# COUNTY OF BLAIR

## HOLLIDAYSBURG, PENNSYLVANIA

### FINANCIAL STATEMENTS
### YEAR ENDED DECEMBER 31, 2025

COUNTY OF BLAIR
YEAR ENDED DECEMBER 31, 2025

CONTENTS

INDEPENDENT AUDITOR'S REPORT

County Commissioners
County of Blair
Hollidaysburg, Pennsylvania
Page 1

**Report on the Audit of the Financial Statements**

***Opinions***

We have audited the accompanying financial statements of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the COUNTY OF BLAIR, as of and for the year ended December 31, 2025, and the related notes to the financial statements, which collectively comprise the COUNTY OF BLAIR's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of another auditor, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the COUNTY OF BLAIR, as of December 31, 2025, and the respective changes in financial position thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the discretely presented component unit's financial statements for the Blair County Airport Authority, which represents 100% of the assets, net position, and revenues of the discretely presented component unit. Those financial statements were audited by another auditor whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for the aggregate discretely presented component unit, is solely based on the report of the other auditor.

***Basis for Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards* (GAS), 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 the COUNTY OF BLAIR 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 the COUNTY OF BLAIR's ability to continue as a going concern for twelve months beyond the financial statement issuance date, including any currently known information that may raise substantial doubt shortly thereafter.

***Auditor's 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 GAAS and GAS 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 GAAS and GAS, 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 OF BLAIR'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 OF BLAIR'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.

***Adoption of New Governmental Accounting Standards Board Pronouncements***

As described in Note 1 to the financial statements, in 2025, the COUNTY OF BLAIR adopted the provisions of GASB Statement No. 102, *"Certain Risk Disclosures*". Our opinion is not modified with respect to these matters.

***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management discussion and analysis, budgetary comparison information for the General; Special Grants; Children, Youth, and Families; and Social Services funds, schedule of changes in the total OPEB liability and related ratios, schedule of changes in the net pension liability and related ratios, schedule of employer contributions, and schedule of investment returns on pages 4 through 14 and 64 through 71, respectively, 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 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 inquiries 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 the COUNTY OF BLAIR's basic financial statements. The combining nonmajor and custodial fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining nonmajor and custodial fund financial statements are the responsibility of management and were 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. In our opinion, the combining nonmajor and custodial fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

In accordance with *Government Auditing Standards*, we have also issued our report dated June 26, 2026, on our consideration of the COUNTY OF BLAIR'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 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 the COUNTY OF BLAIR's internal control over financial reporting and compliance.

Zelenkofske Axelrod LLC

ZELENKOFSKE AXELROD LLC

Harrisburg, Pennsylvania
June 26, 2026

The County of Blair, hereafter referred to as the "County", is pleased to present its financial statements developed in compliance with Statement of Governmental Accounting Standard No. 34, entitled *Basic Financial Statements - and Management's Discussion and Analysis - for State and Local Governments* (hereafter "GASB 34") and related standards. GASB 34 enhances information provided to the users of the County's financial statements. This section of the financial statements presents a narrative overview and analysis of the County's financial performance for the fiscal year ended December 31, 2025. We recommend that it be read in conjunction with the accompanying basic financial statements and notes to financial statements in order to obtain an understanding of the County's financial condition at December 31, 2025.

## Financial Highlights

- The County's net position of its governmental activities increased by $7,422,209. The unrestricted net position (deficit) of its governmental activities at December 31, 2025, was $(36,988,597).

- The County's General Fund balance at December 31, 2025, was $20,340,454, an increase of $460,365 from the prior year.

- The County's total long-term general obligation debt outstanding including the bond premium decreased by $2,327,927 to $11,583,833 at December 31, 2025.

- The County's estimated net pension liability at December 31, 2025, was $70,113,876, a decrease of $1,473,886 from December 31, 2024. Refer to Note 6 for additional information.

## Overview of the Financial Statements

The financial section of this report consists of four parts:

- Management's discussion and analysis (this section);
- Basic financial statements (including notes);
- Required supplementary information; and
- Supplemental information.

Management's discussion and analysis is a guide to reading the financial statements and provides related information to help the reader better understand the County's government. The basic financial statements include notes that provide additional information essential to a full understanding of the financial data provided in the government-wide and fund financial statements. Required supplementary information is provided that includes a budget to actual comparison for the County's General; Special Grants; Children, Youth, and Families Fund; and Social Services Fund, a schedule of changes in total OPEB liability and related ratios, a schedule of changes in net pension liability and related ratios, a schedule of employer contributions and a schedule of investment returns. Supplemental information is provided that includes a schedule combining balance sheet for nonmajor governmental funds, schedule of combining statements of revenues, expenditures, and changes in fund balances for nonmajor governmental funds, a combining statement of net position for custodial funds and a combining statement of changes in net position for custodial funds.

The basic financial statements present two different views of the County.

- *Government-wide financial statements*, the first two statements, provide information about the County's overall financial status.

- *Fund financial statements*, the remaining statements, focus on individual parts of the County's government. They provide more detail on operations than the government-wide statements. There are two types of fund financial statements.

- *Governmental funds statements* show how general government services such as public safety, human services, public works, and conservation and development were financed in the short term, as well as what remains for future spending.

- *Fiduciary funds statements* reflect activities involving resources that are held by the County as a trustee or agent for the benefit of others, including employees of the County, like the pension plan. Fiduciary funds are not reflected in the government-wide statements because the assets cannot be used to support the County's programs.

Table A-1 shows how the various parts of this annual report are arranged and related to one another.

**Table A-1**
**Required Components of the County of Blair's**
**Financial Report**

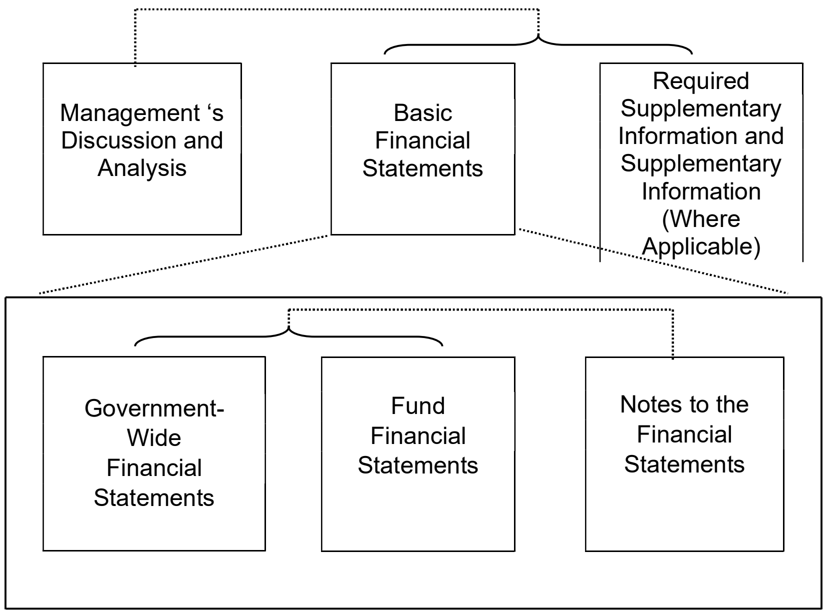


Table A-2 summarizes the major features of the County's financial statements, including the area of the County's activities it covers and the types of information contained.

**Table A-2**
**Major Features of the County of Blair**
**Government-Wide and Fund Financial Statements**

| | | **Fund Statements** | |
|---|---|---|---|
| | **Government-Wide Statements** | **Governmental Funds** | **Fiduciary Funds** |
| Scope | Entire County (except fiduciary funds) | The day-to-day operating activities of the County, such as general administration, judicial, public safety, etc. | Instances in which the County is the trustee or agent to someone else's resources - Pension Trust Fund |
| Required financial statements | Statement of net position<br>Statement of activities | Balance sheet<br>Statement of revenues, expenditures, and changes in fund balance | Statement of fiduciary net position<br>Statement of changes in fiduciary net position |

| | Government-Wide Statements | Fund Statements: Governmental Funds | Fund Statements: Fiduciary Funds |
|---|---|---|---|
| Accounting basis and measurement focus | Accrual accounting and economic resources focus | Modified accrual accounting and current financial resources focus | Accrual accounting and economic resources focus |
| Type of asset/liability information | All assets and liabilities, both financial and capital, and short-term and long-term | Only assets expected to be used up and liabilities that come due during the year or soon thereafter; no capital assets | All assets and liabilities, both short-term and long-term |
| Type of inflow-outflow information | All revenues and expenses during year, regardless of when cash is received or paid | Revenues for which cash is received during or soon after the end of the year; expenditures when goods or services have been received and payment is due during the year or soon thereafter | All revenues and expenses during year, regardless of when cash is received or paid |

The remainder of this overview explains the structure and contents of the government-wide and fund financial statements.

**Government-Wide Financial Statements**

Government-wide financial statements report information about the County as a whole using accounting methods similar to those used by private-sector companies.

- The statement of net position includes all the County's assets, liabilities, deferred outflows of resources and deferred inflows of resources, except fiduciary funds, with the difference between the two reported as net position. This statement serves a purpose similar to that of the balance sheet of a private-sector business.

- The statement of activities focuses on how the County's net position changed during the year. Because it separates program revenue (revenue generated by specific programs through charges for services, grants, and contributions) from general revenue (revenue provided by taxes and other sources not tied to a particular program), it shows to what extent each program has to rely on local taxes for funding.

All changes to net position are reported using the accrual method of accounting, which requires that revenues be reported when they are earned and expenses be reported when the goods and/or services are received, regardless of when cash is received or paid.

Net position is one way to measure the County's financial position. Over time, increases or decreases in the County's net position are one indicator of whether the County's financial position is improving or deteriorating. However, other non-financial factors such as changes in the County's real estate property tax base and general economic conditions must be considered to assess the overall position of the County.

The activities of the primary government:

- *Governmental activities* include the County's basic services such as general government, judicial, highway, health and hospitals, conservation and development, juvenile welfare, public service, culture and recreation, corrections, public safety, homeless prevention, housing rehabilitation, and adult welfare.

Net position of the governmental activities differs from the governmental fund balances because governmental fund level statements only report transactions using or providing current financial resources. Also, capital assets are reported as expenditures when financial resources (money) are expended to purchase or build assets. Likewise, the financial resources that may have been borrowed are considered revenue when they are received. The principal and interest payments are both considered revenue when they are received. The principal and interest payments are both considered expenditures when paid. Depreciation is not calculated as it does not provide or reduce current financial resources. Finally, capital assets and long-term debt do not affect fund balances.

Government-wide statements are reported using an economic resources measurement focus and full accrual basis of accounting that involves the following steps to format the statement of net position:

- Capitalize current outlays for capital assets.
- Report long-term debt, lease liability, subscription-based information technology agreements liability, compensated absences, the total OPEB liability, and the net pension liability as liabilities.
- Report certain deferred inflow and outflows of resources.
- Depreciate/amortize capital assets and allocate the depreciation/amortization to the proper program/activities.
- Calculate revenue and expense using the economic resources measurement focus and the accrual basis of accounting.
- Allocate net position balances as follows:
    - Net investment in capital assets.
    - Restricted net position has constraints placed on its use by external sources (creditors, grantors, contributors, or laws or regulations of governments) or imposed by law through constitutional provisions or enabling legislation.
    - Unrestricted net position does not meet any of the above restrictions.

**Fund Financial Statements**

Fund financial statements provide more detailed information on the County's most significant funds, not the County as a whole. Funds are accounting devices, i.e., a group of related accounts, the County uses to keep track of specific sources of funding and spending for particular purposes. Some funds are required by state law. Other funds are established to control and manage resources designated for specific purposes. Fund financial statements are reported using current financial resources and modified accrual accounting established by the Government Accounting Standards Board ("GASB") for governments.

The County has two kinds of funds:

- ***Governmental funds*** include most of the County's basic services and focus on: (1) the flow in and out of cash and other financial assets that can readily be converted into cash, and (2) the balances left at year-end that are available for spending. These funds are reported using the modified accrual basis of accounting, and a current financial resources measurement focus. Consequently, the governmental funds statements provide a detailed short-term view that helps determine the financial resources available.

    The relationship between governmental activities (reported in the statement of net position and the statement of activities) and governmental funds is described in a reconciliation that follows the governmental fund financial statements.

The County adopts an annual budget for the General Fund; Special Grants Fund; Children, Youth, and Families Fund; and Social Services Fund as required by state law. A budgetary comparison of the County's General Fund; Special Grants Fund; Children, Youth, and Families Fund; and Social Services Fund is presented on pages 64 through 67, respectively.

- ***Fiduciary funds*** are those funds for which the County is the trustee or fiduciary. These include the Employee Retirement Plan and certain custodial funds, or clearing accounts for assets held by the County in its role as custodian until the funds are allocated to the private parties, organizations, or government agencies to which they belong. The County is responsible to ensure the assets reported in these funds are used for their intended purposes. This fiduciary activity is reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position. These funds are excluded from the County's government-wide financial statements because the County cannot use these assets to finance its operations.

**Government-Wide Financial Statements**

The County's total assets and deferred outflow of resources were $127,410,152 at December 31, 2025 and $128,601,750 at December 31, 2024. Of these amounts, $49,826,780 and $46,870,820, respectively, were capital assets.

GASB No. 34 requires that all capital assets, including infrastructure, be valued and reported within the governmental activity's column of the government-wide financial statements, but allowed infrastructure to be added over several years. The County adopted the provisions of GASB 34 related to infrastructure on a retroactive basis. As a result, for the years ended December 31, 2025 and 2024, the County has included all of its infrastructure assets that required capitalization in the County's financial statements.

**Table A-3**
**Statements of Net Position**
**December 31, 2025 and 2024**

| | 2025 Governmental activities | 2024 Governmental activities |
|---|---|---|
| Current and other assets | $ 70,723,584 | $ 72,418,665 |
| Capital assets | 49,826,780 | 46,870,820 |
| Total assets | 120,550,364 | 119,289,485 |
| Deferred outflows of resources | 6,859,788 | 9,312,265 |
| Current portion of liabilities | 13,239,106 | 10,059,307 |
| Long-term portion of liabilities | 87,560,208 | 93,000,144 |
| Total liabilities | 100,799,314 | 103,059,451 |
| Deferred inflows of resources | 1,985,916 | 8,339,586 |
| Net position: | | |
| Net investment in capital assets | 37,312,894 | 32,063,927 |
| Restricted | 24,300,625 | 27,853,750 |
| Unrestricted | (36,988,597) | (42,714,964) |
| Total net position | $ 24,624,922 | $ 17,202,713 |

**Change in Net Position**

The following statement of activities represents changes in net position for the years ended December 31, 2025 and 2024. It shows revenues by source and expenses by function for the government as a whole.

**Table A-4**
**Statements of Changes in Net Position**
**December 31, 2025 and 2024**

| | 2025 Governmental activities | 2024 Governmental activities |
|---|---|---|
| Revenues: | | |
| Program revenues: | | |
| Charges for service | $ 6,625,926 | $ 7,379,085 |
| Grants and contributions | 38,399,768 | 64,745,447 |
| General revenues: | | |
| Taxes | 42,856,576 | 39,434,824 |
| Interest | 1,915,388 | 2,307,439 |
| Other | 4,989,583 | 2,953,189 |
| Total revenues | 94,787,241 | 116,819,984 |
| Expenses: | | |
| General government | 11,569,001 | 11,449,325 |
| Judicial | 13,749,879 | 12,510,922 |
| Highway | 1,703,240 | 615,536 |
| Health and hospitals | 10,450,989 | 10,858,908 |
| Conservation and development | 659,640 | 404,615 |
| Juvenile welfare | 21,324,292 | 18,636,254 |
| Public service | 21,385 | 35,183 |
| Culture and recreation | 1,781,028 | 1,720,893 |
| Corrections | 18,361,759 | 18,294,087 |
| Public safety | 3,381,068 | 5,184,389 |
| Homeless prevention | 107,306 | 92,390 |
| Housing rehabilitation | 1,013,666 | 938,824 |
| Adult welfare | 1,968,269 | 2,192,716 |
| Interest on long-term debt | 381,404 | 448,324 |
| Other expenditures | 892,106 | 909,750 |
| Total expenses | 87,365,032 | 84,292,116 |
| Increase in net position | 7,422,209 | 32,527,868 |
| Net position at beginning of year | 17,202,713 | (15,325,155) |
| Net position at end of year | $ 24,624,922 | $ 17,202,713 |

While Net position at the end of 2025 increased by over $7 million, or 43%, there were few significant line changes. Revenue from taxes increased by over $3 million or 9%. Significant wage increases were put in place in 2025, but some departments saw a decrease in expenses. Interest income decreased for two reasons. Firstly, interest rates decreased somewhat. Secondly, because of the state budget impasse, reserves were necessary to make payroll and pay other bills.

**Net Program Expenses**

Net program expenses indicate the amount of support required from taxes and other general revenues for a program of the government. Table A-5 depicts the net program expenses for the years ended December 31, 2025 and 2024.

**Table A-5**
**Net Cost of Governmental Activity**

| | Total Cost of Services | |
|---|---|---|
| | 2025 | 2024 |
| Program: | | |
| General government | $ (9,853,908) | $ 9,681,495 |
| Judicial | (9,304,726) | (8,381,766) |
| Highway | (456,786) | 655,004 |
| Health and hospitals | (574,613) | 2,601,304 |
| Conservation and development | (161,548) | 90,327 |
| Juvenile welfare | (4,128,003) | (1,285,623) |
| Public service | 83,810 | 63,608 |
| Culture and recreation | (75,966) | (65,260) |
| Corrections | (16,684,075) | (16,676,176) |
| Public safety | 83,371 | 2,008,141 |
| Homeless prevention | 7,255 | 2,105 |
| Housing rehabilitation | (31,147) | 91,077 |
| Adult welfare | 30,508 | 406,254 |
| Interest on long-term debt | (381,404) | (448,324) |
| Other expenditures | (892,106) | (909,750) |
| | $ (42,339,338) | $ (12,167,584) |

## Capital Assets

The County's investment in capital assets at December 31, 2025 and 2024, net of accumulated depreciation/amortization, was $49,826,780 and $46,870,820, respectively. Capital assets consist primarily of land, buildings, equipment and infrastructure. The following is a summary of capital assets at December 31, 2025 and 2024:

**Table A-6**
**Capital Assets, Governmental Activities**

| | 2025 Governmental Activities | 2024 Governmental Activities |
|---|---|---|
| Artifacts | $ 109,200 | $ 109,200 |
| Land | 298,622 | 298,622 |
| Construction in progress | 10,282,490 | 6,188,021 |
| Bridges & roads | 10,906,892 | 10,645,225 |
| Buildings & improvements | 56,750,795 | 55,351,773 |
| Land improvements | 1,563,941 | 1,563,941 |
| Machinery and equipment | 27,029,530 | 26,126,184 |
| Furniture and fixtures | 973,726 | 920,287 |
| Other improvements | 282,567 | 282,567 |
| Right-to-use assets | 1,226,059 | 1,395,116 |
| Accumulated depreciation/amortization | (59,597,042) | (56,010,116) |
| | $ 49,826,780 | $ 46,870,820 |

Detailed information about the County's capital assets can be found in Note 5 within the accompanying notes to the financial statements.

## Long-Term Liabilities

At December 31, 2025, the County had $12,167,863 of debt outstanding, including general obligation bonds, leases payable, and subscription liability. Debt decreased 17.82 percent from the previous year. The following is a summary of general obligation bonds, leases, net pension liability, total OPEB liability and compensated absences for the 2025 year:

**Table A-7**
**Statement of Long-Term Liability Activity**

| Type | Beginning Balance | Additions | Deletions | Ending Balance |
|---|---|---|---|---|
| Governmental Activities: | | | | |
| General Obligation Debt, Net | $ 13,911,760 | $ - | $ (2,327,927) | $ 11,583,833 |
| Leases Payable | 529,998 | - | (77,287) | 452,711 |
| Subscription Liability | 365,135 | - | (233,816) | 131,319 |
| Compensated Absences | 1,918,792 | 134,970 | - | 2,053,762 |
| Net Pension Liability | 71,587,762 | - | (1,473,886) | 70,113,876 |
| Total OPEB Liability | 7,145,445 | - | (217,118) | 6,928,327 |
| Total Governmental Activities Long-Term Debt | $ 95,458,892 | $ 134,970 | $ (4,330,034) | $ 91,263,828 |

Detailed information about the County's long-term debt, leases, and subscription-based information technology agreements can be found in Note 8, Note 12, and Note 13, respectively, and information about compensated absences can be found in Note 9 in the accompanying notes to the financial statements.

## Fund Financial Statements

### Governmental Funds

The County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

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

The County's governmental funds include the General Fund, Capital Reserve Fund, and various special revenue funds. The General Fund is the chief operating fund of the County, and the Capital Reserve Fund is designated for future capital projects of the County. Special revenue funds are restricted to specific legislated use. The major funds are identified as such on the statement of revenues, expenditures and changes in fund balances in the financial statements.

### Governmental Fund Revenues

Governmental fund revenues by source at December 31, 2025 and 2024 were as follows:

**Table A-8**
**Revenue by Source, Governmental Funds**

| | 2025 | 2024 | Changes from 2025 to 2024 |
|---|---|---|---|
| Revenues: | | | |
| Taxes | $ 42,260,347 | $ 38,549,886 | $ 3,710,461 |
| Fines, Forfeits, and Costs | 517,391 | 540,144 | (22,753) |
| Interest | 1,915,388 | 2,307,439 | (392,051) |
| Intergovernmental | 39,373,165 | 62,713,232 | (23,340,067) |
| Departmental Charges | 6,625,926 | 7,379,085 | (753,159) |
| Payments in Lieu of Taxes | 388,466 | 449,175 | (60,709) |
| Other revenues | 4,472,192 | 2,413,045 | 2,059,147 |
| Lease Proceeds | - | 40,199 | (40,199) |
| Subscription Proceeds | - | 206,337 | (206,337) |
| Transfers In | 3,237,226 | 21,506,763 | (18,269,537) |
| | $ 98,790,101 | $136,105,305 | $ (37,315,204) |

Intergovernmental revenues decreased by nearly 40%, which offset the 2024 increase primarily due to ARPA funds. The increase in tax revenue is due to a tax rate increase in 2025.

**Governmental Fund Expenditures**

Governmental fund expenditures by function at December 31, 2025 and 2024 were as follows:

**Table A-9**
**Expenditures by Functions, Governmental Funds**

| | 2025 | 2024 | Changes from 2025 to 2024 |
|---|---|---|---|
| Program: | | | |
| General government | $ 10,541,359 | $ 10,361,911 | $ 179,448 |
| Judicial | 14,327,502 | 12,606,039 | 1,721,463 |
| Highway | 1,058,664 | 547,851 | 510,813 |
| Health and hospitals | 11,155,744 | 11,102,134 | 53,610 |
| Conservation and development | 380,403 | 375,367 | 5,036 |
| Juvenile welfare | 22,633,850 | 19,006,115 | 3,627,735 |
| Public service | 22,831 | 35,984 | (13,153) |
| Culture and recreation | 1,858,021 | 1,722,958 | 135,063 |
| Corrections | 19,376,484 | 18,573,746 | 802,738 |
| Public safety | 3,477,975 | 5,195,231 | (1,717,256) |
| Homeless prevention | 114,561 | 94,495 | 20,066 |
| Housing rehabilitation | 1,082,197 | 960,212 | 121,985 |
| Adult welfare | 2,101,338 | 2,242,671 | (141,333) |
| Other expenditures | 579,445 | 567,850 | 11,595 |
| Capital Outlay | 6,711,943 | 6,584,762 | 127,181 |
| Debt Service | 3,031,002 | 3,135,410 | (104,408) |
| Transfer Out | 3,237,226 | 21,506,763 | (18,269,537) |
| | $ 101,690,545 | $ 114,619,499 | $ (12,928,954) |

Juvenile expenditures increased significantly while other areas saw some savings in 2025.

**Governmental Fund Balances**

Ending balances for governmental funds at December 31, 2025 were as follows:

**Table A-10**
**Ending Fund Balances, Governmental Funds**

| Fund | Balance |
|---|---|
| General Fund | $ 20,340,454 |
| Special Grants Fund | 2,873,059 |
| Children, Youth, and Families Fund | - |
| Capital Reserve Fund | 10,165,005 |
| Social Services Fund | 765,020 |
| Nonmajor Governmental Funds | 17,388,210 |
| | $ 51,531,748 |

**Economic Condition, Outlook and Next Year's Budget**

The Blair County economy seems consistent with 2024. The population of Blair County in 2025 was 119,541. The median income was $ 35,280.00, the median age was 43.1, and the unemployment rate was 3.4%

The inmate population at the Blair County Prison continues to fluctuate, but the increased cost of maintenance on the 158-year-old facility continues to rise, as well as the increased cost of inmate meals and medical costs. Significant wage increases for non-union and UMWA employees offset tax increases and savings.

**General Fund Budget**

The County adopts an annual operating budget for its General and other County Funds in accordance with the Pennsylvania County Code. A schedule showing the County’s original and final budget amounts compared with actual results for the current year is provided within this report.

**Contacting the County's Financial Management**

This financial report is designed to provide citizens, taxpayers, customers, investors, and creditors with a general overview of the County's finances and to demonstrate the County's accountability. Questions concerning this financial information or requests for additional information should be directed to:

Controller’s Office
County of Blair
423 Allegheny Street, Suite 141
Hollidaysburg, PA  16648

# BASIC FINANCIAL STATEMENTS

# COUNTY OF BLAIR
## STATEMENT OF NET POSITION
## DECEMBER 31, 2025

| | Governmental Activities | Component Unit |
|---|---|---|
| **Assets** | | |
| Cash and Cash Equivalents | $ 18,745,753 | $ 139,725 |
| Accounts Receivable | 22,045,371 | 1,246,548 |
| Taxes Receivable | 1,077,364 | - |
| Leases Receivable | 632,905 | 2,115,389 |
| Due From Other Governments | 1,199,526 | 525,944 |
| Restricted Cash | 26,303,971 | 66,647 |
| Loans Reserves | - | 104,508 |
| Prepaid Expense | 718,694 | 11,432 |
| Capital Assets, Not Being Depreciated | 10,690,312 | 4,372,408 |
| Capital Assets (Net) | 39,136,468 | 13,929,097 |
| Total Assets | 120,550,364 | 22,511,698 |
| **Deferred Outflows of Resources** | | |
| Pensions | 6,815,192 | - |
| Other Post Employment Benefits | 44,596 | - |
| Total Deferred Outflows of Resources | 6,859,788 | - |
| **Liabilities** | | |
| Accounts Payable | 7,087,102 | 988,882 |
| Deposits Payable | 4,300 | - |
| Due To Other Governments | 115,603 | - |
| Accrued Payroll | 849,920 | 58,240 |
| Accrued Interest | 78,900 | 3,872 |
| Other Liabilities | 127,210 | - |
| Contingent Liabilities | 196,281 | - |
| Unearned Revenues | 1,076,170 | 18,705 |
| Long-Term Liabilities | | |
| Due within one year | | |
| General Obligation Debt, Net | 2,146,425 | - |
| Leases Payable | 62,866 | 1,091,563 |
| Subscription Liability | 81,752 | - |
| Compensated Absences | 1,394,731 | - |
| Total Other Post Employment Benefits Liability | 17,846 | - |
| Due after one year | | |
| General Obligation Debt, Net | 9,437,408 | - |
| Leases Payable | 389,845 | 2,031,155 |
| Subscription Liability | 49,567 | - |
| Compensated Absences | 659,031 | - |
| Net Pension Liability | 70,113,876 | - |
| Total Other Post Employment Benefits Liability | 6,910,481 | - |
| Total Liabilities | 100,799,314 | 4,192,417 |
| **Deferred Inflows of Resources** | | |
| Leases | 577,657 | 1,897,934 |
| Pensions | 947,094 | - |
| Other Post-Employment Benefits | 461,165 | - |
| Total Deferred Inflows of Resources | 1,985,916 | 1,897,934 |
| **Net Position** | | |
| Net Investment in Capital Assets | 37,312,894 | 15,178,787 |
| Restricted for: | | |
| Debt Service | 1,040,579 | - |
| Program Purposes | 23,260,046 | 66,647 |
| Unrestricted (Deficit) | (36,988,597) | 1,175,913 |
| Total Net Position | $ 24,624,922 | $ 16,421,347 |

COUNTY OF BLAIR
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

| | | Program Revenues | | | Net (Expense) Revenue and Changes in Net Position | |
|---|---|---|---|---|---|---|
| | | | | | Primary Government | |
| Functions/Programs | Expenses | Charges for Services | Operating Grants and Contributions | Capital Grants and Contributions | Governmental Activities | Component Unit |
| Primary Government: | | | | | | |
| Governmental Activities: | | | | | | |
| General Government | $ 11,569,001 | $ 1,082,158 | $ 298,844 | $ 334,091 | $ (9,853,908) | $ - |
| Judicial | 13,749,879 | 2,287,975 | 2,156,058 | 1,120 | (9,304,726) | - |
| Highway | 1,703,240 | - | 1,246,454 | - | (456,786) | - |
| Health and Hospitals | 10,450,989 | - | 9,875,788 | 588 | (574,613) | - |
| Conservation and Development | 659,640 | - | 498,092 | - | (161,548) | - |
| Juvenile Welfare | 21,324,292 | - | 17,195,693 | 596 | (4,128,003) | - |
| Public Service | 21,385 | 105,195 | - | - | 83,810 | - |
| Culture and Recreation | 1,781,028 | 1,686,661 | 18,401 | - | (75,966) | - |
| Corrections | 18,361,759 | 1,204,821 | 472,863 | - | (16,684,075) | - |
| Public Safety | 3,381,068 | 84,508 | 3,379,931 | - | 83,371 | - |
| Homeless Prevention | 107,306 | - | 114,561 | - | 7,255 | - |
| Housing Rehabilitation | 1,013,666 | 174,608 | 807,911 | - | (31,147) | - |
| Adult Welfare | 1,968,269 | - | 1,998,777 | - | 30,508 | - |
| Interest on Long-Term Debt | 381,404 | - | - | - | (381,404) | - |
| Other Expenditures | 892,106 | - | - | - | (892,106) | - |
| Total Governmental Activities | 87,365,032 | 6,625,926 | 38,063,373 | 336,395 | (42,339,338) | - |
| Total Primary Government | $ 87,365,032 | $ 6,625,926 | $ 38,063,373 | $ 336,395 | (42,339,338) | - |
| Component Unit: | | | | | | |
| Blair County Airport Authority | $ 8,162,588 | $ 210,305 | $ 6,612,014 | $ 968,801 | | $ (371,468) |
| Total Component Unit | $ 8,162,588 | $ 210,305 | $ 6,612,014 | $ 968,801 | | (371,468) |

| | Governmental Activities | Component Unit |
|---|---|---|
| General Revenues: | | |
| Taxes: | | |
| Property Taxes - Levied for General Purposes | 42,468,110 | - |
| Payment in Lieu of Taxes | 388,466 | - |
| Interest | 1,915,388 | 810,374 |
| Other | 4,989,583 | - |
| Total General Revenues | 49,761,547 | 810,374 |
| Change in Net Position | 7,422,209 | 438,906 |
| Net Position (Deficit) - Beginning of Year | 17,202,713 | 15,982,441 |
| Net Position (Deficit) - End of Year | $ 24,624,922 | $ 16,421,347 |

The accompanying notes are an integral part of the financial statements

COUNTY OF BLAIR
BALANCE SHEET - GOVERNMENTAL FUNDS
DECEMBER 31, 2025



| | General Fund | Special Grants Fund | Children, Youth, and Families Fund | Capital Reserve Fund | Social Services Fund | Nonmajor Governmental Funds | Total Governmental Funds |
|---|---|---|---|---|---|---|---|
| **Assets** | | | | | | | |
| Cash and Cash Equivalents | $ 11,526,625 | $ - | $ - | $ - | $ - | $ 7,219,128 | $ 18,745,753 |
| Accounts Receivable | 4,954,659 | 5,741,067 | 10,239,066 | 90,000 | 579,237 | 441,342 | 22,045,371 |
| Taxes Receivable | 1,077,364 | - | - | - | - | - | 1,077,364 |
| Leases Receivable | 564,384 | - | - | - | - | 68,521 | 632,905 |
| Due From Other Funds | 7,663,978 | - | - | - | - | 162,175 | 7,826,153 |
| Due From Other Governments | - | - | - | - | - | 1,199,526 | 1,199,526 |
| Prepaid Expense | 680,913 | - | 3,642 | 1,445 | - | 32,694 | 718,694 |
| Restricted Cash | - | 4,026,769 | 17,206 | 10,419,583 | 1,716,263 | 10,124,150 | 26,303,971 |
| Total Assets | $ 26,467,923 | $ 9,767,836 | $ 10,259,914 | $ 10,511,028 | $ 2,295,500 | $ 19,247,536 | $ 78,549,737 |
| **Liabilities** | | | | | | | |
| Accounts Payable | $ 1,196,993 | $ 122,377 | $ 3,200,359 | $ 339,704 | $ 1,475,342 | $ 752,327 | $ 7,087,102 |
| Accrued Payroll and Related Liabilities | 678,931 | - | 64,556 | - | 13,328 | 93,105 | 849,920 |
| Deposits Payable | - | - | - | - | - | 4,300 | 4,300 |
| Due To Other Funds | - | 11,073 | 6,994,999 | 6,319 | 41,810 | 771,952 | 7,826,153 |
| Due To Other Governments | - | - | - | - | - | 115,603 | 115,603 |
| Other Liabilities | 127,210 | - | - | - | - | - | 127,210 |
| Unearned Revenues | - | 1,020,260 | - | - | - | 55,910 | 1,076,170 |
| Total Liabilities | 2,003,134 | 1,153,710 | 10,259,914 | 346,023 | 1,530,480 | 1,793,197 | 17,086,458 |
| **Deferred Inflows of Resources** | | | | | | | |
| Unavailable Tax Revenue - Property Tax | 3,612,807 | - | - | - | - | - | 3,612,807 |
| Opioid Settlement | - | 5,741,067 | - | - | - | - | 5,741,067 |
| Leases | 511,528 | - | - | - | - | 66,129 | 577,657 |
| Total Deferred Inflows of Resources | 4,124,335 | 5,741,067 | - | - | - | 66,129 | 9,931,531 |
| **Fund Balances** | | | | | | | |
| Nonspendable | 680,913 | - | - | 1,445 | - | 32,694 | 715,052 |
| Restricted | - | 2,873,059 | - | 10,163,560 | 765,020 | 10,498,986 | 24,300,625 |
| Assigned | 156,512 | - | - | - | - | 7,036,577 | 7,193,089 |
| Unassigned | 19,503,029 | - | - | - | - | (180,047) | 19,322,982 |
| Total Fund Balances | 20,340,454 | 2,873,059 | - | 10,165,005 | 765,020 | 17,388,210 | 51,531,748 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 26,467,923 | $ 9,767,836 | $ 10,259,914 | $ 10,511,028 | $ 2,295,500 | $ 19,247,536 | $ 78,549,737 |

# COUNTY OF BLAIR
## RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS TO THE STATEMENT OF NET POSITION
## DECEMBER 31, 2025

| | | |
|---|---|---|
| Total fund balances for governmental funds | | $ 51,531,748 |
| Total net position reported for governmental activities in the statement of net position is different because: | | |
| Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. Those assets consist of: | | |
| Artifacts | 109,200 | |
| Land | 298,622 | |
| Construction in Progress | 10,282,490 | |
| Bridges and Roads, net of $1,061,145 accumulated depreciation | 9,845,747 | |
| Buildings and Improvements, net of $29,917,486 accumulated depreciation | 26,833,309 | |
| Land Improvements, net of $1,500,820 accumulated depreciation | 63,121 | |
| Machinery and Equipment, net of $25,223,744 accumulated depreciation | 1,805,786 | |
| Furniture and Fixtures, net of $896,722 accumulated depreciation | 77,004 | |
| Other Improvements, net of $282,567 accumulated depreciation | - | |
| Right-to-Use Assets, net of $714,558 accumulated amortization | 511,501 | |
| Total capital assets | | 49,826,780 |
| Other assets are not available to pay for current-period expenditures and, therefore, are deferred in the funds | | |
| Unavailable Real Estate Taxes | 3,612,807 | |
| Deferred Inflows Related to Opioid Settlement | 5,741,067 | |
| | | 9,353,874 |
| Long-term liabilities applicable to the County's governmental activities are not due and payable in the current period and accordingly are not reported as fund liabilities. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities - both current and long-term - are reported in the statement of net position. | | |
| Balances at December 31, 2025 consist of: | | |
| General Obligation Debt | (11,386,610) | |
| Leases Payable | (452,711) | |
| Subscription Liability | (131,319) | |
| Bond Premium | (197,223) | |
| Contingent Liabilities | (196,281) | |
| Accrued Interest | (78,900) | |
| Deferred Outflow of Resources - Pensions | 6,815,192 | |
| Deferred Inflow of Resources - Pensions | (947,094) | |
| Net Pension Liability | (70,113,876) | |
| Deferred Outflow of Resources - OPEB | 44,596 | |
| Deferred Inflow of Resources - OPEB | (461,165) | |
| Other Post-Employment Benefits (OPEB) | (6,928,327) | |
| Compensated Absences | (2,053,762) | |
| | | (86,087,480) |
| Total net position of governmental activities | | $ 24,624,922 |

The accompanying notes are an integral part of the financial statements.

COUNTY OF BLAIR
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

| | General Fund | Special Grants Fund | Children, Youth, and Families Fund | Capital Reserve Fund | Social Services Fund | Nonmajor Governmental Funds | Total Governmental Funds |
|---|---|---|---|---|---|---|---|
| Revenues: | | | | | | | |
| Taxes | $ 42,260,347 | $ - | $ - | $ - | $ - | $ - | $ 42,260,347 |
| Fines, Forfeits, and Costs | 517,391 | - | - | - | - | - | 517,391 |
| Interest | 844,638 | 185,529 | 169 | 422,893 | 5,725 | 456,434 | 1,915,388 |
| Intergovernmental | 3,282,774 | 540,671 | 17,290,231 | - | 10,686,654 | 7,572,835 | 39,373,165 |
| Departmental Charges | 2,826,269 | 793,905 | - | - | - | 3,005,752 | 6,625,926 |
| Payments in Lieu of Taxes | 388,466 | - | - | - | - | - | 388,466 |
| Other Revenues | 1,466,019 | 64,806 | 2,713,612 | - | - | 227,755 | 4,472,192 |
| Total Revenues | 51,585,904 | 1,584,911 | 20,004,012 | 422,893 | 10,692,379 | 11,262,776 | 95,552,875 |
| Expenditures: | | | | | | | |
| Current: | | | | | | | |
| General Government | 9,445,210 | 328,407 | - | 707,814 | - | 59,928 | 10,541,359 |
| Judicial | 12,926,402 | - | - | - | - | 1,401,100 | 14,327,502 |
| Highway | 863,724 | - | - | - | - | 194,940 | 1,058,664 |
| Health and Hospitals | 392,126 | - | - | - | 10,763,618 | - | 11,155,744 |
| Conservation and Development | 235,403 | - | - | - | - | 145,000 | 380,403 |
| Juvenile Welfare | 2,630,434 | - | 20,003,416 | - | - | - | 22,633,850 |
| Public Service | - | - | - | - | - | 22,831 | 22,831 |
| Culture and Recreation | - | - | - | - | - | 1,858,021 | 1,858,021 |
| Corrections | 18,690,781 | 179,552 | - | - | - | 506,151 | 19,376,484 |
| Public Safety | 289,268 | - | - | - | - | 3,188,707 | 3,477,975 |
| Homeless Prevention | - | - | - | - | - | 114,561 | 114,561 |
| Housing Rehabilitation | - | - | - | - | - | 1,082,197 | 1,082,197 |
| Adult Welfare | 2,101,338 | - | - | - | - | - | 2,101,338 |
| Other Expenditures | 276,970 | 302,475 | - | - | - | - | 579,445 |
| Capital Outlay | 230,838 | 55,624 | 596 | 5,629,510 | 588 | 794,787 | 6,711,943 |
| Debt Service | | | | | | | |
| Principal | 262,034 | - | - | - | - | 2,332,181 | 2,594,215 |
| Interest | 29,801 | - | - | - | - | 406,986 | 436,787 |
| Total Expenditures | 48,374,329 | 866,058 | 20,004,012 | 6,337,324 | 10,764,206 | 12,107,390 | 98,453,319 |
| (Deficiency) Excess of Revenues Over Expenditures | 3,211,575 | 718,853 | - | (5,914,431) | (71,827) | (844,614) | (2,900,444) |
| Other Financing Sources (Uses): | | | | | | | |
| Operating Transfers In | 243,008 | - | - | - | - | 2,994,218 | 3,237,226 |
| Operating Transfers Out | (2,994,218) | - | - | - | - | (243,008) | (3,237,226) |
| Total Other Financing Sources (Uses) | (2,751,210) | - | - | - | - | 2,751,210 | - |
| Net Change in Fund Balances | 460,365 | 718,853 | - | (5,914,431) | (71,827) | 1,906,596 | (2,900,444) |
| Fund Balances - Beginning of Year | 19,880,089 | 2,154,206 | - | 16,079,436 | 836,847 | 15,481,614 | 54,432,192 |
| Fund Balances - End of Year | $ 20,340,454 | $ 2,873,059 | $ - | $ 10,165,005 | $ 765,020 | $ 17,388,210 | $ 51,531,748 |

COUNTY OF BLAIR
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2025

| | | |
|---|---|---|
| Net change in fund balances - total governmental funds | | $ (2,900,444) |
| The change in net position reported for governmental activities in the statement of activities is different because: | | |
| 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/amortization expense. This is the amount by which capital outlay for the current year ($6,711,943) exceeded depreciation/amortization expense ($3,755,983). | | 2,955,960 |
| Repayment of principal is an expenditure in the governmental funds but reduces the liability in the statement of net position. | | |
| Repayments of General Obligation Notes and Bonds | | 2,283,112 |
| Repayments of Leases and SBITAs | | 311,103 |
| Under the modified accrual basis of accounting used in the governmental funds, expenditures are not recognized for transactions that are not normally paid with expendable available financial resources. In the statement of activities, however, which is presented on the accrual basis, expenses and liabilities are reported regardless of when financial resources are available. In addition, interest on long-term debt is not recognized under the modified accrual basis of accounting until due, rather than as it accrues. This adjustment combines the net changes of the following balances. | | |
| Compensated Absences | (134,970) | |
| Bond Premium | 44,815 | |
| Pension Expense | 5,793,677 | |
| OPEB Expense | (175,978) | |
| Accrued Interest on Long-Term Debt | 10,568 | |
| | | 5,538,112 |
| Revenues in the statement of activities that are not available to provide current financial resources are not reported as revenues in the funds. At the government-wide level, revenue recognition is not limited by availability. The effects of these adjustments in the current year are: | | |
| Real Estate Taxes | 207,763 | |
| Opioid Revenue | (973,397) | |
| | | (765,634) |
| Change in net position of governmental activities | | $ 7,422,209 |

COUNTY OF BLAIR
STATEMENT OF FIDUCIARY NET POSITION - FIDUCIARY FUNDS
DECEMBER 31, 2025

| | Component Unit Employee Retirement Plan Fund | Custodial Funds |
|---|---|---|
| **Assets** | | |
| Cash and Cash Equivalents | $ 945,989 | $ 3,684,128 |
| Accounts Receivable | - | 1,509 |
| Taxes Receivable | - | 9,916,816 |
| Investments at Fair Value | | |
| Equity Mutual Funds | 24,720,469 | - |
| Fixed Income Mutual Funds | 9,979,439 | - |
| Alternative Investments | 5,828,365 | - |
| Total Assets | $ 41,474,262 | $ 13,602,453 |
| **Liabilities** | | |
| Accounts Payable | $ 24,283 | $ 4,125,791 |
| Due To Other Governments | - | 9,178,760 |
| Other Liabilities | - | 297,902 |
| Total Liabilities | 24,283 | 13,602,453 |
| **Net Position** | | |
| Restricted for: | | |
| Pension | 41,449,979 | - |
| Total Net Position | 41,449,979 | - |
| Total Liabilities and Net Position | $ 41,474,262 | $ 13,602,453 |

# COUNTY OF BLAIR
## STATEMENT OF CHANGES IN FIDUCIARY NET POSITION - FIDUCIARY FUNDS
## FOR THE YEAR ENDED DECEMBER 31, 2025

| | Component Unit Employee Retirement Trust Fund | Custodial Funds |
|---|---|---|
| Additions: | | |
| Contributions: | | |
| County | $ 5,788,125 | $ - |
| Plan Members | 1,353,396 | - |
| Gifts | - | 191,814 |
| Total Contributions | 7,141,521 | 191,814 |
| Investment Income: | | |
| Net Increase in Fair Value of Investments | 5,869,342 | - |
| Interest and Dividends | 17,501 | - |
| Investment Expense | (82,217) | - |
| Net Investment Income | 5,804,626 | - |
| Collections: | | |
| For Other Governments | - | 21,785,397 |
| For Other Third Parties | - | 2,619,732 |
| Total Collections | - | 24,405,129 |
| Total Additions | 12,946,147 | 24,596,943 |
| Deductions: | | |
| Employee Benefits Paid | 8,219,799 | - |
| Administrative Expenses | 48,571 | - |
| Payments to Gift Recipients | - | 191,814 |
| Payments to Other Governments | - | 21,785,397 |
| Payments to Other Third Parties | - | 2,619,732 |
| Total Deductions | 8,268,370 | 24,596,943 |
| Net Increase in Net Position | 4,677,777 | - |
| Net Position - Beginning of Year | 36,772,202 | - |
| Net Position - End of Year | $ 41,449,979 | $ - |

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The County of Blair (the "County") was formed in 1846. The County operates under the direction of an elected Board of Commissioners and provides the following services: general administrative services, tax assessment and collections, judicial, public improvements, public safety, human services, and culture and recreation. The accompanying financial statements were prepared in accordance with accounting principles generally accepted in the United States of America (GAAP) applicable to governmental units, as prescribed by the Governmental Accounting Standards Board (GASB).

A summary of the County's significant accounting policies consistently applied in the preparation of the accompanying financial statements is as follows:

A) Reporting Entity

The County follows the criteria promulgated by the Governmental Accounting Standards Board (“GASB”) Statement No. 61, “*The Financial Reporting Entity: Omnibus – An Amendment of GASB Statements No. 14 and No. 34*”, for purposes of determining the scope of its reporting entity. The criteria include financial accountability and the nature and significance of the relationship. As required by accounting principles generally accepted in the United States of America, the financial statements of the reporting entity include those of the County of Blair (the Primary Government) and its Component Unit. In determining financial accountability in a given case, the County reviews the applicability of the following criteria.

The County is financially accountable for:

- Organizations that make up the legal County entity.

- Legally separate organizations - If the County officials appoint a voting majority of the organization’s governing body, and the County is able to impose its will on the organization or if there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the County as defined below.

  *Impose Its Will* – If the County can significantly influence the programs, projects, or activities of, or the level of services performed or provided by the organization.

  *Financial Benefit or Burden* – If the County (1) is entitled to the organization’s resources or (2) is legally obligated or has otherwise assumed the obligation to finance the deficits of or provide support to the organization or (3) is obligated in some manner for the debt of the organization.

- Organizations that are fiscally dependent on the County and there is a potential for the organization to provide specific financial benefits to or impose specific financial burdens on the County.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B) Discretely Presented Component Unit

The County has determined financial accountability exists for one legally separate organization. These organizations are, in substance, different than the primary government and as such are discretely presented. Discrete presentation entails reporting component unit financial data in a column separate from the financial data of the primary government. The component unit presented this way is the following:

Blair County Airport Authority

Separate financial statements of the discretely presented component unit can be obtained from the Authority's administration office at 2 Airport Drive, Martinsburg, PA 16662.

*Blair County Airport Authority*

The Blair County Airport Authority (Authority) was established on March 10, 1952, by the County Commissioners to administer the operations of the Blair County Airport located in Martinsburg, Pennsylvania. The Authority operates under a seven-member board of directors appointed for five (5) year terms by the County of Blair (Board of Commissioners) and is a component unit of the County of Blair.

C) Fiduciary Component Unit

In accordance with the guidance contained in GASB Statement No. 84, "*Fiduciary Activities",* the Blair County Pension Plan ("Plan") has been determined to be a fiduciary component unit. The Plan was established to provide retirement, disability, and death benefits to eligible retirees of the County. The Plan is included in the financial reporting entity as a fiduciary fund because the plan is (1) considered to be a separate legal entity, (2) the County appoints a voting majority of the governing board, and (3) the plan imposes a financial burden to the County as it is legally obligated to make contributions to the plan.

D) Government-Wide and Fund Financial Statements

The government-wide financial statements (i.e., statement of net position and the statement of activities) report information on all the non-fiduciary activities of the primary government and its component unit. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities are supported by taxes and intergovernmental revenues are reported separately from the legally separate component unit for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which direct expenses of a given function or segment is affected 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 and other items not properly included among program revenues are reported instead as general revenues.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

D) Government-Wide and Fund Financial Statements (Continued)

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

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

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as expenditures. Proceeds of long-term debt are recorded as liabilities in the government-wide financial statements, rather than as other financing sources. Amounts paid to reduce long-term indebtedness of the reporting government are reported as a reduction of the related liability, rather than as expenditures.

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 collected within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the County considers revenues to be available if they are collected within 365 days of the end of the current fiscal period with the exception of property taxes which must be received within 60 days of the year end to be deemed available. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. Licenses, operating and capital grants, and interest associated with the current fiscal period are considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable only when the cash is received by the County.

Under the current financial resources measurement focus, only current assets and current liabilities are generally included on the balance sheet. The reported fund balance is considered to be a measure of “available spendable resources”. Governmental funds operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in current assets. Accordingly, they are said to present a summary of sources and uses of “available spendable resources” during the period.

Because of their spending measurement focus, expenditure recognition for governmental fund types excludes amounts represented by noncurrent liabilities. Since they do not affect net current assets, such long-term amounts are not recognized as governmental fund type expenditures or fund liabilities.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

E) Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)

Amounts expended to acquire capital assets are recorded as expenditures in the year that resources were expended, rather than as fund assets. The proceeds of long-term debt are recorded as an other financing source rather than as a fund liability. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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, except those required to be accounted for in another fund. Revenues of this fund are primarily derived from real estate taxes, state and federal grants, and fees for services. Many of the basic activities of the County are accounted for in this fund including operation of general county government, boards, commissions, the court system, correctional facility, administration of law enforcement, and health and welfare services.

- The Special Grants Fund is used to account for the receipt and disbursement of grants related to the opioid settlement and emergency management.

- The Children, Youth, and Families Fund is used to account for the amounts received from various federal, state, and local sources. These funds are restricted to provide support services to at-risk juveniles.

- The Capital Reserve Fund is used to account for financial resources to be used in acquisition, construction, or improvement of capital facilities.

- The Social Services Fund is used to account for the receipt and disbursement of grants related to mental health, intellectual disabilities, early intervention, drug and alcohol, and human services.

Additionally, the County reports the following fund types:

- The Employee Retirement Trust Fund accounts for the revenue (i.e., member contributions, County contributions, and net investment income) and the expenses (i.e., contributions refunded, retirement allowances, and death benefits paid) of the Retirement Trust Fund.

- The Custodial Funds consist of restricted revenues of the various row offices of the County. The row office funds, in essence, are escrow funds maintained by the row offices for bails posted, funds held for sheriff's sales, realty transfer taxes held and owed to other governmental entities, and other funds reserved for disposition of legal action.

F) Assets, Liabilities, and Net Position or Fund Balance

1. Cash and Cash Equivalents

The County considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F) Assets, Liabilities, and Net Position or Fund Balance (Continued)

2. Receivables and Payables

- Interfund 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 "due to/from other funds."

3. Investments

Investments for the County are reported at fair value. Alternative investments are valued at net asset value per share, which approximates fair value. Investments that do not have an established market value are reported at estimated values.

4. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (i.e., bridges), are reported in the governmental activity column in the government-wide financial statements. Property, plant, equipment, and infrastructure with initial, individual costs that equal or exceed $100 and have estimated useful lives of greater than one year are recorded as capital assets. Capital assets are recorded at historical costs or estimated historical costs if purchased or constructed. Donated capital assets are recorded at estimated fair value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are completed.

Capital assets of the County are depreciated/amortized using the straight-line method over the following intended useful lives:

| Asset | Years |
|---|---|
| Bridges and Roads | 15-65 |
| Buildings and Improvements | 5-40 |
| Land Improvements | 20 |
| Other Improvements | 5 |
| Machinery and Equipment | 3-30 |
| Furniture and Fixtures | 7 |
| Right-to-Use Assets | 2-75 |

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F) Assets, Liabilities, and Net Position or Fund Balance (Continued)

5. Deferred Inflows/Outflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The government has two items that qualify for reporting in this category. One item is deferred outflow for pensions reported in the government-wide statement of net position. A deferred outflow for pensions results from a difference between projected and actual investment earnings on investments, changes in assumptions, and contributions subsequent to the measurement date. These amounts are deferred and amortized over a closed period beginning in the year in which the difference occurs (current year) except contributions subsequent to the measurement date which are fully recognized in the next year. The second item is a deferred outflow for other post-employment benefits from changes in assumptions. The amount is deferred and amortized over a closed period beginning in the year in which the difference occurs (current year).

In addition to liabilities, the balance sheet will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The government has five items that qualify for reporting in this category. One item is unavailable revenue, reported only in the governmental funds balance sheet. The governmental funds report unavailable revenue from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amount becomes available. The second item is a deferred inflow for opioid settlement, reported only in the governmental funds balance sheet, which will be reduced by received payments. The third item is a deferred inflow for leases, reported in both the governmental funds balance sheet and government-wide statement of net position, which is amortized over the life of the leases. The fourth item is a deferred inflow for pensions reported in the government-wide statement of net position. A deferred inflow for pensions results from a difference between expected and actual experience on investments, net difference between projected and actual earnings on investments, and changes in assumptions. These amounts are deferred and amortized over a closed period beginning in the year the difference occurs (current year). The fifth item is a deferred inflow for other post-employment benefits reported in the government-wide statement of net position. A deferred inflow for other post-employment benefits results from a difference between expected and actual experience on investments. This amount is deferred and amortized over a closed period beginning in the year the difference occurs (current year).

6. Compensated Absences

County policy permits employees to accumulate a limited amount of earned, but unused compensation time. These benefits are payable to employees upon separation of services. All leave pay is accrued when incurred in the government-wide financial statements. A liability for these amounts is reported. The computed liability is in compliance with GASB No. 101, “*Compensated Absences*”.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F) Assets, Liabilities, and Net Position or Fund Balance (Continued)

7. Long-Term Obligations

In the government-wide financial statements, the long-term debt and other long-term obligations are reported as liabilities in the Statement of Net Position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of applicable bond premium or discount.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures.

8. Leases

The County is a lessee for noncancellable leases of equipment, buildings, and the right-to-use land. The County recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements. The County recognizes lease liabilities with an initial, individual value of $5,000 or more.

At the commencement of a lease, the County initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured at the initial amount of the lease liability, adjusted for lease payments made at or before the commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgements related to leases include how the County determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

- The County uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the County generally uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the County is reasonably certain to exercise.

The County monitors changes in circumstance that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F) Assets, Liabilities, and Net Position or Fund Balance (Continued)

9. Unearned Revenues

Revenues that are received but not earned are recorded as unearned revenues in the County's financial statements. In the County's governmental funds, unearned revenues arise when potential revenue does not meet both the "measurable" and "available" criteria for recognition in the current period. Unearned revenues also arise when resources are received by the government before it has legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when both revenue recognition criteria are met, or when the County has a legal claim to the resources, the liability for unearned revenue is removed for the governmental funds' balance sheet, and revenue is recognized.

10. Net Position/Fund Balances

The governmental fund financial statements present fund balances based on classifications that comprise a hierarchy that is based primarily on the extent the County is bound to honor constraints on the specific purposes for which amounts in the respective governmental funds can be spent. The classifications used in the governmental fund financial statements are as follows:

- *Nonspendable Fund Balance* – Amounts that are not in a spendable form (such as Inventory) or are required to be maintained intact.

- *Restricted Fund Balance* – Amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation.

- *Committed Fund Balance* – Amounts constrained to specific purposes by the County itself, using its highest level of decision-making authority (i.e., Board of Commissioners). To be reported as committed, amounts cannot be used for any other purpose unless the County takes the same level action to remove or change the constraint. This formal action is a Board approved Resolution.

- *Assigned Fund Balance* – Amounts the County intends to be used for a specific purpose but are neither restricted nor committed. Assignments of fund balance can be created by the Finance Director pursuant to authorization established by the Board of Commissioners.

- *Unassigned Fund Balance* – Amounts that are available for any purpose. Positive amounts are reported only in the general fund.

When an expenditure is incurred for purposes for which both restricted and unrestricted resources are available, it is the County's policy to use restricted resources first. The County has not established a formal policy for its use of unrestricted fund balance amounts. As such, the County uses committed fund balances first, followed by assigned resources and then unassigned resources, as appropriate opportunities arise.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

F) Assets, Liabilities, and Net Position or Fund Balance (Continued)

10. Net Position/Fund Balances (Continued)

The government-wide financial statements utilize a net position presentation. Net Position is categorized as net investment in capital assets, restricted and unrestricted.

- *Net Investment in Capital Assets* – This category groups all capital assets into one component of net position. Accumulated depreciation/amortization and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance in this category.

- *Restricted Net Position* – This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

- *Unrestricted Net Position* – This category represents net position of the County, not restricted for any project or other purpose.

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amount to report as restricted net position and unrestricted net position in the government-wide statements, a flow assumption must be made about the order in which the resources are considered to be applied. It is the government's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

11. Accounting Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual amounts may differ from those estimates.

12. Interfund Transactions

Quasi-external transactions are accounted for as revenues or expenditures. Transactions that constitute reimbursements to a fund for expenditures initially made from it, which are properly applicable to another fund, are recorded as expenditures in the reimbursing fund, and as reductions of expenditures in the fund that is reimbursed. All other interfund transactions, except quasi-external transactions and reimbursements, are reported as transfers.

G) Adoption of Governmental Accounting Standards Board Statements

The County adopted the required provisions of GASB Statement No. 102, "*Certain Risk Disclosures*". The adoption of this statement had no effect on previously reported amounts.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

G) Adoption of Governmental Accounting Standards Board Statements

H) Pending Changes in Accounting Principles

In April 2024, the GASB issued Statement No. 103, "*Financial Reporting Model Improvements".* The County is required to adopt Statement No. 103 for its calendar year 2026 financial statements.

In September 2024, the GASB issued Statement No. 104, "*Disclosure of Certain Capital Assets".* The County is required to adopt Statement No. 104 for its calendar year 2026 financial statements.

In December 2025, the GASB issued Statement No. 105, "*Subsequent Events".* The County is required to adopt Statement No. 105 for its calendar year 2027 financial statements.

The County has not yet completed the various analysis required to estimate the financial statement impact of these new pronouncements.

I) Component Unit – Summary of Significant Accounting Policies

*Blair County Airport Authority ("Authority")*

Basis of Presentation

The Authority has one proprietary fund, an enterprise fund, which includes all the activities.

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Authority's enterprise fund are charges to customers for rent. The Authority also recognizes, as operating revenue, other miscellaneous charges. Operating expenses for the enterprise fund include administrative expenses. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Grants and similar items are recognized as soon as all eligibility requirements imposed by the provider have been met.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

I) Component Unit – Summary of Significant Accounting Policies (Continued)

*Blair County Airport Authority ("Authority") (Continued)*

Net Position Flow Assumption

Sometimes the government will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the proprietary fund financial statements, a flow assumption must be made about the order in which the resources are considered to be applied.

It is the government's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

Long-Term Obligations

In the financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable statement of net position.

Accounts Receivable

The Authority's accounts receivable are primarily due from facility and hangar rentals from governmental departments and the community. They are recorded at their net realizable value. Credit is extended based on management's discretion and collateral is not required. Management reviews the receivables periodically and provides an allowance for uncollectible receivables. At December 31, 2025, the Authority had no balance for allowance for uncollectible accounts.

Cash and Cash Equivalents

The Authority's cash and cash equivalents are cash on hand and demand deposits with original maturities of three months or less from the date of acquisition.

Capital Assets and Depreciation

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., runways, taxiways, aprons, and similar items), are reported in the financial statements. Capital assets, other than infrastructure assets, are defined by the government as assets with an initial, individual cost of more than $5,000 (amount not rounded) and an estimated useful life in excess of two years. Accordingly, the amounts spent for the construction or acquisition of infrastructure assets are capitalized and reported in the financial statements regardless of their amount.

In the case of the initial capitalization of general infrastructure assets the government chose to include all such items regardless of their acquisition date or amount. The government was able to estimate the historical cost for the initial reporting of these assets through back trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year).

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

l) Component Unit – Summary of Significant Accounting Policies (Continued)

*Blair County Airport Authority ("Authority") (Continued)*

Capital Assets and Depreciation (Continued)

As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the items or extend its useful life beyond the original estimate. In the case of donations, the government values these capital assets at the estimated fair value of the item at the date of its donation.

Contributions for capital improvements includes funds received from federal, state, and county governments for capital construction.

Property, plant, and equipment is depreciated using the straight-line method over the following estimated useful life:

| Asset | Years |
|---|---|
| Buildings | 50 |
| Asphalt Surfaces | 35 |
| Concrete Surfaces | 40 |
| Lighting and Safety Improvements | 25 |
| Vehicles | 10 |
| Equipment, Furniture, and Fixtures | 5-20 |

Unearned Revenue

Income from customer prepayments is deferred and recognized on the day it is earned and also includes unearned revenue from project related grants that will be expended in the future.

Prepaid Expenses

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid expenses in the financial statements. The cost of prepaid items is recorded as expenses when consumed rather than when purchased.

NOTE 2: BUDGETARY DATA

Commonwealth of Pennsylvania statutes require that all County Governments establish budgetary systems and approve annual operating budgets. The County's annual budget relates to the General Fund; Special Grants Fund; Children, Youth, and Families Fund; and Social Services Fund and is based on estimates of revenues and expenditures approved by the Board of County Commissioners. The County adopts the budget on the same basis of accounting as reported in the fund financial statements.

NOTE 2: BUDGETARY DATA (CONTINUED)

The County of Blair follows these procedures in establishing the budgetary data reflected in the financial statements:

County Budget Process

1. During October, the department heads are required to submit preliminary operating budgets to the Commissioners. The operating budgets include proposed expenditures and the means of financing them along with a narrative for increased expenditures.
2. During October and November, the Commissioners review submitted operating budgets, meet with department heads, forecast future needs, and compare with the prior year.
3. By early December, the final budget is presented to the County Commissioners. Pursuant to budgetary requirements, as set forth in the County Code, public notice is given that the final budget is available for inspection for a period of twenty days.
4. After the twenty-day inspection period, but prior to December 31, the County Commissioners adopt the final budget by enacting an appropriate resolution.

Level of Control

The County maintains budgeting control at the individual fund level.

Lapsing of Appropriations

Unexpended appropriations lapse at year-end.

Management Amendment Authority

The County Commissioners may at any time, by resolution, make supplemental appropriations for any lawful purpose from any funds on hand or estimated to be received within the fiscal year and not otherwise appropriated, including the proceeds of any borrowings now or hereafter authorized by law. The County Commissioners may authorize the transfer of any unencumbered balance of any appropriate item or any portion thereof.

NOTE 3: DEPOSIT AND INVESTMENT RISK

*Custodial Credit Risk* – For deposits and investments, custodial credit risk is the risk that in the event of the failure of the counterparty, the County will be able to recover the value of its investments or collateral securities that are in the possession of an outside party. As of December 31, 2025, the County's cash balances for its governmental activities which excludes fiduciary funds were $45,049,724 and its bank balances were $46,199,720. Of these bank balances, $45,949,720 was collateralized with securities held by the pledging financial institutions and uninsured. The entire cash and cash equivalent balance of the retirement fund was collateralized with securities held by the pledging institution or by their trust department or agents.

The majority of the County's investments are in the Retirement Trust Fund.

Fair Value

Investments, including derivative instruments that are not hedging derivatives, are measured at fair value on a recurring basis in accordance with the framework established by GASB Statement No. 72, "*Fair Value Measurement and Application*". That framework provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value.

NOTE 3: DEPOSIT AND INVESTMENT RISK (CONTINUED)

Fair Value (Continued)

The three levels of the fair value hierarchy are described below:

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 quoted prices for similar assets or liabilities in active markets or in inactive markets; inputs other than quoted prices that are observable for the asset or liability; or inputs that are derived principally from or corroborated by observable market data by correlation or other means.

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

As of December 31, 2025, the County's Retirement Fund investments were as follows:

| | 2025 | |
|---|---|---|
| Investment Type | Level 1 | Total |
| Equity Mutual Funds | $ 24,720,469 | $ 24,720,469 |
| Fixed Income Mutual Funds | 9,979,439 | 9,979,439 |
| | $ 34,699,908 | 34,699,908 |
| Alternative Investments | | 5,828,365 |
| Total Investments | | $ 40,528,273 |

As of December 31, 2025, the County had the following debt investments and maturities in its Retirement Fund:

| | Investment Maturities (in Years) | | |
|---|---|---|---|
| Investment Type | 1-5 | 6-10 | Total |
| Fixed Income Mutual Funds | $ 7,963,223 | $ 2,016,216 | $ 9,979,439 |
| Total Investments | $ 7,963,223 | $ 2,016,216 | $ 9,979,439 |

As of December 31, 2025, the debt investments were rated as follows:

| S&P Rating | Fair Value | Percentage |
|---|---|---|
| AAA | $ 4,865,159 | 48.8% |
| AA | 428,753 | 4.3% |
| A | 2,085,192 | 20.9% |
| BBB | 2,481,080 | 24.9% |
| BB | 50,451 | 0.5% |
| B | 49,915 | 0.5% |
| Below B | 18,889 | 0.1% |
| Total Investments | $ 9,979,439 | 100.0% |

NOTE 3: DEPOSIT AND INVESTMENT RISK (CONTINUED)

Fair Value (Continued)

The following table sets forth the additional disclosures for the measurement of investments in certain entities that calculate net asset value per share (or its equivalent):

| Investment Type | Fair Value |
|---|---|
| Clarion Partners Lion Properties Fund | $ 1,306,956 |
| Principal U.S. Property Account | 1,337,584 |
| Schroders Int'l Multi-Cap Equity Trust | 1,543,012 |
| Partners Group Private Credit Strategy | 1,640,813 |
| | $ 5,828,365 |

The Clarion Partners Lion Properties Fund is an open-end, diversified core real estate fund with a primarily institutional quality real estate assets located throughout the United States. The Fund employs a research-driven approach to portfolio construction to deliver a strong income return to investors with the potential for long-term capital appreciation. The Fund has a quarterly redemption frequency and requires a 90-day written notice period prior to the end of a quarter to process capital withdrawals.

The Principal U.S. Property Account is a core real estate separate account designed to have a low to moderate risk compared to other open-end real estate funds. This risk profile has two components: 1) a low to moderate real estate property risk profile; and 2) a low to moderate risk fund-level operating profile. Low to moderate real estate property risk is accomplished by investing primarily in well-leased properties on an unleveraged basis. Low to moderate fund level risk is accomplished by operating with a strong focus on client diversification and by managing fund-level obligations. The Fund has a daily redemption frequency and does not have a standard notice period to process capital withdrawals.

The Hartford Schroders International Multi-Cap Value Fund invests in high-quality, attractively priced companies located in developed and emerging market countries. The Fund seeks long-term capital appreciation using the best opportunities across regions, sectors, and sizes. The Fund has a daily redemption frequency and does not require a written notice to process capital withdrawals.

The Partners Group Private Credit Strategy is a direct lending fund managed by Partners Group. The Partners Group Private Credit Strategy is a private debt fund used mostly for U.S. direct lending. The Fund has a quarterly redemption frequency and requires a 90-day written notice period to process capital withdrawals.

*Interest Rate Risk* – As a means of limiting its exposure to fair value losses arising from rising interest rates, the County’s investment policy imposes no limit on the portion of its Fixed Income Portfolio, which may be invested in less than one-year maturities. The County presents its exposure to interest rate changes using the weighted average maturity method if the information is available. The County’s policies limit exposure to interest rate risk by requiring sufficient liquidity in the investment portfolio. The County’s investment portfolio experienced positive significant fluctuations in fair value during the year.

*Credit Risk* – Credit risk is the risk that an issuer will default on its payment obligations.

NOTE 3: DEPOSIT AND INVESTMENT RISK (CONTINUED)

Fair Value (Continued)

*Concentration of Credit Risk* – The County's investment policy does not allow a single issuer or guarantor to represent more than 10% of total equity, if equity, and 5% of total debt securities, if debt securities, at the time of acquisition. At December 31, 2025, the County had 31.6%, 12.2%, 11.1%, and 6.7% invested in Vanguard Total Stock Market Index, Barid Intermediate Bond Fund, Fidelity Global ex U.S. Index, and Vanguard Short-Term Corporate Bond Index, respectively.

Component Unit – Blair County Airport Authority

*Custodial Credit Risk* – The Authority has no deposit policy for custodial credit risk. As of December 31, 2025, the Authority had no uninsured bank balances.

*Interest Rate Risk* – The Authority does not have a depository policy; however, they manage exposure to declines in fair values by limiting average maturity of deposits.

*Credit Risk* – The board can invest the Authority's funds as authorized for local government units in the *Local Government Unit Debt Act.* Authorized types of investments include the following: U.S. Treasury Bills, short-term obligations of the U.S. government and federal agencies, insured savings and checking accounts, certificates of deposit in banks, savings and loan associations, credit unions, general obligation bonds of the federal government and the Commonwealth of Pennsylvania or any state agency or of any Pennsylvania political subdivision, and shares of mutual funds whose investments are restricted to the above categories. When making investments, the board can combine money from more than one fund under the Authority's control for the purchase of a single investment and join with other political subdivisions and municipal authorities in the purchase of a single investment.

*Concentration of Credit Risk* – The Authority does not have a depository policy to address deposits in any one issue in excess of five percent of the total government's deposits.

NOTE 4: PROPERTY TAXES

Real Estate Property Taxes

Real estate property taxes attach as an enforceable lien on property as of January 1 and are levied on March 1 of each year. Real estate taxes are payable under the following terms: 2% discount March 1 through April 30, face amount, May 1 through June 30, and 10% penalty after June 30. The County bills these taxes which are collected by elected local tax collectors. Real estate property taxes levied for 2025 are recorded as receivables, net of estimated uncollectibles. The net receivables collected during 2025 and expected to be collected within the first sixty (60) days of 2026 are recognized as revenue in 2025. Net receivables estimated to be collectible subsequent to March 1 are reflected in unavailable tax revenue. Prior years' levies are recorded using these same principles and remaining receivables are annually reevaluated as to collectability.

The County is permitted by the County Code of the Commonwealth of Pennsylvania to levy real estate taxes up to 25 mills on every dollar of adjusted valuation for general County purposes exclusive of the requirements for the payment of interest and principal on bonded or funded debt.

The County's 2025 real estate taxes are based on assessed values established by the County's Bureau of Assessments. The total 2025 real estate taxes levied was $41,393,510 on a total County assessed valuation of $8,487,189,836 including supplements. Based on the 2025 levy of 4.883 mills, a property owner would pay $4.883 per $1,000 of assessed valuation.

NOTE 4: PROPERTY TAXES (CONTINUED)

Tax Abatement

Blair County provides tax abatements under two programs: The Keystone Opportunity Zone and The Local Economic Revitalization Tax Assistance Act (LERTA).

*Keystone Opportunity Zone (KOEZ)*

The Keystone Opportunity Zone, Keystone Opportunity Expansion Zone, and Keystone Opportunity Improvement Zone Act authorizes political subdivisions to apply to the Pennsylvania Department of Community and Economic Development (DCED) for designation of an area within the respective political subdivision as a KOEZ granting exemptions, deductions, abatements, or credits from all local taxes identified in the Act. Approval of benefits provided in the Act will result in improving the economic, physical, and social conditions within the Proposed KOEZ by stimulating existing business employment, creating new employment, and diminishing blight. It is expected that increased private and public-sector investors will reverse the disinvestment and conditions of blight within the Proposed KOEZ by the time of its termination. The Proposed KOEZ is not less than 10 acres but not more than 350 acres in the aggregate.

The Proposed KOEZ is comprised of parcels which are (i) deteriorated, underutilized, or unoccupied or (ii) are occupied by a Qualified Business which creates or retains at least 1,000 full-time jobs in Pennsylvania within three years from the designation by DCED's approval of the application for the proposed new KOEZ and with respect to the parcels in the zone list below, the following provisions shall apply:

1. Subject to the provisions of this Resolution, real Property Tax on the Proposed KOEZ is 100% exempt in accordance with the provisions and limitations hereinafter set forth in accordance with the Act, such exemption to begin on January 1, 2014, and to terminate December 31, 2030.

2. Pursuant to Section 310 of the Act, the Altoona Area School District, the City of Altoona, and the County of Blair shall each be paid an amount equal to 110% of the 2013 real estate taxes which would otherwise be due with respect to the parcels set forth in the zone list below for the period of the KOEZ. The approval of the KOEZ for the parcels set forth in the zone list below is contingent upon the three taxing bodies entering a written agreement with the owner of the parcels in the zone list below as required by Section 310, which agreement shall specifically identify the amount of the 2013 taxes in light of the fact that the parcels identified in the zone list below were previously treated as exempt from real estate taxes under a Payment in the Lieu of Taxes Agreement between the three taxing bodies and the owner with the parcels only being returned to taxable status in 2013 removing such real estate tax exemption and the owner challenging such tax exemption removal under the Payment in Lieu of Taxes Agreement.

3. The provisions of the Act not herein enumerated, shall, nevertheless, be incorporated as part of this Ordinance by reference.

4. This resolution shall be effective upon execution, conditioned upon the approval of the application by DCED and conditioned upon the entering of the agreement with respect to the zone list below.

NOTE 4: PROPERTY TAXES (CONTINUED)

Tax Abatement (Continued)

*Keystone Opportunity Zone: New Regional KOEZ*

A) Former Wright Elementary
B) New Southern Blair County Business Park (Claar)
C) Former Bon Secours Hospital Campus Property

*The Local Economic Revitalization Tax Assistance Act (LERTA)*

The Local Economic Revitalization Tax Assistance Act establishes tax exemptions for real property located within deteriorated areas of the County designated by local municipalities. There are certain deteriorated areas existing within the County; and the Board of Commissioners of Blair County believes that it is in the best interest of the County to provide tax incentives for the rehabilitation and development of qualified business property, thereby encouraging revitalization and development of these areas to the benefit of all concerned.

In each deteriorated area, business improvements shall be exempted from County real property taxes, in accordance with the following schedule and related conditions.

1. For the remainder of the year, the improvement is completed, and otherwise taxable and the first complete fiscal year, thereafter, one hundred (100%) percent of the eligible assessment shall be exempt;
2. For the second complete fiscal year, eighty (80%) percent;
3. For the third complete fiscal year, sixty (60%) percent;
4. For the fourth complete fiscal year, forty (40%) percent;
5. For the fifth complete fiscal year, twenty (20%) percent;
6. After the fifth complete fiscal year, the exemption shall terminate.

The exemption from real property taxes granted pursuant to the provisions hereof shall be upon the property exempted and shall not terminate upon the sale or exchange of the property. In the case of business improvements, exemption from County real property taxes, upon completion, shall be limited to the additional assessment valuation attributable to the actual cost of improvements. In no case shall any tax exemption be granted pursuant to the provisions hereof if the property owner has not secured or does not secure the necessary and proper zoning, building, health, housing, electrical, plumbing, or the required permits prior to initiating the business improvement work.

| Tax Abatement Program | Amount of Taxes Abated During the Fiscal Year |
|---|---|
| Keystone Opportunity Zone (KOEZ) | $ - |
| The Local Economic Revitalization Tax Assistance Act (LERTA) | 20,608 |

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2025

NOTE 5: CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2025, was as follows:

| GOVERNMENTAL ACTIVITIES: | Beginning Balance | Increases | Decreases | Ending Balance |
|---|---|---|---|---|
| Capital Assets, Not Being Depreciated/Amortized | | | | |
| Artifacts | $ 109,200 | $ - | $ - | $ 109,200 |
| Land | 298,622 | - | - | 298,622 |
| Construction in Progress | 6,188,021 | 4,094,469 | - | 10,282,490 |
| Total Capital Assets Not Being Depreciated/Amortized | 6,595,843 | 4,094,469 | - | 10,690,312 |
| Capital Assets, Being Depreciated/Amortized | | | | |
| Bridges and Roads | 10,645,225 | 261,667 | - | 10,906,892 |
| Buildings and Improvements | 55,351,773 | 1,399,022 | - | 56,750,795 |
| Land Improvements | 1,563,941 | - | - | 1,563,941 |
| Machinery and Equipment | 26,126,184 | 903,346 | - | 27,029,530 |
| Furniture and Fixtures | 920,287 | 53,439 | - | 973,726 |
| Other Improvements | 282,567 | - | - | 282,567 |
| Right-to-Use Assets | 1,395,116 | - | 169,057 | 1,226,059 |
| Total Capital Assets Being Depreciated/Amortized | 96,285,093 | 2,617,474 | 169,057 | 98,733,510 |
| Less Accumulated Depreciation/Amortization For: | | | | |
| Bridges and Roads | (262,917) | (798,228) | - | (1,061,145) |
| Buildings and Improvements | (28,691,064) | (1,226,422) | - | (29,917,486) |
| Land Improvements | (1,496,200) | (4,620) | - | (1,500,820) |
| Machinery and Equipment | (24,010,395) | (1,213,349) | - | (25,223,744) |
| Furniture and Fixtures | (696,594) | (200,128) | - | (896,722) |
| Other Improvements | (282,567) | - | - | (282,567) |
| Right-to-Use Assets | (570,379) | (313,236) | (169,057) | (714,558) |
| Total Accumulated Depreciation/Amortization | (56,010,116) | (3,755,983) | (169,057) | (59,597,042) |
| Total Capital Assets, Being Depreciated/Amortized, Net | 40,274,977 | (1,138,509) | - | 39,136,468 |
| Governmental Activities Capital Assets, Net | $46,870,820 | $2,955,960 | $ - | $49,826,780 |

NOTE 5: CAPITAL ASSETS (CONTINUED)

Depreciation/amortization expense was charged to functions/programs of the primary government as follows:

| | |
|---|---|
| Governmental Activities: | |
| General Government | $ 1,560,218 |
| Judicial | 329,685 |
| Highway | 711,617 |
| Health and Hospitals | 1,697 |
| Conservation and Development | 303,326 |
| Juvenile Welfare | 123,759 |
| Culture and Recreation | 40,668 |
| Corrections | 212,316 |
| Public Safety | 123,341 |
| Other | 349,356 |
| Total Depreciation/Amortization Expense | $ 3,755,983 |

Component Unit – Blair County Airport Authority

Capital asset activity for the fiscal year ended December 31, 2025, was as follows:

| COMPONENT UNIT: | Beginning Balance | Increases | Decreases | Reclass | Ending Balance |
|---|---|---|---|---|---|
| Capital Assets, Not Being Depreciated | | | | | |
| Land | $ 3,774,330 | $ - | $ - | $ - | $ 3,774,330 |
| Construction in Progress | 1,365,131 | 594,228 | - | (1,361,281) | 598,078 |
| Total Capital Assets Not Being Depreciated | 5,139,461 | 594,228 | - | (1,361,281) | 4,372,408 |
| Capital Assets, Being Depreciated | | | | | |
| Infrastructure | 18,589,619 | - | - | - | 18,589,619 |
| Buildings and Improvements | 14,248,022 | 230,184 | - | - | 14,478,206 |
| Land Improvements | 2,727,169 | 33,622 | - | 1,078,810 | 3,839,601 |
| Equipment, Furniture, and Fixtures | 3,050,452 | 202,478 | - | 282,471 | 3,535,401 |
| Total Capital Assets Being Depreciated | 38,615,262 | 466,284 | - | 1,361,281 | 40,442,827 |
| Less Accumulated Depreciation For: | | | | | |
| Infrastructure | (14,638,263) | (283,452) | - | - | (14,921,715) |
| Buildings and Improvements | (6,400,158) | (283,778) | - | - | (6,683,936) |
| Land Improvements | (1,941,106) | (24,228) | - | - | (1,965,334) |
| Equipment, Furniture, and Fixtures | (2,922,728) | (20,017) | - | - | (2,942,745) |
| Total Accumulated Depreciation | (25,902,255) | (611,475) | - | - | (26,513,730) |
| Total Capital Assets, Being Depreciated, Net | 12,713,007 | (145,191) | - | 1,361,281 | 13,929,097 |
| Component Unit Capital Assets, Net | $ 17,852,468 | $ 449,037 | $ - | $ - | $ 18,301,505 |

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND

**Plan Description**

Substantially all full-time employees of the County of Blair and its related agencies are covered by the Blair County Employees' Retirement System. The Blair County Employees' Retirement System is the administrator of a single-employer defined benefit pension plan that was established January 1, 1943 in accordance with the Commonwealth of Pennsylvania statutes. The financial statements are shown as a pension trust fund (fiduciary fund type) of the County's financial reporting entity.

*Basis of Accounting.* The Blair County Employees' Retirement System and Trust financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of each plan.

*Method Used to Value Investments.* Investments are reported at fair value. Short-term investments are reported at cost, which approximates fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value.

*Plan membership.* Membership of the Plan consisted of the following at January 1, 2025, the date of the latest actuarial valuation:

| | |
|---|---|
| Retirees and Beneficiaries Receiving Benefits | 549 |
| Terminated Plan Members Entitled to but not yet Receiving Benefits | 36 |
| Active Plan Members | 432 |
| Total | 1,017 |
| | |
| Number of Participating Employers | 1 |

*Plan Description.* The Blair County Employees' Retirement System and Trust is a single-employer defined benefit pension plan that covers all employees of the County. The plan provides retirement, disability, and death benefits to plan members and their beneficiaries. Cost-of-living adjustments (COLA) are provided at the discretion of the Blair County Employees' Retirement Board. Act 96 of 1971, as amended, cited as the County Pension Law, provides for the creation, maintenance, and operation of this plan.

**Reserves**

*Members' Annuity Reserve Account.* The balance of $10,453,243 in this account is the total of the contributions deducted from the salaries of the active and terminated vested members of the retirement system and the IRC 414(h)(2) pickup contributions together with the interest additions as of January 1, 2025. These contributions may be withdrawn by the member upon termination or retirement, or instead converted to an annuity at retirement. Liabilities are adjusted to reflect this option.

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

**Reserves (Continued)**

*County Annuity Reserve Account.* The balance of ($65,132,355) in this account as of January 1, 2025, and the amounts expected to be credited in the future, plus investment earnings, represents the reserves set aside for the payment of the County's share of the retirement allowances.

This is the account out of which regular interest is credited to the member's annuity and retired members' reserve account, administrative expenses may be paid, and the pension obligations of the County are funded. When a County Annuity is scheduled to commence for a particular member, sufficient monies are transferred from the County Annuity Reserve Account to the Retired Members' Reserve Account to provide for such County Annuities actually entered upon.

When this account is negative, it means that plan assets are less than the amount needed to cover the benefits of current retirees and accumulated deductions.

*Retired Members' Reserve Account.* This is the account out of which monthly retirement allowances including cost-of-living increases and death benefits are paid.

The assets allocated to this reserve account as of January 1, 2025, amount to $71,341,062. The corresponding liability for those annuitants on the roll is identical. This amount exceeds the actual assets of the plan.

Unrealized appreciation on the Members' Annuity Reserve Account, County Annuity Reserve Account, and Retired Members' Reserve Account amounted to $20,110,252 as of January 1, 2025.

**Plan Reporting**

Net Pension Liability

The total pension liability was based on an actuarial valuation dated January 1, 2025. The components of the net pension liability of the Blair County Employees Pension Plan at January 1, 2025, were as follows:

| | |
|---|---|
| Total Pension Liability | $ 106,886,078 |
| Plan Fiduciary Net Position | 36,772,202 |
| Net Pension Liability | $ 70,113,876 |
| | |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 34.40% |

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2025

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

**Plan Reporting (Continued)**

Net Pension Liability (Continued)

Changes in the County's net pension liability/(asset) at January 1, 2025, were as follows:

| | Increase (Decrease) | | |
|---|---|---|---|
| | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability (a) - (b) |
| Balances at January 1, 2024 | $ 106,291,223 | $ 34,703,461 | $ 71,587,762 |
| Service Cost | 2,663,733 | - | 2,663,733 |
| Interest Cost | 6,850,479 | - | 6,850,479 |
| Difference between Expected & Actual Experience | (549,651) | - | (549,651) |
| Changes in Assumptions | - | - | - |
| Contributions - Employer | - | 5,512,500 | (5,512,500) |
| Contributions - Member | - | 1,189,294 | (1,189,294) |
| Net Investment Income | - | 3,764,884 | (3,764,884) |
| Benefit Payments | (8,369,706) | (8,369,706) | - |
| Administrative Expenses | - | (5,762) | 5,762 |
| Other Changes | - | (22,469) | 22,469 |
| Net Changes | 594,855 | 2,068,741 | (1,473,886) |
| Balances at January 1, 2025 | $ 106,886,078 | $ 36,772,202 | $ 70,113,876 |

**Deferred Outflows (Inflows) of Resources**

The total pension expense (income) recognized in 2025 for the Plan was $(5,552). At January 1, 2025, the County reported deferred outflows of resources and deferred inflows or resources related to the pension plan from the following sources:

| | Deferred Outflows | Deferred Inflows |
|---|---|---|
| Differences between Expected and Actual Experience | $ 879,524 | $ 947,094 |
| Changes in Assumptions | - | - |
| Net Difference between Projected and Actual Earnings on Pension Plan Investments | 147,543 | - |
| Contributions Subsequent to the Measurement Date | 5,788,125 | - |
| | $ 6,815,192 | $ 947,094 |

$5,788,125 reported as deferred outflows of resources related to pensions resulting from County contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability in the year ended December 31, 2026.

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

**Deferred Outflows (Inflows) of Resources (Continued)**

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

| Year Ended December 31: | |
|---|---|
| 2026 | $ 66,801 |
| 2027 | 1,069,780 |
| 2028 | (777,808) |
| 2029 | (278,800) |
| Total | $ 79,973 |

*Investment Policy.* The pension Plan's policy in regard to the allocation of invested assets is established and may be amended by the Board by a majority vote of its members. It is the policy of the Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The following was the Board's asset allocation policy as of January 1, 2025:

| Asset Class | Target Allocation |
|---|---|
| U.S. Equity | 38% |
| International Equity | 19% |
| Core Real Estate | 7% |
| Listed Real Assets | 5% |
| Private Credit/High Yield | 5% |
| U.S. Fixed Income | 24% |
| Cash | 2% |

The long-term expected rate of return on pension Plan investments was determined for each asset class. The long-term geometric, real return projections for each major asset class included in the pension Plan's target asset allocation as of January 1, 2025, are summarized in the following table:

| Asset Class | Expected Real Rate of Return |
|---|---|
| U.S. Equity | 4.8% |
| International Equity | 4.9% |
| Core Real Estate | 3.6% |
| Listed Real Assets | 4.1% |
| Private Credit/High Yield | 6.7% |
| U.S. Fixed Income | 2.0% |
| Cash | 0.5% |

*Discount rate.* The Plan's Total Pension Liability was determined using a discount rate of 7.00% which is set equal to the Plan's long term investment return since under the Plan's funding policy the Plan assets are projected to be sufficient to pay all projected benefits.

NOTE 6: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

*Sensitivity of the net pension liability to changes in the discount rate.* The following presents the net position of the County, calculated using the discount rate of 7.00%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (6.00%) or 1-percentage-point higher (8.00%) than the current rate:

| | **1% Decrease (6.00%)** | **Current Discount Rate (7.00%)** | **1% Increase (8.00%)** |
|---|---|---|---|
| Net Pension Liability | $ 79,741,915 | $ 70,113,876 | $ 61,930,699 |

*Rate of return.* For the year ended January 1, 2025, the annual investment rate of return on pension plan investments was 11.12 percent.

**Actuarial Assumptions**

The total pension liability was determined by an actuarial valuation for the 2025 measurement period at January 1, 2025, using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|---|---|
| Inflation | 2.5% |
| Salary Increases | 4.0%, including inflation |
| Investment Rate of Return | 7.0%, including inflation |

For the 2025 measurement period, mortality rates were based on the PubG-2010 General Amount-Weighted with Scale MP-2021 generational improvement scale for males and females.

The actuarial assumptions used in the valuation for the 2025 measurement period were based on past experience under the plan and reasonable future expectations which represent our best estimate of anticipated experience under the plan. An actuarial experience study was performed in 2021; however, no modifications to assumptions were made as a result.

NOTE 7: OTHER POST-EMPLOYMENT BENEFITS

The County administers a single-employer defined benefit OPEB Plan ("Plan"). The Plan provides postretirement medical benefits for eligible retirees. The County does not issue separate financial reports for the Plan.

*Plan Description:*

The Blair County Employees' Postretirement Benefits Plan is a non-contributory, single-employer postretirement benefits plan that covers full-time employees of the County. The plan provides postretirement medical benefits upon retirement to plan members, pursuant to a County Resolution approved by the Board of Commissioners that was effective June 1, 1989, which was rescinded by the Commissioners effective December 15, 2009. The plan can be amended by the Board of Commissioners. The plan is administered by a plan administrator appointed by the governing body of the County. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

NOTE 7: OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

*Benefits Provided*. An employee enters the plan on the day he becomes a full-time County employee. A County employee who retires at age 55 and has completed 20 years of service or retires at age 60 and has completed 12 years of services is eligible for continued health insurance until age 65. A county employee who terminates employment prior to retirement eligibility will not be eligible for postretirement medical benefits. Upon meeting the eligibility requirements, retired members will continue coverage under the medical program in which they were enrolled during their last year of employment. The Plan benefits are limited to employees who were hired prior to January 1, 2010, subject to certain collective bargaining agreements which may have extended coverage to those hired prior to September 17, 2013.

The County pays the entire cost of the individual rate for the retiree only, until the employee reaches the age of sixty-five. No other medical benefits are provided. Once a retired member reaches sixty-five or dies, health insurance coverage will terminate.

*Employees covered by benefit terms*. At December 31, 2024, the following employees were covered by the benefit terms:

| | |
|---|---|
| Number of Actives w/ coverage | 80 |
| Number of Retirees w/ coverage | 39 |
| Total as of 12/31/2024 | 119 |

*Funding Policy*. The County intends to continue its policy of funding OPEB liabilities on a pay-as-you-go basis and to not pre-fund any unfunded annual required contribution.

*Total OPEB Liability*. The County's total OPEB liability of $6,928,327 was measured as of December 31, 2025 using the actuarial assumptions from the December 31, 2024 actuarial valuation, subject to adjustments.

*Actuarial assumptions and other inputs*. The total OPEB liability was determined by an actuarial valuation as of December 31, 2024, and update procedures were used to roll forward the Total OPEB Liability to the measurement date using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

| | |
|---|---|
| Measurement Date: | December 31, 2025 |
| Actuarial Valuation Date: | December 31, 2024 |
| Actuarial Cost Method: | Entry Age Normal |
| Discount Rate: | The plan is not prefunded and the employer's expected return on internal plan assets is based on the S&P Municipal Bond 20 Year Rate Index as of December 31, 2025 of 4.43%. This is the rate used to discount the plan's benefits and determine the actuarial accrued liability. The prior valuation used 4.28%. |
| Mortality: | Pub-10 General Amount-Weighted for General Employees with Scale MP-2021 based on most recent mortality study for governmental employees issued by the Society of Actuaries. |

NOTE 7: OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

*Actuarial assumptions and other inputs (Continued)*

Health Claims: Developed using a blend of manual and active fully insured rates.

Salary Scale: 4.00%

Retirement Age: The same rates as those used by the pension plan, as specified in the following table:

| Age at the Beginning of Year | Probability of Retiring during Year |
|---|---|
| 50 – 54 | 2% |
| 55 | 50% |
| 56 – 59 | 15% |
| 60 – 64 | 20% |
| 65 – 69 | 35% |
| 70 | 100% |

Disability Rates: None

Utilization: 100%

Inflation: 2.50% per year.

Trend: Premiums are assumed to increase annually at a rate starting at 7.5% (2024) and decreasing linearly by 25 basis points each year to an ultimate annual increase of 4.50%.

The above rates reflect recent healthcare trend rate surveys, blended with the long-term rates from the Getzen model published by the Society of Actuaries.

Credited Service: Total completed years of employment with the County.

Termination Rates: See sample rates below:

| | **Service** | | | |
|---|---|---|---|---|
| **Age** | **0-1** | **2** | **3-9** | **10+** |
| 20 | 17.99% | 14.19% | 0.00% | 0.00% |
| 30 | 18.61% | 13.58% | 8.39% | 4.84% |
| 40 | 15.91% | 10.35% | 6.01% | 4.15% |
| 50 | 15.60% | 8.90% | 5.32% | 3.49% |

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2025

NOTE 7: OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

*Changes in the total OPEB Liability*

The County's change in its total OPEB liability for the year ended December 31, 2025, was as follows:

| | Increase (Decrease) | | |
|---|---|---|---|
| | Total OPEB Liability (a) | Plan Fiduciary Net Position (b) | Net OPEB Liability (a) - (b) |
| Balances at January 1, 2025 | $ 7,145,445 | $ - | $ 7,145,445 |
| Service Cost | 171,030 | - | 171,030 |
| Interest Cost | 300,548 | - | 300,548 |
| Changes in Assumptions | (93,832) | - | (93,832) |
| Contributions - Employer | - | 594,864 | (594,864) |
| Benefit Payments | (594,864) | (594,864) | - |
| Net Changes | (217,118) | - | (217,118) |
| Balances at December 31, 2025 | $ 6,928,327 | $ - | $ 6,928,327 |

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2025, the County recognized OPEB expense of $776,342. At December 31, 2025, the County reported deferred outflows of resources and deferred inflows or resources related to the OPEB plan from the following sources:

| | Deferred Outflows | Deferred Inflows |
|---|---|---|
| Differences between Expected and Actual Experience | $ - | $ 389,272 |
| Changes in Assumptions | 44,596 | 71,893 |
| | $ 44,596 | $ 461,165 |

For the 2025 measurement period, the County recognized expense (income) of $776,342 and amounts reported as deferred outflows of resources and deferred (inflows) of resources related to OPEB will be recognized in pension expense as follows:

| Year Ended December 31: | |
|---|---|
| 2026 | $ (253,219) |
| 2027 | (139,892) |
| 2028 | (23,458) |
| Total | $ (416,569) |

NOTE 7: OTHER POST-EMPLOYMENT BENEFITS (CONTINUED)

*Sensitivity of the total OPEB liability to changes in the discount rate*. The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using a discount rate that is 1 percentage point lower (3.43 percent) or 1 percentage point higher (5.43 percent) than the current discount rate:

| | **1% Decrease (3.43%)** | **Current Discount Rate (4.43%)** | **1% Increase (5.43%)** |
|---|---|---|---|
| Total OPEB Liability | $ 7,139,482 | $ 6,928,327 | $ 6,398,031 |

*Sensitivity of the total OPEB Liability to Changes in the Healthcare Cost Trend Rates*. The following presents the total OPEB liability of the County, as well as what the County's total OPEB liability would be if it were calculated using healthcare trend rates that are 1 percentage point higher or 1 percentage point lower than the current healthcare cost trend rates:

| | **1% Decrease 3.50% - 6.50%** | **Healthcare Cost Trend Rates 4.50% - 7.50%** | **1% Increase 5.50% - 8.50%** |
|---|---|---|---|
| Total OPEB Liability | $ 6,256,726 | $ 6,928,327 | $ 7,320,519 |

NOTE 8: LONG-TERM OBLIGATIONS

<u>Governmental Activities</u>

A summary of changes in long-term debt obligations is as follows:

| | Beginning Balance | Additions | Reductions | Ending Balance | Amounts Due Within One Year |
|---|---|---|---|---|---|
| General Obligation Bonds, Series 2014 | $ 7,135,000 | $ - | $ (455,000) | $ 6,680,000 | $ 475,000 |
| General Obligation Bonds, Series 2017 | 4,000,000 | - | (455,000) | 3,545,000 | 465,000 |
| General Obligation Notes, Series 2020 | 2,534,722 | - | (1,373,112) | 1,161,610 | 1,161,610 |
| Plus: Bond Premium | 242,038 | - | (44,815) | 197,223 | 44,815 |
| Total General Obligation Debt | 13,911,760 | - | (2,327,927) | 11,583,833 | 2,146,425 |
| Leases Payable | 529,998 | - | (77,287) | 452,711 | 62,866 |
| Subscription Liability | 365,135 | - | (233,816) | 131,319 | 81,752 |
| Compensated Absences | 1,918,792 | 134,970 | - | 2,053,762 | 1,394,731 |
| Net Pension Liability | 71,587,762 | - | (1,473,886) | 70,113,876 | - |
| Total OPEB Liability | 7,145,445 | - | (217,118) | 6,928,327 | 17,846 |
| Total Long-Term Obligations | $95,458,892 | $ 134,970 | $(4,330,034) | $91,263,828 | $ 3,703,620 |

Compensated absences are liquidated by the General Fund and certain other governmental funds.

NOTE 8: LONG-TERM OBLIGATIONS (CONTINUED)

Governmental Activities (Continued)

An analysis of debt service requirements to maturity on the General Obligation Debt is as follows:

| Year | Principal | Interest | Debt Service |
|---|---|---|---|
| 2026 | $ 2,101,610 | $ 321,396 | $ 2,423,006 |
| 2027 | 2,485,000 | 277,960 | 2,762,960 |
| 2028 | 2,560,000 | 205,925 | 2,765,925 |
| 2029 | 2,635,000 | 130,125 | 2,765,125 |
| 2030 | 520,000 | 40,350 | 560,350 |
| 2031 - 2032 | 1,085,000 | 32,775 | 1,117,775 |
| Total | $ 11,386,610 | $ 1,008,531 | $ 12,395,141 |

Pertinent information regarding long-term debt obligations outstanding is presented below:

| Date of Issue | Amount of Original Issue | Purpose | Balance Outstanding at December 31, 2025 |
|---|---|---|---|
| 2014 | $ 10,630,000 | General Obligation Bonds issued for reassessment and courthouse renovation costs. The bonds bear an interest rate that varies between 2.00% and 5.00% and matures in 2029. | $ 6,680,000 |
| 2017 | 7,275,000 | General Obligation Bonds issued for courthouse renovation project. The bonds bear an interest rate that varies between 2.00% and 4.00% and matures in 2032. | 3,545,000 |
| 2020 | 7,915,000 | General Obligation Note issued to refund the County's General Obligation Bonds, Series of 2011. The loan bears an interest rate of 1.63% and matures in 2026. | 1,161,610 |
| | | Plus: Bond Premiums | 197,223 |
| | | Total Long-Term Obligations | $ 11,583,833 |

Component Unit – Blair County Airport Authority

The following is a summary of changes in long-term debt for the Blair County Airport Authority for the year ended December 31, 2025:

| | Beginning Balance | Increases | Decreases | Ending Balance | Due Within One Year |
|---|---|---|---|---|---|
| Line of Credit | $ 41,500 | $ 394,088 | $ (117,681) | $ 317,907 | $ 317,907 |
| Line of Credit | 546,924 | 6,160,120 | (5,991,488) | 715,556 | 715,556 |
| USDA Bond A | 1,847,800 | - | (48,904) | 1,798,896 | 50,018 |
| USDA Bond B | 298,262 | - | (7,903) | 290,359 | 8,082 |
| | $ 2,734,486 | $ 6,554,208 | $ (6,165,976) | $ 3,122,718 | $ 1,091,563 |

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2025

NOTE 8: LONG-TERM OBLIGATIONS (CONTINUED)

Component Unit – Blair County Airport Authority (Continued)

Long-term debt consists of various notes payable, which are described as follows:

| Date of Issue | Purpose | Balance Outstanding at December 31, 2025 |
|---|---|---|
| N/A | Line of Credit with M&T Bank with a maximum principal amount of $325,000 bearing a floating rate adjustable monthly (6.8866% at December 31, 2025). | $ 317,907 |
| N/A | Line of Credit with M&T Bank with a maximum principal amount of $750,000 bearing a floating rate adjustable monthly (6.375% at December 31, 2025). | 715,556 |
| 2020 | USDA Guaranteed Revenue Bond, Series A of 2020. Principal payments are deferred for two years until September 2022, at which time monthly payments of $7,498 begin. Interest accrues at a rate of 2.25%. The bond matures on August 13, 2052. | 1,798,896 |
| 2020 | USDA Guaranteed Revenue Bond, Series B of 2020. Principal payments are deferred for two years until September 2022, at which time monthly payments of $1,211 begin. Interest accrues at a rate of 2.25%. The bond matures on August 13, 2052. | 290,359 |
| | | 3,122,718 |
| | Less: Current Portion | (1,091,563) |
| | Total Long-Term Debt | $ 2,031,155 |

Estimated maturities of long-term debt are as follows:

| Year | Principal |
|---|---|
| 2026 | $ 1,091,563 |
| 2027 | 59,422 |
| 2028 | 60,772 |
| 2029 | 62,154 |
| 2030 | 63,567 |
| Thereafter | 1,785,240 |
| Total | $ 3,122,718 |

## NOTE 9: COMPENSATED ABSENCES

At December 31, 2025, the County's compensated absences liability was $2,053,762. Compensated absences are liquidated by the General Fund and certain other governmental funds.

County policy applicable to vacation, sick, and compensatory pay for employees is as follows:

### Vacation Pay

Vacation benefits are accrued as a liability as the benefits are earned if the employees' rights to receive compensation are attributable to services already rendered, and it is probable that the employer will compensate the employees for the benefits through paid time off or some other means.

### Sick Pay

Sick leave benefits are accrued as a liability using the termination method. An accrual for earned sick leave is made to the extent that it is probable that benefits will result in termination payments. The liability is an estimate based on the County's past experience of making termination payments.

### Component Unit – Blair County Airport Authority

It is the Authority's policy to permit employees to accumulate earned but unused vacation and sick pay benefits. There has been a liability accrued in the amount of $47,155 for the year ended December 31, 2025, included in accrued payroll on the statement of net position.

## NOTE 10: INTERFUND OPERATING TRANSFERS

Interfund transfers are a result of reimbursements between funds for taxes and operational costs.

| | Transfers In | Transfers Out |
|---|---|---|
| General Fund | $ 243,008 | $ 2,994,218 |
| Nonmajor Governmental Funds | | |
| Debt Service Fund | 2,972,489 | - |
| Hazardous Emergency Response Fund | - | 8,000 |
| Juvenile Probation | 21,729 | 8 |
| Offender Supervision | - | 235,000 |
| Total Nonmajor Governmental Funds | 2,994,218 | 243,008 |
| Total | $ 3,237,226 | $ 3,237,226 |

Certain funds are required to fund a portion of all of the expenses of other funds to cover deficits in those funds.

## NOTE 11: INTERFUND BALANCES

Interfund balances at December 31, 2025, consisted of the following:

| | Due From | Due To |
|---|---|---|
| General Fund | $ 7,663,978 | $ - |
| Special Grants Fund | - | 11,073 |
| Children, Youth, and Families Fund | - | 6,994,999 |
| Capital Reserve Fund | - | 6,319 |
| Social Services Program Fund | - | 41,810 |
| | | |
| Nonmajor Governmental Funds | | |
| Liquid Fuels Fund | - | 275 |
| Hotel Tax Fund | - | 148,246 |
| Debt Service Fund | 69,334 | - |
| Fort Roberdeau Fund | 92,529 | - |
| Juvenile Probation Fund | - | 150,269 |
| Domestic Relations Fund | - | 134,492 |
| Victim Witness ARD Fund | - | 69,456 |
| County Record Improvement | 312 | - |
| 911 Project Fund | - | 190,007 |
| Affordable Housing | - | 12,708 |
| Central Booking Fund | - | 12,871 |
| PHARE Grant Fund | - | 2 |
| Demolition | - | 34 |
| Community Development | - | 53,592 |
| Total Nonmajor Governmental Funds | 162,175 | 771,952 |
| | | |
| Total | $ 7,826,153 | $ 7,826,153 |

The various funds have paid expenses or received collections on behalf of other funds; therefore, a corresponding interfund receivable and payable have been recorded.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2025

NOTE 12: LEASES

The County's capitalization threshold for leases was $5,000 in 2025.

Pertinent information regarding leases is presented below.

| Date of Issue | Initial Liability | Purpose | Outstanding Liability Balance 12/31/25 | Asset Value 12/31/25 | Accumulated Amortization 12/31/25 |
|---|---|---|---|---|---|
| Various | $ 130,110 | The County leases various building spaces. The leases consist of offices and other building areas. Terms of each lease vary with yearly payments ranging from $21,600 to $23,700 and lease periods ranging from 2 years to 5 years. The County utilized an incremental borrowing rate ranging from 7.5% to 8%. | $ 27,402 | $ 130,110 | $ 105,044 |
| Various | 413,973 | The County leases real estate. The leases consist primarily of the right to use land. Terms of each lease vary with yearly payments ranging from $847 to $21,534 and lease periods ranging from 20 years to 99 years. The County utilized an incremental borrowing rate of 8%. | 382,181 | 413,973 | 68,420 |
| Various | 124,832 | The County leases various machinery & equipment. The leases consist of printers and other equipment rentals. Terms of each lease vary with yearly payments ranging from $1,286 to $21,534 and lease periods of 5 years. The County utilized an incremental borrowing rate of 8%. | 43,128 | 124,832 | 101,452 |
| | $ 668,915 | | $ 452,711 | $ 668,915 | $ 274,916 |

NOTE 12: LEASES (CONTINUED)

The future principal and interest lease payments as of December 31, 2025, were as follows:

| Year Ending | Principal | Interest | Total |
|---|---|---|---|
| 2026 | $ 62,866 | $ 28,932 | $ 91,798 |
| 2027 | 27,752 | 26,819 | 54,571 |
| 2028 | 11,299 | 26,259 | 37,558 |
| 2029 | 12,229 | 26,221 | 38,450 |
| 2030 | 13,235 | 26,133 | 39,368 |
| 2031-2035 | 67,469 | 129,818 | 197,287 |
| 2036-2040 | 95,328 | 124,492 | 219,820 |
| 2041-2045 | 106,368 | 75,947 | 182,315 |
| 2046-2050 | 549 | 20,687 | 21,236 |
| 2051-2055 | 805 | 20,430 | 21,235 |
| 2056-2060 | 1,185 | 20,051 | 21,236 |
| 2061-2065 | 1,742 | 19,494 | 21,236 |
| 2066-2070 | 2,558 | 18,678 | 21,236 |
| 2071-2075 | 3,759 | 17,476 | 21,235 |
| 2076-2080 | 5,523 | 15,712 | 21,235 |
| 2081-2085 | 8,116 | 13,121 | 21,237 |
| 2086-2090 | 11,924 | 9,312 | 21,236 |
| 2091-2095 | 16,605 | 3,784 | 20,389 |
| 2096 | 3,399 | - | 3,399 |
| Totals | $ 452,711 | $ 623,366 | $ 1,076,077 |

The County, as the lessor, had entered into a lease of building space with the Garden Gate Florist LLC. An initial lease receivable was recorded in the amount of $25,407. There was no additional revenue for variable and other payments not included in the measurement of the lease receivable. As of December 31, 2025, the value of the lease receivable is $0, and the related deferred inflow for future payments expected to be collected on the lease is $0. The lessee is required to make monthly fixed payments ranging from $625 to $700 through 2025. The lease has an interest rate of 8%. The County recognized lease revenue and interest of $5,188 and $412, respectively for the calendar year.

The County, as the lessor, had entered into several leases of land with The Lakemont Partnership, Kulp Family Dairy LLC, and Lamar Advertising LLC. An initial lease receivable was recorded in the amount of $773,851. As of December 31, 2025, the value of the lease receivable is $632,905 and the related deferred inflow for future payments expected to be collected on the lease is $577,657. The lessee is required to make yearly fixed payments ranging from $4,260 to $52,200 through 2025 to 2056. Additionally, The Lakemont Partnership lease charges variable rent ranging from 6.0% to 7.5% of gross receipts. The leases have interest rates between 7.5% and 8.0%. The County recognized lease revenue and interest of $45,483 and $49,490, respectively for the fixed payments in 2025.

NOTE 12: LEASES (CONTINUED)

Component Unit – Blair County Airport Authority

The Authority entered into various long-term leases for the use of their airplane hangars and terminal space ranging from 2 to 18 years with contractual rent increases for the renewal options and also includes increases for Consumer Price Index (CPI). The Authority's management used an interest rate of 5% for the present value calculations.

The future lease to maturity schedule of leases receivable is as follows:

| Year | Principal | Interest | Total |
|---|---|---|---|
| 2026 | $ 235,315 | $ 97,500 | $ 332,815 |
| 2027 | 186,969 | 88,599 | 275,568 |
| 2028 | 175,615 | 80,492 | 256,107 |
| 2029 | 179,593 | 71,796 | 251,389 |
| 2030 | 190,795 | 62,574 | 253,369 |
| 2031-2035 | 834,942 | 171,637 | 1,006,579 |
| 2036-2040 | 312,160 | 30,291 | 342,451 |
| Totals | $ 2,115,389 | $ 602,889 | $ 2,718,278 |

The future schedule of amortization of the lease revenue in deferred inflows of resources to be recognized in future years is as follows:

| Year | Beginning Balance | Amortization | Ending Balance |
|---|---|---|---|
| 2026 | $1,897,934 | $257,345 | $ 1,640,589 |
| 2027 | 1,640,589 | 203,914 | 1,436,675 |
| 2028 | 1,436,675 | 185,336 | 1,251,339 |
| 2029 | 1,251,339 | 179,143 | 1,072,196 |
| 2030 | 1,072,196 | 179,143 | 893,053 |
| 2031-2035 | 893,054 | 678,815 | 214,239 |
| 2036-2040 | 214,239 | 214,239 | - |

The components of lease revenue on long-term leases for the year ended December 31, 2025:

| | |
|---|---|
| Lease Revenue | $ 275,155 |
| Interest Income | 108,449 |
| | $ 383,604 |

*Restaurant Management Agreement*

On January 14, 2020, the Authority signed a management agreement with La Fiesta Bar and Grill of Martinsburg, Inc. (La Fiesta). The agreement calls for La Fiesta to operate and manage the restaurant located inside the Airport for a management fee of 95% of gross revenues collected monthly. The net revenue retained by the Authority is shown on the statement of revenues, expenses, and changes in net position. This agreement was updated in March 2025 and the management fee is now 93%.

COUNTY OF BLAIR
NOTES TO FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2025

## NOTE 13: SUBSCRIPTION-BASED INFORMATION TECHNOLOGY AGREEMENTS

The County's capitalization threshold for subscription-based information technology agreements (SBITAs) was $5,000 in 2025.

| Date of Issue | Initial Liability | Purpose | Outstanding Liability Balance 12/31/25 | Asset Value 12/31/25 | Accumulated Amortization 12/31/25 |
|---|---|---|---|---|---|
| Various | $ 557,144 | The County contracts various subscription-based information technology. The SBITAs consist primarily of the right to use software. Terms of each SBITA vary with yearly payments ranging from $3,319 to $96,999 and periods of 3 to 5 years. The County utilized an incremental borrowing rate ranging between 7.5% and 8.0%. | $ 131,319 | $ 557,144 | $ 439,642 |
| | $ 557,144 | | $ 131,319 | $ 557,144 | $ 439,642 |

The future principal and interest lease payments as of December 31, 2025, were as follows:

| Year Ending | Principal | Interest | Total |
|---|---|---|---|
| 2026 | $ 81,752 | $ 6,641 | $ 88,393 |
| 2027 | 34,279 | 1,508 | 35,787 |
| 2028 | 15,288 | - | 15,288 |
| Totals | $ 131,319 | $ 8,149 | $ 139,468 |

## NOTE 14: COMMITMENTS AND CONTINGENCIES

A. The County participates in a variety of federal and state assisted grant programs, which are subject to financial and compliance audits. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time, although the County expects such amounts, if any, to be immaterial.

B. In the normal course of business, there are various claims and suits pending against the County and its elected officials. Management is of the opinion that these matters will not have a material adverse effect on the County's financial position at December 31, 2025.

C. During 2022, the County terminated its self-insurance plan. The County has a couple outstanding claims related to self-insurance in the estimated amount of $196,281. These claims are being administered by PMA Companies, and the liabilities are currently being recorded in the government-wide financial statements.

## NOTE 14: COMMITMENTS AND CONTINGENCIES (CONTINUED)

Component Unit – Blair County Airport Authority

The Airport offers medical, life, short-term disability, and accidental death and dismemberment insurance to all full-term employees. Employees become eligible for enrollment in the benefits plan after a 90-day probationary period. The Airport pays 100% of employee only coverage. Further coverage (employee and spouse, family, etc.) is offered through the insurance plan. Any additional costs for additional coverage would be paid by the employee.

The Blair County Airport Authority receives revenue from government grants, which are subject to government review. The ultimate determination of amounts received under these programs is generally based on allowable costs reported to and reviewed by the government. Management is of the opinion that no material liability or asset will result from such reviews.

The Authority has entered into several contracts in which construction has not yet been completed and/or invoiced. The Authority is liable for the following amounts as work progresses:

| | |
|---|---|
| Airport Consultants | $ 1,340,438 |

In the normal course of conducting the business affairs and to administer the operations, the Blair County Airport sometimes becomes involved with lawsuits. Management indicates that it is presently not involved in a lawsuit.

The Authority is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors or omissions; and natural disasters for which the Authority carries commercial insurance.

## NOTE 15: DEFICIT FUND BALANCE

For the year ended December 31, 2025, the following fund had a deficit fund balance:

| | |
|---|---|
| Nonmajor Governmental Funds | |
| CDBG and ESG Grant Fund | $ 180,047 |
| Total Deficit Fund Balance | $ 180,047 |

Revenues were not sufficient to fund the expenditures in the above fund. The General Fund will offset this deficit.

## NOTE 16: RESTRICTED ASSETS

Assets whose use is limited to a specific purpose have been classified as “Restricted” in the financial statements. $4,026,769 is restricted cash in the Special Grants Fund for program purposes. $17,206 is restricted cash in the Children, Youth and Families Fund for program purposes. $10,419,583 is restricted cash in the Capital Reserve Fund for program purposes. $1,716,263 is restricted cash in the Social Services Fund for program purposes. $9,152,905 and $971,245 is restricted cash in the Nonmajor Governmental Funds for program purposes and debt service, respectively.

Component Unit – Blair County Airport Authority

At December 31, 2025, the Authority had $66,647 in restricted cash accounts that were restricted for future construction projects.

NOTE 17: EXCESS EXPENDITURES OVER APPROPRIATION IN MAJOR FUNDS

The following major funds had an excess of actual expenditures over budget for the year ended December 31, 2025:

| | Appropriations | Expenditures | Percent of Excess Expenditures Over Appropriations |
|---|---|---|---|
| Children, Youth, and Families Fund | $ 19,502,649 | $ 20,004,416 | 2.6% |
| Social Services Fund | 9,901,051 | 10,764,206 | 8.7% |

The excess expenditures over appropriations were funded by intergovernmental revenues received from the Commonwealth of Pennsylvania

NOTE 18: HOTEL TAX FUNDS

During 2025, the County allocated $133,995 to Fort Roberdeau for operating expenses and for the DCNR Grant match.

NOTE 19: SUBSEQUENT EVENTS

The County had evaluated all subsequent events through the report issue date of June 26, 2026. No events have taken place that effect the financial statements or require disclosure.

# REQUIRED SUPPLEMENTARY INFORMATION

# COUNTY OF BLAIR
## SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
## GENERAL FUND
## FOR THE YEAR ENDED DECEMBER 31, 2025

| | Budget Amounts | | Actual | Variance with Final Budget Positive |
|---|---|---|---|---|
| | Original | Final | Amounts | (Negative) |
| **Revenues** | | | | |
| Taxes | $ 40,816,032 | $ 40,816,032 | $ 42,260,347 | $ 1,444,315 |
| Fines, Forfeits, and Costs | 550,000 | 550,000 | 517,391 | (32,609) |
| Interest | 472,000 | 472,000 | 844,638 | 372,638 |
| Intergovernmental | 3,564,187 | 3,564,187 | 3,282,774 | (281,413) |
| Departmental Charges | 2,434,763 | 2,434,763 | 2,826,269 | 391,506 |
| Payments in Lieu of Taxes | 266,900 | 266,900 | 388,466 | 121,566 |
| Other Revenues | 1,331,596 | 1,331,596 | 1,466,019 | 134,423 |
| Total Revenues | 49,435,478 | 49,435,478 | 51,585,904 | 2,150,426 |
| **Expenditures** | | | | |
| Current: | | | | |
| General Government | 12,049,066 | 11,661,816 | 9,445,210 | 2,216,606 |
| Judicial | 12,661,886 | 12,760,116 | 12,926,402 | (166,286) |
| Highway | 918,355 | 897,504 | 863,724 | 33,780 |
| Health and Hospitals | 384,452 | 384,452 | 392,126 | (7,674) |
| Conservation and Development | 220,250 | 220,250 | 235,403 | (15,153) |
| Juvenile Welfare | 3,061,592 | 3,061,592 | 2,630,434 | 431,158 |
| Corrections | 18,032,360 | 18,127,250 | 18,690,781 | (563,531) |
| Public Safety | 268,175 | 271,725 | 289,268 | (17,543) |
| Adult Welfare | 2,219,073 | 2,219,073 | 2,101,338 | 117,735 |
| Other Expenditures | 292,574 | 292,836 | 276,970 | 15,866 |
| Capital Outlay | 71,082 | 236,446 | 230,838 | 5,608 |
| Debt Service | | | | |
| Principal | - | - | 262,034 | (262,034) |
| Interest | - | - | 29,801 | (29,801) |
| Total Expenditures | 50,178,865 | 50,133,060 | 48,374,329 | 1,758,731 |
| (Deficiency)/Excess of Revenues Under Expenditures | (743,387) | (697,582) | 3,211,575 | 3,909,157 |
| Other Financing Sources (Uses): | | | | |
| Operating Transfers In | 8,000 | 8,000 | 243,008 | 235,008 |
| Operating Transfers Out | (2,919,204) | (2,940,933) | (2,994,218) | (53,285) |
| Total Other Financing Sources (Uses) | (2,911,204) | (2,932,933) | (2,751,210) | 181,723 |
| Net Change in Fund Balances | $ (3,654,591) | $ (3,630,515) | $ 460,365 | $ 4,090,880 |

# COUNTY OF BLAIR
## SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
## SPECIAL GRANTS FUND
## FOR THE YEAR ENDED DECEMBER 31, 2025

| | Budget Amounts Original | Budget Amounts Final | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|---|
| **Revenues** | | | | |
| Interest | $ 80,000 | $ 80,000 | $ 185,529 | $ 105,529 |
| Intergovernmental | 3,356,801 | 3,546,944 | 540,671 | (3,006,273) |
| Departmental Charges | - | - | 793,905 | 793,905 |
| Other Revenues | 65,000 | 97,554 | 64,806 | (32,748) |
| Total Revenues | 3,501,801 | 3,724,498 | 1,584,911 | (2,139,587) |
| **Expenditures** | | | | |
| Current: | | | | |
| General Government | 589,239 | 755,750 | 328,407 | 427,343 |
| Health and Hospitals | 1,117,834 | 1,117,834 | - | 1,117,834 |
| Corrections | 192,630 | 203,307 | 179,552 | 23,755 |
| Other Expenditures | - | - | 302,475 | (302,475) |
| Capital Outlay | 2,035,000 | 2,080,509 | 55,624 | 2,024,885 |
| Total Expenditures | 3,934,703 | 4,157,400 | 866,058 | 3,291,342 |
| (Deficiency)/Excess of Revenues Under Expenditures | (432,902) | (432,902) | 718,853 | 1,151,755 |
| Net Change in Fund Balances | $ (432,902) | $ (432,902) | $ 718,853 | $ 1,151,755 |

COUNTY OF BLAIR
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CHILDREN, YOUTH, AND FAMILIES FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

| | Budget Amounts Original | Budget Amounts Final | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|---|
| Revenues | | | | |
| Interest | $ - | $ - | $ 169 | $ 169 |
| Intergovernmental | 16,357,591 | 16,357,591 | 17,290,231 | 932,640 |
| Other Revenues | 3,066,593 | 3,066,592 | 2,713,612 | (352,980) |
| Total Revenues | 19,424,184 | 19,424,183 | 20,004,012 | 579,829 |
| Expenditures | | | | |
| Current: | | | | |
| Juvenile Welfare | 19,370,772 | 19,493,065 | 20,003,416 | (510,351) |
| Capital Outlay | 53,412 | 9,584 | 596 | 8,988 |
| Total Expenditures | 19,424,184 | 19,502,649 | 20,004,012 | (501,363) |
| (Deficiency)/Excess of Revenues Under Expenditures | - | (78,466) | - | 78,466 |
| Net Change in Fund Balances | $ - | $ (78,466) | $ - | $ 78,466 |

COUNTY OF BLAIR
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
SOCIAL SERVICES FUND
FOR THE YEAR ENDED DECEMBER 31, 2025

| | Budget Amounts Original | Budget Amounts Final | Actual Amounts | Variance with Final Budget Positive (Negative) |
|---|---|---|---|---|
| Revenues | | | | |
| Interest | $ 18,000 | $ 18,000 | $ 5,725 | $ (12,275) |
| Intergovernmental | 8,472,252 | 8,472,252 | 10,686,654 | 2,214,402 |
| Total Revenues | 8,490,252 | 8,490,252 | 10,692,379 | 2,202,127 |
| Expenditures | | | | |
| Current: | | | | |
| Health and Hospitals | 9,885,010 | 9,900,451 | 10,763,618 | (863,167) |
| Capital Outlay | 320 | 600 | 588 | 12 |
| Total Expenditures | 9,885,330 | 9,901,051 | 10,764,206 | (863,155) |
| (Deficiency)/Excess of Revenues Under Expenditures | (1,395,078) | (1,410,799) | (71,827) | 1,338,972 |
| Net Change in Fund Balances | $ (1,395,078) | $ (1,410,799) | $ (71,827) | $ 1,338,972 |

COUNTY OF BLAIR
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY
AND RELATED RATIOS
LAST 10 YEARS

| | * 2025 | * 2024 | * 2023 | * 2022 | * 2021 | * 2020 | * 2019 | * 2018 |
|---|---|---|---|---|---|---|---|---|
| Total OPEB Liability | | | | | | | | |
| Service Costs | $ 171,030 | $ 164,452 | $ 156,045 | $ 93,643 | $ 92,645 | $ 116,106 | $ 116,918 | $ 112,692 |
| Interest | 300,548 | 312,058 | 334,349 | 113,313 | 133,866 | 191,215 | 259,711 | 272,199 |
| Differences Between Expected and Actual Experience | - | (859,630) | (135,875) | 797,862 | (414,768) | (662,209) | - | - |
| Changes of Assumptions | (93,832) | (3,585) | 241,336 | 1,832,776 | 18,754 | 385,249 | 381,849 | - |
| Benefit Payments, Including Refunds of Member Contributions | (594,864) | (533,362) | (569,693) | (594,727) | (693,222) | (694,878) | (714,168) | (721,572) |
| Net Change in Total OPEB Liability | (217,118) | (920,067) | 26,162 | 2,242,867 | (862,725) | (664,517) | 44,310 | (336,681) |
| Total OPEB Liability - beginning | 7,145,445 | 8,065,512 | 8,039,350 | 5,796,483 | 6,659,208 | 7,323,725 | 7,279,415 | 7,616,096 |
| Total OPEB Liability - ending (a) | $ 6,928,327 | $ 7,145,445 | $ 8,065,512 | $ 8,039,350 | $ 5,796,483 | $ 6,659,208 | $ 7,323,725 | $ 7,279,415 |
| Plan Fiduciary Net Position | | | | | | | | |
| Contributions - Employer | $ 594,864 | $ 533,362 | $ 569,693 | $ 594,727 | $ 693,222 | $ 694,878 | $ 714,168 | $ 721,572 |
| Benefit Payments, Including Refunds of Member Contributions | (594,864) | (533,362) | (569,693) | (594,727) | (693,222) | (694,878) | (714,168) | (721,572) |
| Net Change in Plan Fiduciary Net Position | - | - | - | - | - | - | - | - |
| Plan Fiduciary Net Position - beginning | - | - | - | - | - | - | - | - |
| Plan Fiduciary Net Position - ending (b) | $ - | $ - | $ - | $ - | $ - | $ - | $ - | $ - |
| County's Net OPEB Liability - ending (a) - (b) | $ 6,928,327 | $ 7,145,445 | $ 8,065,512 | $ 8,039,350 | $ 5,796,483 | $ 6,659,208 | $ 7,323,725 | $ 7,279,415 |
| Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% | 0.00% |
| Covered Payroll | $ 4,623,650 | $ 4,445,817 | $ 4,707,268 | $ - | $ - | $ - | $ 8,751,961 | $ 8,415,347 |
| County's Net OPEB Liability as a Percentage of Covered Payroll | 149.85% | 160.72% | 171.34% | N/A | N/A | N/A | 83.68% | 86.50% |

* GASB 75 was adopted on a prospective basis in 2018; therefore, only eight years are presented in the above schedule.

COUNTY OF BLAIR
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN NET PENSION LIABILITY
AND RELATED RATIOS
LAST 10 YEARS

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|---|---|---|---|---|---|---|---|---|---|
| Total Pension Liability | | | | | | | | | | |
| Service Costs | $ 2,663,733 | $ 2,582,639 | $ 2,479,171 | $ 2,425,615 | $ 2,980,275 | $ 2,135,785 | $ 2,296,411 | $ 2,411,038 | $ 2,692,408 | $ 2,672,728 |
| Interest | 6,850,479 | 6,720,322 | 6,701,600 | 6,715,627 | 5,639,193 | 5,756,998 | 5,741,777 | 5,547,536 | 4,854,950 | 4,464,505 |
| Differences Between Expected and Actual Experience | (549,651) | 1,759,050 | (2,139,421) | (1,826,046) | 1,107,344 | (75,490) | 253,753 | 739,279 | 1,576,351 | 1,114,202 |
| Changes of Assumptions | - | - | - | 170,873 | (27,923,663) | 17,920,222 | 1,077,219 | (3,402,309) | (16,289,666) | 186,704 |
| Benefit Payments, Including Refunds of Member Contributions | (8,369,706) | (8,146,849) | (7,729,146) | (7,458,121) | (7,505,722) | (7,495,655) | (8,082,560) | (6,235,050) | (6,662,067) | (6,202,558) |
| Net Change in Total Pension Liability | 594,855 | 2,915,162 | (687,796) | 27,948 | (25,702,573) | 18,241,860 | 1,286,600 | (939,506) | (13,828,024) | 2,235,581 |
| Total Pension Liability - beginning | 106,291,223 | 103,376,061 | 104,063,857 | 104,035,909 | 129,738,482 | 111,496,622 | 110,210,022 | 111,149,528 | 124,977,552 | 122,741,971 |
| Total Pension Liability - ending (a) | $ 106,886,078 | $ 106,291,223 | $ 103,376,061 | $ 104,063,857 | $ 104,035,909 | $ 129,738,482 | $ 111,496,622 | $ 110,210,022 | $ 111,149,528 | $ 124,977,552 |
| Plan Fiduciary Net Position | | | | | | | | | | |
| Contributions - Employer | $ 5,512,500 | $ 5,250,000 | $ 5,000,000 | $ 4,750,000 | $ 4,500,000 | $ 4,200,000 | $ 4,000,000 | $ 4,000,000 | $ 3,000,000 | $ 2,000,000 |
| Contributions - Member | 1,189,294 | 1,164,633 | 1,109,170 | 1,023,738 | 1,019,149 | 956,611 | 916,959 | 907,878 | 862,080 | 820,028 |
| Net Investment Income | 3,764,884 | 4,019,850 | (4,397,875) | 4,767,771 | 3,689,138 | 5,603,868 | (1,470,974) | 4,384,836 | 2,142,371 | 108,464 |
| Benefit Payments, Including Refunds of Member Contributions | (8,369,706) | (8,146,849) | (7,729,146) | (7,458,121) | (7,505,722) | (7,495,655) | (8,082,560) | (6,235,050) | (6,662,067) | (6,202,558) |
| Administrative Expense | (5,762) | (47,492) | (48,488) | (41,573) | (50,513) | (46,615) | (41,825) | (31,900) | (40,169) | (27,600) |
| Other Changes | (22,469) | (19,177) | (7,130) | (7,793) | (7,005) | (5,104) | (1,462) | (13,577) | - | - |
| Net Change in Plan Fiduciary Net Position | 2,068,741 | 2,220,965 | (6,073,469) | 3,034,022 | 1,645,047 | 3,213,105 | (4,679,862) | 3,012,187 | (697,785) | (3,301,666) |
| Plan Fiduciary Net Position - beginning | 34,703,461 | 32,482,496 | 38,555,965 | 35,521,943 | 33,876,896 | 30,663,791 | 35,343,653 | 32,331,466 | 33,029,251 | 36,330,917 |
| Plan Fiduciary Net Position - ending (b) | $ 36,772,202 | $ 34,703,461 | $ 32,482,496 | $ 38,555,965 | $ 35,521,943 | $ 33,876,896 | $ 30,663,791 | $ 35,343,653 | $ 32,331,466 | $ 33,029,251 |
| County's Net Pension Liability - ending (a) - (b) | $ 70,113,876 | $ 71,587,762 | $ 70,893,565 | $ 65,507,892 | $ 68,513,966 | $ 95,861,586 | $ 80,832,831 | $ 74,866,369 | $ 78,818,062 | $ 91,948,301 |
| Plan Fiduciary Net Position as a Percentage of the Total Pension Liability | 34.40% | 32.65% | 31.42% | 37.05% | 34.14% | 26.11% | 27.50% | 32.07% | 29.09% | 26.43% |
| Covered Payroll | $ 19,719,133 | $ 18,755,420 | $ 19,204,043 | $ 16,433,098 | $ 16,506,273 | $ 15,893,716 | $ 15,390,403 | $ 14,739,778 | $ 15,111,809 | $ 14,130,559 |
| County's Net Pension Liability as a Percentage of Covered Payroll | 355.56% | 381.69% | 369.16% | 398.63% | 415.08% | 603.14% | 525.22% | 507.92% | 521.57% | 650.71% |

# COUNTY OF BLAIR
## REQUIRED SUPPLEMENTARY INFORMATION
## SCHEDULE OF COUNTY CONTRIBUTIONS
## LAST 10 YEARS

| | 2025 | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 |
|---|---|---|---|---|---|---|---|---|---|---|
| Actuarially Determined Contribution | $ 5,297,785 | $ 5,281,166 | $ 5,002,857 | $ 5,030,020 | $ 5,197,017 | $ 7,088,180 | $ 6,608,016 | $ 6,669,817 | $ 6,393,256 | $ 5,906,015 |
| Contribution in Relation to the Actuarially Determined Contribution | 5,788,125 | 5,512,500 | 5,250,000 | 5,000,000 | 4,750,000 | 4,500,000 | 4,200,000 | 4,000,000 | 4,000,000 | 3,000,000 |
| Contribution Deficiency/(Excess) | $ (490,340) | $ (231,334) | $ (247,143) | $ 30,020 | $ 447,017 | $ 2,588,180 | $ 2,408,016 | $ 2,669,817 | $ 2,393,256 | $ 2,906,015 |
| Covered Payroll | $ 21,882,314 | $ 19,719,133 | $ 18,755,420 | $ 19,204,043 | $ 16,433,098 | $ 16,506,273 | $ 15,893,716 | $ 15,390,403 | $ 14,739,778 | $ 15,111,809 |
| Contribution as a percentage of Covered Payroll | 26.45% | 27.96% | 27.99% | 26.04% | 28.91% | 27.26% | 26.43% | 25.99% | 27.14% | 19.85% |

Notes to Schedule:

| | |
|---|---|
| Valuation Date: | January 1, 2025 |
| Methods and Assumptions Used to Determine Contribution Rates: | |
| Actuarial Cost Method (Funding) | Entry Age Normal |
| Asset Valuation Method (Funding) | Effective January 1, 2019, Actuarial Value of assets is the Market Value of assets adjusted to recognize investment gains and losses over 5 years. 2018 is the first year recognized in this fashion. |
| Actuarial Cost Method (GASB) | Entry Age Normal |
| Asset Valuation Method (GASB) | Market Value |
| Investment Rate of Return** | 7.00% |
| Projected Salary Increases** | 4.00% |
| GASB 68 Discount Rate | Based on the current funding policy, plan assets are projected to be sufficient to pay all promised benefits. Therefore, the long-term expected rate of return (7.00%) is used. |
| Mortality | Pub2010 General Amount-Weighted with Scale MP-2021 generational improvement scale. |
| ** Includes inflation | 2.50% |
| Long-term wage-growth | 3.00% |

BLAIR COUNTY
REQUIRED SUPPLEMENTARY INFORMATION
EMPLOYEES PENSION PLAN
SCHEDULE OF INVESTMENT RETURNS

| | 2024 | 2023 | 2022 | 2021 | 2020 | 2019 | 2018 | 2017 | 2016 | 2015 |
|---|---|---|---|---|---|---|---|---|---|---|
| Annual Investment Returns | 11.12% | 12.73% | (11.66%) | 13.76% | 11.23% | 19.02% | (4.36%) | 13.86% | 6.78% | 0.31% |

SUPPLEMENTARY

INFORMATION

COUNTY OF BLAIR
COMBINING BALANCE SHEET
COMBINING GOVERNMENTAL FUNDS
DECEMBER 31, 2025

| | 911 Fund | Act 44/89 Fund | Act 89 VR Fund | Affordable Housing Fund |
|---|---|---|---|---|
| Assets | | | | |
| Cash and Cash Equivalents | $ - | $ - | $ - | $ 381,339 |
| Accounts Receivable | - | - | - | 8,060 |
| Leases Receivable | - | - | - | - |
| Due From Other Funds | - | - | - | - |
| Due From Other Governments | 799,736 | - | - | - |
| Prepaid Expense | 16,987 | - | - | - |
| Restricted Cash | 194,902 | 3,109,808 | 3,331,462 | - |
| Total Assets | $ 1,011,625 | $ 3,109,808 | $ 3,331,462 | $ 389,399 |
| Liabilities, Deferred Inflows of Resources, and Fund Balances | | | | |
| Accounts Payable and Accrued Expenses | $ 28,473 | $ 1,067 | $ - | $ 15,330 |
| Accrued Payroll and Related Liabilities | 60,360 | - | - | - |
| Deposits Payable | - | - | - | - |
| Due To Other Funds | 190,007 | - | - | 12,708 |
| Due To Other Governments | - | - | - | - |
| Unearned Revenues | - | - | - | - |
| Total Liabilities | 278,840 | 1,067 | - | 28,038 |
| Deferred Inflows of Resources | | | | |
| Leases | - | - | - | - |
| Total Deferred Inflows of Resources | - | - | - | - |
| Fund Balances | | | | |
| Nonspendable | 16,987 | - | - | - |
| Restricted | 715,798 | 3,108,741 | 3,331,462 | - |
| Assigned | - | - | - | 361,361 |
| Unassigned | - | - | - | - |
| Total Fund Balances | 732,785 | 3,108,741 | 3,331,462 | 361,361 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 1,011,625 | $ 3,109,808 | $ 3,331,462 | $ 389,399 |

COUNTY OF BLAIR
COMBINING BALANCE SHEET (CONTINUED)
COMBINING GOVERNMENTAL FUNDS
DECEMBER 31, 2025

| | Airport Loan Reserve Fund | Capital Projects Fund | CDBG and ESG Grant Fund | Central Booking Fees Fund |
|---|---|---|---|---|
| Assets | | | | |
| Cash and Cash Equivalents | $ 115,603 | $ 652 | $ 86 | $ 27,989 |
| Accounts Receivable | - | - | - | 12,730 |
| Leases Receivable | - | - | - | - |
| Due From Other Funds | - | - | - | - |
| Due From Other Governments | - | - | 51,913 | - |
| Prepaid Expense | - | - | - | - |
| Restricted Cash | - | - | - | - |
| Total Assets | $ 115,603 | $ 652 | $ 51,999 | $ 40,719 |
| Liabilities, Deferred Inflows of Resources, and Fund Balances | | | | |
| Accounts Payable and Accrued Expenses | $ - | $ - | $ 176,191 | $ 611 |
| Accrued Payroll and Related Liabilities | - | - | 2,263 | 4,196 |
| Deposits Payable | - | - | - | - |
| Due To Other Funds | - | - | 53,592 | 12,871 |
| Due To Other Governments | 115,603 | - | - | - |
| Unearned Revenues | - | - | - | - |
| Total Liabilities | 115,603 | - | 232,046 | 17,678 |
| Deferred Inflows of Resources | | | | |
| Leases | - | - | - | - |
| Total Deferred Inflows of Resources | - | - | - | - |
| Fund Balances | | | | |
| Nonspendable | - | - | - | - |
| Restricted | - | - | - | - |
| Assigned | - | 652 | - | 23,041 |
| Unassigned | - | - | (180,047) | - |
| Total Fund Balances | - | 652 | (180,047) | 23,041 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 115,603 | $ 652 | $ 51,999 | $ 40,719 |

COUNTY OF BLAIR
COMBINING BALANCE SHEET (CONTINUED)
COMBINING GOVERNMENTAL FUNDS
DECEMBER 31, 2025

| | Clerk of Courts Fund | Coroners Vital Statistics Imp. Fund | Courthouse Preservation Fund | Debt Service Fund | Demolition Fund |
|---|---|---|---|---|---|
| **Assets** | | | | | |
| Cash and Cash Equivalents | $ 182,494 | $ 173,300 | $ 925 | $ - | $ 523,571 |
| Accounts Receivable | 762 | 4,650 | - | - | 9,300 |
| Leases Receivable | - | - | - | - | - |
| Due From Other Funds | - | - | - | 69,334 | - |
| Due From Other Governments | - | - | - | - | - |
| Prepaid Expense | - | - | - | - | - |
| Restricted Cash | - | - | - | 971,245 | - |
| Total Assets | $ 183,256 | $ 177,950 | $ 925 | $ 1,040,579 | $ 532,871 |
| **Liabilities, Deferred Inflows of Resources, and Fund Balances** | | | | | |
| Accounts Payable and Accrued Expenses | $ - | $ 3,750 | $ - | $ - | $ - |
| Accrued Payroll and Related Liabilities | - | - | - | - | - |
| Deposits Payable | - | - | - | - | - |
| Due To Other Funds | - | - | - | - | 34 |
| Due To Other Governments | - | - | - | - | - |
| Unearned Revenues | - | - | - | - | - |
| Total Liabilities | - | 3,750 | - | - | 34 |
| Deferred Inflows of Resources | | | | | |
| Leases | - | - | - | - | - |
| Total Deferred Inflows of Resources | - | - | - | - | - |
| **Fund Balances** | | | | | |
| Nonspendable | - | - | - | - | - |
| Restricted | - | - | - | 1,040,579 | - |
| Assigned | 183,256 | 174,200 | 925 | - | 532,837 |
| Unassigned | - | - | - | - | - |
| Total Fund Balances | 183,256 | 174,200 | 925 | 1,040,579 | 532,837 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 183,256 | $ 177,950 | $ 925 | $ 1,040,579 | $ 532,871 |

COUNTY OF BLAIR
COMBINING BALANCE SHEET (CONTINUED)
COMBINING GOVERNMENTAL FUNDS
DECEMBER 31, 2025

| | Domestic Relations Fund | Drug Court Fund | DUI Specialty Court Fund | Farm Land Protection Fund | Fort Roberdeau Fund |
|---|---|---|---|---|---|
| Assets | | | | | |
| Cash and Cash Equivalents | $ 2,825,356 | $ 1,313 | $ 3,211 | $ 166,992 | $ 931 |
| Accounts Receivable | - | - | - | 10,820 | - |
| Leases Receivable | - | - | - | - | 68,521 |
| Due From Other Funds | - | - | - | - | 92,529 |
| Due From Other Governments | 246,512 | 2,111 | 1,570 | - | - |
| Prepaid Expense | - | - | - | - | 182 |
| Restricted Cash | - | - | - | - | - |
| Total Assets | $ 3,071,868 | $ 3,424 | $ 4,781 | $ 177,812 | $ 162,163 |
| Liabilities, Deferred Inflows of Resources, and Fund Balances | | | | | |
| Accounts Payable and Accrued Expenses | $ 2,297 | $ - | $ - | $ - | $ 10,489 |
| Accrued Payroll and Related Liabilities | 22,010 | - | - | - | 2,961 |
| Deposits Payable | - | - | - | 4,000 | 300 |
| Due To Other Funds | 134,492 | - | - | - | - |
| Due To Other Governments | - | - | - | - | - |
| Unearned Revenues | - | - | - | - | 4,339 |
| Total Liabilities | 158,799 | - | - | 4,000 | 18,089 |
| Deferred Inflows of Resources | | | | | |
| Leases | - | - | - | - | 66,129 |
| Total Deferred Inflows of Resources | - | - | - | - | 66,129 |
| Fund Balances | | | | | |
| Nonspendable | - | - | - | - | 182 |
| Restricted | - | - | - | - | - |
| Assigned | 2,913,069 | 3,424 | 4,781 | 173,812 | 77,763 |
| Unassigned | - | - | - | - | - |
| Total Fund Balances | 2,913,069 | 3,424 | 4,781 | 173,812 | 77,945 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 3,071,868 | $ 3,424 | $ 4,781 | $ 177,812 | $ 162,163 |

COUNTY OF BLAIR
COMBINING BALANCE SHEET (CONTINUED)
COMBINING GOVERNMENTAL FUNDS
DECEMBER 31, 2025

| | Hazardous Emergency Response Fund | Hotel Tax Fund | Juvenile Probation Fund | Liquid Fuel Tax Fund | Marcellus Shale Fund |
|---|---|---|---|---|---|
| Assets | | | | | |
| Cash and Cash Equivalents | $ - | $ - | $ 147,438 | $ - | $ 712,974 |
| Accounts Receivable | 14,624 | 126,179 | 150,656 | - | - |
| Leases Receivable | - | - | - | - | - |
| Due From Other Funds | - | - | - | - | - |
| Due From Other Governments | - | - | - | 2,069 | 95,615 |
| Prepaid Expense | 10,973 | - | - | 4,370 | - |
| Restricted Cash | 320,434 | 703,853 | - | 1,492,446 | - |
| Total Assets | $ 346,031 | $ 830,032 | $ 298,094 | $ 1,498,885 | $ 808,589 |
| Liabilities, Deferred Inflows of Resources, and Fund Balances | | | | | |
| Accounts Payable and Accrued Expenses | $ 1,833 | $ 225,200 | $ 1,556 | $ 125,574 | $ 120,647 |
| Accrued Payroll and Related Liabilities | - | - | 1,315 | - | - |
| Deposits Payable | - | - | - | - | - |
| Due To Other Funds | - | 148,246 | 150,269 | 275 | - |
| Due To Other Governments | - | - | - | - | - |
| Unearned Revenues | - | - | - | - | - |
| Total Liabilities | 1,833 | 373,446 | 153,140 | 125,849 | 120,647 |
| Deferred Inflows of Resources | | | | | |
| Leases | - | - | - | - | - |
| Total Deferred Inflows of Resources | - | - | - | - | - |
| Fund Balances | | | | | |
| Nonspendable | 10,973 | - | - | 4,370 | - |
| Restricted | 333,225 | 456,586 | - | 1,368,666 | - |
| Assigned | - | - | 144,954 | - | 687,942 |
| Unassigned | - | - | - | - | - |
| Total Fund Balances | 344,198 | 456,586 | 144,954 | 1,373,036 | 687,942 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 346,031 | $ 830,032 | $ 298,094 | $ 1,498,885 | $ 808,589 |

COUNTY OF BLAIR
COMBINING BALANCE SHEET (CONTINUED)
COMBINING GOVERNMENTAL FUNDS
DECEMBER 31, 2025

| | Offenders Supervision Fund | PHARE Grant Fund | Prothonotary Automation Fund | Records Fund | Recreation Fund |
|---|---|---|---|---|---|
| Assets | | | | | |
| Cash and Cash Equivalents | $ 769,859 | $ 173,501 | $ 58,531 | $ 87,162 | $ 199,113 |
| Accounts Receivable | 42,373 | 50,000 | 1,900 | 2,432 | - |
| Leases Receivable | - | - | - | - | - |
| Due From Other Funds | - | - | - | 312 | - |
| Due From Other Governments | - | - | - | - | - |
| Prepaid Expense | - | - | - | - | 182 |
| Restricted Cash | - | - | - | - | - |
| Total Assets | $ 812,232 | $ 223,501 | $ 60,431 | $ 89,906 | $ 199,295 |
| Liabilities, Deferred Inflows of Resources, and Fund Balances | | | | | |
| Accounts Payable and Accrued Expenses | $ - | $ 27,999 | $ 440 | $ 9,972 | $ 197 |
| Accrued Payroll and Related Liabilities | - | - | - | - | - |
| Deposits Payable | - | - | - | - | - |
| Due To Other Funds | - | 2 | - | - | - |
| Due To Other Governments | - | - | - | - | - |
| Unearned Revenues | - | 51,571 | - | - | - |
| Total Liabilities | - | 79,572 | 440 | 9,972 | 197 |
| Deferred Inflows of Resources | | | | | |
| Leases | - | - | - | - | - |
| Total Deferred Inflows of Resources | - | - | - | - | - |
| Fund Balances | | | | | |
| Nonspendable | - | - | - | - | 182 |
| Restricted | - | 143,929 | - | - | - |
| Assigned | 812,232 | - | 59,991 | 79,934 | 198,916 |
| Unassigned | - | - | - | - | - |
| Total Fund Balances | 812,232 | 143,929 | 59,991 | 79,934 | 199,098 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 812,232 | $ 223,501 | $ 60,431 | $ 89,906 | $ 199,295 |

COUNTY OF BLAIR
COMBINING BALANCE SHEET (CONTINUED)
COMBINING GOVERNMENTAL FUNDS
DECEMBER 31, 2025

| | Register & Recorder Fund | Technology Fund | Victim Witness ARD Fund | Total Nonmajor Governmental Funds |
|---|---|---|---|---|
| Assets | | | | |
| Cash and Cash Equivalents | $ 150,921 | $ 217,744 | $ 298,123 | $ 7,219,128 |
| Accounts Receivable | 3,648 | 805 | 2,403 | 441,342 |
| Leases Receivable | - | - | - | 68,521 |
| Due From Other Funds | - | - | - | 162,175 |
| Due From Other Governments | - | - | - | 1,199,526 |
| Prepaid Expense | - | - | - | 32,694 |
| Restricted Cash | - | - | - | 10,124,150 |
| Total Assets | $ 154,569 | $ 218,549 | $ 300,526 | $ 19,247,536 |
| Liabilities, Deferred Inflows of Resources, and Fund Balances | | | | |
| Accounts Payable and Accrued Expenses | $ 701 | $ - | $ - | $ 752,327 |
| Accrued Payroll and Related Liabilities | - | - | - | 93,105 |
| Deposits Payable | - | - | - | 4,300 |
| Due To Other Funds | - | - | 69,456 | 771,952 |
| Due To Other Governments | - | - | - | 115,603 |
| Unearned Revenues | - | - | - | 55,910 |
| Total Liabilities | 701 | - | 69,456 | 1,793,197 |
| Deferred Inflows of Resources | | | | |
| Leases | - | - | - | 66,129 |
| Total Deferred Inflows of Resources | - | - | - | 66,129 |
| Fund Balances | | | | |
| Nonspendable | - | - | - | 32,694 |
| Restricted | - | - | - | 10,498,986 |
| Assigned | 153,868 | 218,549 | 231,070 | 7,036,577 |
| Unassigned | - | - | - | (180,047) |
| Total Fund Balances | 153,868 | 218,549 | 231,070 | 17,388,210 |
| Total Liabilities, Deferred Inflows of Resources, and Fund Balances | $ 154,569 | $ 218,549 | $ 300,526 | $ 19,247,536 |

COUNTY OF BLAIR
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

| | 911 Fund | Act 44/89 Fund | Act 89 VR Fund | Affordable Housing Fund |
|---|---|---|---|---|
| Revenues | | | | |
| Interest | $ 10,276 | $ 122,513 | $ 121,661 | $ 17,172 |
| Intergovernmental | 3,273,695 | 283,338 | 596,175 | - |
| Departmental Charges | - | - | - | 81,068 |
| Other Revenues | 249 | - | - | - |
| Total Revenues | 3,284,220 | 405,851 | 717,836 | 98,240 |
| Expenditures | | | | |
| Current | | | | |
| General Government | - | - | - | - |
| Judicial | - | - | - | - |
| Highway | - | 63,881 | - | - |
| Conservation and Development | - | - | - | - |
| Public Service | - | - | - | - |
| Culture and Recreation | - | - | - | - |
| Corrections | - | - | - | - |
| Public Safety | 3,112,343 | - | - | - |
| Homeless Prevention | - | - | - | - |
| Housing Rehabilitation | - | - | - | 137,703 |
| Total Current Expenditures | 3,112,343 | 63,881 | - | 137,703 |
| Capital Outlay | 33,410 | 1,021 | - | - |
| Debt Service | | | | |
| Principal | 49,068 | - | - | - |
| Interest | 28,339 | - | - | - |
| Total Debt Service | 77,407 | - | - | - |
| Total Expenditures | 3,223,160 | 64,902 | - | 137,703 |
| Excess of Revenues Over (Under) Expenditures | 61,060 | 340,949 | 717,836 | (39,463) |
| Other Financing Sources (Uses): | | | | |
| Operating Transfers In | - | - | - | - |
| Operating Transfers Out | - | - | - | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balances | 61,060 | 340,949 | 717,836 | (39,463) |
| Fund Balances - Beginning of Year | 671,725 | 2,767,792 | 2,613,626 | 400,824 |
| Fund Balances - End of Year | $ 732,785 | $ 3,108,741 | $ 3,331,462 | $ 361,361 |

COUNTY OF BLAIR
COMBINING SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

| | Airport Loan Reserve Fund | Capital Projects Fund | CDBG and ESG Grant Fund | Central Booking Fees Fund |
|---|---|---|---|---|
| Revenues | | | | |
| Interest | $ - | $ 3,543 | $ 8 | $ 262 |
| Intergovernmental | - | - | 807,911 | - |
| Departmental Charges | - | - | - | 185,703 |
| Other Revenues | - | - | - | 148 |
| Total Revenues | - | 3,543 | 807,919 | 186,113 |
| Expenditures | | | | |
| Current | | | | |
| General Government | - | - | - | - |
| Judicial | - | - | - | - |
| Highway | - | - | - | - |
| Conservation and Development | - | - | - | - |
| Public Service | - | - | - | - |
| Culture and Recreation | - | - | - | - |
| Corrections | - | - | - | 297,156 |
| Public Safety | - | - | - | - |
| Homeless Prevention | - | - | - | - |
| Housing Rehabilitation | - | - | 902,657 | - |
| Total Current Expenditures | - | - | 902,657 | 297,156 |
| Capital Outlay | - | 201,328 | - | - |
| Debt Service | | | | |
| Principal | - | - | - | - |
| Interest | - | - | - | - |
| Total Debt Service | - | - | - | - |
| Total Expenditures | - | 201,328 | 902,657 | 297,156 |
| Excess of Revenues Over (Under) Expenditures | - | (197,785) | (94,738) | (111,043) |
| Other Financing Sources (Uses): | | | | |
| Operating Transfers In | - | - | - | - |
| Operating Transfers Out | - | - | - | - |
| Total Other Financing Sources (Uses) | - | - | - | - |
| Net Change in Fund Balances | - | (197,785) | (94,738) | (111,043) |
| Fund Balances - Beginning of Year | - | 198,437 | (85,309) | 134,084 |
| Fund Balances - End of Year | $ - | $ 652 | $ (180,047) | $ 23,041 |

COUNTY OF BLAIR
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

| | Clerk of Courts Fund | Coroners Vital Statistics Imp. Fund | Courthouse Preservation Fund | Debt Service Fund | Demolition Fund |
|---|---|---|---|---|---|
| Revenues | | | | | |
| Interest | $ 7,733 | $ 5,890 | $ 2 | $ 2,266 | $ 20,961 |
| Intergovernmental | - | 12,718 | - | - | - |
| Departmental Charges | 10,716 | 58,185 | - | - | 93,540 |
| Other Revenues | - | 110 | - | - | - |
| Total Revenues | 18,449 | 76,903 | 2 | 2,266 | 114,501 |
| Expenditures | | | | | |
| Current | | | | | |
| General Government | 12,711 | 15,494 | - | - | - |
| Judicial | - | - | - | - | - |
| Highway | - | - | - | - | - |
| Conservation and Development | - | - | - | - | - |
| Public Service | - | - | - | - | - |
| Culture and Recreation | - | - | - | - | - |
| Corrections | - | - | - | - | - |
| Public Safety | - | - | - | - | - |
| Homeless Prevention | - | - | - | - | - |
| Housing Rehabilitation | - | - | - | - | 41,837 |
| Total Current Expenditures | 12,711 | 15,494 | - | - | 41,837 |
| Capital Outlay | - | 5,750 | - | - | - |
| Debt Service | | | | | |
| Principal | - | - | - | 2,283,113 | - |
| Interest | - | - | - | 378,647 | - |
| Total Debt Service | - | - | - | 2,661,760 | - |
| Total Expenditures | 12,711 | 21,244 | - | 2,661,760 | 41,837 |
| Excess of Revenues Over (Under) Expenditures | 5,738 | 55,659 | 2 | (2,659,494) | 72,664 |
| Other Financing Sources (Uses): | | | | | |
| Operating Transfers In | - | - | - | 2,972,489 | - |
| Operating Transfers Out | - | - | - | - | - |
| Total Other Financing Sources (Uses) | - | - | - | 2,972,489 | - |
| Net Change in Fund Balances | 5,738 | 55,659 | 2 | 312,995 | 72,664 |
| Fund Balances - Beginning of Year | 177,518 | 118,541 | 923 | 727,584 | 460,173 |
| Fund Balances - End of Year | $ 183,256 | $ 174,200 | $ 925 | $ 1,040,579 | $ 532,837 |

COUNTY OF BLAIR
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

| | Domestic Relations Fund | Drug Court Fund | DUI Specialty Court Fund | Farm Land Protection Fund | Fort Roberdeau Fund |
|---|---|---|---|---|---|
| Revenues | | | | | |
| Interest | $ 9,063 | $ 5 | $ 6 | $ 8,148 | $ 6,006 |
| Intergovernmental | 1,392,819 | 2,186 | 2,420 | 18,401 | - |
| Departmental Charges | - | 3,505 | 3,329 | 137,629 | 26,203 |
| Other Revenues | 1,210 | - | - | - | 196,841 |
| Total Revenues | 1,403,092 | 5,696 | 5,755 | 164,178 | 229,050 |
| Expenditures | | | | | |
| Current | | | | | |
| General Government | - | - | - | - | - |
| Judicial | 1,331,644 | - | - | - | - |
| Highway | - | - | - | - | - |
| Conservation and Development | - | - | - | - | - |
| Public Service | - | - | - | - | - |
| Culture and Recreation | - | - | - | 266,385 | 224,404 |
| Corrections | - | 2,443 | 2,596 | - | - |
| Public Safety | - | - | - | - | - |
| Homeless Prevention | - | - | - | - | - |
| Housing Rehabilitation | - | - | - | - | - |
| Total Current Expenditures | 1,331,644 | 2,443 | 2,596 | 266,385 | 224,404 |
| Capital Outlay | 261 | - | 60 | - | 10,793 |
| Debt Service | | | | | |
| Principal | - | - | - | - | - |
| Interest | - | - | - | - | - |
| Total Debt Service | - | - | - | - | - |
| Total Expenditures | 1,331,905 | 2,443 | 2,656 | 266,385 | 235,197 |
| Excess of Revenues Over (Under) Expenditures | 71,187 | 3,253 | 3,099 | (102,207) | (6,147) |
| Other Financing Sources (Uses): | | | | | |
| Operating Transfers In | - | - | - | - | - |
| Operating Transfers Out | - | - | - | - | - |
| Total Other Financing Sources (Uses) | - | - | - | - | - |
| Net Change in Fund Balances | 71,187 | 3,253 | 3,099 | (102,207) | (6,147) |
| Fund Balances - Beginning of Year | 2,841,882 | 171 | 1,682 | 276,019 | 84,092 |
| Fund Balances - End of Year | $2,913,069 | $ 3,424 | $ 4,781 | $ 173,812 | $ 77,945 |

COUNTY OF BLAIR
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

| | Hazardous Emergency Response Fund | Hotel Tax Fund | Juvenile Probation Fund | Liquid Fuel Tax Fund | Marcellus Shale Fund |
|---|---|---|---|---|---|
| Revenues | | | | | |
| Interest | $ 13,664 | $ 22,727 | $ 5,834 | $ 4,117 | $ 29,159 |
| Intergovernmental | 23,199 | - | 180,379 | 366,941 | 498,092 |
| Departmental Charges | 72,808 | 1,522,829 | 5,549 | - | - |
| Other Revenues | - | - | 8,323 | 5 | - |
| Total Revenues | 109,671 | 1,545,556 | 200,085 | 371,063 | 527,251 |
| Expenditures | | | | | |
| Current | | | | | |
| General Government | - | - | - | - | - |
| Judicial | - | - | - | - | - |
| Highway | - | - | - | 131,059 | - |
| Conservation and Development | - | - | - | - | 145,000 |
| Public Service | - | - | - | - | - |
| Culture and Recreation | - | 1,367,232 | - | - | - |
| Corrections | - | - | 202,782 | - | - |
| Public Safety | 76,364 | - | - | - | - |
| Homeless Prevention | - | - | - | - | - |
| Housing Rehabilitation | - | - | - | - | - |
| Total Current Expenditures | 76,364 | 1,367,232 | 202,782 | 131,059 | 145,000 |
| Capital Outlay | - | - | 1,456 | 172,472 | 308,778 |
| Debt Service | | | | | |
| Principal | - | - | - | - | - |
| Interest | - | - | - | - | - |
| Total Debt Service | - | - | - | - | - |
| Total Expenditures | 76,364 | 1,367,232 | 204,238 | 303,531 | 453,778 |
| Excess of Revenues Over (Under) Expenditures | 33,307 | 178,324 | (4,153) | 67,532 | 73,473 |
| Other Financing Sources (Uses): | | | | | |
| Operating Transfers In | - | - | 21,729 | - | - |
| Operating Transfers Out | (8,000) | - | (8) | - | - |
| Total Other Financing Sources (Uses) | (8,000) | - | 21,721 | - | - |
| Net Change in Fund Balances | 25,307 | 178,324 | 17,568 | 67,532 | 73,473 |
| Fund Balances - Beginning of Year | 318,891 | 278,262 | 127,386 | 1,305,504 | 614,469 |
| Fund Balances - End of Year | $ 344,198 | $ 456,586 | $ 144,954 | $ 1,373,036 | $ 687,942 |

COUNTY OF BLAIR
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

| | Offenders Supervision Fund | PHARE Grant Fund | Prothonotary Automation Fund | Records Fund | Recreation Fund |
|---|---|---|---|---|---|
| Revenues | | | | | |
| Interest | $ 2,266 | $ 9,450 | $ 2,165 | $ 3,660 | $ 462 |
| Intergovernmental | - | 114,561 | - | - | - |
| Departmental Charges | 577,633 | - | 25,440 | 24,168 | 105,195 |
| Other Revenues | 719 | - | - | - | 20,150 |
| Total Revenues | 580,618 | 124,011 | 27,605 | 27,828 | 125,807 |
| Expenditures | | | | | |
| Current | | | | | |
| General Government | - | - | 10,704 | 14,923 | - |
| Judicial | - | - | - | - | - |
| Highway | - | - | - | - | - |
| Conservation and Development | - | - | - | - | - |
| Public Service | - | - | - | - | 22,831 |
| Culture and Recreation | - | - | - | - | - |
| Corrections | 1,174 | - | - | - | - |
| Public Safety | - | - | - | - | - |
| Homeless Prevention | - | 114,561 | - | - | - |
| Housing Rehabilitation | - | - | - | - | - |
| Total Current Expenditures | 1,174 | 114,561 | 10,704 | 14,923 | 22,831 |
| Capital Outlay | 4,312 | - | 674 | 19,310 | 21,234 |
| Debt Service | | | | | |
| Principal | - | - | - | - | - |
| Interest | - | - | - | - | - |
| Total Debt Service | - | - | - | - | - |
| Total Expenditures | 5,486 | 114,561 | 11,378 | 34,233 | 44,065 |
| Excess of Revenues Over (Under) Expenditures | 575,132 | 9,450 | 16,227 | (6,405) | 81,742 |
| Other Financing Sources (Uses): | | | | | |
| Operating Transfers In | - | - | - | - | - |
| Operating Transfers Out | (235,000) | - | - | - | - |
| Total Other Financing Sources (Uses) | (235,000) | - | - | - | - |
| Net Change in Fund Balances | 340,132 | 9,450 | 16,227 | (6,405) | 81,742 |
| Fund Balances - Beginning of Year | 472,100 | 134,479 | 43,764 | 86,339 | 117,356 |
| Fund Balances - End of Year | $ 812,232 | $ 143,929 | $ 59,991 | $ 79,934 | $ 199,098 |

COUNTY OF BLAIR
COMBINING SCHEDULE OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCE (CONTINUED)
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

| | Register & Recorder Fund | Technology Fund | Victim Witness ARD Fund | Total Nonmajor Governmental Funds |
|---|---|---|---|---|
| Revenues | | | | |
| Interest | $ 6,021 | $ 8,981 | $ 12,413 | $ 456,434 |
| Intergovernmental | - | - | - | 7,572,835 |
| Departmental Charges | 36,252 | 22,056 | 13,944 | 3,005,752 |
| Other Revenues | - | - | - | 227,755 |
| Total Revenues | 42,273 | 31,037 | 26,357 | 11,262,776 |
| Expenditures | | | | |
| Current | | | | |
| General Government | 6,096 | - | - | 59,928 |
| Judicial | - | - | 69,456 | 1,401,100 |
| Highway | - | - | - | 194,940 |
| Conservation and Development | - | - | - | 145,000 |
| Public Service | - | - | - | 22,831 |
| Culture and Recreation | - | - | - | 1,858,021 |
| Corrections | - | - | - | 506,151 |
| Public Safety | - | - | - | 3,188,707 |
| Homeless Prevention | - | - | - | 114,561 |
| Housing Rehabilitation | - | - | - | 1,082,197 |
| Total Current Expenditures | 6,096 | - | 69,456 | 8,573,436 |
| Capital Outlay | 8,952 | 4,976 | - | 794,787 |
| Debt Service | | | | |
| Principal | - | - | - | 2,332,181 |
| Interest | - | - | - | 406,986 |
| Total Debt Service | - | - | - | 2,739,167 |
| Total Expenditures | 15,048 | 4,976 | 69,456 | 12,107,390 |
| Excess of Revenues Over (Under) Expenditures | 27,225 | 26,061 | (43,099) | (844,614) |
| Other Financing Sources (Uses): | | | | |
| Operating Transfers In | - | - | - | 2,994,218 |
| Operating Transfers Out | - | - | - | (243,008) |
| Total Other Financing Sources (Uses) | - | - | - | 2,751,210 |
| Net Change in Fund Balances | 27,225 | 26,061 | (43,099) | 1,906,596 |
| Fund Balances - Beginning of Year | 126,643 | 192,488 | 274,169 | 15,481,614 |
| Fund Balances - End of Year | $ 153,868 | $218,549 | $ 231,070 | $ 17,388,210 |

COUNTY OF BLAIR
COMBINING SCHEDULE OF NET POSITION
CUSTODIAL FUNDS
DECEMBER 31, 2025

| | Children, Youth, and Families Special Fund | Costs and Fines Office | Domestic Relations | Employee Wellness |
|---|---|---|---|---|
| Assets | | | | |
| Cash and Cash Equivalents | $ 101,021 | $ 557,632 | $ 2,220 | $ 16,901 |
| Accounts Receivable | - | - | - | - |
| Taxes Receivable | - | - | - | - |
| Total Assets | $ 101,021 | $ 557,632 | $ 2,220 | $ 16,901 |
| Liabilities | | | | |
| Accounts Payable | $ 3,707 | $ 56,403 | $ - | $ 738 |
| Due To Other Governments | - | 501,229 | - | - |
| Other Liabilities | 97,314 | - | 2,220 | 16,163 |
| Total Liabilities | $ 101,021 | $ 557,632 | $ 2,220 | $ 16,901 |

COUNTY OF BLAIR
COMBINING SCHEDULE OF NET POSITION (CONTINUED)
CUSTODIAL FUNDS
DECEMBER 31, 2025

| | Juvenile Probation Restitution | Prison Accounts | Prothonotary's Office | Register & Recorder's Office |
|---|---|---|---|---|
| Assets | | | | |
| Cash and Cash Equivalents | $ 32,719 | $ 171,210 | $ 732,529 | $ 526,586 |
| Accounts Receivable | 5 | - | 1,000 | - |
| Taxes Receivable | - | - | - | - |
| Total Assets | $ 32,724 | $ 171,210 | $ 733,529 | $ 526,586 |
| Liabilities | | | | |
| Accounts Payable | $ - | $ 21,729 | $ 42,800 | $ 91,760 |
| Due To Other Governments | - | - | 690,729 | 434,826 |
| Other Liabilities | 32,724 | 149,481 | - | - |
| Total Liabilities | $ 32,724 | $ 171,210 | $ 733,529 | $ 526,586 |

COUNTY OF BLAIR
COMBINING SCHEDULE OF NET POSITION (CONTINUED)
CUSTODIAL FUNDS
DECEMBER 31, 2025

| | Sheriff's Office | Tax Claim Bureau | Treasurer's Office | Total Custodial Funds |
|---|---|---|---|---|
| Assets | | | | |
| Cash and Cash Equivalents | $ 645,238 | $ 877,630 | $ 20,442 | $ 3,684,128 |
| Accounts Receivable | 200 | 62 | 242 | 1,509 |
| Taxes Receivable | - | 9,916,816 | - | 9,916,816 |
| Total Assets | $ 645,438 | $10,794,508 | $ 20,684 | $13,602,453 |
| Liabilities | | | | |
| Accounts Payable | $ 120,968 | $ 3,787,686 | $ - | $ 4,125,791 |
| Due To Other Governments | 524,470 | 7,006,822 | 20,684 | 9,178,760 |
| Other Liabilities | - | - | - | 297,902 |
| Total Liabilities | $ 645,438 | $10,794,508 | $ 20,684 | $13,602,453 |

COUNTY OF BLAIR
COMBINING SCHEDULE OF CHANGES IN NET POSITION
CUSTODIAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

| | Children, Youth, and Families Special Fund | Costs and Fines Office | Domestic Relations | Employee Wellness |
|---|---|---|---|---|
| Additions | | | | |
| Contributions: | | | | |
| Gifts | $ 28,806 | $ - | $ 150,815 | $ 12,193 |
| Collections: | | | | |
| Collections for Other Governments | - | 2,691,630 | - | - |
| Collections for Other Third Parties | - | - | - | - |
| Total Collections | - | 2,691,630 | - | - |
| Total Additions | 28,806 | 2,691,630 | 150,815 | 12,193 |
| Deductions | | | | |
| Payments to Gift Recipients | 28,806 | - | 150,815 | 12,193 |
| Payments to Other Governments | - | 2,691,630 | - | - |
| Payments to Other Third Parties | - | - | - | - |
| Total Deductions | 28,806 | 2,691,630 | 150,815 | 12,193 |
| Net Increase (Decrease) in Net Position | - | - | - | - |
| Net Position - Beginning | - | - | - | - |
| Net Position - End | $ - | $ - | $ - | $ - |

COUNTY OF BLAIR
COMBINING SCHEDULE OF CHANGES IN NET POSITION (CONTINUED)
CUSTODIAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

| | Juvenile Probation Restitution | Prison Accounts | Prothonotary's Office | Register & Recorder's Office |
|---|---|---|---|---|
| Additions | | | | |
| Contributions: | | | | |
| Gifts | $ - | $ - | $ - | $ - |
| Collections: | | | | |
| Collections for Other Governments | - | - | 1,009,065 | 10,736,357 |
| Collections for Other Third Parties | 1,662 | 879,062 | - | - |
| Total Collections | 1,662 | 879,062 | 1,009,065 | 10,736,357 |
| Total Additions | 1,662 | 879,062 | 1,009,065 | 10,736,357 |
| Deductions | | | | |
| Payments to Gift Recipients | - | - | - | - |
| Payments to Other Governments | - | - | 1,009,065 | 10,736,357 |
| Payments to Other Third Parties | 1,662 | 879,062 | - | - |
| Total Deductions | 1,662 | 879,062 | 1,009,065 | 10,736,357 |
| Net Increase (Decrease) in Net Position | - | - | - | - |
| Net Position - Beginning | - | - | - | - |
| Net Position - End | $ - | $ - | $ - | $ - |

COUNTY OF BLAIR
COMBINING SCHEDULE OF CHANGES IN NET POSITION (CONTINUED)
CUSTODIAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

| | Sheriff's Office | Tax Claim Bureau | Treasurer's Office | Total Custodial Funds |
|---|---|---|---|---|
| Additions | | | | |
| Contributions: | | | | |
| Gifts | $ - | $ - | $ - | $ 191,814 |
| Collections: | | | | |
| Collections for Other Governments | - | 7,262,229 | 86,116 | 21,785,397 |
| Collections for Other Third Parties | 1,739,008 | - | - | 2,619,732 |
| Total Collections | 1,739,008 | 7,262,229 | 86,116 | 24,405,129 |
| Total Additions | 1,739,008 | 7,262,229 | 86,116 | 24,596,943 |
| Deductions | | | | |
| Payments to Gift Recipients | - | - | - | 191,814 |
| Payments to Other Governments | - | 7,262,229 | 86,116 | 21,785,397 |
| Payments to Other Third Parties | 1,739,008 | - | - | 2,619,732 |
| Total Deductions | 1,739,008 | 7,262,229 | 86,116 | 24,596,943 |
| Net Increase (Decrease) in Net Position | - | - | - | - |
| Net Position - Beginning | - | - | - | - |
| Net Position - End | $ - | $ - | $ - | $ - |