | 1,018,262                              | 900,783              | 1,027,692            | 1,162,941             | 1,012,374             | 1,007,193              | 991,180               | 998,406               | 1,582,428             | 1,136,887             |
| Economic development   | 1,690,366                              | 2,084,527            | 1,936,365            | 5,481,683             | 1,966,960             | 3,305,352              | 2,479,758             | 2,862,673             | 3,051,891             | 3,954,031             |
| Miscellaneous  | 34,803                                 | 31,222               | 33,046               | 38,599                | 44,631                | 47,199                 | 82,174                | 78,453                | 51,157                | 349,969               |
| Appropriation to other governments   | 1,347,973                              | 1,376,033            | 1,461,027            | 1,476,610             | 1,495,989             | 1,494,063              | 1,525,705             | 1,601,443             | 1,485,190             | 2,079,200             |
| Capital Outlay   | 2,320,671                              | 3,076,325            | 4,096,958            | 6,070,469             | 13,507,913            | 14,858,728             | 8,935,674             | 10,232,221            | 11,447,794            | 10,315,673            |
| Debt Service:  |  |                      |                      |                       |                       |                        |                       |                       |                       |                       |
| Interest   | 1,083,631                              | 666,802              | 558,774              | 762,344               | 649,037               | 834,194                | 736,306               | 2,186,605             | 1,103,951             | 1,463,238             |
| Principal  | 16,833,941                             | 3,937,149            | 4,397,552            | 3,213,641             | 3,325,019             | 2,405,547              | 2,312,554             | 1,166,354             | 8,984,176             | 1,332,388             |
| Payments to Component Units  | 38,080,712                             | 39,280,450           | 38,234,206           | 38,601,988            | 38,940,222            | 39,200,289             | 39,517,257            | 39,836,843            | 40,281,900            | 41,523,710            |
| <b>Total expenditures</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> | <b>\$ 125,941,344</b> | <b>\$ 125,021,562</b> |
| Excess of revenues over (under)  | <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>\$ (9,728,127)</b> | <b>\$ 405,059</b>     |
| <b>Other Financing Sources (Uses)</b>  |  |                      |                      |                       |                       |                        |                       |                       |                       |                       |
| Proceeds from borrowing  |  |                      | 9,740,351            |                       | 9,000,000             |                        | 11,767,124            |                       | 3,000,000             | 500,000               |
| Proceeds from refinancing  |  |                      |                      |                       |                       |                        |                       |                       | 15,572,346            |                       |
| Payments to escrow agent   |  |                      |                      |                       |                       |                        |                       |                       |                       |                       |
| Transfers in   | 5,877,961                              | 6,239,177            | 4,368,114            | 10,639,108            | 6,435,360             | 3,504,113              | 4,894,278             | 4,467,929             | 19,130,973            | 2,526,031             |
| Inception of lease   |  |                      |                      |                       |                       |                        |                       |                       |                       | 332,823               |
| Transfers out  | (5,971,428)                            | (6,406,976)          | (4,457,938)          | (10,787,034)          | (6,590,887)           | (3,595,997)            | (4,996,373)           | (4,957,871)           | (19,214,534)          | (2,783,271)           |
| Sale of capital assets   | 2,517,850                              | 626,097              | 1,716                | 63,586                | 13,706                | 15,231                 | 102,550               | 40,958                | 1,068,378             | 730,004               |
| <b>Total Other Financing Sources (Uses)</b>  | <b>\$ 17,160,850</b>                   | <b>\$ 458,298</b>    | <b>\$ 9,652,243</b>  | <b>\$ (84,340)</b>    | <b>\$ 8,858,179</b>   | <b>\$ (76,653)</b>     | <b>\$ 11,767,579</b>  | <b>\$ (448,984)</b>   | <b>\$ 19,557,163</b>  | <b>\$ 1,305,587</b>   |
| <b>Net Change in fund balances</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> | <b>\$ 9,829,036</b>   | <b>\$ 1,710,646</b>   |
| Debt service as a percentage of noncapital expenditures  | 18.1%                                  |                      |                      |                       |                       |                        |                       |                       |                       |                       |
| 18.1%  |  |                      | 5.2%                 | 5.5%                  | 4.4%                  | 4.2%                   | 3.0%                  | 3.2%                  | 8.6%                  | 2.3%                  |
| 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>\$ 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>   | <b>\$ 9,984,997</b>   | <b>\$ 8,984,997</b>   |



# REVENUE CAPACITY

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

| Fiscal Year | Real Property |                | Personal Property                   |                | Corporate Personal Property |                | Totals        |                | Personal & Corporate Personal Total Direct Tax Rate |
|-------------|---------------|----------------|-------------------------------------|----------------|-----------------------------|----------------|---------------|----------------|---|
|             | Market Value  | Assessed Value | Market Value                        | Assessed Value | Market Value                | Assessed Value | Market Value  | Assessed Value |   |
|             |               |                | Real Property Total Direct Tax Rate |                |                             |                |               |                |   |
| 2013        | 3,532,084,432 | 3,532,084,432  | 0.9877                              | 5,694,540      | 346,092,240                 | 346,092,240    | 3,883,871,212 | 3,883,871,212  | 2.4693  |
| 2014        | 3,511,729,354 | 3,511,729,354  | 0.9880                              | 5,028,930      | 358,164,980                 | 358,164,980    | 3,874,923,264 | 3,874,923,264  | 2.4700  |
| 2015        | 3,469,830,592 | 3,469,830,592  | 1.0035                              | 4,997,740      | 345,858,616                 | 345,858,616    | 3,820,686,948 | 3,820,686,948  | 2.5088  |
| 2016        | 3,487,280,029 | 3,487,280,029  | 0.9899                              | 6,494,120      | 337,155,996                 | 337,155,996    | 3,830,930,145 | 3,830,930,145  | 2.4748  |
| 2017        | 3,506,924,084 | 3,506,924,084  | 0.9893                              | 6,705,040      | 346,994,870                 | 346,994,870    | 3,860,623,994 | 3,860,623,994  | 2.4733  |
| 2018        | 3,528,551,083 | 3,528,551,083  | 0.9885                              | 7,678,200      | 329,114,435                 | 329,114,435    | 3,865,343,718 | 3,865,343,718  | 2.4713  |
| 2019        | 3,556,120,766 | 3,556,120,766  | 0.9921                              | 7,192,380      | 353,252,397                 | 353,252,397    | 3,916,565,543 | 3,916,565,543  | 2.4803  |
| 2020        | 3,551,676,996 | 3,551,676,996  | 0.9871                              | 6,782,280      | 355,204,219                 | 355,204,219    | 3,913,663,495 | 3,913,663,495  | 2.4678  |
| 2021        | 3,600,849,587 | 3,600,849,587  | 0.9852                              | 6,471,980      | 382,221,227                 | 382,221,227    | 3,989,542,794 | 3,989,542,794  | 2.4630  |
| 2022        | 3,616,873,302 | 3,616,873,302  | 0.9959                              | 6,231,690      | 392,629,653                 | 392,629,653    | 4,015,734,645 | 4,015,734,645  | 2.4898  |

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

|  | 2022   | 2021   | 2020   | 2019   | 2018   | 2017   | 2016   | 2015   | 2014   | 2013   |
|--|--------|--------|--------|--------|--------|--------|--------|--------|--------|--------|
| <b><u>Municipal Direct Tax Rates (1.2)</u></b>       |        |        |        |        |        |        |        |        |        |        |
| Barton   | 0.2050 | 0.1900 | 0.1712 | 0.1712 | 0.1736 | 0.1727 | 0.1718 | 0.1728 | 0.1649 | 0.1662 |
| Cumberland   | 1.0595 | 1.0595 | 1.0595 | 1.0595 | 1.0595 | 0.9654 | 0.9654 | 0.9654 | 0.9654 | 0.9654 |
| Frostburg  | 0.7000 | 0.6800 | 0.6600 | 0.6600 | 0.6600 | 0.6400 | 0.6200 | 0.5820 | 0.5665 | 0.5665 |
| Lonaconing   | 0.3408 | 0.3509 | 0.3460 | 0.3460 | 0.3512 | 0.3498 | 0.3527 | 0.5552 | 0.3400 | 0.3400 |
| Luke   | 1.2500 | 1.2040 | 1.0577 | 1.0601 | 1.0604 | 1.0600 | 1.0600 | 0.7500 | 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 |
| Westport   | 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   | 0.9094 | 0.8740 | 0.8864 | 0.8963 | 0.8843 | 0.8935 | 0.8938 | 0.8976 | 0.8910 | 0.8892 |
| Cumberland   | 0.8315 | 0.8166 | 0.8223 | 0.8385 | 0.8324 | 0.8452 | 0.8486 | 0.8530 | 0.8424 | 0.8371 |
| Frostburg  | 0.8627 | 0.8273 | 0.8355 | 0.8494 | 0.8405 | 0.8530 | 0.8560 | 0.8597 | 0.8497 | 0.8436 |
| Lonaconing   | 0.8773 | 0.8422 | 0.8526 | 0.8641 | 0.8573 | 0.8696 | 0.8714 | 0.8761 | 0.8675 | 0.8655 |
| Luke   | 0.8753 | 0.8408 | 0.8511 | 0.8620 | 0.8551 | 0.8670 | 0.8687 | 0.8735 | 0.8645 | 0.8620 |
| Midland  | 0.9094 | 0.8740 | 0.8864 | 0.8963 | 0.8843 | 0.8935 | 0.8938 | 0.8976 | 0.8910 | 0.8892 |
| Westport   | 0.9094 | 0.8740 | 0.8864 | 0.8963 | 0.8843 | 0.8935 | 0.8938 | 0.8847 | 0.8745 | 0.8702 |
| Unincorporated                                       | 0.9750 | 0.9750 | 0.9750 | 0.9750 | 0.9760 | 0.9770 | 0.9780 | 0.9790 | 0.9800 | 0.9810 |
| <b><u>Special Taxing Areas (1.4)</u></b>             |        |        |        |        |        |        |        |        |        |        |
| <b><u>Sanitary Districts</u></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 | 0.2500 |
| Braddock Run   | 0.0520 | 0.0420 | 0.0420 | 0.0420 | 0.0420 | 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 | 0.2500 |
| Jennings Run - Wills Creek                           | 0.0620 | 0.0520 | 0.0520 | 0.0520 | 0.0520 | 0.0520 | 0.0520 | 0.0520 | 0.0520 | 0.0520 |
| Cash Valley Subdistrict                              | 0.1960 | 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 | 0.0310 |
| Flintstone/ Gilpin                                   | 0.0160 | 0.0160 | 0.0160 | 0.0160 | 0.0160 | 0.1600 | 0.1600 | 0.1500 | 0.1500 | 0.1500 |
| 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 | 0.0330 |
| George's Creek                                       | 0.2100 | 0.2100 | 0.2100 | 0.2100 | 0.2100 | 0.2100 | 0.2100 | 0.2100 | 0.2100 | 0.2100 |
| Mexico Farms   | 0.0510 | 0.0510 | 0.0510 | 0.0510 | 0.0510 | 0.0510 | 0.0510 | 0.0510 | 0.0510 | 0.0510 |
| Oldtown Road   | 0.1300 | 0.1300 | 0.1300 | 0.1300 | 0.1300 | 0.1300 | 0.1300 | 0.1300 | 0.1040 | 0.0770 |
| <b><u>Other Special Districts</u></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 | 0.0550 | 0.0550 | 0.0650 | 0.0650 | 0.0650 | 0.0650 | 0.0650 |
| Bowling Green Volunteer Fire Co                      | 0.0500 | 0.0500 | 0.0400 | 0.0400 | 0.0400 | 0.0400 | 0.0400 | 0.0400 | 0.0400 | 0.0400 |
| Corriganville Light & Imp Assoc.                     | 0.0700 | 0.0700 | 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 | 0.0300 | 0.0300 |
| LaVale Sanitary Commission                           | 0.0750 | 0.0750 | 0.0650 | 0.0550 | 0.0530 | 0.0470 | 0.0420 | 0.0520 | 0.0520 | 0.0530 |
| 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 | 0.1000 | 0.1000 | 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 | 0.1000 | 0.1000 | 0.1200 | 0.0800 | 0.0800 | 0.0800 | 0.0800 | 0.0800 |
| Total County Direct Rate (1.5)                       | 0.9959 | 0.9852 | 0.9871 | 0.9921 | 0.9885 | 0.9893 | 0.9899 | 1.0035 | 0.9880 | 0.9877 |

**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                         | 2022                         |      |   | 2013                         |      |   |
|----------------------------------|------------------------------|------|---|------------------------------|------|---|
|                                  | Taxable<br>Assessed<br>Value | Rank | Percentage<br>of County<br>Taxable<br>Assessed<br>Value | Taxable<br>Assessed<br>Value | Rank | Percentage<br>of County<br>Taxable<br>Assessed<br>Value |
| Columbia Gas of Maryland         | 111,276,480                  | 1    | 2.73%   | 25,276,770                   | 7    | 0.64%   |
| Potomac Edison Co                | 78,643,800                   | 2    | 1.92%   | 44,209,560                   | 3    | 1.13%   |
| AES WR Limited Partnership       | \$ 51,428,572                | 3    | 1.26%   | 73,349,230                   | 1    | 1.87%   |
| CSX Transportation               | 41,022,397                   | 4    | 1.01%   | 35,080,553                   | 5    | 0.89%   |
| New Page (Mead/Westvaco/Verso)   | 28,980,800                   | 5    | 0.71%   | 62,673,358                   | 2    | 1.60%   |
| Trans-Allegheny Interstate Line  | 27,735,980                   | 6    | 0.72%   | 42,065,730                   | 4    | 1.07%   |
| Western MD Health System         | 20,150,607                   | 7    | 0.49%   |                              |      |   |
| LaVale Associates                | 17,655,700                   | 8    | 0.43%   | 32,799,220                   | 6    | 0.84%   |
| Wal-Mart Real estate trust       | 17,258,130                   | 9    | 0.42%   |                              |      |   |
| Verizon-Maryland (Bell Atlantic) | 14,870,530                   | 10   | 0.36%   | 23,332,410                   | 8    | 0.59%   |
| Allegany Coal-Land               |                              |      |   | 14,846,308                   | 10   | 0.38%   |
| Hunter Douglas Northeast, Inc.   |                              |      |   | 16,045,370                   | 9    | 0.41%   |
| <b>Total</b>                     | <b>\$ 409,022,996</b>        |      | <b>10.05%</b>   | <b>\$ 369,678,509</b>        |      | <b>9.42%</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 |
| 2013                       | 32,760,110                       | 30,023,529                                   | 91.65%             | (23,154)                         | 2,690,287                       | 32,736,956              | 32,713,816  | 99.93%             |
| 2014                       | 32,615,476                       | 30,189,373                                   | 92.56%             | (30,920)                         | 2,373,066                       | 32,584,556              | 32,562,439  | 99.93%             |
| 2015                       | 32,363,414                       | 29,837,271                                   | 92.19%             | (17,501)                         | 2,490,201                       | 32,345,913              | 32,327,472  | 99.94%             |
| 2016                       | 32,407,750                       | 29,866,195                                   | 92.16%             | (19,852)                         | 2,488,514                       | 32,387,898              | 32,354,709  | 99.90%             |
| 2017                       | 32,533,553                       | 30,119,478                                   | 92.58%             | (23,519)                         | 2,226,348                       | 32,510,034              | 32,345,826  | 99.49%             |
| 2018                       | 31,928,292                       | 29,405,769                                   | 92.10%             | (15,508)                         | 2,471,576                       | 31,912,786              | 31,877,345  | 99.89%             |
| 2019                       | 32,200,047                       | 29,636,851                                   | 92.04%             | (89,644)                         | 2,428,902                       | 32,110,403              | 32,065,753  | 99.86%             |
| 2020                       | 32,253,424                       | 29,278,562                                   | 90.78%             | (96,089)                         | 2,819,990                       | 32,157,335              | 32,098,552  | 99.82%             |
| 2021                       | 32,569,391                       | 30,041,196                                   | 92.24%             | (129,452)                        | 1,364,948                       | 32,439,939              | 31,406,144  | 96.81%             |
| 2022                       | 33,195,635                       | 30,900,527                                   | 93.09%             |                                  |                                 | 33,195,635              | 30,900,527  | 93.09%             |

**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 |
| 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%             | 621,780                          | 843,990                         | 8,043,883               | 8,020,310   | 99.71%             |
| 2019                       | 7,802,902                        | 7,546,060                                    | 96.71%             | 81,674                           | 292,305                         | 7,884,576               | 7,838,365   | 99.41%             |
| 2020                       | 7,951,402                        | 7,017,349                                    | 88.25%             | 148,836                          | 973,290                         | 8,100,238               | 7,990,639   | 98.65%             |
| 2021                       | 8,770,986                        | 8,453,697                                    | 96.38%             | 133169                           | 377767                          | 8,904,155               | 8,831,464   | 99.18%             |
| 2022                       | 9,330,024                        | 8,995,974                                    | 96.42%             |                                  |                                 | 9,330,024               | 8,995,974   | 96.42%             |

**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 |
| 2013                       | 40,787,495                       | 37,227,707                                   | 91.27%             | (9,677)                          | 3,485,803                       | 40,777,818              | 40,713,510  | 99.84%             |
| 2014                       | 40,909,646                       | 37,960,339                                   | 92.79%             | (342,390)                        | 2,554,435                       | 40,567,256              | 40,514,774  | 99.87%             |
| 2015                       | 40,386,233                       | 37,519,603                                   | 92.90%             | (25,790)                         | 2,791,963                       | 40,360,443              | 40,311,566  | 99.88%             |
| 2016                       | 40,239,953                       | 37,517,142                                   | 93.23%             | (2,112)                          | 2,657,785                       | 40,237,841              | 40,174,927  | 99.84%             |
| 2017                       | 40,388,128                       | 37,838,200                                   | 93.69%             | (60,945)                         | 2,275,213                       | 40,327,183              | 40,113,413  | 99.47%             |
| 2018                       | 39,350,395                       | 36,582,089                                   | 92.96%             | 606,274                          | 3,315,566                       | 39,956,669              | 39,897,655  | 99.85%             |
| 2019                       | 40,002,949                       | 37,182,911                                   | 92.95%             | (7,970)                          | 2,721,207                       | 39,994,979              | 39,904,118  | 99.77%             |
| 2020                       | 40,204,826                       | 36,295,911                                   | 90.28%             | 52,747                           | 3,793,280                       | 40,257,573              | 40,089,191  | 99.58%             |
| 2021                       | 41,340,377                       | 38,494,893                                   | 93.12%             | 3,717                            | 1,742,715                       | 41,344,094              | 40,237,608  | 97.32%             |
| 2022                       | 42,525,659                       | 39,896,501                                   | 93.82%             | -                                | -                               | 42,525,659              | 39,896,501  | 93.82%             |

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 |                          |                               |                 |
| 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               | 3.40%                         | 742             |
| 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%                         | 690             |
| 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%                         | 755             |
| 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%                         | 715             |
| 2017        | 26,343,366               | 203,465    | 0              | 994,296     | 284,761                   | 10,897,952          | 386,918           | 15,375              | 11,638,500           | 4,652,100              |                    | 55,396,733               | 3.50%                         | 789             |
| 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               | 2.00%                         | 798             |
| 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%                         | 909             |
| 2020        | 31,747,498               | 195,841    | 0              | 222,236     | 197,948                   | 10,424,659          | 390,025           | 13,729              | 8,249,636            | 7,224,441              |                    | 58,666,035               | 2.00%                         | 861             |
| 2021        | 41,367,633               | 188,321    | 0              | 66,580      | 174,201                   | 10,149,509          | 372,126           | 13,129              | 7,103,037            | 7,068,924              |                    | 66,503,482               | 2.20%                         | 987             |
| 2022        | 39,834,517               | 688,321    |                | 25,406      | 149,672                   | 9,865,887           | 1,148,559         | 468,844             | 7,021,280            | 8,000,760              |                    | 67,203,268               | 2.10%                         | 1007            |

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**

| Fiscal<br>Year | General<br>Obligation<br>Bonds | Taxable<br>Value of<br>Property | Percentage of<br>Actual Taxable<br>Value of |          | Population | Debt<br>Per<br>Capita |
|----------------|--------------------------------|---------------------------------|---|----------|------------|-----------------------|
|                |                                |                                 | Property                                    | Property |            |                       |
| 2013           | 20,948,078                     | 3,883,871,212                   | 0.54%                                       |          | 72,993     | 286.99                |
| 2014           | 17,922,268                     | 3,874,923,264                   | 0.46%                                       |          | 72,295     | 247.90                |
| 2015           | 23,531,007                     | 3,820,686,948                   | 0.62%                                       |          | 71,597     | 328.66                |
| 2016           | 20,487,355                     | 3,835,441,204                   | 0.53%                                       |          | 70,899     | 288.97                |
| 2017           | 26,343,366                     | 3,860,623,994                   | 0.68%                                       |          | 70,201     | 375.26                |
| 2018           | 24,967,722                     | 3,865,343,718                   | 0.65%                                       |          | 69,503     | 359.23                |
| 2019           | 33,807,041                     | 3,916,565,543                   | 0.86%                                       |          | 68,805     | 491.35                |
| 2020           | 31,747,498                     | 3,913,763,495                   | 0.81%                                       |          | 68,106     | 466.15                |
| 2021           | 41,367,633                     | 3,989,542,794                   | 1.04%                                       |          | 67,408     | 613.69                |
| 2022           | 39,834,517                     | 4,015,734,645                   | 0.99%                                       |          | 66,710     | 597.13                |

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**

|  | 2013       | 2014       | 2015       | 2016       | 2017       | 2018       | 2019       | 2020       | 2021        | 2022        |
|--|------------|------------|------------|------------|------------|------------|------------|------------|-------------|-------------|
| Population   | 72,993     | 72,295     | 71,597     | 70,899     | 70,201     | 69,503     | 68,805     | 68,106     | 67,408      | 66,710      |
| 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  | 69,714     | 69,016     | 68,318     | 67,620     | 66,922     | 66,224     | 65,526     | 64,827     | 64,129      | 63,431      |
| Debt Per Capita  | 585        | 585        | 585        | 585        | 585        | 585        | 585        | 585        | 585         | 585         |
| Debt Limit   | 40,782,690 | 40,374,360 | 39,966,030 | 39,557,700 | 39,149,370 | 38,741,040 | 38,332,710 | 37,923,795 | 37,515,465  | 37,107,135  |
| Total Net Debt applicable to limit                                   | 23,407,144 | 19,469,995 | 24,272,444 | 21,058,803 | 26,733,783 | 25,071,143 | 32,920,681 | 30,754,077 | 39,444,901  | 38,518,727  |
| Legal Debt Margin  | 17,375,546 | 20,904,365 | 15,693,586 | 18,498,897 | 12,415,587 | 13,669,897 | 5,412,029  | 7,169,718  | (1,929,436) | (1,411,592) |
| Total net debt applicable to the limit as a percentage of debt limit | 57.4%      | 48.2%      | 60.7%      | 53.2%      | 68.3%      | 64.7%      | 85.9%      | 81.1%      | 105.1%      | 103.8%      |

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 |
|-------------|--------------------|------------------------|--|-----------|----------|-----------|----------|
| 2022        | 7,995,213          | 7,074,503              | 920,710                                | 1,305,794 | 287,603  | 1,593,397 | 0.58     |
| 2021        | 6,774,172          | 6,014,972              | 759,200                                | 1,302,716 | 315,966  | 1,618,682 | 0.47     |
| 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     |

## **WATER DISTRICTS**

| Fiscal Year | Gross Revenues (1) | Operating Expenses (2) | Net Revenue Available for Debt Service | Principal | Interest | Total   | Coverage |
|-------------|--------------------|------------------------|--|-----------|----------|---------|----------|
| 2022        | 4,778,387          | 3,263,392              | 1,514,995                              | 433,298   | 296,108  | 729,406 | 2.08     |
| 2021        | 4,252,165          | 3,293,931              | 958,234                                | 316,796   | 304,322  | 621,118 | 1.54     |
| 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     |

1 - Total revenues includes interest, but does not include capital grants or gain/loss on sale of assets  
2 - Total operating expenses less depreciation and interest expense

# **DEMOGRAPHIC AND ECONOMIC INFORMATION**

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

| <u>Year</u> | <u>Population</u> | <u>Personal<br/>Income<br/>In 000s</u> | <u>Per<br/>Capita<br/>Personal<br/>Income</u> | <u>Public<br/>School<br/>Enrollment</u> | <u>Unemployment<br/>Rate</u> |
|-------------|-------------------|--|---|---|------------------------------|
| 2013        | 72,993            | 2,335,776                              | 32,000  | 8,409                                   | 8.60%                        |
| 2014        | 72,295            | 2,597,487                              | 35,929  | 8,349                                   | 7.20%                        |
| 2015        | 71,597            | 2,903,330                              | 40,551  | 8,357                                   | 7.30%                        |
| 2016        | 70,899            | 2,946,492                              | 41,559  | 8,317                                   | 6.40%                        |
| 2017        | 70,201            | 2,895,791                              | 41,250  | 8,212                                   | 5.80%                        |
| 2018        | 69,503            | 2,732,858                              | 39,320  | 8,191                                   | 6.10%                        |
| 2019        | 68,805            | 2,787,772                              | 40,517  | 8,070                                   | 5.80%                        |
| 2020        | 68,106            | 2,823,266                              | 41,454  | 7,982                                   | 9.70%                        |
| 2021        | 67,408            | 2,963,930                              | 43,970  | 8,075                                   | 7.40%                        |
| 2022        | 66,710            | 3,158,518                              | 47,347  | 8,132                                   | 5.80%                        |

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>2022</b>      |             |  | <b>2013</b>      |             |  |
|---------------------------------------|------------------|-------------|--|------------------|-------------|--|
|                                       | <b>Employees</b> | <b>Rank</b> | <b>Percentage<br/>Of Total<br/>County<br/>Employment</b> | <b>Employees</b> | <b>Rank</b> | <b>Percentage<br/>Of Total<br/>County<br/>Employment</b> |
| Western Md Health Systems (UPMC)      | 2,200            | 1           | 6.14%  | 2,290            | 1           | 6.67%  |
| Allegany County Board Of Education    | 1,350            | 2           | 3.77%  | 1,346            | 3           | 3.92%  |
| Northrum Grumman(ATK Tactical )       | 1,050            | 3           | 2.93%  | 1,396            | 2           | 4.06%  |
| Frostburg State University            | 1,003            | 4           | 2.80%  | 922              | 4           | 2.68%  |
| Hunter Douglas                        | 900              | 5           | 2.51%  | 580              | 7           | 1.69%  |
| New Page Corporation (VERSO)          |                  |             | 0.00%  | 870              | 6           | 2.53%  |
| CSX Transportation                    | 635              | 6           | 1.77%  | 900              | 5           | 2.62%  |
| Western Correctional Institution      | 588              | 7           | 1.64%  | 552              | 10          | 1.61%  |
| North Branch Correctional Institution | 574              | 8           | 1.60%  | 557              | 9           | 1.62%  |
| American Woodmark                     | 572              | 9           | 1.60%  |                  |             |  |
| Allegany College                      | 509              | 10          | 1.42%  | 559              | 8           | 1.63%  |
| <b>Total</b>                          | <b>9,381</b>     |             | <b>26.18%</b>  | <b>9,972</b>     |             | <b>29.03%</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

| Function/Program                        | 2013         | 2014         | 2015         | 2016         | 2017         | 2018         | 2019         | 2020         | 2021         | 2022         |
|---|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| <b>General Government</b>               |              |              |              |              |              |              |              |              |              |              |
| Commissioners & Staff                   | 5            | 5            | 5.75         | 5.75         | 5.75         | 5.75         | 5.75         | 8.15         | 10.15        | 9.15         |
| Judicial                                | 27.9         | 29.05        | 28.75        | 28.75        | 29.9         | 28.5         | 28.5         | 30.1         | 30.1         | 31.975       |
| Finance                                 | 8            | 6            | 5            | 5            | 6            | 6            | 6            | 6            | 6            | 6            |
| Tax Office                              | 7.7          | 7.7          | 7.7          | 7.7          | 6.7          | 6.7          | 6.7          | 6.7          | 6.7          | 6.7          |
| Maintenance                             | 14           | 13.9         | 13.9         | 13.9         | 13.9         | 13.85        | 13.85        | 13.85        | 13.85        | 13.3         |
| Other                                   | 36.9         | 37.45        | 40.8         | 40.5         | 39.5         | 38.9         | 37.15        | 37.15        | 37.15        | 38.15        |
| <b>Public Safety</b>                    |              |              |              |              |              |              |              |              |              |              |
| Sheriff/Bureau of Police                | 34.4         | 34.5         | 34.4         | 34.4         | 35.4         | 35.4         | 35.4         | 38.85        | 39.85        | 41.85        |
| Detention Center                        | 85.8         | 85.8         | 81           | 81           | 81.7         | 81.7         | 83.7         | 82.7         | 84           | 84           |
| 911                                     | 25.9         | 26.55        | 29.05        | 29.05        | 29.05        | 30.5         | 30.5         | 30.5         | 31.5         | 31.5         |
| Other                                   | 30.1         | 26.6         | 24.714       | 24.714       | 24.714       | 24.35        | 63.35        | 80.3         | 82.3         | 81.8         |
| <b>Public Works</b>                     |              |              |              |              |              |              |              |              |              |              |
| Roads division                          | 67.4         | 67.4         | 66.4         | 66.4         | 66.5         | 66.4         | 66.4         | 66.4         | 66.7         | 68.7         |
| Engineering                             | 12           | 9.9          | 9.9          | 9.9          | 9.45         | 9.45         | 9.45         | 9.45         | 9.45         | 9.45         |
| Solid Waste                             | 4.3          | 5.05         | 5.46         | 5.46         | 4.81         | 4.81         | 4.81         | 4.81         | 4.81         | 4.1          |
| Transit                                 | 27.9         | 27.9         | 27.76        | 27.76        | 27.76        | 27.75        | 27.75        | 27.75        | 27.75        | 28.75        |
| <b>Health and Hospitals</b>             |              |              |              |              |              |              |              |              |              |              |
| Social Services                         | 2.0          | 2            | 2.0          | 2.0          | 2.0          | 2.0          | 2.8          | 2.8          | 2.8          | 5.8          |
| Recreation, culture, libraries, tourism | 1.0          | 1            | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          | 4.5          | 4.5          | 3.8          |
| Conservation of natural resources       | 1.4          | 1.4          | 1.4          | 1.4          | 1.4          | 1.4          | 1.4          | 1.4          | 1.4          | 1.2          |
| Community Development and Housing       | 1.0          | 1            | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          | 1.0          |
| <b>Economic Development</b>             |              |              |              |              |              |              |              |              |              |              |
| Sanitary                                | 6.3          | 5.7          | 5.7          | 5.0          | 5.0          | 5.5          | 7.0          | 8.5          | 8.5          | 7.5          |
| Nursing Home                            | 34.0         | 34           | 36.0         | 36.0         | 36.0         | 36.0         | 36.0         | 36.0         | 36.0         | 36.0         |
| <b>Total</b>                            | <b>433.0</b> | <b>427.9</b> | <b>427.6</b> | <b>426.7</b> | <b>427.5</b> | <b>427.0</b> | <b>468.5</b> | <b>496.9</b> | <b>504.4</b> | <b>510.6</b> |

Source: Allegany County Finance Office-Budget

# Allegany County, Maryland

## Operating Indicators By Function/Program

### Last Ten Fiscal Years

| Function/Program                           | 2013    | 2014    | 2015      | 2016      | 2017      | 2018      | 2019      | 2020      | 2021      | 2022      |
|--|---------|---------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|-----------|
| General Government                         |         |         |           |           |           |           |           |           |           |           |
| Average number of tax bills issued         | 38,530  | 38,535  | 38,475    | 38,625    | 38,650    | 38,363    | 38,305    | 38,355    | 41,280    | 41,299    |
| Public Safety                              |         |         |           |           |           |           |           |           |           |           |
| Total Number of arrests                    | 1,860   | 1,792   | not avail | not avail | not avail | not avail | not avail | not avail | not avail | not avail |
| Total Number of traffic stops              | 1,492   | 1,558   | not avail | not avail | not avail | not avail | not avail | not avail | not avail | not avail |
| Average number of inmates                  | 153     | 150     | 134       | 142       | 140       | 147       | 147       | 147       | 147       | 147       |
| Number of Volunteer Fire Stations          | 21      | 21      | 21        | 19        | 19        | 18        | 18        | 18        | 18        | 18        |
| Public Works                               |         |         |           |           |           |           |           |           |           |           |
| Miles of roads maintained                  | 544     | 544     | 544       | 544       | 544       | 544       | 544       | 544       | 544       | 544       |
| Social Services                            |         |         |           |           |           |           |           |           |           |           |
| Transit route miles                        | 376,369 | 409,383 | ** N/A    | ** N/A    | ** N/A    | ** N/A    | ** N/A    | ** N/A    | ** N/A    | ** N/A    |
| Transit passengers                         | 210,601 | 205,090 | ** N/A    | ** N/A    | ** N/A    | ** N/A    | ** N/A    | ** N/A    | ** N/A    | ** N/A    |
| Sanitary                                   |         |         |           |           |           |           |           |           |           |           |
| Average number of sanitary/water customers | 9,750   | 9,850   | 10,130    | 10,280    | 10,295    | 10,350    | 10,385    | 10,450    | 10,450    | 10,450    |
| Gaming                                     |         |         |           |           |           |           |           |           |           |           |
| Games Sold                                 | 30,699  | 27,437  | 26,013    | 25,754    | 26,651    | 25,530    | 26,867    | 47,281    | 25,217    | 26,087    |
| Operators Licensed                         | 81      | 80      | 70        | 63        | 75        | 74        | 75        | 58        | 45        | 70        |
| Inspections Conducted                      | 610     | 748     | 701       | 701       | 644       | 689       | 637       | 372       | 372       | 570       |

Source: Various County Departments

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

| Function/Program                      | 2013 | 2014 | 2015 | 2016 | 2017 | 2018 | 2019 | 2020 | 2021 | 2022 |
|---------------------------------------|------|------|------|------|------|------|------|------|------|------|
| General Government                    |      |      |      |      |      |      |      |      |      |      |
| Number of major buildings maintained  | 11   | 11   | 11   | 11   | 11   | 12   | 12   | 12   | 12   | 12   |
| Public Safety                         |      |      |      |      |      |      |      |      |      |      |
| Number of police stations             | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 4    | 4    |
| Number of patrol vehicles             | 40   | 33   | 39   | 42   | 42   | 43   | 43   | 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   | 18   | 18   | 18   | 18   | 21   | 21   | 21   | 21   | 21   |
| Economic Development                  |      |      |      |      |      |      |      |      |      |      |
| Number of Industrial parks            | 8    | 8    | 8    | 8    | 8    | 8    | 8    | 8    | 8    | 8    |
| Number of Buildings leases            | 12   | 11   | 11   | 11   | 12   | 12   | 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

