



Delaware County, Pennsylvania
Rich in Culture, History and Commerce



**Annual Financial Information
Years Ended December 31, 2017 to December 31, 2021**

GOVERNMENT CENTER BUILDING
MEDIA, PENNSYLVANIA 19063

COUNTY COUNCIL

DR. MONICA TAYLOR, Chair

ELAINE PAUL SCHAEFER, Vice Chair

KEVIN M. MADDEN

CHRISTINE A. REUTHER

RICHARD R. WOMACK

COUNTY OFFICIALS

HOWARD S. LAZARUS
County Executive Director

JOANNE PHILLIPS, ESQ.
Controller

WILLIAM F. MARTIN, ESQ.
Solicitor

ANNE M. COOGAN
County Clerk

Dated: June 29, 2022

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COUNTY OF DELAWARE

COUNTY GOVERNMENT

The County of Delaware (the “County”) has been governed by the provisions of its Home Rule Charter (the “Charter”) since January 5, 1976. The Charter provides for an elected Council of five members. The Council, whose members serve for staggered four-year terms, is the legislative body of the County, with powers and duties, inter alia, to adopt, amend and repeal the *County Administrative Code*; to conduct inquiries and investigations into County government operations; to make appropriations, levy taxes, incur indebtedness and adopt annual County operating and capital budgets; to compel attendance of witnesses and production of documents; to set the compensation and number of County employees in each unit of County government; to purchase, acquire, hold, lease and convey real and personal property; to establish and abolish County boards and commissions; to establish, abolish and reorganize departments and programs within certain limits imposed by the Charter; to provide for enforcement of ordinances; to provide a personnel management system; to appoint heads of administrative and other departments falling under direct Council supervision; to legislate in respect of intergovernmental programs involving negotiations with federal, state and local units; to enter into service agreements with other local governments; and to legislate concerning County participation in development programs such as mass transit, housing, land use, waste disposal and internal affairs. Under the Charter, the Delaware County Institution District, which was responsible for child care and adult welfare (some of the latter function being concentrated at Fair Acres Geriatric Center), was merged into the County in 1978.

The Charter further provides that the Council shall appoint a County Executive Director of demonstrated administrative and management competence who shall be responsible for the administration of County departments not directly managed by the Council, and who shall serve a two-year term and be eligible for reappointment to an unlimited number of terms. Council appointed Howard S. Lazarus as County Executive Director in 2021.

EMPLOYEES AND LABOR RELATIONS

As of December 31, 2021, approximately 2,564 full-time and 201 part-time employees were employed by the County. Of these employees, approximately 1,595 were represented by collective bargaining units. The principal bargaining units and the expiration dates of their contracts are set forth below:

- Approximately 363 full-time and 10 part-time non-professional employees at the County’s Fair Acres Geriatric Center are represented by Teamster Union, Local 77, with a contract that expires on June 30, 2022.
- Approximately 27 administrative and clerical employees at the Fair Acres Geriatric Center are represented by Teamsters Union, Local 107, with a contract that expired on March 31, 2021.
- The Pennsylvania Association of Staff Nurses and Allied Professionals (“PASNAP”) represent 109 registered nurses and licensed practical nurses employed by Fair Acres, with a contract that expires on July 1, 2022.
- Two County trash transfer station workers are represented by Teamsters Union, Local 77, whose contract with the County expired on April 15, 2021.
- The County has a collective bargaining agreement with approximately 105 employees of the Delaware County Children and Youth Services, represented by the Pennsylvania Social Services Union, Local 668, an affiliate of the Service Employees International Union, AFL-CIO, with a contract that expired on March 1, 2021.
- The Delaware County Public Employees Association, Local 3107 of the American Federation of State, County and Municipal Employees (“AFSCME”), represents 504 employees across several subgroups. The AFSCME contract is effective January 1, 2021 and expires December 31, 2024.
- The County has a collective bargaining agreement with approximately 35 County detectives in the Criminal Investigation Division of the Office of the District Attorney, represented by Fraternal Order of Police Lodge 27. This agreement expires on December 31, 2022.

- The County has a collective bargaining agreement with approximately 77 employees of the Office of Intellectual Disabilities and County Office for Services for the Aging with the Teamsters Union, Local 115. This contract expired on December 31, 2021.
- Approximately 140 employees in the County Departments of Domestic Relations, Adult Probation, and Juvenile Probation are represented by the Pennsylvania Social Services Union. This contract expires on December 31, 2022.
- An independent union represents 39 County Park Police. This contract expired on December 31, 2020.

COUNTY RETIREMENT FUND

The County has a contributory retirement system for all full-time County employees. Currently, employees are required to contribute 7% of their annual covered salary, and they may elect to contribute up to 17% of their annual covered salary. The County makes payments into the fund annually in amounts that are actuarially determined to be necessary to keep the system fully funded. Below is a summary of Changes in Fiduciary Net Assets for the past five years. See “Note 23. Employees’ Retirement Plan” and “Required Supplementary Information” in the ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2021.

Funding Status of the Employees’ Retirement Plan Years Ended December 31

	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>
Annual covered payroll	\$ 135,127,843	\$ 132,195,406	\$ 131,211,477	\$ 131,220,398	\$ 135,464,334
Actuarial value of plan assets	\$ 472,059,676	\$ 531,331,994	\$ 477,659,678	\$ 562,788,438	\$ 610,770,433
Actuarial accrued liability	<u>477,926,499</u>	<u>495,252,845</u>	<u>529,594,444</u>	<u>551,870,584</u>	<u>573,297,802</u>
Unfunded actuarial liability (asset)	<u>\$ 5,866,823</u>	<u>\$ (36,079,149)</u>	<u>\$ 51,934,766</u>	<u>\$ (10,917,854)</u>	<u>\$ (37,472,631)</u>
Funded ratio	98.77%	107.28%	90.19%	101.98%	106.54%
Ratio of unfunded liability (asset) to annual covered payroll	4.34%	-27.29%	39.58%	-8.32%	-27.66%

Sources: Annual Comprehensive Financial Reports for the Years Ended December 31, 2017 to December 31, 2021.

OTHER POST-EMPLOYMENT BENEFITS

The County's retiree health plan is a single-employer plan administered by the County that provides post-retirement medical and life insurance benefits (OPEB) to eligible retirees. Plan members do not contribute to the plan; the County pays 100% of the cost of coverage for the retired covered employees. The plan is unfunded. Below is a summary of the unfunded actuarial liability for the past five fiscal years. See “Note 22. Other Post-Employment Benefits” and “Required Supplementary Information” in the ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2021.

**Funding Status of Other Post-Employment Benefits
Years Ended December 31**

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Annual covered payroll	\$ 167,229,090	\$ 173,082,000	\$ 101,184,073	\$ 138,782,000	\$ 123,198,991
Actuarial accrued liability as of December 31	\$ 485,369,968	\$ 454,668,067	\$ 443,411,109	\$ 512,163,395	\$ 455,254,174
Actuarial value of plan assets	-	-	-	-	-
Unfunded actuarial liability	<u>\$ 485,369,968</u>	<u>\$ 454,668,067</u>	<u>\$ 443,411,109</u>	<u>\$ 512,163,395</u>	<u>\$ 455,254,174</u>
Ratio of unfunded liability (asset) to annual covered payroll	290.24%	262.69%	438.22%	369.04%	369.53%

Sources: Annual Comprehensive Financial Reports for the Years Ended December 31, 2017 to December 31, 2021.

HUMAN SERVICES

The Department of Human Service directs Children and Youth Services, the Office of Behavioral Health, the Office of Intellectual Disabilities, the Drug and Alcohol Commission and the Office of Adult and Family Services. Children and Youth Services is responsible for the provision of child protection services to abused and neglected children and their families. The offices of Behavioral Health and Intellectual Disabilities, through their contracted agencies, provide emergency services, outpatient services, hospitalization, vocational and social rehabilitation, family support and housing.

The County operates Fair Acres Geriatric Center (“Fair Acres”), which offers long-term, intermediate, and skilled care with a capacity for approximately 875 residents and consists of eighteen buildings on a 210-acre campus in Lima, Pennsylvania. Residents range in age from young adult to elderly. Admission criteria are established on a medical and financial need basis. Fair Acres provides a full range of residential services: nursing staff; physicians; pharmaceutical; therapeutic activity services; volunteer office; physical, occupational, speech and respiratory therapy. Fair Acres also offers many personal services to the residents: gift shop; beauty parlor; barber shop; a residential newspaper; and free laundries.

LIBRARY SERVICES

The Delaware County Library System (“DCLS”) is a department of county government designated to support the provision of public library services to the citizens of the County. DCLS also supervises the County’s Law Library and the resident library for Fair Acres. Each of the 26 public libraries in the County is a member of DCLS. The libraries remain autonomous, with individual policy setting boards, funding and management. DCLS provides support services and cooperative programs for the libraries. In 1984, DCLS was designated by the State Library of Pennsylvania as a District Library Center. As such, DCLS receives additional funding to provide additional reference and research needs. Primary services include: a county-wide computerized catalog of library holdings, continuing education, delivery services, consulting services, and rotating collections of books and digital media. DCLS staff includes certified librarians with specialties in reference, technology, media, and children’s services.

JUDICIAL AND PUBLIC SAFETY SERVICES

The Court of Common Pleas of Delaware County encompasses a Criminal Court, a Civil Court, a Family Court, an Orphans’ Court, a Juvenile Court, a Minor Judiciary, and a Domestic Relations Section. The Minor Judiciary consists of 31 District Courts, which process motor vehicle violations, summary offenses, local ordinance violations, small civil claims, and arraignments and preliminary hearings of criminal cases. The Domestic Relations Section provides for the collection and processing of payments to custodial parents and other legal matters.

The elected District Attorney is responsible for prosecuting criminal offenses and advising police and County departments on matters relating to criminal investigations.

An independently elected Sheriff’s Department provides for criminal transport, courtroom security, and service of process and various civil and criminal legal documents. The County prison houses approximately 1,800 inmates.

The County operates a countywide 9-1-1 emergency response system. The capital and operating costs of the system are supported by distributions of a surcharge of \$1.65 per telephone line and wireless account per month that is assessed on telephone bills by the Commonwealth of Pennsylvania and by appropriations from the County's General Fund and Capital Fund.

PARKS AND RECREATION

The County currently operates and maintains over 620 acres of facilities at six major parks: Clayton Park and Golf Course, Glen Providence Park, Kent Park, Rose Tree Park, Smedley Park, and Upland Park. In addition to hiking trails, picnic areas and athletic fields, the parks feature historical landmarks, a nine-hole golf course, a community theater and educational facilities.

COUNTY TAXING POWER

The County levies its own taxes and is independent of any other taxing authority. The principal tax is the real estate property tax. The County's tax assessors maintain all real property assessments in the County and return those assessments, prior to the year of levy, to an assessment board appointed by the Council. The general County tax is levied against those assessments, and the revenues from the tax are used for general governmental services and for the payment of the County's general obligation debt service. The County customarily adopts its budget and determines the real estate property tax rate on or before December 31, prior to the commencement of the ensuing budget year.

REAL ESTATE PROPERTY TAX

The County, under the Charter, has the power to tax real estate property without limitation to the extent necessary for general governmental purposes. Real estate property taxes are levied on February 1. Payments received prior to April 2 enjoy a 2% discount; payments received after June 1 suffer a penalty of 10%. Delinquent taxes are certified to the Tax Claim Bureau.

The County commenced the process to reassess all real estate property in the County in 1995. The County assessed the first levy under the revised assessments in 2000. In 2017, the County began a reassessment of all real estate pursuant to a court order. The values went into effect in 2021. The adopted budget for 2021 established the real estate property tax rate at 2.990 mills. See also "THE COUNTY – FINANCIAL RESULTS OF COUNTY OPERATIONS – General Fund" for additional information.

Historically, the County has enjoyed a very low delinquency rate. Real estate tax rates, assessments, market values, and current levy collections are set forth below.

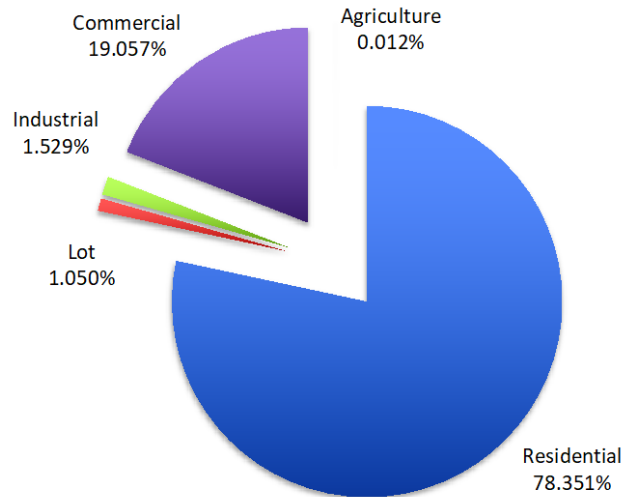
Real Estate Tax Rates, Assessments, Market Values, and Collections Years Ended December 31

<u>Year</u>	<u>Assessed Valuation (1)</u>	<u>Market Value (1)</u>	<u>Ratio of Assessed to Market Value</u>	<u>Millage Rate</u>	<u>Current Tax Levy (2)</u>	<u>Current Collections (2)</u>	<u>Percent of Current Levy Collected</u>
2012	\$ 30,260,934,976	\$ 41,343,951,846	73.19%	5.304	\$160,579,733	\$153,849,835	95.81%
2013	30,336,566,567	41,457,785,931	73.17%	5.452	166,258,998	159,849,174	96.14%
2014	30,522,065,196	42,276,366,788	72.20%	5.604	172,242,510	166,260,056	96.53%
2015	30,774,302,272	42,490,290,535	72.43%	5.604	172,708,552	166,201,838	96.23%
2016	30,882,442,772	43,459,450,105	71.06%	5.604	174,968,018	166,370,717	95.09%
2017	30,136,827,284	42,638,808,980	70.68%	5.604	176,117,013	169,363,895	96.17%
2018	31,532,871,081	45,597,623,063	69.15%	5.604	173,332,768	170,630,977	98.44%
2019	31,698,671,038	45,840,721,590	69.15%	5.461	173,099,258	166,495,563	96.19%
2020	31,653,473,344	47,480,521,299	66.67%	5.461	172,858,025	163,485,098	94.58%
2021	57,671,550,502	47,480,521,300	121.46%	2.990	172,437,936	165,444,934	95.94%

(1) Source: State Tax Equalization Board.

(2) Source: Annual Comprehensive Financial Report for the Year Ended December 31, 2020.

Real Estate Assessments by Use Year Ended December 31, 2021



Source: State Tax Equalization Board

Listed below are the assessments of the ten largest real estate taxpayers in the County:

**Ten Largest Real Estate Taxpayers
As of December 31, 2021**

<u>Taxpayer</u>	<u>2021 Assessed Valuation</u>
Redwood ERC Concord LLC	\$ 263,827,540
SAP America, Inc.	140,980,670
Sunoco Partners Marketing and Terminal LLP	138,747,000
Philadelphia PropCo LLC	134,961,580
3875 West Chester Pk LLC	133,673,440
MPT of Upland PMH LLC	114,636,010
Radnor Properties	109,111,970
MPT of Upper Darby PMH LLC	108,303,618
Radnor Center Associates	94,889,570
BT Granite Run LP	<u>94,546,340</u>
Total	<u>\$ 1,333,677,738</u>
Percentage of taxable assessments:	2.313%

Source: Annual Comprehensive Financial Report for the Year Ended December 31, 2021.

INVESTMENTS

The County's investment program is overseen by the County Treasurer. The County limits itself to investments which are permitted by the *Second Class County Code* of Pennsylvania. The *Second Class County Code* permits Second Class A counties to invest in the following types of securities:

- 1) United States Treasury bills,
- 2) Short-term obligations of the United States Government or its agencies or instrumentalities,
- 3) Deposits in savings accounts or time deposits, other than certificates of deposit, or share accounts of Pennsylvania institutions insured by the Federal Deposit Insurance Corporation, the Federal Savings and Loan Insurance Corporation, the National Credit Union Share Insurance Fund, the Pennsylvania Deposit Insurance Corporation or the Pennsylvania Savings Association Insurance Corporation,
- 4) Obligations of the United States or its agencies backed by the full faith and credit of the United States and obligations of Pennsylvania or its political subdivisions secured by a full faith and credit pledge thereof,
- 5) Shares of a registered investment company that invests in the instruments listed above,
- 6) Certificates of deposit from any institution collateralized with a pledge or assignment of assets of the institution, including loans (Certificates of deposit purchased from commercial banks or savings and loans are limited to 20% of the institution's total capital and surplus.), and
- 7) Prime commercial paper of corporations with assets in excess of \$1 billion.

The County's Treasurer directs the investments. Maturing investments are monitored by the County Controller's Office.

FINANCIAL RESULTS OF COUNTY OPERATIONS

BASIS OF ACCOUNTING

The financial statements of the County are prepared in conformity with generally accepted accounting principles (“GAAP”) as applied to government units. The scope of the statements includes operations of governmental units which the County controls or over which the County exercises oversight responsibilities. The accounts are organized on the basis of funds and activities. The major funds are:

- 1) Governmental Funds,
- 2) Proprietary Funds (including Enterprise Funds), and
- 3) Fiduciary Funds.

The government-wide financial statements include capital assets and depreciation thereon, as well as the County’s long-term debt for its Governmental and Proprietary Funds.

Governmental Funds

The principal Governmental Funds are the General Fund, Capital Projects Funds, and the Health and Human Service Funds. The General Fund is the principal operating fund of the County. The general tax revenues of the County and other revenues that are not designated for a specific purpose are recorded in this fund. The Capital Projects Funds are maintained to account for the financial resources to acquire assets of a relatively permanent nature. The Health and Human Service Funds are maintained to account for the proceeds of specific revenue sources that are legally or administratively restricted for certain uses.

The Other Governmental Funds are maintained to account for the proceeds of specific revenue sources that are legally or administratively restricted for certain uses. These funds include:

- 1) OWD Fund and Other Grant Funds, to account for the grants and operations of the County’s employment and training programs and other miscellaneous grants,
- 2) The Hazmat Fund, to account for funds received and expended pursuant to the *Pennsylvania Hazardous Material Emergency Planning and Response Act*,
- 3) 911 Fund, to account for operations of the County’s emergency communications center,
- 4) Library Fund, to account for operations and administration of the County library that are funded from grants,
- 5) Liquid Fuels Fund, to account for maintenance of County bridges and allocations to local municipalities for street repairs that are funded from the County’s share of the Commonwealth’s gasoline taxes,
- 6) COSA Fund, to account for operations of the County’s Senior Citizen Department that are funded by private contributions, Commonwealth and Federal grants, and appropriations from the County’s General Fund,
- 7) CDBG/Rehab Fund, to account for grant and redevelopment programs, formerly administered by the Delaware County Redevelopment Authority, that are principally funded from Federal grants, and
- 8) Marcellus Shale Fund, to account for funds received and expended for highway bridge improvement projects and the acquisition, development, and repair of greenways, recreational trails, open space, and natural areas.

The Governmental Funds are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized in the fiscal period in which they are both measurable and available to finance expenditures of that fiscal period. Revenues collected within 60 days after December 31 are generally recognized as revenues for the period ending December 31. Property taxes, licenses, and investment earnings are all considered susceptible to accrual and have been recognized as revenues of the current period. Expenditures are recognized in the fiscal period in which liabilities are incurred, if measurable, with the exception of expenditures for debt service, which are recognized when paid. Investments are stated at cost.

Proprietary Funds

The Proprietary Funds encompass the Internal Services Fund and the Enterprise Fund. The Internal Services Fund accounts for the County’s Health, Casualty/Liability, and Workers’ Compensation Self Insurance Programs. The

Enterprise Fund has been established for Fair Acres, to account for operations of the long term care facility that are funded by Commonwealth and Federal grants, service charges, and appropriations from the County's General Fund.

The Proprietary Funds utilize the accrual basis of accounting. Revenues are recognized in the fiscal period in which they are earned, and expenditures are recognized in the fiscal period in which the liabilities are incurred. Depreciation or depletion of fixed assets is recorded as an expense. Investments are stated at cost.

Fiduciary Funds

The Fiduciary Funds include the Pension Trust Fund, the Deshong Trust Fund, and the Custodial Fund. The Pension Trust Fund accounts for the assets held by the County in a trustee capacity for the benefit of former and current employees of the County. The Deshong Trust Fund accounts for the assets of the expendable trust (i.e., the principal can be expended) obtained by the County from a distribution of the Deshong estate. The Custodial Fund accounts for the delinquent and transfer taxes collected by the County for other governments.

The Pension Trust Fund utilizes the accrual basis of accounting. Investments of the Pension Trust Fund are stated at market value. The Deshong Trust Fund utilizes the modified accrual basis of accounting. Investments of the Deshong Trust Fund are stated at cost.

Component Units

The Delaware County Solid Waste Authority, Delaware County Economic Development Oversight Board, Redevelopment Authority of the County of Delaware, and Delaware County Chester Waterfront Industrial Development Authority are entities legally separate from the County that are reported as component units. County Council appoints their board members, and the County can exercise control over their operations. For a more complete discussion of these component units see "Component Units" in the ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2021.

ALL GOVERNMENTAL FUNDS

Summaries of the Statements of Revenues, Expenditures, and Changes in Fund Balance and the Balance Sheets of all governmental funds for the past five years are set forth below. Under the provisions of the *Pennsylvania Race Horse Development and Gaming Act*, the County receives revenue equal to 2% of the gross terminal revenues generated by the slots casino and 1% of the total table games revenue at Harrah's Chester Racetrack and Casino. Half of the slots revenue may be used for any lawful purpose without restriction, and half of the slots revenue is restricted to fund municipal grants. All of the table games revenue may be used for any lawful purpose without restriction. Under a separate agreement with Harrah's negotiated by the Delaware County Redevelopment Authority, the County receives an additional 2% of gross terminal revenue from slots and 2% of the total table games revenue, which are unrestricted and may be used for any lawful purpose. For a more complete discussion of the County's financial statements, see the ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2021.

All Governmental Funds
Statements of Revenues, Expenditures, and Changes in Fund Balance
Years Ended December 31

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<i>Revenues</i>					
Real estate taxes	\$ 175,190,152	\$ 177,034,412	\$ 171,788,448	\$ 172,550,169	\$ 172,663,328
Gaming revenue	7,876,251	7,815,230	7,458,270	4,884,995	6,279,250
Licenses and permits	47,373	26,083	38,635	37,119	56,020
General grants	77,816,886	72,436,715	73,329,183	155,128,045	110,169,849
Charges for services, fines, and forfeits	22,385,940	21,655,562	22,666,058	17,387,027	22,215,614
Investment earnings	915,759	1,924,856	2,520,716	704,372	202,144
Health and human service grants	268,202,995	291,877,113	293,825,912	292,873,390	371,254,752
Other	<u>10,093,167</u>	<u>11,508,192</u>	<u>11,857,333</u>	<u>8,333,476</u>	<u>4,710,895</u>
Total revenues	<u>562,528,523</u>	<u>584,278,163</u>	<u>583,484,555</u>	<u>651,898,593</u>	<u>687,551,852</u>
<i>Expenditures</i>					
<i>Current:</i>					
General government	24,554,072	24,591,607	25,210,816	26,449,360	34,322,503
Judicial	46,892,638	46,108,527	47,047,803	45,937,384	40,208,333
Corrections	70,043,433	71,367,594	70,581,008	73,511,319	75,030,306
Transportation	7,816,883	8,161,720	8,530,686	8,703,873	9,439,005
Health and human services	275,125,987	298,800,114	300,998,912	300,373,390	378,754,752
Highways, streets and bridges	4,924,406	2,530,329	4,689,012	2,990,253	1,375,028
Other	<u>103,100,752</u>	<u>91,787,040</u>	<u>99,178,153</u>	<u>145,605,298</u>	<u>110,734,931</u>
<i>Debt service:</i>					
Principal	16,386,211	16,987,090	17,401,244	17,456,293	19,055,209
Interest	6,932,403	6,389,651	7,198,620	5,228,821	5,028,796
Debt issuance costs	9,500	-	164,628	202,703	-
Capital outlay	<u>9,525,330</u>	<u>13,753,928</u>	<u>14,716,093</u>	<u>14,065,838</u>	<u>40,794,998</u>
Total expenditures	<u>565,311,615</u>	<u>580,477,600</u>	<u>595,716,975</u>	<u>640,524,532</u>	<u>714,743,861</u>
<i>Revenues Over (Under) Expenditures</i>	<u>(2,783,092)</u>	<u>3,800,563</u>	<u>(12,232,420)</u>	<u>11,374,061</u>	<u>(27,192,009)</u>
<i>Other Financing Sources (Uses)</i>					
Issuance of bonds and notes	-	40,000,000	22,710,000	40,000,000	837,000
Premium on bond issuance	-	-	-	-	-
Optional redemption of bonds and notes	-	-	(22,425,000)	-	-
Transfers in	19,003,760	20,792,769	19,912,726	20,183,450	20,098,386
Transfers out	<u>(24,355,663)</u>	<u>(23,696,002)</u>	<u>(24,680,433)</u>	<u>(25,826,083)</u>	<u>(30,649,787)</u>
Total other financing sources (uses)	<u>(5,351,903)</u>	<u>37,096,767</u>	<u>(4,482,707)</u>	<u>34,357,367</u>	<u>(9,714,401)</u>
<i>Special Item</i>					
Capital grant to component unit	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Net Change in Fund Balances</i>	<u>(8,134,995)</u>	<u>40,897,330</u>	<u>(16,715,127)</u>	<u>45,731,428</u>	<u>(36,906,410)</u>
<i>Beginning Fund Balance</i>	<u>82,402,231</u>	<u>74,267,236</u>	<u>115,164,566</u>	<u>98,449,439</u>	<u>144,180,867</u>
<i>Ending Fund Balance</i>	<u>\$ 74,267,236</u>	<u>\$ 115,164,566</u>	<u>\$ 98,449,439</u>	<u>\$ 144,180,867</u>	<u>\$ 107,274,457</u>

Sources: Annual Comprehensive Financial Reports for the Years Ended December 31, 2017 to December 31, 2021.

**All Governmental Funds
Balance Sheets
Years Ended December 31**

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Assets					
Cash and cash equivalents	\$ 106,399,191	\$ 112,301,814	\$ 109,595,600	\$ 153,725,624	\$ 203,156,191
Receivables:					
Taxes	7,744,892	7,438,546	8,836,555	9,491,883	7,511,855
Accounts	2,826,653	3,211,205	2,559,028	2,241,580	1,667,389
Grants	38,627,131	35,591,716	55,629,956	58,305,601	70,293,831
Notes	2,957,880	2,596,527	25,290,230	24,677,323	25,323,129
Other	128,410	128,410	364,531	235,804	-
Due from fiduciary component units	-	-	-	1,074,391	19,838
Due from component units	7,482,387	7,479,419	7,496,253	7,500,000	7,475,000
Due from other funds	89,934,505	102,188,335	101,683,961	114,063,589	130,508,063
Due from subcontractors					
Other restricted assets	33,508,651	61,591,029	60,167,864	93,745,506	67,135,675
Other assets	4,642,791	4,553,554	4,662,461	1,835,198	1,502,342
Total assets	<u>\$ 294,252,491</u>	<u>\$ 337,080,555</u>	<u>\$ 376,286,439</u>	<u>\$ 466,896,499</u>	<u>\$ 514,593,313</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Liabilities					
Vouchers and accounts payable	\$ 37,577,258	\$ 42,341,862	\$ 59,330,944	\$ 72,908,231	\$ 87,063,140
Payroll payable	12,437,755	11,437,471	12,140,143	12,006,848	11,073,718
Payable from restricted assets	138,487	138,487	138,487	138,487	138,487
Due to other funds	85,881,695	90,501,344	91,858,675	99,384,593	115,085,816
Unearned revenues	55,769,134	45,371,915	76,999,070	108,332,538	171,740,528
Other liabilities	21,465,248	26,142,725	30,143,292	23,578,886	15,435,322
Total liabilities	<u>213,269,577</u>	<u>215,933,804</u>	<u>270,610,611</u>	<u>316,349,583</u>	<u>400,537,011</u>
Deferred inflows of resources					
Unavailable revenues - taxes	6,715,678	5,982,185	7,226,389	6,366,049	6,781,845
Fund balances					
Nonspendable:					
Prepaid items	791,315	1,167,321	2,536,155	974,556	1,360,274
Long term receivable	5,475,000	-	-	-	-
Restricted for:					
Highways and streets	917,434	769,628	343,777	278,659	408,768
Infrastructure	-	-	-	-	-
Library	512,116	493,311	507,193	1,221,388	602,529
Community development	2,765,380	4,680,925	2,536,377	2,193,749	2,094,576
Title IV D program	627,277	825,841	1,173,475	2,046,288	2,055,110
Capital projects	9,079,406	43,143,890	29,266,520	60,038,226	20,003,137
Assigned to:					
Capital projects	225,214	120,704	59,794	6,194	6,202
Appropriated for 2022 spending	-	-	-	-	6,900,000
Contingency for prison operations	-	-	-	-	3,000,000
Debt service costs	15,000,000	15,000,000	15,000,000	-	-
Information technology	-	-	-	5,000,000	-
Employee benefit costs	15,000,000	15,000,000	15,000,000	10,000,000	1,500,000
Unassigned	23,874,094	33,962,946	32,026,148	62,421,807	69,343,861
Total fund balances	<u>74,267,236</u>	<u>115,164,566</u>	<u>98,449,439</u>	<u>144,180,867</u>	<u>107,274,457</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 294,252,491</u>	<u>\$ 337,080,555</u>	<u>\$ 376,286,439</u>	<u>\$ 466,896,499</u>	<u>\$ 514,593,313</u>

Sources: Annual Comprehensive Financial Reports for the Years Ended December 31, 2017 to December 31, 2021.

GENERAL FUND

Summaries of the Statements of Revenues, Expenditures, and Changes in Fund Balance and the Balance Sheets of the General Fund for the past five years are set forth below. For a more complete discussion of the County's financial statements, see the ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2021.

General Fund Statements of Revenues, Expenditures, and Changes in Fund Balance Years Ended December 31

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<i>Revenues</i>					
Real estate taxes	\$ 175,190,152	\$ 177,034,412	\$ 171,788,448	\$ 172,550,169	\$ 172,663,328
Gaming revenue	7,876,251	7,815,230	7,458,270	4,884,995	6,279,250
Licenses and permits	47,373	26,083	38,635	37,119	56,020
General grants	24,135,982	23,707,796	23,140,708	24,172,954	17,348,078
Charges for services, fines, and forfeits	22,385,940	21,655,562	22,666,058	17,387,027	22,215,614
Investment earnings	747,537	1,811,675	1,765,532	542,747	130,431
Health and human service grants			-		
Other	<u>10,093,167</u>	<u>11,508,192</u>	<u>11,857,333</u>	<u>8,333,476</u>	<u>4,710,895</u>
Total revenues	<u>240,476,402</u>	<u>243,558,950</u>	<u>238,714,984</u>	<u>227,908,487</u>	<u>223,403,616</u>
<i>Expenditures</i>					
<i>Current:</i>					
General government	24,554,072	24,591,607	25,210,816	22,210,516	26,934,296
Judicial	46,892,638	46,108,527	47,047,803	41,100,074	38,755,640
Corrections	70,043,433	71,367,594	70,581,008	62,539,002	63,942,726
Transportation	7,816,883	8,161,720	8,530,686	8,703,873	9,439,005
Other	49,492,459	43,596,337	47,298,076	38,668,819	35,383,563
<i>Debt service:</i>					
Principal	16,386,211	16,987,090	17,401,244	17,456,293	19,055,209
Interest	<u>6,418,049</u>	<u>6,389,651</u>	<u>7,078,248</u>	<u>5,228,821</u>	<u>5,028,796</u>
<i>Debt issuance costs</i>					
Capital outlay					
Total expenditures	<u>221,603,745</u>	<u>217,202,526</u>	<u>223,147,881</u>	<u>195,907,398</u>	<u>198,539,235</u>
Revenues Over (Under) Expenditures	<u>18,872,657</u>	<u>26,356,424</u>	<u>15,567,103</u>	<u>32,001,089</u>	<u>24,864,381</u>
<i>Other Financing Sources (Uses)</i>					
Issuance of bonds and notes	-	-	-	-	837,000
Optional redemption of bonds and notes					
Transfers in	865,000	540,000	860,000	630,367	570,000
Transfers out	<u>(16,393,390)</u>	<u>(16,233,002)</u>	<u>(16,647,433)</u>	<u>(17,924,583)</u>	<u>(22,554,787)</u>
Total other financing sources (uses)	<u>(15,528,390)</u>	<u>(15,693,002)</u>	<u>(15,787,433)</u>	<u>(17,294,216)</u>	<u>(21,147,787)</u>
Net Change in Fund Balances	3,344,267	10,663,422	(220,330)	14,706,873	3,716,594
Beginning Fund Balance	<u>51,948,419</u>	<u>55,292,686</u>	<u>65,956,108</u>	<u>65,735,778</u>	<u>80,442,651</u>
Ending Fund Balance	<u>\$ 55,292,686</u>	<u>\$ 65,956,108</u>	<u>\$ 65,735,778</u>	<u>\$ 80,442,651</u>	<u>\$ 84,159,245</u>

Sources: Annual Comprehensive Financial Reports for the Years Ended December 31, 2017 to December 31, 2021.

**General Fund
Balance Sheets
Years Ended December 31**

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Assets					
Cash and cash equivalents	\$ 68,000,952	\$ 83,648,942	\$ 81,109,065	\$ 42,542,332	\$ 90,650,235
Receivables:					
Taxes	7,744,892	7,438,546	8,836,555	9,491,883	7,511,855
Accounts	2,826,653	3,211,205	2,559,028	2,241,580	1,667,389
Grants	4,831,446	4,615,505	6,268,614	5,152,594	2,753,098
Notes	-	-	-	-	-
Other	128,410	128,410	364,531	235,804	-
Due from fiduciary component units	-	-	-	1,074,391	19,838
Due from component units	2,007,387	2,004,419	2,021,253	2,025,000	2,000,000
Due from other funds	53,111,819	61,499,015	62,222,647	72,326,595	62,435,184
Due from subcontractors	-	-	-	-	-
Restricted cash and cash	2,336,493	2,336,493	2,336,493	2,336,493	2,336,493
Other assets	791,315	1,167,321	2,536,155	974,556	1,360,274
Total assets	<u>\$ 141,779,367</u>	<u>\$ 166,049,856</u>	<u>\$ 168,254,341</u>	<u>\$ 138,401,228</u>	<u>\$ 170,734,366</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Liabilities					
Vouchers and accounts payable	\$ 10,685,491	\$ 14,697,113	\$ 13,415,656	\$ 9,406,220	\$ 16,680,778
Payroll payable	12,437,755	11,437,471	12,140,143	12,006,848	11,073,718
Payable from restricted assets	138,487	138,487	138,487	138,487	138,487
Due to other funds	40,474,727	47,406,134	48,304,496	11,379,369	39,090,077
Unearned revenues	2,003,333	2,180,775	2,184,271	2,835,013	3,219,923
Other liabilities	14,031,210	18,251,583	19,109,121	15,826,591	9,590,293
Total liabilities	<u>79,771,003</u>	<u>94,111,563</u>	<u>95,292,174</u>	<u>51,592,528</u>	<u>79,793,276</u>
Deferred inflows of resources					
Unavailable revenues - taxes	6,715,678	5,982,185	7,226,389	6,366,049	6,781,845
Fund balances					
Nonspendable:					
Prepaid items	791,315	1,167,321	2,536,155	974,556	1,360,274
Restricted for:					
Title IV D program	627,277	825,841	1,173,475	2,046,288	2,055,110
Assigned to:					
Appropriated for 2022 spending	-	-	-	-	6,900,000
Contingency for prison operation:	-	-	-	-	3,000,000
Debt service	15,000,000	15,000,000	15,000,000	-	-
Information technology	-	-	-	5,000,000	-
Employee healthcare costs	15,000,000	15,000,000	15,000,000	10,000,000	1,500,000
Unassigned	23,874,094	33,962,946	32,026,148	62,421,807	69,343,861
Total fund balances	<u>55,292,686</u>	<u>65,956,108</u>	<u>65,735,778</u>	<u>80,442,651</u>	<u>84,159,245</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 141,779,367</u>	<u>\$ 166,049,856</u>	<u>\$ 168,254,341</u>	<u>\$ 138,401,228</u>	<u>\$ 170,734,366</u>

Sources: Annual Comprehensive Financial Reports for the Years Ended December 31, 2017 to December 31, 2021.

CAPITAL PROJECTS FUND

The Capital Projects Fund receives the net proceeds of the County's bond and note issues and other unrestricted funds that County Council has dedicated to fund the County's capital improvement program. Summaries of the Statements of Revenues, Expenditures, and Changes in Fund Balance and the Balance Sheets of the Capital Projects Fund for the past five years are set forth below. For a more complete discussion of the County's financial statements, see the ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2021.

Capital Projects Fund Statements of Revenues, Expenditures, and Changes in Fund Balance Years Ended December 31

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<i>Revenues</i>					
General grants	\$ 716,339	\$ 317,930	\$ 22,629	\$ 4,825,022	\$ 688,204
Investment earnings	<u>168,222</u>	<u>113,181</u>	<u>755,184</u>	<u>161,625</u>	<u>71,713</u>
Total revenues	<u>884,561</u>	<u>431,111</u>	<u>777,813</u>	<u>4,986,647</u>	<u>759,917</u>
<i>Expenditures</i>					
Debt service:					
Interest	514,354	-	120,372	-	-
Debt issuance costs	9,500	-	164,628	202,703	-
Capital outlay	<u>9,525,330</u>	<u>13,753,928</u>	<u>14,716,093</u>	<u>14,065,838</u>	<u>40,794,998</u>
Total expenditures	<u>10,049,184</u>	<u>13,753,928</u>	<u>15,001,093</u>	<u>14,268,541</u>	<u>40,794,998</u>
<i>Revenues Over (Under) Expenditures</i>	<u>(9,164,623)</u>	<u>(13,322,817)</u>	<u>(14,223,280)</u>	<u>(9,281,894)</u>	<u>(40,035,081)</u>
<i>Other Financing Sources (Uses)</i>					
Issuance of bonds and notes	-	40,000,000	22,710,000	40,000,000	-
Premium on bond issuance	-	-	-	-	-
Optional redemption of bonds and notes	-	-	(22,425,000)	-	-
Transfers in	200,000	1,807,791	-	-	-
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources (uses)	<u>200,000</u>	<u>41,807,791</u>	<u>285,000</u>	<u>40,000,000</u>	<u>-</u>
<i>Net Change in Fund Balances</i>	<u>(8,964,623)</u>	<u>28,484,974</u>	<u>(13,938,280)</u>	<u>30,718,106</u>	<u>(40,035,081)</u>
<i>Beginning Fund Balance</i>	<u>23,744,243</u>	<u>14,779,620</u>	<u>43,264,594</u>	<u>29,326,314</u>	<u>60,044,420</u>
<i>Ending Fund Balance</i>	<u>\$ 14,779,620</u>	<u>\$ 43,264,594</u>	<u>\$ 29,326,314</u>	<u>\$ 60,044,420</u>	<u>\$ 20,009,339</u>

Sources: Annual Comprehensive Financial Reports for the Years Ended December 31, 2017 to December 31, 2021.

**Capital Projects Fund
Balance Sheets
Years Ended December 31**

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Assets					
Cash and cash equivalents	\$ 225,671	\$ 121,148	\$ 64,201	\$ 836,986	\$ -
Due from component units	5,475,000	5,475,000	5,475,000	5,475,000	5,475,000
Due from other funds	-	-	-	13	6,672
Restricted cash and cash equivalent	22,314,790	50,255,708	35,597,386	67,172,501	26,701,994
Other assets	-	-	46,837	-	-
Total assets	<u>\$ 28,015,461</u>	<u>\$ 55,851,856</u>	<u>\$ 41,183,424</u>	<u>\$ 73,484,500</u>	<u>\$ 32,183,666</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Liabilities					
Vouchers and accounts payable	\$ 536,577	\$ 2,401,396	\$ 1,364,102	\$ 2,199,909	\$ 1,753,446
Due to other funds	12,699,264	10,185,866	10,493,008	10,409,030	10,420,881
Unearned revenues	-	-	-	831,141	-
Other liabilities	-	-	-	-	-
Total liabilities	<u>13,235,841</u>	<u>12,587,262</u>	<u>11,857,110</u>	<u>13,440,080</u>	<u>12,174,327</u>
Fund balances					
Nonspendable:					
Long term receivable	-	-	-	-	-
Restricted for:					
Capital projects	14,554,406	43,143,890	29,266,520	60,038,226	20,003,137
Assigned to:					
Capital projects	225,214	120,704	59,794	6,194	6,202
Total fund balances	<u>14,779,620</u>	<u>43,264,594</u>	<u>29,326,314</u>	<u>60,044,420</u>	<u>20,009,339</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 28,015,461</u>	<u>\$ 55,851,856</u>	<u>\$ 41,183,424</u>	<u>\$ 73,484,500</u>	<u>\$ 32,183,666</u>

Sources: Annual Comprehensive Financial Reports for the Years Ended December 31, 2017 to December 31, 2021.

HEALTH AND HUMAN SERVICE FUNDS

The health and human service programs are funded by a combination of Federal grants, Commonwealth grants, and County contributions from the General Fund. The Health and Human Service Funds include:

- 1) Funds for special grants received from the Commonwealth or Federal governments,
- 2) Funds for the County's mental health, intellectual disabilities, and drug abuse programs that are funded by Commonwealth and Federal grants and by appropriations from the County's General Fund, and
- 3) Funds for the County's daycare and childcare programs that are funded by Commonwealth and Federal grants and by appropriations from the County's General Fund.

Summaries of the Statements of Revenues, Expenditures, and Changes in Fund Balance of the Health and Human Service Funds for the past five years are set forth below. For a more complete discussion of the County's financial statements, see the ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2021.

Health and Human Services Funds Statements of Revenues, Expenditures, and Changes in Fund Balance Years Ended December 31

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<i>Revenues</i>					
Health and human service grants	\$ 268,202,995	\$ 291,877,113	\$ 293,825,912	\$ 292,873,390	\$ 371,254,752
Total revenues	<u>268,202,995</u>	<u>291,877,113</u>	<u>293,825,912</u>	<u>292,873,390</u>	<u>371,254,752</u>
<i>Expenditures</i>					
Current:					
Health and human services	<u>275,125,987</u>	<u>298,800,114</u>	<u>300,998,912</u>	<u>300,373,390</u>	<u>378,754,752</u>
Total expenditures	<u>275,125,987</u>	<u>298,800,114</u>	<u>300,998,912</u>	<u>300,373,390</u>	<u>378,754,752</u>
<i>Revenues Over (Under) Expenditures</i>	<u>(6,922,992)</u>	<u>(6,923,001)</u>	<u>(7,173,000)</u>	<u>(7,500,000)</u>	<u>(7,500,000)</u>
<i>Other Financing Sources (Uses)</i>					
Transfers in	13,845,984	13,846,001	14,346,000	14,836,500	15,000,000
Transfers out	<u>(6,922,992)</u>	<u>(6,923,000)</u>	<u>(7,173,000)</u>	<u>(7,336,500)</u>	<u>(7,500,000)</u>
Total other financing sources (uses)	<u>6,922,992</u>	<u>6,923,001</u>	<u>7,173,000</u>	<u>7,500,000</u>	<u>7,500,000</u>
<i>Net Change in Fund Balances</i>	-	-	-	-	-
<i>Beginning Fund Balance</i>	-	-	-	-	-
<i>Ending Fund Balance</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

Sources: Annual Comprehensive Financial Reports for the Years Ended December 31, 2017 to December 31, 2021.

**Health and Human Services Funds
Balance Sheets
Years Ended December 31**

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<i>Assets</i>					
Cash and cash equivalents	\$ 22,724,632	\$ 13,142,851	\$ 11,596,840	\$ 13,482,196	\$ 13,099,589
Restricted cash and cash equivalents	5,143,034	4,595,477	16,329,895	17,631,959	30,672,845
Receivables:					
Grants	21,909,985	21,377,580	42,215,077	42,512,573	50,455,680
Due from other funds	25,885,407	27,266,001	24,998,711	30,732,579	56,142,477
Other assets	<u>3,697,733</u>	<u>3,290,619</u>	<u>2,012,003</u>	<u>666,102</u>	<u>100,728</u>
Total assets	<u>\$ 79,360,791</u>	<u>\$ 69,672,528</u>	<u>\$ 97,152,526</u>	<u>\$ 105,025,409</u>	<u>\$ 150,471,319</u>
<i>Liabilities, Deferred Inflows of Resources, and Fund Balances</i>					
<i>Liabilities</i>					
Vouchers and accounts payable	\$ 23,432,117	\$ 21,837,671	\$ 41,958,249	\$ 53,569,641	\$ 64,010,366
Due to other funds	13,101,685	16,543,307	14,526,025	8,191,170	12,658,831
Unearned revenues	38,254,792	25,157,847	31,706,514	38,120,320	70,033,541
Other liabilities	<u>4,572,197</u>	<u>6,133,703</u>	<u>8,961,738</u>	<u>5,144,278</u>	<u>3,768,581</u>
Total liabilities	<u>79,360,791</u>	<u>69,672,528</u>	<u>97,152,526</u>	<u>105,025,409</u>	<u>150,471,319</u>
Deferred inflows of resources					
Unavailable revenues - taxes	-	-	-	-	-
Fund balances					
Total fund balances	-	-	-	-	-
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 79,360,791</u>	<u>\$ 69,672,528</u>	<u>\$ 97,152,526</u>	<u>\$ 105,025,409</u>	<u>\$ 150,471,319</u>

Sources: Annual Comprehensive Financial Reports for the Years Ended December 31, 2017 to December 31, 2021.

OTHER GOVERNMENTAL FUNDS

The Other Governmental Funds account for the emergency communications center, library, employment and job training, road construction grants, County Senior Citizen Department, and economic development programs that are funded by a combination of Federal grants, Commonwealth grants, and County contributions from the General Fund. Summaries of the Statements of Revenues, Expenditures, and Changes in Fund Balance of the Other Governmental Funds for the past five years are set forth below. For a more complete discussion of the County's financial statements, see the ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2021.

Other Governmental Funds Statements of Revenues, Expenditures, and Changes in Fund Balance Years Ended December 31

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<i>Revenues</i>					
General grants	\$ 52,964,565	\$ 48,410,989	\$ 50,165,846	\$ 48,152,644	\$ 48,450,914
Total revenues	<u>52,964,565</u>	<u>48,410,989</u>	<u>50,165,846</u>	<u>48,152,644</u>	<u>48,450,914</u>
<i>Expenditures</i>					
Current:					
Highways, streets and bridges	4,924,406	2,530,329	4,689,012	2,990,253	1,375,028
Other	<u>53,608,293</u>	<u>48,190,703</u>	<u>51,880,077</u>	<u>49,007,525</u>	<u>51,597,195</u>
Total expenditures	<u>58,532,699</u>	<u>50,721,032</u>	<u>56,569,089</u>	<u>51,997,778</u>	<u>52,972,223</u>
<i>Revenues Over (Under) Expenditures</i>	<u>(5,568,134)</u>	<u>(2,310,043)</u>	<u>(6,403,243)</u>	<u>(3,845,134)</u>	<u>(4,521,309)</u>
<i>Other Financing Sources (Uses)</i>					
Transfers in	4,092,776	4,598,977	4,706,726	4,716,583	4,528,386
Transfers out	<u>(1,039,281)</u>	<u>(540,000)</u>	<u>(860,000)</u>	<u>(565,000)</u>	<u>(595,000)</u>
Total other financing sources (uses)	<u>3,053,495</u>	<u>4,058,977</u>	<u>3,846,726</u>	<u>4,151,583</u>	<u>3,933,386</u>
<i>Net Change in Fund Balances</i>	(2,514,639)	1,748,934	(2,556,517)	306,449	(587,923)
<i>Beginning Fund Balance</i>	<u>6,709,569</u>	<u>4,194,930</u>	<u>5,943,864</u>	<u>3,387,347</u>	<u>3,693,796</u>
<i>Ending Fund Balance</i>	<u>\$ 4,194,930</u>	<u>\$ 5,943,864</u>	<u>\$ 3,387,347</u>	<u>\$ 3,693,796</u>	<u>\$ 3,105,873</u>

Sources: Annual Comprehensive Financial Reports for the Years Ended December 31, 2017 to December 31, 2021.

**Other Governmental Funds
Balance Sheets
Years Ended December 31**

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Assets					
Cash and cash equivalents	\$ 15,447,936	\$ 15,388,873	\$ 16,825,494	\$ 31,198,660	\$ 20,958,576
Restricted cash and cash equivalents	3,714,334	4,403,351	5,904,090	6,604,553	7,424,343
Receivables:					
Grants	11,885,700	9,598,631	7,146,265	7,266,456	6,997,173
Notes	2,957,880	2,596,527	25,290,230	24,677,323	25,323,129
Due from other funds	10,937,279	13,423,319	14,462,603	11,004,402	11,923,730
Other assets	153,743	95,614	67,466	19,905	41,315
Total assets	<u>\$ 45,096,872</u>	<u>\$ 45,506,315</u>	<u>\$ 69,696,148</u>	<u>\$ 80,771,299</u>	<u>\$ 72,668,266</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances					
Liabilities					
Vouchers and accounts payable	\$ 2,923,073	\$ 3,405,682	\$ 2,592,937	\$ 2,580,195	\$ 3,330,080
Due to other funds	19,606,019	16,366,037	18,535,146	33,294,312	20,818,975
Unearned revenues	15,511,009	18,033,293	43,108,285	38,594,979	43,336,890
Other liabilities	2,861,841	1,757,439	2,072,433	2,608,017	2,076,448
Total liabilities	<u>40,901,942</u>	<u>39,562,451</u>	<u>66,308,801</u>	<u>77,077,503</u>	<u>69,562,393</u>
Deferred inflows of resources					
Unavailable revenues - taxes	-	-	-	-	-
Fund balances					
Restricted for:					
Highways and streets	917,434	769,628	343,777	278,659	408,768
Infrastructure	-	-	-	-	602,529
Library	512,116	493,311	507,193	1,221,388	2,094,576
Community development	2,765,380	4,680,925	2,536,377	2,193,749	-
Total fund balances	<u>4,194,930</u>	<u>5,943,864</u>	<u>3,387,347</u>	<u>3,693,796</u>	<u>3,105,873</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 45,096,872</u>	<u>\$ 45,506,315</u>	<u>\$ 69,696,148</u>	<u>\$ 80,771,299</u>	<u>\$ 72,668,266</u>

Sources: Annual Comprehensive Financial Reports for the Years Ended December 31, 2017 to December 31, 2021.

COVID-19 RELIEF FUNDS

The COVID-19 Relief Funds account for the resources received from the Coronavirus Aid, Relief, and Economic Security Act (CARES Act), which provided \$150 billion in general assistance to domestic governments and used for providing economic relief to businesses and individuals affected by COVID-19, and the American Rescue Plan Act (ARPA), which provided funds to respond to the COVID-19 public health emergency and its negative economic impacts. Summaries of the Statements of Revenues, Expenditures, and Changes in Fund Balance of the COVID-19 Relief Funds for the past year are set forth below. For a more complete discussion of the County's financial statements, see the ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2021.

COVID-19 Relief Funds Statements of Revenues, Expenditures, and Changes in Fund Balance Year Ended December 31, 2021

	<u>2020</u>	<u>2021</u>
<i>Revenues</i>		
General grants	\$ 77,977,425	\$ 43,682,653
Total revenues	<u>77,977,425</u>	<u>43,682,653</u>
<i>Expenditures</i>		
<i>Current:</i>		
General government	-	7,388,207
Judicial	-	1,452,693
Corrections	-	11,087,580
Other	<u>77,977,425</u>	<u>23,754,173</u>
Total expenditures	<u>77,977,425</u>	<u>43,682,653</u>
<i>Revenues Over (Under) Expenditures</i>	<u>-</u>	<u>-</u>
<i>Other Financing Sources (Uses)</i>	<u>-</u>	<u>-</u>
<i>Net Change in Fund Balances</i>	-	-
<i>Beginning Fund Balance</i>	<u>-</u>	<u>-</u>
<i>Ending Fund Balance</i>	<u>\$ -</u>	<u>\$ -</u>

*Source: Annual Comprehensive Financial Report
for the Year Ended December 31, 2020 to December 31, 2021.*

**COVID-19 Relief Funds
Balance Sheet
Year Ended December 31, 2021**

	<u>2020</u>	<u>2021</u>
Assets		
Cash and cash equivalents	\$ 65,665,450	\$ 78,447,791
Receivables:		
Grants	3,373,978	10,087,880
Other assets	174,635	25
Total assets	<u>\$ 69,214,063</u>	<u>\$ 88,535,696</u>
Liabilities, Deferred Inflows of Resources, and Fund Balances		
Liabilities		
Vouchers and accounts payable	\$ 5,152,266	\$ 1,288,470
Due to other funds	36,110,712	32,097,052
Unearned revenues	27,951,085	55,150,174
Total liabilities	<u>69,214,063</u>	<u>88,535,696</u>
Total fund balances	<u>-</u>	<u>-</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 69,214,063</u>	<u>\$ 88,535,696</u>

*Source: Annual Comprehensive Financial Report
for the Year Ended December 31, 2020 to December 31, 2021.*

FAIR ACRES GERIATRIC CENTER

The Fair Acres Geriatric Center is located in the Township of Middletown, Delaware County, Pennsylvania, on a 210-acre tract of land and is the County owned and operated nursing home for qualified residents of the County. The 874-bed facility provides skilled and intermediate care. Medical and nursing services are provided by attending physicians and a nursing staff trained in long term care. A full range of therapeutic services is available, including physical, occupational, speech, and recreational therapies. Fair Acres provides pharmacy, social services, and clinical food services. Fair Acres employs 620 full-time and part-time employees and is licensed by the Pennsylvania Department of Health to provide nursing home care and is certified by the U.S. Department of Health and Human Services in the Medicaid and Medicare Programs.

Revenues of Fair Acres are recognized on an accrual basis as determined by patient populations, net of contractual allowances (the difference between per diem rates charged and the rates at which third parties reimburse). The County records investments in land and buildings at Fair Acres at the cost incurred. The County funds any operating deficits of Fair Acres.

Summaries of the Statements of Revenues, Expenses, and Changes in Net Position and the Statements of Net Position of the Fair Acres Geriatric Center for the past five years are set forth below. For a more complete discussion of the financial statements, see the discussion and schedules under "Proprietary Funds" in the ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2021.

Fair Acres Geriatric Center
Statements of Revenues, Expenses, and Changes in Net Position
Years Ended December 31

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
Operating Revenues					
Charges for services	\$ 70,158,446	\$ 67,464,800	\$ 66,709,125	\$ 60,083,878	\$ 54,899,455
Covid-19 grant income	-	-	-	4,967,731	1,063,759
Net resident service revenue	<u>70,158,446</u>	<u>67,464,800</u>	<u>66,709,125</u>	<u>65,051,609</u>	<u>55,963,214</u>
Operating Expenses					
Administration	12,582,223	12,292,310	12,401,337	12,511,261	12,073,201
Operation, maintenance, and housekeeping	11,676,695	11,277,253	10,964,302	11,242,214	10,651,202
Nursing	19,716,175	20,685,581	20,915,639	21,360,467	17,763,092
Dietary	7,294,857	7,226,350	7,014,249	6,736,524	5,876,262
Medical and physical therapy	5,911,237	5,534,817	5,639,199	5,292,831	4,502,466
Employee benefits	19,293,520	12,949,682	17,402,606	15,181,756	12,246,737
Depreciation	<u>1,751,703</u>	<u>1,626,368</u>	<u>1,580,090</u>	<u>1,473,397</u>	<u>1,556,588</u>
Total operating expenses	<u>78,226,410</u>	<u>71,592,361</u>	<u>75,917,422</u>	<u>73,798,450</u>	<u>64,669,548</u>
Operating Loss	<u>(8,067,964)</u>	<u>(4,127,561)</u>	<u>(9,208,297)</u>	<u>(8,746,841)</u>	<u>(8,706,334)</u>
Nonoperating Revenues (Expenses)					
Investment earnings	2,378	29,928	140,854	15,348	3,141
Rental income	-	-	-	-	1,600,719
Miscellaneous (expenses) revenues	1,196,714	1,198,178	1,100,021	1,236,686	401,548
Interest expense	<u>(1,137,873)</u>	<u>(1,040,850)</u>	<u>(1,250,717)</u>	<u>(963,639)</u>	<u>(559,193)</u>
Total nonoperating (expenses) revenues	61,219	187,256	(9,842)	288,395	1,446,215
Transfers in	<u>5,351,903</u>	<u>2,903,233</u>	<u>4,767,707</u>	<u>5,708,000</u>	<u>11,300,331</u>
Change in Net Position	(2,654,842)	(1,037,072)	(4,450,432)	(2,750,446)	4,040,212
Net Position, Beginning	<u>10,571,870</u>	<u>7,917,028</u>	<u>6,879,956</u>	<u>2,429,524</u>	<u>(320,922)</u>
Net Position, Ending	<u>\$ 7,917,028</u>	<u>\$ 6,879,956</u>	<u>\$ 2,429,524</u>	<u>\$ (320,922)</u>	<u>\$ 3,719,290</u>

Sources: Annual Comprehensive Financial Reports for the Years Ended December 31, 2017 to December 31, 2021.

**Fair Acres Geriatric Center
Statements of Net Position
Years Ended December 31**

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<i>Assets and Deferred Outflows</i>					
Current assets:					
Cash and cash equivalents	\$ 1,510,210	\$ 7,824,867	\$ 8,378,339	\$ 10,515,016	\$ 7,466,857
Accounts receivable, net	24,308,913	21,155,453	15,195,978	14,052,076	13,332,816
Restricted cash and cash equivalents	946,918	1,009,378	889,764	1,273,560	1,619,745
Prepaid expense and other assets	1,063	2,507	2,840	3,217	3,516
Total current assets	<u>26,767,104</u>	<u>29,992,205</u>	<u>24,466,921</u>	<u>25,843,869</u>	<u>22,422,934</u>
Noncurrent assets:					
Capital assets:					
Buildings and improvements	53,797,037	54,712,758	8,132,180	8,356,354	14,148,558
Equipment	40,285,971	41,316,384	2,326,901	2,013,526	1,543,845
Total capital assets	<u>94,083,008</u>	<u>96,029,142</u>	<u>10,459,081</u>	<u>10,369,880</u>	<u>15,692,403</u>
Less accumulated depreciation	(83,694,453)	(85,328,326)	-	-	-
Net pension asset	-	12,266,911	-	3,712,070	8,911,651
Total noncurrent assets	<u>10,388,555</u>	<u>22,967,727</u>	<u>10,459,081</u>	<u>14,081,950</u>	<u>24,604,054</u>
Deferred outflows of resources - pension	<u>10,103,981</u>	<u>6,217,213</u>	<u>29,523,611</u>	<u>6,789,465</u>	<u>5,037,642</u>
Total assets	<u>\$ 47,259,640</u>	<u>\$ 59,177,145</u>	<u>\$ 64,449,613</u>	<u>\$ 46,715,284</u>	<u>\$ 52,064,630</u>
<i>Liabilities, Deferred Inflows, and Net Position</i>					
Current liabilities:					
Vouchers and accounts payable	\$ 5,973,724	\$ 5,340,049	\$ 5,304,674	\$ 4,921,379	\$ 4,871,656
Unearned revenue	-	2,094,241	-	-	1,500,000
Due to other funds	3,861,404	7,944,210	7,053,430	14,309,747	11,433,117
General obligation bonds and notes - current	3,548,174	3,669,055	5,282,120	5,531,101	4,745,858
Total current liabilities	<u>13,383,302</u>	<u>19,047,555</u>	<u>17,640,224</u>	<u>24,762,227</u>	<u>22,550,631</u>
Noncurrent liabilities:					
General obligation bonds and notes payable	23,863,492	21,736,601	17,376,913	12,845,198	15,655,842
Net pension liability	1,994,720	-	17,657,820	-	-
Total noncurrent liabilities	<u>25,858,212</u>	<u>21,736,601</u>	<u>35,034,733</u>	<u>12,845,198</u>	<u>15,655,842</u>
Total liabilities	<u>39,241,514</u>	<u>40,784,156</u>	<u>52,674,957</u>	<u>37,607,425</u>	<u>38,206,473</u>
Deferred inflows of resources - pension	<u>101,098</u>	<u>11,513,033</u>	<u>9,345,132</u>	<u>9,428,781</u>	<u>10,138,867</u>
Net Position					
Net investment in capital assets	(17,023,111)	(2,437,929)	(12,199,952)	(4,294,349)	(4,709,297)
Restricted	-	-	-	-	3,810,426
Unrestricted	24,940,139	9,317,885	14,629,476	3,973,427	4,618,161
Total net position	<u>7,917,028</u>	<u>6,879,956</u>	<u>2,429,524</u>	<u>(320,922)</u>	<u>3,719,290</u>
Total liabilities and net position	<u>\$ 47,259,640</u>	<u>\$ 59,177,145</u>	<u>\$ 64,449,613</u>	<u>\$ 46,715,284</u>	<u>\$ 52,064,630</u>

Sources: Annual Comprehensive Financial Reports for the Years Ended December 31, 2017 to December 31, 2021.

DELAWARE COUNTY SOLID WASTE AUTHORITY

The County formed the Delaware County Incineration Authority on April 23, 1954. That Authority was reconstituted as the Delaware County Solid Waste Authority (“DCSWA”) on December 27, 1984, to provide long term landfill disposal capacity for municipal waste generated in the County. DCSWA is empowered to acquire, maintain, operate, and own municipal waste disposal facilities. DCSWA owns and operates the Rolling Hills Landfill in Berks County and is responsible for the operation of two solid waste transfer stations in the County. DCSWA provides disposal capacity for commercial and residential waste generated in the County and also for solid waste generated in surrounding areas. County Council appoints the members of the Board of DCSWA. County Council approves any user charges assessed by DCSWA.

Summaries of the Statements of Revenues, Expenses, and Changes in Net Position and the Statements of Net Position of the DCSWA for the past five years are set forth below. For a more complete discussion of the DCSWA’s financial statements, see the discussion and schedules under “Component Units” in the ANNUAL COMPREHENSIVE FINANCIAL REPORT FOR THE YEAR ENDED DECEMBER 31, 2021.

Delaware County Solid Waste Authority Statements of Revenues, Expenses, and Changes in Net Position Years Ended December 31

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<i>Operating Revenues</i>					
Commercial waste	\$ 22,461,850	\$ 23,250,564	\$ 24,312,356	\$ 23,442,161	\$ 21,577,240
Covanta	7,444,776	7,602,534	7,102,055	7,270,239	8,535,295
Municipal waste disposal fee	5,937,585	5,996,980	9,678,590	10,722,777	11,238,864
Recycling and other grant revenue	135,834	161,684	86,578	103,207	99,791
Other revenues	66,564	107,107	171,404	783,127	584,342
Total operating revenues	<u>36,046,609</u>	<u>37,118,869</u>	<u>41,350,983</u>	<u>42,321,511</u>	<u>42,035,532</u>
<i>Operating Expenses</i>					
Salaries, wages and employee benefits	2,678,476	2,669,095	2,551,904	2,519,004	2,533,643
Contractual services, maintenance, supplies	3,934,571	3,779,226	4,192,118	3,731,663	3,078,645
Contract hauling fees	9,590,452	8,399,243	8,958,217	8,938,158	9,582,245
Host fees and fines	5,542,630	8,975,519	7,206,356	6,362,251	4,925,254
Covanta	14,397,059	13,932,499	15,334,317	16,585,673	17,522,617
Composting	81,500	73,000	-	-	-
Bad debt expenses	72,390	11,324	-	-	-
Depreciation and depletion	4,751,529	4,881,977	4,969,603	4,924,720	4,848,795
Impairment loss on construction in progress	-	-	-	-	-
Post-closure costs	2,289,398	447,944	601,667	701,013	(2,768,953)
Total operating expenses	<u>43,338,005</u>	<u>43,169,827</u>	<u>43,814,182</u>	<u>43,762,482</u>	<u>39,722,246</u>
Operating gain (loss)	<u>(7,291,396)</u>	<u>(6,050,958)</u>	<u>(2,463,199)</u>	<u>(1,440,971)</u>	<u>2,313,286</u>
<i>Non-operating revenues (expenses)</i>					
Income on investments	58,058	37,618	82,377	186,085	83,792
Gain (loss) on sale of assets	73,796	211,509	(47,877)	-	-
Debt service payment	(420,653)	(242,475)	(228,415)	(190,309)	(168,521)
Bad debt expenses	-	-	-	-	-
Unrealized gain (loss) on investment	(29,736)	-	-	-	165,016
Total non-operating revenues (expenses)	<u>(318,535)</u>	<u>6,652</u>	<u>(193,915)</u>	<u>(4,224)</u>	<u>80,287</u>
<i>Change in Net Position</i>	(7,609,931)	(6,044,306)	(2,657,114)	(1,445,195)	2,393,573
<i>Beginning Net Position</i>	22,091,925	14,481,994	8,437,688	5,780,574	4,439,007
<i>Cummulative effect of change in accounting principle or misclassification</i>	-	-	-	103,628	-
<i>Ending Net Position</i>	<u>\$ 14,481,994</u>	<u>\$ 8,437,688</u>	<u>\$ 5,780,574</u>	<u>\$ 4,439,007</u>	<u>\$ 6,832,580</u>

Sources: Financial Statements of the Delaware County Solid Waste Authority for the Years Ended December 31, 2017 to December 31, 2021.

**Delaware County Solid Waste Authority
Statements of Net Position
Years Ended December 31**

	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>
<i>Assets and Deferred Outflows of Resources</i>					
Current assets:					
Cash and cash equivalents	\$ 11,666,392	\$ 8,842,919	\$ 4,834,322	\$ 11,140,539	\$ 10,539,363
Accounts receivable - haulers - net allowance	4,184,291	3,615,204	4,052,803	3,660,727	3,884,891
Accounts receivable - others	63,346	682,735	674,596	751,646	158,045
Berks County escrow, restricted	-	-	-	1,882,129	-
Inventory	124,715	142,574	109,552	101,488	148,408
Prepaid pension	-	-	233,076	166,755	-
Prepaid expenses	490,458	417,473	312,189	720,854	385,031
Total current assets	<u>16,529,202</u>	<u>13,700,905</u>	<u>10,216,538</u>	<u>18,424,138</u>	<u>15,115,738</u>
Non-current assets:					
Restricted cash and investments					
Collateral deposit - surety bond	2,500,000	2,000,000	5,750,000	1,250,000	1,250,000
Environmental restricted cash account	-	-	418,588	346,011	346,061
Investments	10,500	10,500	10,500	10,500	10,500
Net pension assets	-	-	-	-	222,219
Capital assets:					
Land	7,000,000	7,000,000	7,000,000	7,000,000	7,000,000
Land improvements	2,507,680	2,122,122	1,782,138	1,489,861	1,420,056
Buildings, improvements, and equipment, net	22,692,056	21,036,798	18,237,751	15,543,550	12,046,040
Construction in progress	-	-	-	974,042	3,135,213
Total non-current assets	<u>34,710,236</u>	<u>32,169,420</u>	<u>33,198,977</u>	<u>26,613,964</u>	<u>25,430,089</u>
Deferred outflows of resources					
Changes in pension investment returns and actuarial assumptions	176,369	639,407	113,039	81,374	571,088
Total assets and deferred outflows of resources	<u>\$ 51,415,807</u>	<u>\$ 46,509,732</u>	<u>\$ 43,528,554</u>	<u>\$ 45,119,476</u>	<u>\$ 41,116,915</u>
<i>Liabilities, Deferred Inflows of Resources, and Net Position</i>					
Current liabilities:					
Accounts payable	2,730,100	3,266,439	2,378,887	3,949,833	3,226,134
Accrued expenses and payroll taxes	488,599	551,779	638,186	662,368	977,831
Berks County escrow	-	-	-	1,882,129	-
Net pension liability	-	701,101	701,101	-	-
Note payable, current maturities	-	-	-	-	-
Revenue notes payable, current maturities	501,000	518,000	534,000	551,000	-
Total current liabilities	<u>3,719,699</u>	<u>5,037,319</u>	<u>4,252,174</u>	<u>7,045,330</u>	<u>4,203,965</u>
Non-current liabilities:					
Accrued closure costs	17,612,819	18,060,763	18,662,430	19,117,481	16,273,182
Note payable, long-term maturities	-	-	-	-	-
Revenue notes payable, long-term maturities	7,890,000	7,372,000	6,838,000	6,287,000	5,697,000
Due to County of Delaware	7,475,000	7,475,000	7,475,000	7,475,000	7,475,000
Total non-current liabilities	<u>32,977,819</u>	<u>32,907,763</u>	<u>32,975,430</u>	<u>32,879,481</u>	<u>29,445,182</u>
Deferred inflows of resources					
Differences in pension experience	236,295	126,962	520,376	755,658	635,188
Net Position					
Net investment in capital assets	23,808,736	22,268,920	19,647,889	18,169,453	17,326,309
Restricted	2,500,000	2,000,000	5,750,000	1,250,000	1,472,219
Unrestricted	(11,826,742)	(15,831,232)	(19,617,315)	(14,980,446)	(11,965,948)
Total net position	<u>14,481,994</u>	<u>8,437,688</u>	<u>5,780,574</u>	<u>4,439,007</u>	<u>6,832,580</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 51,415,807</u>	<u>\$ 46,509,732</u>	<u>\$ 43,528,554</u>	<u>\$ 45,119,476</u>	<u>\$ 41,116,915</u>

Sources: Financial Statements of the Delaware County Solid Waste Authority for the Years Ended December 31, 2017 to December 31, 2021.

DEBT OBLIGATIONS AND DEBT CAPACITY

The par amount of the general obligation debt outstanding, “nonelectoral debt” under the Pennsylvania *Local Government Unit Debt Act* (the “*Act*”), was approximately \$275 million as of December 31, 2021. The County also had financial guaranties, “lease rental” debt under the *Act*, of debt issued by the DCSWA in the aggregate par amount of \$6.3 million outstanding.

Nonelectoral and Lease Rental Debt Outstanding December 31, 2021

Nonelectoral debt outstanding

General Obligation Note, 1997 Series (1)	\$ 6,752,000
General Obligation Note, 2002 Series (2)	4,700,000
General Obligation Note, 2007 A Series (3)	11,895,000
General Obligation Bonds, 2010 Series (4)	35,872,000
General Obligation Notes, 2012 Series (5)	19,991,000
General Obligation Notes, 2013 Series (6)	23,644,000
General Obligation Bonds, 2014 Series (7)	45,152,000
General Obligation Notes, 2015 Series (8)	24,994,000
General Obligation Notes, 2018 Series (9)	39,997,000
General Obligation Notes, 2019 Series (10)	20,843,000
General Obligation Notes, 2020 Series (11)	39,999,000
General Obligation Notes, 2021 Series (12)	<u>837,000</u>
Gross nonelectoral debt outstanding	274,676,000

Less credit for self-liquidating nonelectoral debt

-

Net nonelectoral debt outstanding

\$274,676,000

Lease rental debt outstanding

Guaranteed Revenue Notes, 2009 Series (13)	\$ 3,836,000
Guaranteed Revenue Notes, 2012 Series (14)	<u>2,439,000</u>
Gross lease rental debt outstanding	6,275,000

Less credit for self-liquidating lease rental debt

Guaranteed Revenue Notes, 2009 Series (13)	(3,836,000)
Guaranteed Revenue Notes, 2012 Series (14)	<u>(2,439,000)</u>

Net lease rental debt outstanding

\$ -

(1) Approval No. GON-9806, dated November 14, 1997.

(2) Approval No. GON-11085, dated July 19, 2002.

(3) Approval No. GON-12428, dated July 25, 2007.

(4) Approval No. GOB-17575, dated August 17, 2010.

(5) Approval No. GON-13622, dated March 28, 2012.

(6) Approval No. GON-13091101, dated September 11, 2013.

(7) Approval No. GON-14122303, dated December 23, 2014.

(8) Approval No. GON-15122101, dated December 21, 2015.

(9) Approval No. GON-18112001, dated November 20, 2018.

(10) Approval No. GON-19082104, dated August 2, 2019.

(11) Approval No. GON-20052603, dated May 26, 2020.

(12) Approval No. GON-21061404, dated June 14, 2021.

(13) Approval No. LRA-4844 and Approval No. E-4361,
dated March 20, 2009.

(14) Approval No. LRA-5246 and Approval No. E-7514,
dated March 9, 2012.

Source: Calhoun Baker Inc.

The County entered into guaranty agreements with the DCSWA for the issuance of its Guaranteed Revenue Notes, 2009 Series and Guaranteed Revenue Notes, 2012 Series to fund capital projects at the Rolling Hills Landfill,

owned and operated by DCSWA. The Pennsylvania Department of Community and Economic Development has approved the notes as self-liquidating debt, and the County does not expect to be required to make any payments under the guaranty agreements.

The County and DCSWA have utilized the Delaware Valley Regional Finance Authority (“DelVal”) for many of their financings to reduce costs of issuance and interest costs and to facilitate the management of their debt. DelVal utilizes interest rate swap transactions to hedge its exposure to interest rate risks and executes offsetting transactions to provide fixed rates on loans. DelVal sets the loan rates at levels sufficient to pay the allocable (i) debt service costs, (ii) net interest rate swap payments, and (iii) administrative costs. Under the loan agreements with DelVal, the County and DCSWA are obligated to pay any interest rate swap termination costs allocable to their loans incurred by DelVal. A schedule of the loans outstanding from DelVal and the termination costs allocable to the County and DCSWA is shown below. Additional information about DelVal may be found at <http://www.DelVal.US>.

DelVal Loans Outstanding and the Market Value of the Allocable Interest Rate Swap Transactions as of December 31, 2021

<u>Borrower</u>	<u>Description</u>	<u>Type of Loan Rate</u>	<u>Loan Principal Outstanding</u>	<u>Market Value on December 31, 2021</u>		
				<u>Fixed Rate Loan Swaps</u>	<u>Allocable Bond Swaps</u>	<u>Net Value</u>
Delaware County	1997 Notes	Fixed	\$ 6,752,000	\$ (42,384)	\$ 733,850	\$ 691,466
Delaware County	2002 Notes	Fixed	4,700,000	(31,012)	510,826	479,814
Delaware County	2007 A Note b	Fixed	11,895,000	(70,034)	1,292,824	1,222,790
Delaware County	2010 Bonds a	Fixed	18,055,000	(299,957)	1,962,332	1,662,375
Delaware County	2010 Bonds b	Fixed	17,817,000	(144,526)	1,936,464	1,791,938
Delaware County	2012 Notes	Fixed	19,991,000	(111,172)	2,172,748	2,061,576
Delaware County	2013 Notes	Fixed	23,644,000	(97,451)	2,569,779	2,472,328
Delaware County	2014 Bonds a	Fixed	2,695,000	(20,679)	292,910	272,231
Delaware County	2014 Bonds b	Fixed	42,457,000	(932,355)	4,614,495	3,682,140
Delaware County	2015 Notes	Fixed	24,994,000	(781,584)	2,716,506	1,934,922
Delaware County	2018 A Note	Fixed	16,473,000	(1,818,052)	1,790,390	(27,662)
Delaware County	2018 B Note	Fixed	23,524,000	(3,467,731)	2,556,737	(910,994)
Delaware County	2019 Notes	Fixed	20,843,000	(432,610)	2,265,349	1,832,739
Delaware County	2020 Notes a	Fixed	7,503,000	159,670	815,473	975,143
Delaware County	2020 Notes b	Fixed	10,376,000	159,670	1,127,729	1,287,399
Delaware County	2020 Notes c	Fixed	22,120,000	2,443,268	2,404,141	4,847,409
Delaware County	2021 A Chester Note	Fixed	585,000	5,511	63,581	69,092
Delaware County	2021 B Chester Note	Fixed	165,000	1,562	17,933	19,495
Delaware County	2021 A Eddystone Note	Fixed	70,000	964	7,608	8,572
Delaware County	2021 B Eddystone Note	Fixed	17,000	241	1,848	2,089
Subtotal nonelectoral debt			<u>274,676,000</u>	<u>(5,478,661)</u>	<u>29,853,523</u>	<u>24,374,862</u>
Solid Waste Authority*	2009 A Notes	Fixed	1,160,000	(87,497)	126,076	38,579
Solid Waste Authority*	2009 B Notes	Fixed	1,272,000	7,755	138,249	146,004
Solid Waste Authority*	2009 C Notes	Fixed	1,404,000	(82,925)	152,596	69,671
Solid Waste Authority*	2012 Notes	Fixed	2,439,000	(125,988)	265,086	139,098
Subtotal lease rental debt			<u>6,275,000</u>	<u>(288,655)</u>	<u>682,007</u>	<u>393,352</u>
Total			<u>\$ 280,951,000</u>	<u>\$ (5,767,316)</u>	<u>\$ 30,535,530</u>	<u>\$ 24,768,214</u>

*Obligations are guaranteed by the County. The County has not been required to make any payments under the guaranties, and the County does not expect to make any payments under the guaranties in the future.

Source: Calhoun Baker Inc.

COUNTY BORROWING BASE AND BORROWING CAPACITY

The *Act* governs the County's borrowing capacity. Under the *Act*, the County has no legal limitations on debt of any classification approved by a majority of its electors at a general or special election. The *Act* places the following limitations upon that part of the County's nonelectoral and lease rental debt that is not subsidized or self-liquidating.

- 1) Nonelectoral debt may not exceed 300% of the borrowing base,
- 2) Aggregate lease rental debt and nonelectoral debt may not exceed 400% of the borrowing base, and
- 3) Additional debt incurred under §8022(d) of the *Act* (which applies if the County has assumed county-wide responsibility for hospitals and other public health services, air and water pollution control, environmental protection, water distribution and supply systems, sewage and refuse collection and disposal systems, education, highways, public transportation or port operations and such additional debt is utilized to provide funds for and toward the costs of capital facilities for any combination of the foregoing purposes) may not exceed an additional 100% of the borrowing base.

The County's borrowing capacity for nonelectoral debt is approximately \$1.8 billion, and the borrowing capacity for aggregate nonelectoral and lease rental debt is approximately \$2.4 billion.

CAPITAL IMPROVEMENT PROGRAM AND FUTURE FINANCINGS

The County's five-year capital improvement program, summarized below, is reviewed and adopted annually with the Budget. The County expects to issue general obligation bonds or notes to fund the capital program.

Capital Improvement Program						
	<u>2022</u>	<u>2023</u>	<u>2024</u>	<u>2025</u>	<u>2026</u>	<u>Total</u>
<i>Source of Funds</i>						
Beginning Balance	\$ 28,035,315	\$ 18,855,774	\$ 17,372,845	\$ 12,746,599	\$ 10,876,171	\$ 28,035,315
Net Proceeds from New Financings	40,000,000	35,000,000	30,000,000	30,000,000	25,000,000	160,000,000
Interest Income	120,374	56,187	10,382	4,239	1,877	193,059
Other Income	<u>1,698,000</u>	<u>1,698,000</u>	<u>1,698,000</u>	<u>448,000</u>	<u>448,000</u>	<u>5,990,000</u>
Total Funds Available	<u>69,853,689</u>	<u>55,609,961</u>	<u>49,081,227</u>	<u>43,198,838</u>	<u>36,326,048</u>	<u>194,218,374</u>
<i>Use of Funds</i>						
Facilities and Buildings	33,705,858	25,723,082	25,685,000	21,598,500	14,887,500	121,599,940
Parks, Trails, and Open Space	9,685,543	5,765,000	5,665,000	5,665,000	5,665,000	32,445,543
Transportation	2,342,000	2,412,260	2,484,628	2,559,167	2,635,942	12,433,997
Information Technology	2,836,774	2,836,774	1,000,000	1,000,000	1,000,000	8,673,548
Vehicles and Equipment	1,427,740	500,000	500,000	500,000	500,000	3,427,740
Small Capital Purchase	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>1,000,000</u>	<u>5,000,000</u>
Subtotal	<u>50,997,915</u>	<u>38,237,116</u>	<u>36,334,628</u>	<u>32,322,667</u>	<u>25,688,442</u>	<u>183,580,768</u>
Ending Cash Balances	<u>\$ 18,855,774</u>	<u>\$ 17,372,845</u>	<u>\$ 12,746,599</u>	<u>\$ 10,876,171</u>	<u>\$ 10,637,606</u>	<u>\$ 10,637,606</u>

Source: County of Delaware

DEBT SERVICE PAYMENTS

A summary of the estimated general obligation debt service payments of the County and the estimated debt service payments secured by guaranties of the County are set forth in the schedule below. "Lease rental" debt evidences financial guaranties of debt issued by DCSWA. The County has not been required to make any payments under the guaranties, and the County does not expect to make any payments under the guaranties in the future.

Estimated General Obligation and Lease Rental Debt Service Payments

<i>Period Ending</i>	Total Nonelectoral Debt Service			Total Lease Rental Debt Service			Total Nonelectoral and Lease Rental Debt Service		
	<i>Principal</i>	<i>Interest</i>	<i>Total</i>	<i>Principal</i>	<i>Interest</i>	<i>Total</i>	<i>Principal</i>	<i>Interest</i>	<i>Total</i>
Dec-22	\$ 24,498,000	\$ 5,113,478	\$ 29,611,478	\$ 578,000	\$ 153,677	\$ 731,677	\$ 25,076,000	\$ 5,267,155	\$ 30,343,155
Dec-23	24,944,000	4,664,564	29,608,564	593,000	138,399	731,399	25,537,000	4,802,963	30,339,963
Dec-24	25,402,000	4,206,070	29,608,070	608,000	122,705	730,705	26,010,000	4,328,775	30,338,775
Dec-25	25,875,000	3,730,556	29,605,556	625,000	103,907	728,907	26,500,000	3,834,463	30,334,463
Dec-26	19,054,000	3,326,748	22,380,748	641,000	86,791	727,791	19,695,000	3,413,538	23,108,538
Dec-27	19,324,000	3,166,387	22,490,387	658,000	70,219	728,219	19,982,000	3,236,606	23,218,606
Dec-28	18,500,000	2,790,035	21,290,035	677,000	53,141	730,141	19,177,000	2,843,175	22,020,175
Dec-29	13,238,000	2,463,048	15,701,048	694,000	35,573	729,573	13,932,000	2,498,621	16,430,621
Dec-30	13,509,000	2,176,269	15,685,269	545,000	21,760	566,760	14,054,000	2,198,029	16,252,029
Dec-31	13,799,000	1,882,573	15,681,573	407,000	10,442	417,442	14,206,000	1,893,015	16,099,015
Dec-32	14,096,000	1,581,680	15,677,680	249,000	3,094	252,094	14,345,000	1,584,774	15,929,774
Dec-33	12,220,000	1,300,559	13,520,559	-	-	-	12,220,000	1,300,559	13,520,559
Dec-34	9,944,000	1,036,006	10,980,006	-	-	-	9,944,000	1,036,006	10,980,006
Dec-35	10,185,000	793,799	10,978,799	-	-	-	10,185,000	793,799	10,978,799
Dec-36	7,502,000	552,246	8,054,246	-	-	-	7,502,000	552,246	8,054,246
Dec-37	7,667,000	384,650	8,051,650	-	-	-	7,667,000	384,650	8,051,650
Dec-38	7,836,000	212,666	8,048,666	-	-	-	7,836,000	212,666	8,048,666
Dec-39	4,215,000	56,405	4,271,405	-	-	-	4,215,000	56,405	4,271,405
Dec-40	2,868,000	12,320	2,880,320	-	-	-	2,868,000	12,320	2,880,320
Total	\$ 274,676,000	\$ 39,450,057	\$ 314,126,057	\$ 6,275,000	\$ 799,707	\$ 7,074,707	\$ 280,951,000	\$ 40,249,764	\$ 321,200,764

Source: Calhoun Baker Inc.