

COUNTY OF INDIANA, PENNSYLVANIA

INDIANA, PENNSYLVANIA

**FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2024**

COUNTY OF INDIANA, PENNSYLVANIA
YEAR ENDED DECEMBER 31, 2024

CONTENTS

	<u>Page</u>
Independent Auditor's Report	1-3
Management's Discussion and Analysis	4-16
Basic Financial Statements	
Government-wide Financial Statements	
Statement of Net Position	17
Statement of Activities	18
Fund Financial Statements	
Balance Sheet - Governmental Funds	19
Reconciliation of the Balance Sheet of Governmental Funds to the Statement of Net Position	20
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	21
Reconciliation of Statement of Revenues, Expenditures, and Changes in Fund Balances of Governmental Funds to the Statement of Activities	22
Statement of Net Position - Proprietary Fund	23
Statement of Revenues, Expenses and Changes in Fund Net Position - Proprietary Fund	24
Statement of Cash Flows - Proprietary Fund	25
Statement of Fiduciary Net Position - Fiduciary Funds	26
Statement of Changes in Fiduciary Net Position	27
Notes to Financial Statements	28-62
Required Supplemental Information	
Budgetary Comparison Schedule – General Fund	64
Schedule of Changes in the Net Pension Liability and Related Ratios	65
Schedule of Employer Contributions – Last 10 Years	66
Schedule of Investment Returns	67
Other Supplemental Information	
Combining Balance Sheet – Nonmajor Governmental Funds	69
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds	70
Combining Balance Sheet – Nonmajor Special Revenue Funds	71-76
Combining Statement of Revenues, Expenditures and Changes in Fund Balances (Deficits) – Nonmajor Special Revenue Funds	77-82
Combining Statement of Net Position – Discretely Presented Component Units	83
Combining Statement of Revenues, Expenditures and Changes in Fund Net Position – Discretely Presented Component Units	84



Zelenkofske Axlerod LLC

CERTIFIED PUBLIC ACCOUNTANTS

EXPERIENCE | EXPERTISE | ACCOUNTABILITY

INDEPENDENT AUDITOR'S REPORT

County Commissioners
County of Indiana
Indiana, Pennsylvania

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of County of Indiana, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise County of Indiana's basic financial statements as listed in the table of contents.

We did not audit the financial statements of Indiana County Municipal Services Authority and Highridge Water Authority which represent 100 percent of the assets, net position, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose report thereon has been furnished to us, and our opinion, insofar as it relates to the amounts included for the component units listed above, is based solely on the report of the other auditors.

In our opinion, based on our audit and the report of the other auditors, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of County of Indiana, as of December 31, 2024, and the respective changes in financial position and, where applicable, cash flows for the year then ended in accordance with accounting principles generally accepted in the United States of America.

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* (GAGAS), 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 Indiana 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. Highridge Water Authority was not audited in accordance with *Government Auditing Standards*.

Responsibilities of Management for the Financial Statements

County of Indiana's 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.

830 Sir Thomas Court, Suite 100, Harrisburg, PA 17109
3800 McKnight East Drive, Suite 3805, Pittsburgh, PA 15237
34745 Burbage Road, Frankford, DE 19945

2370 York Road, Suite A-5, Jamison, PA 18929
420 Chinquapin Round Road, Suite 2-i, Annapolis, MD 21401
210 Tollgate Hill Road, Greensburg, PA 15601

www.zallc.org



Zelenkofske Axelrod LLC
CERTIFIED PUBLIC ACCOUNTANTS
EXPERIENCE | EXPERTISE | ACCOUNTABILITY

County Commissioners
County of Indiana
Page 2

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 County of Indiana's ability to continue as a going concern for one year after the date that the financial statements are issued.

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 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 *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of County of Indiana'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 County of Indiana'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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison information, schedules of net pension liability and related ratios – last 10 years, pension contributions – last 10 years and investment returns (as listed in the table of contents as required supplementary information) 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



Zelenkofske Axelrod LLC
CERTIFIED PUBLIC ACCOUNTANTS
EXPERIENCE | EXPERTISE | ACCOUNTABILITY

County Commissioners
County of Indiana
Page 3

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 County of Indiana's basic financial statements. The other supplemental information in the financial section (as listed in the table of contents) is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The other supplemental information in the financial section is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other supplementary information in the financial section is 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 September 16, 2025, on our consideration of the County of Indiana'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 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 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 County of Indiana's internal control over financial reporting and compliance.

Zelenkofske Axelrod LLC
ZELENKOFKSKE AXELROD LLC

September 16, 2025
Pittsburgh, Pennsylvania

MANAGEMENT'S DISCUSSION AND ANALYSIS DECEMBER 31, 2024

The COUNTY OF INDIANA, 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 – 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 its financial statements. This section of the financial reporting package presents our discussion and analysis of the COUNTY's financial performance during the year that ended on December 31, 2024. Please read this Management Discussion and Analysis in conjunction with the COUNTY's financial statements that follow this section.

OVERVIEW OF THE FINANCIAL STATEMENTS

This report consists of the following four parts:

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

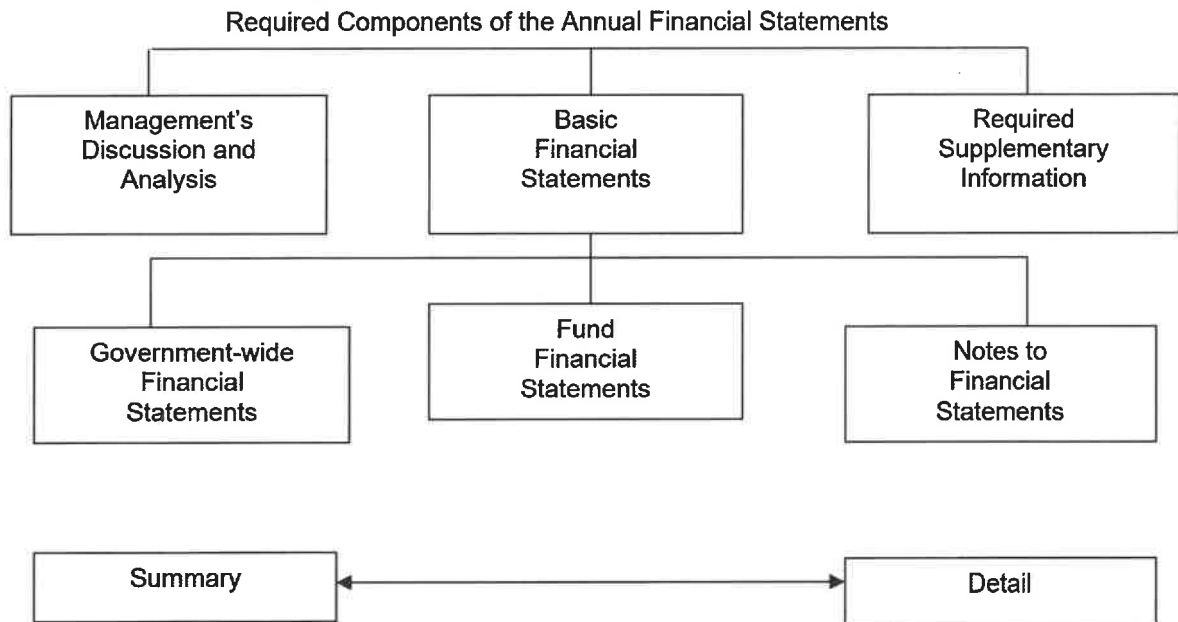
Management's discussion and analysis is a guide to reading the financial statements and provides related information to help the reader to better understand the COUNTY's government. The basic financial statements include notes that provide additional information essential to a full understanding of the financial data provided in the government-wide and fund financial statements. Required supplementary information is provided on the COUNTY's budget to actual figures for the general fund, schedule of changes in the net pension liability and related ratios, schedule of employer contributions- last 10 years and schedule of investment returns.

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 as well as the financial status of the County's component units.
- *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 three types of fund financial statements:
 - *Governmental funds statements* show how general government services such as public safety, human services, public works, culture and recreation, and conservation and development are financed in the short term, as well as what remains for future spending.
 - *Proprietary fund statements* offer short-term and long-term financial information about the activities the COUNTY operates like a business, like the Communities at Indian Haven.
 - *Fiduciary funds statements* reflect activities involving resources that are held by the COUNTY as a trustee or agent for the benefit of others. Fiduciary funds are not reflected in the government-wide statements because the resources cannot be used to support the COUNTY's programs.

**MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2024**

Table A-1: Organization of the County's annual financial report



**MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2024**

Table A-2 summarizes the major features of the County's financial statements, including the area of the County's activities they cover and the types of information they contain.

Table A-2: Major features of the government-wide and fund financial statements

	Government-wide Statements	Fund Financial Statements		
		<u>Governmental</u>	<u>Proprietary</u>	<u>Fiduciary</u>
Scope	Entire entity (except fiduciary funds)	The day-to-day operating activities of the County, such as public safety and courts	The activities of the County, such as the Communities at Indian Haven	Instances in which the County administers resources on behalf of others
Required Financial Statements	-Statement of net position	-Balance sheet	-Statement of net position	-Statement of changes in fiduciary net position
	-Statement of activities	-Statement of revenues, expenditures and changes in fund balances	-Statement of revenues, expenses and changes in net position -Statement of cash flows	
Accounting basis and measurement focus	Accrual and economic resources focus	Modified Accrual and current financial resources focus	Accrual accounting and economic resources focus	Accrual accounting and economic resources focus
Type of asset and liability information	All assets and liabilities, short-term and long-term	Current assets and liabilities that come due during the year or soon thereafter; no capital assets or long-term liabilities included	All assets and liabilities, short-term and long-term	All assets and liabilities, short-term and long-term
Type of inflow and outflow information	All revenues and expenses during year, regardless of when cash is received or paid	Revenue for which cash is received during the year or soon thereafter; expenditures when goods or services have been received and the related liability is due and payable	All revenues and expenses during year, regardless of when cash is received or paid	All additions and deductions during the year, regardless of when cash is received or paid

MANAGEMENT DISCUSSION AND ANALYSIS DECEMBER 31, 2024

The remainder of the 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 and liabilities, 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 economic resources measurement focus and the accrual basis of accounting, which requires that revenues be reported when they are earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flow.

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 property tax base and general economic conditions must be considered to assess the overall position of the COUNTY.

The primary government and its component units are included in the government-wide financial statements. The component units reflect the activities of the legally separate government entities over which the COUNTY can exercise influence and/or be obligated to provide financial support. The COUNTY has two discretely presented component units that it reports in the financial statements – Indiana County Municipal Services Authority and Highridge Water Authority. The County also reports one blended component unit, the Communities at Indian Haven. Complete and detailed financial statements for these component units can be obtained from their administrative offices (see Note 1, Notes to the financial statements).

There are two categories of activities for the primary government:

- *Governmental activities* include the COUNTY's basic services such as general government, judicial, public safety, public works, human services, culture and recreation, and conservation and development.
- *Business-type activities* such as the Communities at Indian Haven charge a fee to customers to help cover the costs of services.

Net position of the governmental activities differ from the governmental fund balances because governmental fund level statements only report transactions using or providing current financial resources. Also, capital assets in the fund level statements 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.

MANAGEMENT DISCUSSION AND ANALYSIS DECEMBER 31, 2024

Government wide statements are reported on the 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 as a liability
- Depreciate capital assets and allocate the depreciation to the proper program/activities
- Allocate net position balances as follows:
 - Net investment in capital assets
 - Restricted net position are those with constraints placed on the 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 is net position that 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 the modified accrual basis of accounting.

The COUNTY has three 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.

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, as required by state law. The County also adopts a budget for the capital projects and liquid fuels funds. A budgetary comparison of the COUNTY's general fund is presented as required supplementary information.

- *Proprietary Funds* report business-type programs and activities that charge fees designed to recover the cost of providing services. The proprietary fund reports using the accrual basis of accounting.
- *Fiduciary Funds* are for which the COUNTY is the trustee or fiduciary. These include certain custodial agency 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. These funds are excluded from the COUNTY's government-wide financial statements because the COUNTY cannot use these assets to finance its operations. The fiduciary funds are reported using the accrual basis of accounting.

**MANAGEMENT DISCUSSION AND ANALYSIS
DECEMBER 31, 2024**

GOVERNMENT-WIDE FINANCIAL STATEMENTS

Net Position

The COUNTY's total assets were \$133,616,436 at December 31, 2024. Of this amount, \$73,570,590 were capital assets.

GASB No. 34 required that all capital assets, including infrastructure, be valued and reported within the governmental activities 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 the retroactive basis.

Condensed Statement of Net Position – 2024/2023

	2024 Governmental Activities	2023 Governmental Activities	2024 Business- type Activities	2023 Business- type Activities	2024 Total	2023 Total
Capital Assets	\$ 72,454,797	\$ 71,897,373	\$1,115,793	\$1,159,650	\$ 73,570,590	\$ 73,057,023
Other Assets	54,837,783	55,427,253	5,211,063	4,281,726	60,048,846	59,708,979
Total Assets	<u>\$ 127,292,580</u>	<u>\$ 127,324,626</u>	<u>\$6,326,856</u>	<u>\$5,441,376</u>	<u>\$133,619,436</u>	<u>\$132,766,002</u>
Deferred Outflows	\$ 3,947,075	\$ 6,299,101	\$1,087,460	\$1,735,467	\$ 5,034,535	\$ 8,034,568
Current Liabilities	\$ 17,704,506	\$ 18,700,933	\$ 356,386	\$ 753,215	\$ 18,060,892	\$ 19,454,148
Long-term Liabilities	38,797,883	44,571,867	-	-	38,797,883	44,571,867
Total Liabilities	<u>\$ 56,502,389</u>	<u>\$ 63,272,800</u>	<u>\$ 356,386</u>	<u>\$ 753,215</u>	<u>\$ 56,858,775</u>	<u>\$ 64,026,015</u>
Deferred Inflows	\$ 4,333,778	\$ 4,583,690	\$1,194,000	\$1,262,853	\$ 5,527,778	\$ 5,846,543
Net Position: Net Investment In Capital Assets	\$ 24,679,336	\$ 20,062,369	\$1,115,793	\$1,159,650	\$ 25,795,129	\$ 21,222,019
Restricted Net Position	20,075,986	14,117,097	176,860	575	20,252,846	14,117,672
Unrestricted Net Position	25,648,166	31,587,771	4,571,277	4,000,550	30,219,443	35,588,321
Total Net Position	<u>\$ 70,403,488</u>	<u>\$ 65,767,237</u>	<u>\$5,863,930</u>	<u>\$5,160,775</u>	<u>\$ 76,267,418</u>	<u>\$ 70,928,012</u>

**MANAGEMENT DISCUSSION AND ANALYSIS
DECEMBER 31, 2024**

Change in Net Position

The following statement of activities represents the change in net position for the years ended December 31, 2024 and 2023. It shows revenues by source and expenses by function for governmental activities, business-type activities and the government as a whole.

Condensed Statement of Activities

	2024 Governmental Activities	2023 Governmental Activities	2024 Business-type Activities	2023 Business-type Activities	2024 Total	2023 Total
Program Revenues:						
Charges for Services	\$10,417,934	\$ 9,751,695	\$ 11,793,856	\$ 9,070,715	\$22,211,790	\$18,822,410
Grants and Contributions	25,739,627	25,177,058	-	219,675	25,739,627	25,396,733
General Revenues:						
Property Taxes	27,296,544	23,920,177	-	-	27,296,544	23,920,177
Hotel Taxes	688,039	651,548	-	-	688,039	651,548
Unrestricted						
Investment Earnings	693,076	608,158	57,138	47,701	750,214	655,859
Transfers	132,000	132,000	(132,000)	(132,000)	-	-
Miscellaneous Revenue	58,794	95,784	-	-	58,794	95,784
Gain/(Loss) on disposal of assets	-	341	-	-	-	341
Total Revenues	<u>\$65,026,014</u>	<u>\$60,336,761</u>	<u>\$ 11,718,994</u>	<u>\$ 9,206,091</u>	<u>\$76,745,008</u>	<u>\$69,542,852</u>
Expenses:						
General Government - Administrative	\$ 8,057,542	\$14,860,292	\$ -	\$ -	\$ 8,057,542	\$14,860,292
General Government - Judicial	7,251,287	6,317,331	-	-	7,251,287	6,317,331
Public Safety	22,516,418	14,929,073	-	-	22,516,418	14,929,073
Public Works	2,627,982	3,611,015	-	-	2,627,982	3,611,015
Human Services	12,126,106	14,703,322	11,015,839	8,427,987	23,141,945	23,131,309
Culture and Recreation	1,779,276	1,769,981	-	-	1,779,276	1,769,981
Conservation and Development	4,224,487	5,821,155	-	-	4,224,487	5,821,155
Interest on Long-Term Debt	976,534	963,844	-	-	976,534	963,844
Other expenses	830,131	834,177	-	-	830,131	834,177
Total Expenses	<u>60,389,763</u>	<u>63,810,190</u>	<u>11,015,839</u>	<u>8,427,987</u>	<u>71,405,602</u>	<u>72,238,177</u>
Change in Net Position	<u>4,636,251</u>	<u>(3,473,429)</u>	<u>703,155</u>	<u>778,104</u>	<u>5,339,406</u>	<u>(2,695,325)</u>
Net Position - January 1	<u>65,767,237</u>	<u>69,240,748</u>	<u>5,160,775</u>	<u>4,382,671</u>	<u>70,928,012</u>	<u>73,623,419</u>
Net Position - December 31	<u>\$70,403,488</u>	<u>\$65,767,319</u>	<u>\$ 5,863,930</u>	<u>\$ 5,160,775</u>	<u>\$76,267,418</u>	<u>\$70,928,094</u>

**MANAGEMENT DISCUSSION AND ANALYSIS
DECEMBER 31, 2024**

Net Program Expenses

Net program expenses indicate the amount of support required from taxes and other general revenues for a program of the government. In 2024, property taxes brought in \$27,296,544.

Net Cost of Governmental and Business-type Activities

	2024	2023	2024	2023
	Total Cost	Total Cost	Net Cost	Net Cost
	of Services	of Services	of Services	of Services
Program:				
General Government-Administrative	\$ 8,057,542	\$14,860,292	\$ 1,741,580	\$ (11,398,678)
General Government-Judicial	7,251,287	6,317,331	(3,667,156)	(3,333,405)
Public Safety	22,516,418	14,929,073	(13,177,879)	(7,353,748)
Public Works	2,627,982	3,611,015	(1,827,002)	(1,958,147)
Human Service	12,126,106	14,703,322	(3,813,677)	(1,715,170)
Culture and Recreation	1,779,276	1,769,981	(1,697,262)	(1,240,842)
Conservation and Development	4,224,487	5,821,155	15,859	(83,426)
Miscellaneous	830,131	834,177	(830,131)	(834,177)
Interest on Long-Term Debt	976,534	963,844	(976,534)	(963,844)
Communities at Indian Haven	<u>11,015,839</u>	<u>8,427,987</u>	<u>778,017</u>	<u>862,403</u>
Total	<u>\$71,405,602</u>	<u>\$72,238,177</u>	<u>\$(23,454,185)</u>	<u>\$(28,019,034)</u>

The COUNTY relied on property taxes and other general revenues to fund 39% of its governmental and business-type activities in 2024.

**MANAGEMENT DISCUSSION AND ANALYSIS
DECEMBER 31, 2024**

Capital Assets

The COUNTY's investment in capital assets at December 31, 2024, net of accumulated depreciation, was \$73,570,590. Capital assets consist primarily of land, buildings and equipment. The following is a summary of capital assets at December 31, 2024 and 2023:

Capital Assets						
	2024	2023	2024	2023		
	Governmental	Governmental	Business-	Business-	2024	2023
	Activities	Activities	type	type	Total	Total
			Activities	Activities		
Land	\$ 2,085,470	\$ 2,085,470	\$ -	\$ -	\$ 2,085,470	\$ 2,085,470
Building and Improvements	81,940,033	81,830,995	4,928,657	4,888,627	86,868,690	86,719,622
Right of Use Buildings and Space	3,064,209	2,576,363	-	-	3,064,209	2,576,363
Equipment and machinery	37,028,760	36,566,635	4,590,647	4,496,708	41,619,407	41,063,343
Right of Use Equipment and Vehicles	3,337,998	3,017,273	-	-	3,337,998	3,017,273
Right of Use Software	3,219,043	3,164,907	-	-	3,219,043	3,164,907
Construction in Progress	817,960	32,097	-	-	817,960	32,097
Infrastructure	24,524,616	20,121,343	-	-	24,524,616	20,121,343
Accumulated Depreciation	<u>(83,563,292)</u>	<u>(77,497,710)</u>	<u>(8,403,511)</u>	<u>(8,225,685)</u>	<u>(91,966,803)</u>	<u>(85,723,395)</u>
Total Net Capital Assets	<u>\$ 72,454,797</u>	<u>\$ 71,897,373</u>	<u>\$ 1,115,793</u>	<u>\$ 1,159,650</u>	<u>\$ 73,570,590</u>	<u>\$ 73,057,023</u>

Detailed information about the COUNTY's capital assets can be found in Note 6, Notes to the Financial Statements.

**MANAGEMENT DISCUSSION AND ANALYSIS
DECEMBER 31, 2024**

Debt Administration

At December 31, 2024, the COUNTY had \$46,993,170 of debt outstanding. Debt decreased 7.5% from the previous year. The following is a summary of debt obligations for the 2024 year:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
<u>Governmental Activities</u>					
Bonds and Notes Payable:					
General Obligation Notes	\$43,259,240	\$ 571,728	\$ (3,851,859)	\$ 39,979,109	\$8,463,491
Total Bonds and Notes Payable	<u>43,259,240</u>	<u>571,728</u>	<u>(3,851,859)</u>	<u>39,979,109</u>	<u>8,463,491</u>
			Plus Bond Premium	<u>1,657,826</u>	
Total General Obligation Bonds and Notes				<u>41,636,935</u>	
 Other Liabilities:					
Operating Leases	6,710,710	862,707	(1,434,891)	6,138,526	1,389,622
Compensated Absences	<u>843,843</u>	<u>31,692</u>	<u>-</u>	<u>875,535</u>	<u>-</u>
Total Other Liabilities	<u>7,554,553</u>	<u>894,399</u>	<u>(1,434,891)</u>	<u>7,014,061</u>	<u>1,389,622</u>
 Governmental Activities					
Long-Term Liabilities	<u>\$50,813,793</u>	<u>\$ 1,466,127</u>	<u>\$ (5,286,750)</u>	<u>\$ 46,993,170</u>	<u>\$9,853,113</u>

See Note 10 for more information regarding long-term debt.

**MANAGEMENT DISCUSSION AND ANALYSIS
DECEMBER 31, 2024**

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 inflows, outflows, and balances of spendable resources. 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 and various special revenue funds. The general fund is the chief operating fund for the COUNTY. Special revenue funds are restricted to specific legislated use. The major funds are shown 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, 2024 and 2023 were as follows:

	<u>2024</u>	<u>2023</u>
Revenues:		
Taxes	\$27,867,287	\$24,054,169
Intergovernmental Revenues	23,907,511	25,873,689
Departmental Charges	8,818,161	8,078,579
Charges for Services	1,599,773	1,673,116
Interest	700,002	617,237
Other	58,794	95,784
Debt Proceeds	1,434,435	1,192,972
Amounts Received from Loans	872,520	873,131
Disposal of Fixed Assets	-	341
Operating Transfers In	<u>4,785,948</u>	<u>262,821</u>
Total Revenues	<u>\$70,044,431</u>	<u>\$62,721,839</u>

There are several factors relating to increases/decreases in revenues from 2024 to 2023. The county tax millage rate increased from 4.905 in 2023 to 5.705 in 2024, which resulted in a significant increase in real estate taxes in 2024. The county had a decrease in intergovernmental revenues in 2024 due to the ERAP program being wrapped up in 2023. The County had an increase in operating transfer in which was from transfer in to Act 13 Bridge fund from the General Fund and transfer in to the General Fund from ARPA fund. The operating transfers in were offset by the corresponding operating transfers in.

**MANAGEMENT DISCUSSION AND ANALYSIS
DECEMBER 31, 2024**

GOVERNMENTAL FUND EXPENDITURES

Governmental fund expenditures by function at December 31, 2024 and 2023 were as follows:

	<u>2024</u>	<u>2023</u>
Expenditures:		
General Government- Administrative	\$13,096,057	\$15,285,022
General Government-Judicial	8,566,459	8,499,076
Public Safety	19,134,439	11,870,612
Public Works	1,248,985	1,924,309
Human Services	12,089,856	14,664,222
Culture and Recreation	1,475,374	1,871,734
Conservation and Development	3,923,895	5,485,323
Other	830,133	786,520
Debt Service	4,669,317	4,546,489
Capital Outlay	1,281,910	346,997
Amounts Loaned to Others	-	495,000
Operating Transfers Out	<u>4,653,948</u>	<u>130,821</u>
Total Expenditures	<u>\$70,970,373</u>	<u>\$65,906,125</u>

The increase in Public Safety expenditures represents a change in classification of certain expenses from general government to public safety. Expenditures increase was most related to operating transfers out which was from transfer out from the General Fund to Act 13 Bridge fund and transfer out from the ARPA fund to the General Fund. The operating transfers out were offset by the corresponding operating transfers in and expenditures by function were offset by corresponding revenue in 2024.

GOVERNMENTAL FUND BALANCES AND PROPRIETARY FUND NET POSITION

Ending balances for governmental funds and net position for proprietary funds at December 31, 2024 and 2023 were as follows:

<u>Fund</u>	<u>2024</u> <u>Governmental</u> <u>Funds</u>	<u>2023</u> <u>Governmental</u> <u>Funds</u>	<u>2024</u> <u>Proprietary</u> <u>Funds</u>	<u>2023</u> <u>Proprietary</u> <u>Funds</u>
General Fund	\$ 21,164,253	\$ 24,449,917	\$ -	\$ -
Community Program for Restoration	275,117	361,718	-	-
ARPA	-	22,207	-	-
ERAP	-	-	-	-
Revolving Loan	1,837,766	1,457,629	-	-
Nonmajor Governmental Funds	7,465,552	5,377,159	-	-
Communities at Indian Haven	<u>-</u>	<u>-</u>	<u>5,863,930</u>	<u>5,160,775</u>
Total	<u>\$ 30,742,688</u>	<u>\$ 31,668,630</u>	<u>\$5,863,930</u>	<u>\$5,160,775</u>

The reasons for the changes in governmental fund balances are explained above in the governmental funds revenues and expenditures sections.

**MANAGEMENT DISCUSSION AND ANALYSIS
DECEMBER 31, 2024**

BUDGETARY HIGHLIGHTS

The County adopts an annual appropriated budget for its general fund, capital improvements fund, and liquid fuels fund. Detailed information about the COUNTY's general fund budget can be found in Required Supplemental Information.

Overall the County general fund actual revenue had a deficit of the budget of \$2,688,045. The general fund expenditures had a positive variance from the actual budget of \$535,321. Other financing sources and uses showed a surplus in budget of \$2,082,950 as a result of debt transactions and transfers in. This showed a deficit of revenue over expenditures of \$2,152,724. Numerous factors went into these results including the management of the commissioners on the oversight of the budget, decrease in additional federal funding due to the COVID pandemic, and multiple major capital projects in progress. The 2024 budget was completed for the general fund, the liquid fuels fund, and the capital improvement fund. The original general fund budget in 2024 had an operating surplus of \$128,421 and the final general fund budget in 2024 had an operating deficit of \$3,215,890 after a budget revision was made on December 31, 2024. The real estate tax rate was 5.705 mills, .89 mills applied to debt and the remaining 4.815 mills applied to general obligations.

ECONOMIC CONDITIONS AND NEXT YEAR'S BUDGET

The 2025 budget was completed for the general fund, the liquid fuels, and the capital improvement fund. The general fund budget in 2025 had an operating deficit of \$96,195. The real estate tax rate was 6.105 mills, .91 mills applied to debt and the remaining 5.195 mills applied to general obligations.

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:

County of Indiana
County Commissioners
825 Philadelphia Street
Indiana, PA 15701

Phone: 724-465-3805

COUNTY OF INDIANA, PENNSYLVANIA
STATEMENT OF NET POSITION
DECEMBER 31, 2024

	Primary Government			
	Governmental Activities	Business-type Activities	Total	Component Units
<hr/>				
Assets				
Cash and Cash Equivalents	\$ 25,431,292	\$ 4,508,668	\$ 29,939,960	\$ 3,643,819
Investments	220,174	-	220,174	-
Restricted Assets				
Cash and Cash Equivalents	-	586	586	1,245,246
Resident's Cash	-	15,334	15,334	-
Receivables (Net, where applicable, of Allowance for Uncollectibles)				
Accounts	2,097,108	481,946	2,579,054	1,370,392
Taxes	4,869,752	-	4,869,752	-
Loans	8,142,876	-	8,142,876	-
Grants	13,113,589	-	13,113,589	-
Notes (current)	-	-	-	671,953
Prepaid Assets	-	23,460	23,460	86,364
Inventory	-	-	-	173,882
Net Pension Asset	639,811	176,274	816,085	-
Other Assets	327,976	-	327,976	245,457
Internal Balances	(4,795)	4,795	-	-
Intangible Assets	-	-	-	580,545
Note Receivable Less Current Portion	-	-	-	1,010,302
Capital Assets: (Net)				
Depreciable	69,551,367	1,115,793	70,667,160	114,325,628
Non-depreciable	2,903,430	-	2,903,430	-
Total Assets	127,292,580	6,326,856	133,619,436	123,353,588
<hr/>				
Deferred Outflow of Resources				
Deferred amounts related to pension	\$ 3,947,075	\$ 1,087,460	\$ 5,034,535	\$ -
<hr/>				
Liabilities				
Accounts Payable	\$ 5,537,534	\$ 212,213	\$ 5,749,747	\$ 611,201
Accrued Expenses	1,941,174	117,733	2,058,907	413,934
Unearned Revenues	299,528	-	299,528	147,986
Due to Other Governments	48,729	-	48,729	-
Funds Held in Fiduciary Capacity	-	26,440	26,440	-
Accrued Interest Payable on Debt	24,428	-	24,428	124,049
Current Portions of Long-Term Liabilities:				
Bonds and Notes Payable	8,463,491	-	8,463,491	3,575,801
Lease Liability	1,389,622	-	1,389,622	-
Non-Current Portions of Long-Term Liabilities:				
Bonds and Notes Payable	33,173,444	-	33,173,444	40,390,104
Compensated Absences	875,535	-	875,535	192,413
Lease Liability	4,748,904	-	4,748,904	-
Total Liabilities	56,502,389	356,386	56,858,775	45,455,488
<hr/>				
Deferred Inflow of Resources				
Deferred amounts related to pension	4,333,778	1,194,000	5,527,778	-
<hr/>				
Net Position				
Net Investment in Capital Assets	24,679,336	1,115,793	25,795,129	70,502,882
Restricted Net Position				
Program Purposes	19,822,878	-	19,822,878	-
Bond Indenture	-	-	-	1,121,630
Pension asset	253,108	176,274	429,382	-
Capital projects	-	586	586	123,616
Unrestricted	25,648,166	4,571,277	30,219,443	6,149,972
Total Net Position	\$ 70,403,488	\$ 5,863,930	\$ 76,267,418	\$ 77,898,100

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

COUNTY OF INDIANA, PENNSYLVANIA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position		
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Component Units
					Governmental Activities	Business-Type Activities	
Primary Government:							
Governmental Activities:							
General Government - Administrative	\$ 8,057,542	\$ 2,345,481	\$ 7,453,641	\$ -	\$ 1,741,580	\$ -	\$ 1,741,580
General Government - Judicial	7,251,287	1,965,589	1,628,542	-	(3,667,156)	-	(3,667,156)
Public Safety	22,516,418	5,571,378	3,767,161	-	(13,177,879)	-	(13,177,879)
Public Works	2,627,962	2,230	133,006	665,744	(1,827,002)	-	(1,827,002)
Human Services	12,126,106	270,599	8,041,840	-	(3,813,677)	-	(3,813,677)
Culture and Recreation	1,779,276	82,014	-	-	(1,697,262)	-	(1,697,262)
Conservation and Development	4,224,487	190,653	4,049,693	-	15,859	-	15,859
Miscellaneous	830,131	-	-	-	(830,131)	-	(830,131)
Interest on Long-Term Debt	976,534	-	-	-	(976,534)	-	(976,534)
Total Governmental Activities	60,399,763	10,417,934	25,073,893	665,744	(24,232,202)	-	(24,232,202)
Business-Type Activities:							
Communities at Indian Haven	11,015,839	11,793,856	-	-	-	778,017	778,017
Total Business-Type Activities	11,015,839	11,793,856	-	-	-	778,017	778,017
Total Primary Government	\$ 71,405,602	\$ 22,211,790	\$ 25,073,893	\$ 665,744	\$ (24,232,202)	\$ 778,017	\$ (23,454,185)
Component Units:							
Indiana County Municipal Services Authority	\$ 9,774,370	\$ 8,263,291	\$ -	\$ 5,892,888			\$ 4,381,809
Highridge Water Authority	4,087,810	4,122,797	-	1,244,845			1,279,832
Total Component Units	\$ 13,862,180	\$ 12,386,088	\$ -	\$ 7,137,733			\$ 5,661,641
General Revenues:							
Taxes:							
Property					27,296,544	-	27,296,544
Hotel Taxes					668,039	-	668,039
Unrestricted Investment earnings					693,076	57,138	750,214
Gain (loss) from sale of assets					-	-	-
Miscellaneous					58,794	-	58,794
Transfers					132,000	(132,000)	-
Total General Revenues					28,668,453	(74,862)	28,793,591
Change in Net Position					4,536,251	703,155	5,339,406
Net Position - Beginning					65,767,237	5,160,775	70,928,012
Net Position - Ending					\$ 70,403,488	\$ 5,863,930	\$ 76,267,418

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

COUNTY OF INDIANA, PENNSYLVANIA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2024

	General Fund	ERAP Fund	Community Program for Restoration	Revolving Loan Fund	ARP Fund	Total Nonmajor Governmental Funds	Total Governmental Funds
Assets							
Cash and cash equivalents	\$ 13,689,854	\$ -	\$ 268,837	\$ 1,838,715	\$ -	\$ 9,633,886	\$ 25,431,292
Investments	-	-	-	-	-	220,174	220,174
Receivables:							
Taxes	2,097,108	-	-	-	-	-	2,097,108
Other governmental grants	12,005,263	-	-	-	-	1,108,326	13,113,589
Other	4,768,946	-	6,280	-	-	94,526	4,869,752
Loans	4,615,443	-	996,264	1,538,868	-	992,300	8,142,876
Due from other funds	320,192	-	-	-	-	271,422	591,614
Other assets	314,723	-	-	-	-	13,253	327,976
Total assets	\$ 37,811,529	\$ -	\$ 1,271,381	\$ 3,377,584	\$ -	\$ 12,333,887	\$ 54,794,381
Liabilities							
Accounts Payable	\$ 3,459,892	\$ -	\$ -	\$ -	\$ -	\$ 2,077,642	\$ 5,537,534
Accrued liabilities	623,935	-	-	950	-	1,316,289	1,941,174
Due to other funds	414,205	-	-	-	-	182,204	596,409
Due to other governments	48,357	-	-	-	-	372	48,729
Unearned revenues	-	-	-	-	-	299,528	299,528
Total liabilities	4,546,389	-	-	950	-	3,876,035	8,423,374
Deferred Inflows of Resources							
Unavailable Revenue - Opioid Settlement	5,962,312	-	-	-	-	-	5,962,312
Unavailable Loan Revenue	4,615,443	-	996,264	1,538,868	-	992,300	8,142,875
Unavailable Revenue - Property Taxes	1,523,132	-	-	-	-	-	1,523,132
Total Deferred Inflows of Resources	12,100,887	-	996,264	1,538,868	-	992,300	15,628,319
Fund Balances							
Nonspendable	314,723	-	-	-	-	13,253	327,976
Restricted	4,029,334	-	275,117	1,837,766	-	7,718,349	13,860,566
Assigned	11,206,440	-	-	-	-	-	11,206,440
Unassigned	5,613,756	-	-	-	-	(266,050)	5,347,706
Total fund balances	21,164,253	-	275,117	1,837,766	-	7,465,552	30,742,688
Total liabilities, deferred inflows and fund balances	\$ 37,811,529	\$ -	\$ 1,271,381	\$ 3,377,584	\$ -	\$ 12,333,887	\$ 54,794,381

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

COUNTY OF INDIANA, PENNSYLVANIA
 RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF NET POSITION
 DECEMBER 31, 2024

Amounts reported for governmental activities in the Statement of Net Position are different because:

Total fund balances of governmental funds		\$ 30,742,688
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds. The cost of the assets is \$155,875,630 and the accumulated depreciation is \$83,540,022.		72,454,797
Revenues not available to pay for current period expenditures and therefore reported as unavailable revenue in the funds:		
Loans Receivable	8,142,875	
Real estate taxes	1,523,132	
Opoid Settlement	5,962,312	15,628,319
Net pension assets are not reported in the the funds:		639,811
Deferred outflow of resources related to pensions is not reported in the funds		3,947,075
Deferred inflows of resources related to pensions is not reported in the funds		(4,333,778)
Long-term liabilities are not due and payable in the current period and accordingly are not reported as fund liabilities. Both current and long-term liabilities are reported in the Statement of Net Position. Long-term liabilities at year-end consist of:		
Long-term debt	(41,636,935)	
Leases	(6,138,526)	
Accrued interest on long-term debt	(24,428)	
Compensated absences	(875,535)	(48,675,424)
		<u>\$ 70,403,488</u>

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

COUNTY OF INDIANA, PENNSYLVANIA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2024

	General Fund	ERAP Fund	Community Program for Restoration	Revolving Loan Fund	ARP Fund	Total Nonmajor Governmental Funds	Total Governmental Funds
Revenues							
Taxes, Real estate	\$ 27,179,248	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 27,179,248
Taxes, Hotel	-	-	-	-	-	688,039	688,039
Intergovernmental revenue	13,381,137	171,107	-	-	1,754,793	8,600,474	23,907,511
Charges for services	441,206	-	263	10,013	-	1,148,291	1,599,773
Departmental charges	8,818,161	-	-	-	-	-	8,818,161
Interest income	511,327	325	5,363	16,469	4,172	162,346	700,002
Other revenue	55,725	-	-	-	-	3,069	58,794
Total Revenues	50,386,804	171,432	5,626	26,482	1,758,965	10,602,219	62,951,528
Expenditures							
Current operating:							
General government	12,852,267	-	-	-	-	243,790	13,096,057
Judicial	7,172,509	-	-	-	-	1,393,950	8,566,459
Public safety	16,085,776	-	-	-	-	3,046,663	19,134,439
Public works	267,885	-	-	-	-	981,100	1,248,985
Human services	11,498,803	171,432	-	-	-	419,621	12,089,856
Culture and recreation	708,367	-	-	-	-	767,007	1,475,374
Conservation and development	534,218	-	115,824	21,653	-	3,252,200	3,923,895
Other	830,133	-	-	-	-	-	830,133
Capital Outlay	1,281,910	-	-	-	-	-	1,281,910
Debt service	3,480,990	-	-	-	-	-	3,480,990
Principal	1,188,327	-	-	-	-	-	1,188,327
Interest	55,901,185	171,432	115,824	21,653	-	10,106,331	66,316,425
Total Expenditures	(5,514,381)	-	(110,198)	4,829	1,758,965	495,888	(3,364,897)
Excess (deficiency) of revenues over expenditures							
Other financing sources (uses)							
Proceeds from long-term debt	1,434,435	-	-	-	-	-	1,434,435
Amounts received from loans	413,172	-	23,597	375,308	-	60,443	872,520
Transfers in	1,913,173	-	-	-	-	2,872,775	4,785,948
Transfers out	(1,532,063)	-	-	-	(1,781,172)	(1,340,713)	(4,653,948)
Total other financing sources (uses)	2,228,717	-	23,597	375,308	(1,781,172)	1,592,505	2,438,955
Net change in fund balance	(3,285,664)	-	(86,601)	380,137	(22,207)	2,086,393	(925,942)
Fund balances, beginning of year	24,449,917	-	361,718	1,457,629	22,207	5,377,159	31,668,630
Fund balances, end of year	\$ 21,164,253	\$ -	\$ 275,117	\$ 1,837,766	\$ -	\$ 7,465,552	\$ 30,742,688

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

COUNTY OF INDIANA, PENNSYLVANIA
RECONCILIATION OF STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES OF GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2024

Amounts reported for governmental activities in the Statement of Activities are different because:

Net Change in fund balances - total governmental funds \$ (925,942)

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over the estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation expense in the current period.

Capital Outlays	6,991,561	
Disposal of assets	(22,008)	
Depreciation expense	<u>(6,412,129)</u>	557,424

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. This amount is the net effect of these differences in the treatment of long-term debt.

Proceeds from long term debt	(571,728)	
Change in interest payable on long-term debt	4,564	
Amortization of Bond Premium	207,229	
Principal repayments	<u>3,851,859</u>	3,491,924

The acquisition of assets through lease arrangements are presented as other financing sources on the governmental fund statements. Such transactions do not affect net position since they are liabilities equal to the assets acquired. This is the amount presented in the governmental fund statements.

Lease Additions	(862,707)	
Lease Payments	<u>1,434,891</u>	572,184

Changes in loans receivable are reflected as an increase to revenue and expense in the fund statements, but shown as an increase or decrease to loans receivable on the statement of net position. The amortization of the discount on the loans receivable is reported as interest earnings in the statement of activities.

Amounts received from loans	<u>(872,520)</u>	(872,520)
-----------------------------	------------------	-----------

Governmental funds do not report the changes in compensated absences: (31,692)

Real estate taxes reported in the funds include receipt of prior year delinquent taxes and do not include revenue attributable to the current year's delinquent tax receivable. This amount is the net effect of these differences.

Current year	1,523,132	
Prior year	<u>(1,405,836)</u>	117,296

Certain revenues are not available for use in the government funds.

Opioid Settlement		
Current year	5,962,312	
Prior year	<u>(4,137,122)</u>	1,825,190

The change in the net pension asset and other pension related items does not require financial resources and is therefore not reported in the funds but is shown as an expense in the statement of activities.

(97,613)

Changes in net position of governmental activities \$ 4,636,251

COUNTY OF INDIANA, PENNSYLVANIA
STATEMENT OF NET POSITION
PROPRIETARY FUND
DECEMBER 31, 2024

	Business-Type Activities - Enterprise Fund The Communities at Indian Haven
<hr/>	
Assets	
<hr/>	
Current Assets:	
Cash and cash equivalents	\$ 4,508,668
Resident's cash	15,334
Accounts receivable	481,946
Due from County	198,489
Prepaid expenses and other current assets	23,460
	<u>5,227,897</u>
Noncurrent assets:	
Cash, funded depreciation	586
Net pension asset	176,274
Capital assets (net of accumulated depreciation)	<u>1,115,793</u>
Total noncurrent assets	<u>1,292,653</u>
Total assets	<u>\$ 6,520,550</u>
<hr/>	
Deferred Outflow of Resources	
Deferred amounts from pension liability	<u>\$ 1,087,460</u>
<hr/>	
Liabilities	
<hr/>	
Current liabilities:	
Accounts payable	212,213
Accrued liabilities	117,733
Due to County	193,694
Funds held in fiduciary capacity	26,440
	<u>550,080</u>
Total current liabilities	<u>550,080</u>
Total liabilities	<u>550,080</u>
<hr/>	
Deferred Inflow of Resources	
Deferred amounts from pension liability	<u>\$ 1,194,000</u>
<hr/>	
Net Position	
<hr/>	
Net investment in capital assets	\$ 1,115,793
Restricted: Pension asset	176,274
Restricted: Other	586
Unrestricted	<u>4,571,277</u>
Total net position	<u>5,863,930</u>
Total liabilities, deferred inflows of resources and net position	<u>\$ 7,608,010</u>

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

COUNTY OF INDIANA, PENNSYLVANIA
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND
NET POSITION
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2024

	Business-Type Activities - Enterprise Fund The Communities at Indian Haven
Operating Revenues	
Receipts from Providing Services	\$ 11,793,856
Total Operating Revenues	<u>11,793,856</u>
Operating Expenses	
Human Services	10,838,014
Depreciation and amortization	<u>177,825</u>
Total Operating Expenses	<u>11,015,839</u>
Operating Income	<u>778,017</u>
Nonoperating Revenues (Expenses)	
Grant Income	-
Interest Income	<u>57,138</u>
Total Nonoperating Expenses	<u>57,138</u>
Excess of revenues under expenditures	<u>835,155</u>
Transfers to other funds	<u>(132,000)</u>
Total other financing uses	<u>(132,000)</u>
Change in Net Position	<u>703,155</u>
Net Position - Beginning of Year	<u>5,160,775</u>
Net Position - End of Year	<u>\$ 5,863,930</u>

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

COUNTY OF INDIANA, PENNSYLVANIA
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED DECEMBER 31, 2024

	Business-Type Activities - Enterprise Fund The Communities at Indian Haven
Cash flows from operating activities	
Cash received from residents	\$ 11,336,044
Cash paid for goods and services	<u>(10,950,520)</u>
Net cash provided by operating activities	<u>385,524</u>
Cash flows from investing activities	
Net (increase)decrease in cash, funded depreciation	<u>(11)</u>
Net cash used in investing activities	<u>(11)</u>
Cash flows from capital and related financing activities	
Purchase of capital assets	<u>(133,969)</u>
Net cash used in capital and related financing activities	<u>(133,969)</u>
Cash flows from financing activities	
Interest income	57,138
Transfers to other funds	<u>(132,000)</u>
Net cash used in financing activities	<u>(74,862)</u>
Net increase in cash and cash equivalents	176,682
Beginning cash and cash equivalents	<u>4,331,986</u>
Ending cash and cash equivalents	<u>\$ 4,508,668</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating income	\$ 778,017
Adjustments to reconcile operating income to net cash provided by operating activities:	
Depreciation	177,826
Decrease in pension liability	(552,260)
Change in deferred (inflows) outflows related to pension liability	579,154
Increase (decrease) in assets	
Decrease in accounts receivable, net of allowances	(457,812)
Prepaid expenses	8,501
Restricted cash	11,299
Increase(decrease) in liabilities	
Accounts payable	(22,690)
Accrued expenses	(18,100)
Funds held in a fiduciary capacity	19,947
Due to primary government	<u>(138,358)</u>
Net cash provided by operating activities	<u>\$ 385,524</u>

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

COUNTY OF INDIANA, PENNSYLVANIA
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2024

	Employee Retirement Trust Fund	Custodial Fund
	<u> </u>	<u> </u>
<u>Assets</u>		
Cash and Cash Equivalents	\$ 423,774	\$ 2,223,368
Investments	<u>66,987,834</u>	<u>65,171</u>
Total Assets	<u>\$ 67,411,608</u>	<u>\$ 2,288,539</u>
 <u>Liabilities</u>		
Liabilities		
Accounts payable	\$ -	\$ 147,169
Total Liabilities	<u>-</u>	<u>147,169</u>
 <u>Net Position Restricted for:</u>		
Individuals, Organizations, and Other Governments	-	2,141,370
Employees' Pension Benefits	<u>67,411,608</u>	<u>-</u>
Total Net Position	<u>\$ 67,411,608</u>	<u>\$ 2,141,370</u>

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

COUNTY OF INDIANA, PENNSYLVANIA
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2024

	Employee Retirement Trust Fund	Custodial Fund
Additions:		
Property Taxes Collected for Other Governments	\$ -	\$ 6,653,436
Fees Collected for Other Governments	-	6,281,649
Inmate Account Collections	-	475,478
Fees and Fines Collected - Other	-	1,958,953
	<u> </u>	<u> </u>
Contributions:		
Employee	1,217,984	-
County Contribution	732,541	-
	<u> </u>	<u> </u>
	1,950,525	-
	<u> </u>	<u> </u>
Investment Income:		
Interest and Dividends	1,360,038	13,048
	<u> </u>	<u> </u>
Total Investment Income	1,360,038	13,048
	<u> </u>	<u> </u>
Net increase in fair value of assets	5,499,621	-
Investment Expense	(116,759)	-
	<u> </u>	<u> </u>
Net Investment Income	6,742,900	13,048
	<u> </u>	<u> </u>
Total Additions	8,693,425	15,382,564
	<u> </u>	<u> </u>
Deductions:		
Employee Benefits Paid	3,495,231	-
Administrative Expenses	86,452	-
Taxes Collected for Other Governments	-	6,533,831
Payments to Other Individuals	-	1,645,714
Fees Collected for Other Governments	-	5,868,506
Inmate Disbursements	-	491,243
Payments to Other Entities	-	27,691
Other expenses	24,441	79,968
	<u> </u>	<u> </u>
Total Deductions	3,606,124	14,646,953
	<u> </u>	<u> </u>
Net Increase	5,087,301	735,611
Restricted Net Position		
Beginning of Year	62,324,307	1,405,759
End of Year	<u>\$ 67,411,608</u>	<u>\$ 2,141,370</u>

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

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE 1: NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

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

The County of Indiana (the "County") was formed in 1803. The County operates under the direction of an elected three member Board of Commissioners and provides the following services: general administrative services, tax assessment and collections, judicial, public improvements, public safety, public works, human services, culture and recreation, and conservation and development. The accompanying financial statements are 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) Reporting Entity

The County follows the criteria promulgated by the Governmental Auditing Standards Board ("GASB") No. 61 for purposes of determining the scope of its reporting entity. As required by accounting principles generally accepted in the United States of America, the financial statements include those of the County of Indiana (the "Primary Government") and its Component Units. The Component Units discussed below are included in the County's financial reporting entity because of their operational or financial relationship with the County.

1. Component Units

In conformity with GAAP, the financial statements of Component Units have been included in the financial reporting entity either as a Blended Component Unit or as a Discretely Presented Component Unit.

a. Blended Component Unit

Some component units, despite being legally separate from the primary government, are so intertwined with the primary government that they are, in substance, the same as the primary government and are reported as part of the primary government. The only component unit reported in this way is The Communities at Indian Haven, Inc.

The Communities at Indian Haven, Inc. (Indian Haven) is a 108 bed skilled nursing facility located in Indiana, Pennsylvania.

Indian Haven reports on a calendar year basis.

The Indiana County Employee's Retirement Fund is considered a blended Fiduciary Component Unit under the Government Accounting Standards Board Statement No. 84.

b. Discretely Presented Component Units

In conformity with GAAP, the financial statements of the Component Units described below have been included in the financial reporting entity as discretely presented Component Units.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 1: NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

A) Reporting Entity (Continued)

1. Component Units (Continued)

b. Discretely Presented Component Units (Continued)

The Highridge Water Authority (the "Water Authority") was created pursuant to the Municipal Authorities Act of 1945. The organizational meeting was held on April 25, 1991, at which time the By-laws were adopted. The purpose of the Water Authority is to acquire and provide water service to customers in the southern Indiana County and northeastern Westmoreland County areas. The County guarantees the debt of the Water Authority. A copy of the separate Financial Statements can be obtained at the Highridge Water Authority, 17 Maple Avenue, Blairsville, PA 15717.

The Water Authority operates on a calendar year basis.

The Indiana County Municipal Services Authority (the "Municipal Services Authority") is a body politic and corporate organized on April 23, 1972 under provisions of the Act of the General Assembly of the Commonwealth of Pennsylvania, approved May 2, 1945, P.L. 382, as amended and supplemented, known as the Municipality Authorities Act of 1945. The purpose of the Municipal Services Authority is to provide water and sewage service to areas of Indiana, Armstrong and Cambria Counties, Pennsylvania. The County guarantees the debt of the Municipal Services Authority. A copy of the separate Financial Statements can be obtained at the Indiana County Municipal Services Authority, 602 Kolter Drive, Indiana, PA 15701.

The Municipal Services Authority operates on a calendar year basis.

2. Related Organizations

The Board of County Commissioners is also responsible for appointing the members of the governing boards of other organizations, but the County's accountability for the organizations does not extend beyond making the appointments. These organizations include:

- Farmland Preservation
- Indiana County Airport Authority
- Indiana County Conservation District
- Indiana County Hospital Authority
- Indiana County Housing Authority
- Indiana County Redevelopment Authority
- Indiana County Solid Waste Authority
- Indiana County Transportation Authority
- Indiana County Development Corporation

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 1: NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

3. Joint Venture

The County participates in a joint venture with another governmental entity. Based upon the foregoing criteria, the County has determined that the joint venture should not be included in its financial reporting entity. The Armstrong-Indiana Behavioral and Developmental Health Program was created for the delivery of various human services activities to the counties of Indiana and Armstrong. The counties exercise joint control and both counties have an ongoing financial responsibility to the joint venture. However, neither county has an ongoing financial interest or equity interest in the joint venture.

B) 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 units. The effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business type activities, which rely, to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from its legally separate component units 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, are 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.

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

C) 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.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 1: NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Amounts paid to acquire capital assets are capitalized as assets in the government-wide financial statements, rather than reported as an expenditure. 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 an expenditure.

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 exclude 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.

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 other financing sources 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 primary 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, and health and welfare services.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 1: NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

- Community Program for Restoration is used to account for a revolving loan program within the County which uses program income from several federal grant programs to make low interest loans to residents of the County for eligible projects such as house repairs or repairs of property damage.
- The Revolving Loan Fund is used to account for the revolving loan program the County administers to stimulate economic development within the County by granting loans with low interest rates to businesses in the County. The loan program was originally established in 1993 with grant funding from the United States Economic Development Administration.
- The ARP Fund was established to account for the federal funding received under the American Rescue Plan Act of 2021. The fund helped with the County's response to the Coronavirus Pandemic.
- The ERAP Fund was established to account for the Federal Emergency Rental Assistance Program that was authorized as part of the American Rescue Plan to help renters and landlords during the Coronavirus Pandemic.

Proprietary fund operating revenues, such as charges for services, result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Non-operating revenues, such as subsidies and investment earnings, result from nonexchange transactions or ancillary activities.

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

The County reports the following major proprietary fund:

- The Communities at Indian Haven, an enterprise fund, is used to account for the operations of the County's nursing home.

The Communities at Indian Haven functions as a business-type activity, as defined by the Governmental Accounting Standards Board (GASB). Indian Haven's financial statements have been prepared using the economic resource focus and the accrual basis of accounting.

Additionally, the County reports the following fiduciary fund types:

- The Indiana County Employee's Retirement System Fund is a Pension Trust Fund used to account for the pension plan contributions of the County and its employees and the related benefit payments and other plan costs.
- The Custodial Fund is used to account for assets held by certain County offices that are subsequently disbursed to the County, other governments, and other activities for which is was collected.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 1: NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

1. Cash and Cash Equivalents

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

2. Investments

Investments of the County are reported at fair value. Investments that do not have an established market value are reported at estimated values.

3. Interfund Transactions

The County affects a variety of transactions between funds to finance operations. Certain interfund transactions have not been paid or received as of December 31, 2024, and appropriate interfund receivables or payables have been established accordingly.

Any residual balances outstanding between the governmental activities and business-type activities are reported as internal balances in the government-wide financial statements.

4. Capital Assets

Capital assets, which include property, plant and equipment, are reported in the governmental activity column in the government-wide financial statements. Property, plant and equipment with initial, individual costs that equal or exceed \$5,000 and estimated useful lives of over one year are recorded as capital assets. The County adopted the provisions of GASB 34 related to infrastructure on the retroactive basis. 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 using the straight line method over the following intended useful lives:

<u>Asset</u>	<u>Years</u>
Buildings and Improvements	20-40
Equipment and Vehicles	5-15
Infrastructure	50

5. Allowance for Doubtful Accounts

Taxes receivable have been reported net of allowance for doubtful accounts of \$573,889.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 1: NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

6. Long-Term Obligations

In the government-wide financial statements, long-term debt is reported as liabilities in the Statement of Net Position and bond discounts and premiums are deferred and amortized over the life of the bonds using the straight line method.

In the fund financial statements, the face amount of debt issued is reported as other financing sources.

7. Compensated Absences

County policy permits employees to accumulate a limited amount of earned but unused vacation and sick leave 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 recorded. The computed liability is in compliance with GASB 16, *Accounting for Compensated Absences*.

8. Leases

The County is a lessee of noncancelable leases of equipment, buildings and vehicles. The County recognizes a lease liability and an intangible right-of-use lease assets (lease asset) in the government-wide financial statements for each type of lease.

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 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 non-cancelable 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 circumstances that would require a remeasurement of its lease and will remeasure the lease assets 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 debt position.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 1: NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

9. Unearned Revenues

Unearned revenues are reported in the government-wide and enterprise fund financial statements. Unearned revenues represent unearned revenues or revenues which are measurable but not available and, in accordance with the modified accrual basis of accounting, are reported as unearned revenues. The County deems revenues received within 365 days of year end to be available.

10. Net Position/Fund Balances

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 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.

GASB Statement No. 54 establishes accounting and financial standards for all governments that report governmental funds. It establishes criteria for classifying fund balances into specifically defined classifications and clarifies definitions as follows:

- *Non-spendable* – This classification consists of accounts that cannot be spent because they are not in spendable form or are legally required to be maintained intact.
- *Restricted* – This classification consists of amounts that are restricted to specific purposes. The County's restricted fund balances consist of external enabling legislation for the state, federal, or local government.
- *Committed* – This classification consists of amounts used for specific purposes imposed by formal action of the County's Board of Commissioners. The removal or modification of the use of committed funds can only be accomplished by a formal action of the Commissioners prior to fiscal year end.
- *Assigned* – This classification consists of amounts constrained by the County's intent to be used for specific purposes that are neither restricted or committed. The County Commissioners have delegated the authority to assign fund balance for specific purposes to the Financial Supervisor.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 1: NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

10. Net Position/Fund Balances (Continued)

- Unassigned – This classification consists of amounts that have not been assigned to other funds and that have not been restricted, committed, or assigned to specific purposes within the General Fund. The General Fund is the only fund permitted to report a positive unassigned fund balance.

The County's GASB 54 policy is to first apply expenditures against any restricted fund balances, committed fund balances, assigned fund balances, and then unassigned fund balances, in that order.

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. Deferred Inflows of Resources

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 only has one type of item, which arises under a modified accrual basis of accounting that qualifies for reporting in this category. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenue from property taxes. This amount is deferred and recognized as an inflow of resources in the period that the amount becomes available.

13. Deferred 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 only has one type of item, which arises under a modified accrual basis of accounting that qualifies for reporting in this category. Deferred outflows of resources related to pensions are described further in Note 8. The components of deferred outflows of resources, other than the difference between the projected and actual investment earnings on investments, are amortized into pension expense over a 4.8 year closed period, which reflects the weighted average remaining service life of all members of the plan beginning the year in which the deferred amount occurs (current year). The annual difference between the projected and actual earnings on plan investments is amortized over a five-year closed period beginning the year in which the difference occurs (current year).

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 1: NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

14. Adoption of Governmental Accounting Standards Board Statements

The County adopted the provisions of GASB issued Statement No. 100 "Accounting Changes and Error Corrections – An amendment of GASB Statement No. 62". The adoption of this Statement had no effect on the County's financial statements.

The County adopted the provisions of GASB issued Statement No. 101, "Compensated Absences." The adoption of this Statement had no effect on the County's financial statements.

14. Pending Changes in Accounting Principles

In December 2023, the GASB issued Statement No. 102 "Compensated Absences". The County is required to adopt Statement No. 102 for its 2025 financial statements.

In April 2024, the GASB issued Statement No. 103 "Financial Reporting Model Improvements". The County is required to adopt Statement No. 103 for its 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. 99 for its fiscal year 2026 financial statements

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

E) Component Unit – Summary of Significant Accounting Policies

Highbridge Water Authority

Basis of Accounting

The financial statements of the Water Authority have been prepared on the accrual basis of accounting.

Cash and Cash Equivalents

For purposes of the balance sheet, the Water Authority considers non-restricted, highly liquid short-term investments that have an original maturity of three months or less to be cash equivalents.

The Authority invests in Pennsylvania Local Government Investment Trust (PLGIT). An investment in PLGIT is not insured or guaranteed by the Federal Deposit Insurance Corporation or any other government agency. As of December 31, 2024, the Authority had \$630,811 invested in a PLGIT Portfolio.

Allowance for Uncollectible Accounts

Accounts are written-off when deemed to be uncollectible. An allowance for uncollectible accounts has been established based on the Authority's collection history in the amount of \$75,600.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 1: NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Highridge Water Authority (Continued)

Property

Property is stated at cost. Depreciation is provided on a straight-line basis over the estimated useful life of the respective asset which lives range from 5 to 125 years. Maintenance and repairs are charged to income as incurred and renewals and betterments are capitalized. Depreciation expense was \$1,444,022.

Goodwill

The excess acquisition cost over the fair market value of net position acquired is being amortized using the straight-line method over a period of 40 years. Amortization expense for 2024 amounted to \$73,985.

Bond Issuance Costs

Costs associated with the note refinancing in 2020 of \$61,000 are being amortized on a straight-line basis over the remaining life of the debt, plus the unamortized costs from the 2012 and 2006 bonds. Amortization expenses was \$11,063 in 2024.

Bond Discount

In connection with the various bonds issued, a combined discount of \$90,973 was realized. The discount is being amortized over the life of the debt. The unamortized balance of \$6,263 as of December 31, 2024. Amortization expense was \$6,257 in 2024.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

Indiana County Municipal Services Authority

Basis of Accounting

The financial statements of the Municipal Services Authority have been prepared on the accrual basis of accounting.

Cash and Cash Equivalent

The Municipal Services Authority considers all liquid investments that are readily convertible to cash with an original maturity of three months or less to be cash equivalents.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 1: NATURE OF ORGANIZATION AND SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

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

Indiana County Municipal Services Authority (Continued)

Accounts Receivable – Trade

Accounts receivable – trade are reported at net realizable value. Accounts are charged to bad debt expense when deemed uncollectible based on a periodic review by management. The allowance for doubtful accounts is estimated based upon periodic review of individual accounts. The allowance for doubtful accounts was approximately \$525,000.

Designated Assets

Designated assets consist of cash and money market accounts that are designed for the following purposes:

Debt Service Fund – Established to account for funds held for payment of principal and interest on water and sewer revenue bonds designated by bond indentures as debt service reserves.

Debt Service Reserve and Repair Fund – Established in compliance with requirements of the United States Department of Agriculture, Rural Utilities Service ("RUS") notes to accumulate funds for the purpose of paying the cost of repairing or replacing any damage of the water system which may be caused by any unforeseen catastrophe.

Construction Fund – Established to control funds from various sources to be used for the purchase and renovation of water and sewage facilities.

Utility Plant

Utility plant is recorded at historical cost and consists of utility plant, equipment, furniture and fixtures. Depreciation is computed using the straight-line method over the estimated useful lives of the related assets.

Capital Grants and Contributions

The Municipal Services Authority receives capital grants from certain federal and state agencies to be used for various purposes connected with the planning and construction of water and sewage systems and equipment. Capital grants of the Municipal Services Authority are reported as revenue rather than contributed capital as required by GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*.

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

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 only the General Fund and the Liquid Fuels Fund, and is based on estimates of revenues and expenditures approved by the Board of County Commissioners. The County of Indiana adopted the 2024 budget on the same basis of accounting as reported in the fund financial statements. The County of Indiana follows these procedures in establishing the budgetary data reflected in the financial statements:

County Budget Process

1. During the fall, preliminary individual budgets are prepared by each department or agency and are reviewed by the Commissioners.
2. During November, the County Commissioners, or their designee, meet with the head of each department and agency to review proposed changes to the preliminary budget.
3. The Commissioners' Office then reassembles the preliminary budget data and prepares a final budget draft including all proposed expenditures and the financing plan, incorporating any revisions or adjustments evolving from the departmental meetings.
4. In early December, the final budget is presented at a public Commissioners' meeting. In accordance with statutes contained in the County Code, public notice is given that the proposed budget is available for inspection for a twenty-day period.
5. Prior to December 31, after the twenty-day inspection period, the County Commissioners, at a public meeting properly announced, the final budget is adopted by resolution.
6. Formal budgeting integration is employed as a planning device. The budget adopted is on the modified accrual basis. Budget amounts are as originally adopted, or as amended by the County Commissioners.

- 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

During the course of the year, departmental needs may change, emergencies may occur, or additional revenue sources may arise. As a result, funds are occasionally transferred between line items of the department's budget or additional revenue may need to be budgeted for a specific project or grant. Adjustments to the budget are made on a line item basis during the year and are approved by the County Commissioners. Financial analysis is provided monthly to management showing spending levels in comparison to the current budget. The budget is also reviewed by management with other departments.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 3: DEPOSIT AND INVESTMENT RISK

As of December 31, 2024, the County had the following investments:

	<u>Market</u>
Governmental Funds	
Nonmajor Governmental Funds	
Certificates of Deposit	\$ 220,174
Total Governmental Funds	<u>220,174</u>
Fiduciary Funds	
Custodial Funds	
Certificates of Deposit	65,171
Retirement Fund	
Fixed Income Securities	19,250,151
Domestic Equities	29,816,969
International Equities	7,078,342
Real Estate/Alternative	<u>10,842,372</u>
Total Fiduciary Funds	<u>67,053,005</u>
Total Investments	<u>\$ 67,273,179</u>

Interest Rate Risk – The County does not have a formal investment policy for the County's operating funds that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The County's Retirement Fund investment policy states that the trustees exercise good judgment in the selection of securities or in the selection of a plan administrator.

Credit Risk – The County has no formal investment policy for its operating funds that addresses credit risk. As of December 31, 2024, the County's operating investments were all maintained in Certificates of Deposit.

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 investment or collateral securities that are in the possession of an outside party. As of December 31, 2024, the County's cash balances for its governmental activities, business-type activities and custodial fund were \$32,163,328 and its bank balances were \$31,058,340. Of these bank balances, \$30,037,811 was collateralized with securities held by the pledging financial institutions, or by their trust departments or agents, but not in the County's name. The entire cash and cash equivalent balance in the Retirement Fund of \$423,774 was collateralized with securities held by the pledging financial institutions, or by their trust departments or agents, but not in the County's name. None of the County's retirement investments were exposed to custodial credit risk at December 31, 2024 because the custodians hold the securities in an account that designates the County as the owner of the securities.

Concentration of Credit Risk – The County has no formal investment policy for operating investments pertaining to the concentration of credit risk. At December 31, 2024, the County is not subject to concentration of credit risk.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 3: DEPOSIT AND INVESTMENT RISK (CONTINUED)

The County categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

At December 31, 2024, the County had the following recurring fair value measurements:

<u>Investments measured by fair value level</u>	<u>12/31/24</u>	<u>Fair Value Measurements Using Level 1</u>
Certificates of Deposit	\$ 285,345	\$ 285,345
Fixed Income Securities	19,250,151	19,250,151
Common Stock	29,816,969	29,816,969
International Stock	7,078,342	7,078,342
Mutal Funds	<u>10,842,372</u>	<u>10,842,372</u>
Total investments by fair value level	<u>\$67,273,179</u>	<u>\$ 67,273,179</u>

Component Unit

Indiana County Municipal Services Authority

At December 31, 2024, the carrying amount of the Authority's cash deposits was \$2,726,128 and the bank balance was \$2,839.993. Of the bank balance, \$2,089.993 was not covered by federal depository insurance. The Authority grants credit without collateral to its customers. The Authority's service area is located in portions of Indiana, Armstrong, and Cambria Counties, Pennsylvania. The Authority charges residents within its service area based upon usage and connection charges. The ability of each of the Authority's customers to honor their obligations to the Authority is dependent upon economic and other factors affecting the customers.

NOTE 4: PROPERTY TAXES

Real Estate Property Taxes

Real estate property taxes for the calendar year are levied on March 1 of each year. Any unpaid real estate taxes attach as an enforceable lien on property as of January 1 of the following year. Taxes are levied on March 1 and payable with a 2% discount to April 30, with no discount or penalty to June 30, and with a 10% penalty from July 1 to December 31. In some instances certain tax collectors have been allowed to extend the discount and face value periods due to unusual office hours of these tax collectors by a few days. The County bills these taxes which are collected by local tax collectors.

The County is permitted by the County Code of the Commonwealth of Pennsylvania to levy real estate taxes up to 30 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. In 2024 the County had total millage of 5.705, of which .89 mill was reserved for principal and interest on debt, and 4.815 mills for general county purposes.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 4: PROPERTY TAXES (CONTINUED)

Real Estate Property Taxes (Continued)

The County's 2024 real estate taxes are based on assessed values established by the County's Bureau of Assessments. The County had a complete reassessment from 2015 to 2018 with assessed valuation of \$4,860,733,387 in 2016 to \$4,763,924,406 in 2020.

Assessed values of real property are generally 100% of the market value as determined by the Indiana County Tax Assessment Office. The total 2024 real estate taxes levied was \$27,110,931 based on a total County assessed valuation of \$4,752,135,075. Based on the 2024 levy of 5.705 mills, a property owner would pay \$5.705 per \$1,000 of assessed valuation.

NOTE 5: LOANS RECEIVABLE

The County has various loans outstanding that are used for multiple purposes within the County. The County has 6 revolving loan programs in which the County loans money to local small businesses or home owners for various reasons - home repairs, working capital for the businesses, new equipment for the businesses, etc. These loans are reported in the Enterprise Zone, Community Program for Restoration, Revolving Loan, Emergency Repair, Community Revitalization Program, and Affordable Housing Funds and had a total balance of \$3,527,433 as of December 31, 2024. All loans are fully deferred at the fund level.

The County also contracts with the Indiana County Development Corporation (ICDC) in which the County obtains loans and immediately loans that money to ICDC with the same terms. The activity on these loans is reported in the General Fund. All loans are fully deferred in the General Fund at the fund level.

The County also has a loan with the Kovalchick Convention and Athletic Complex.

A summary of the long-term General Fund receivables is shown as follows:

	Balance at December 31, 2023	Payments Received from Others	Amounts Loaned to Others	Discounts	Balance at December 31, 2024
KCAC Project	\$ 473,919	\$ -	\$ -	\$ -	\$ 473,919
Indian Springs Multi-Tenant Building Loan	4,554,696	413,172	-	-	4,141,524
Total	<u>\$ 5,028,615</u>	<u>\$ 413,172</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,615,443</u>

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 6: CAPITAL ASSETS

Capital asset activity for the year ended December 31, 2024 was as follows:

GOVERNMENTAL ACTIVITIES	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, Not Being Depreciated:				
Land	\$ 2,085,470	\$ -	\$ -	\$ 2,085,470
Construction in Progress	32,097	785,863	-	817,960
Total Capital Assets, Not Being Depreciated	<u>2,117,567</u>	<u>785,863</u>	<u>-</u>	<u>2,903,430</u>
Capital Assets, Being Depreciated:				
Building and Improvements	81,830,995	109,038	-	81,940,033
Right of Use - Buildings and Space	2,576,363	487,846	-	3,064,209
Equipment and Vehicles	36,566,635	830,680	(368,555)	37,028,760
Right of Use - Equipment and Vehicles	3,017,273	320,725	-	3,337,998
Right of Use - Software	3,164,907	54,136	-	3,219,043
Infrastructure	20,121,343	4,403,273	-	24,524,616
Total Capital Assets, Being Depreciated	<u>147,277,516</u>	<u>6,205,698</u>	<u>(368,555)</u>	<u>153,114,659</u>
Less Accumulated Depreciation For:				
Buildings and Improvements	(36,135,598)	(2,578,644)	-	(38,714,242)
Right of Use - Buildings and Space	(734,698)	(462,863)	-	(1,197,561)
Equipment and Vehicles	(29,288,998)	(1,867,586)	346,547	(30,810,037)
Right of Use - Equipment and Vehicles	(1,198,211)	(623,844)	-	(1,822,055)
Right of Use - Software	(503,012)	(522,381)	-	(1,025,393)
Infrastructure	(9,637,193)	(356,811)	-	(9,994,004)
Total Accumulated Depreciation	<u>(77,497,710)</u>	<u>(6,412,129)</u>	<u>346,547</u>	<u>(83,563,292)</u>
Total Capital Assets, Being Depreciated, Net	<u>69,779,806</u>	<u>(206,431)</u>	<u>(22,008)</u>	<u>69,551,367</u>
Governmental Activities Capital Assets, Net	<u>\$71,897,373</u>	<u>\$ 579,432</u>	<u>\$ (22,008)</u>	<u>\$72,454,797</u>
BUSINESS-TYPE ACTIVITIES	Beginning Balance	Increases	Decreases	Ending Balance
Capital Assets, Being Depreciated:				
Building and Improvements	\$ 4,888,627	\$ 40,030	\$ -	\$ 4,928,657
Equipment and Vehicles	4,496,708	93,939	-	4,590,647
Total Capital Assets, Being Depreciated	<u>9,385,335</u>	<u>133,969</u>	<u>-</u>	<u>9,519,304</u>
Less Accumulated Depreciation	(8,225,685)	(177,826)	-	(8,403,511)
Total Capital Assets, Being Depreciated, Net	<u>1,159,650</u>	<u>(43,857)</u>	<u>-</u>	<u>1,115,793</u>
Business-Type Activities Capital Assets, Net	<u>\$ 1,159,650</u>	<u>\$ (43,857)</u>	<u>\$ -</u>	<u>\$ 1,115,793</u>

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 6: CAPITAL ASSETS (CONTINUED)

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

Governmental Activities:

General Government-Administrative	\$ 588,169
General Government-Judicial	227,218
Public Safety	3,098,889
Public Works	1,766,084
Human Services	33,135
Culture and Recreation	358,561
Conservation and Development	<u>340,073</u>

Total Depreciation Expense-Governmental Activities	<u>\$ 6,412,129</u>
--	---------------------

Business-Type Activities:

Human Services	<u>\$ 177,826</u>
----------------	-------------------

Total Depreciation Expense-Business-Type Activities	<u>\$ 177,826</u>
---	-------------------

Component Unit – Capital Assets

Highridge Water Authority

Capital assets and accumulated depreciation as of December 31, 2024 is as follows:

Highridge Water Authority

Buildings	\$41,402,605
Land and improvements	<u>14,249,990</u>
Total	55,652,595
Less accumulated depreciation	<u>30,181,283</u>
Capital Assets, net	<u>\$25,471,312</u>

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 6: CAPITAL ASSETS (CONTINUED)

Component Unit – Capital Assets (Continued)

Indiana County Municipal Services Authority

Capital assets and accumulated depreciation as of December 31, 2024 is as follows:

Indiana County Municipal Services Authority

Fixed equipment	\$ 150,809,799
Moveable equipment	938,487
Vehicles	1,163,021
Construction in progress	<u>6,160,550</u>
Total	159,071,857
Less accumulated depreciation	<u>70,217,541</u>
Capital Assets, net	<u>\$ 88,854,316</u>

NOTE 7: RESTRICTED ASSETS

Business Type Activities

The County has restricted cash of \$586 in the business type activities which is restricted for capital purchases and repairs to existing capital assets.

The County also has restricted cash of \$15,334 that is owed to residents of the nursing home.

Component Unit – Designated Assets

Indiana County Municipal Services Authority

Restricted Assets at December 31, 2024 are as follows:

Debt Service Fund	\$ 471,718
Debt Service Reserve and Repair Fund	649,912
Internal Service Fund	<u>123,616</u>
Total	<u>\$ 1,245,246</u>

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 8: EMPLOYEE RETIREMENT TRUST FUND

The Indiana County Employee's Retirement System (the "Plan") is a single-employer defined benefit pension plan that covers all full time employees of the County. The Plan provides retirement, disability and death benefits to Plan members and their beneficiaries. The Plan is part of the County's financial reporting entity and is included in the County's financial statements as a Pension Trust Fund.

Summary of Significant Accounting Policies

Method used to value investments. Investments are reported at fair value. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Real estate assets are reported at fair value utilizing an income approach to valuation. An independent appraisal should be obtained once every year to determine the fair market value of the real estate assets.

Description of Plan

Plan Administration. The Retirement Board administers the Plan. The Plan is governed by the 1971 County Pension Law, Act 96, of the General Assembly of the Commonwealth of Pennsylvania, as amended (the "Act"). Benefit and contribution provisions of the Plan are established and can be amended as provided by the Act. Cost of living adjustments are provided at the discretion of the County Retirement Board.

Management of the Plan is vested in the Board, which consists of five members - three elected County Commissioners, the treasurer, and the chief clerk.

Plan membership. For the 2024 measurement period, pension plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	280
Inactive plan members entitled to but not yet receiving benefits	69
Active plan members	<u>384</u>
	<u>733</u>

Benefits provided. The Plan provides retirement, disability, and death benefits. Retirement benefits for Plan members are calculated as a percent of the member's highest 3-year average salary times the member's years of service depending on class basis. Plan members with 20 years of service are eligible to retire at age 55. Plan members that have attained age 60 are eligible to retire. All Plan members are eligible for disability benefits after 5 years of service if disabled while in service and unable to continue as a County employee. Disability retirement benefits are equal to 25% of highest average salary at time of retirement. Death benefits for a member who dies with 10 years of service prior to retirement is the total present value of member's retirement paid in a lump sum. A Plan member who leaves County service with less than 5 years of service may withdraw his or her contributions, plus any accumulated interest.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 8: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

Contributions. The Retirement Board establishes contribution rates based on an actuarially determined contribution recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by plan members during the year, with an additional amount to finance any unfunded accrued liability. For the year ended December 31, 2024, the minimum required active member contribution rate was 5 percent of annual pay and the County's average contribution rate was 3.86 percent of annual payroll.

Per Act 96 of 1971, as amended, contribution requirements of the Plan members and the County may be amended by the General Assembly of the Commonwealth of Pennsylvania. Interest is credited each year in an amount allowed by the County Retirement Board to each member's account.

Administrative costs of the Plan may be financed through investment earnings. The Act makes no provision for termination of the Plan. The County does not issue a separate financial report for the Plan.

Legally Required Reserves

At December 31, 2024, the County has a balance of \$13,064,136 in the Members' Annuity Reserve Account. 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 December 31, 2024. Since these accumulations represent the present value as of December 31, 2024 of future benefits, the reserve balance and liability are identical.

The County has a balance of \$6,184,464 in the County Annuity Reserve Account as of December 31, 2024. This balance and the amounts expected to be credited in the future, plus investment earnings, represent the reserves set aside for the payment of the County's share of the retirement allowances and this reserve is fully funded.

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 into.

The Retired Members' Reserve Account is the account out of which monthly retirement allowances, including cost-of-living adjustments and death benefits are paid. The balance in this account was \$30,605,131 as of December 31, 2024. The corresponding liability for those annuitants on the roll is identical.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 8: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

Plan Reporting

Net Pension Liability of the County

The total pension liability was based on an actuarial valuation dated January 1, 2024 and update procedures were used to rollforward the total pension liability to the December 31, 2024 measurement date. The components of the net pension liability of the County for the 2024 measurement period were as follows:

Total Pension Liability	\$ 66,595,523
Plan Fiduciary Net Position	67,411,608
Net Pension Liability/(Asset)	<u>\$ (816,085)</u>

Plan Fiduciary net position as a percentage of the total pension liability	101.23%
--	---------

The net pension liability breakdown for governmental activities and business type activities was as follows:

	<u>Governmental Activities</u>	<u>Business Type Activities</u>
Net Pension Liability/(Asset)	\$ <u>(639,811)</u>	\$ <u>(176,274)</u>

Changes in the County's net pension liability for the plan for the year ended December 31, 2024 were as follows:

	<u>Increase/(Decrease)</u>		
	Total Pension Liability (a)	Pan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
Balances at 12/31/2023	\$ 64,064,983	\$ 62,324,307	\$ 1,740,676
Service Cost	1,473,893	-	1,473,893
Interest Cost	4,472,980	-	4,472,980
Changes in Benefit Terms	-	-	-
Changes for Experience	78,898	-	78,898
Changes of Assumptions	-	-	-
Contributions - Employer	-	732,541	(732,541)
Contributions - Member	-	1,217,984	(1,217,984)
Net Investment Income	-	6,742,900	(6,742,900)
Benefit Payments, including Refunds of Member Contributions	(3,495,231)	(3,495,231)	-
Administrative Expenses	-	(86,452)	86,452
Other Changes	-	(24,441)	24,441
Net Changes	<u>\$ 2,530,540</u>	<u>\$ 5,087,301</u>	<u>\$ (2,556,761)</u>
Balances at 12/31/2024	<u>\$ 66,595,523</u>	<u>\$ 67,411,608</u>	<u>\$ (816,085)</u>

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 8: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

Deferred (Inflows) Outflows of Resources

The total pension expense recognized in 2024 for the plan was \$686,038 for governmental activities and \$189,010 for business activities. At December 31, 2024, the County reported deferred outflows of resources related to the pension plan from the following sources:

	Governmental Activities		Business Type Activities	
	Deferred Outflows of Resources	Deferred Inflows of Resources	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences Between Expected and Actual Experience	\$ 106,542	\$ (333,583)	\$ 29,353	\$ (91,905)
Changes in Assumptions	541,507	-	149,191	-
Net Difference Between Projected and Actual Earnings on Pension Plan Investments	3,299,026	(4,000,195)	908,916	(1,102,095)
Total	<u>\$ 3,947,075</u>	<u>\$ (4,333,778)</u>	<u>\$ 1,087,460</u>	<u>\$ (1,194,000)</u>

The deferred inflows of resources will be recognized in pension expense as follows:

Year ended December 31:	Governmental Activities	Business Type Activities	Total
2025	\$ 422,308	\$ 116,350	\$ 538,658
2026	551,807	152,030	703,837
2027	(984,297)	(271,183)	(1,255,480)
2028	(376,521)	(103,737)	(480,258)
	<u>\$ (386,703)</u>	<u>\$ (106,540)</u>	<u>\$ (493,243)</u>

The schedule of changes in the net pension liability and related ratios, presented as required supplementary information following the notes to the financial statements, presents multiyear trend information about the Plan.

Plan Actuarial Methods and Assumptions

Actuarial assumptions. The total pension liability was determined by an actuarial valuation for the 2024 measurement period, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.0 percent
Salary increases	3.5 percent, average, including inflation
Investment rate of return	7.0 percent, net of pension plan investment expense, including inflation

Mortality rates were based on the PubG-2010 Mortality Tables for Males and Females set forward one year with generational mortality improvement using MP20.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 8: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

Plan Actuarial Methods and Assumptions (Continued)

The actuarial assumptions used in the valuation for the 2024 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 2016; however, no modifications to assumptions were made as a result.

Under the Act, cost-of-living adjustments to each member's retirement allowance shall be reviewed at least once every three years subsequent to the member's retirement date. The adjustment, should the Plan elect to give one, is a percentage of the change in the Consumer

Price Index. The Plan did not include an assumption for projected ad hoc postemployment benefit changes as they are not considered to be substantively automatic.

Investment policy. The 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 for the 2024 measurement period:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic equity	40%
International equity	10%
Fixed income	30%
Real Estate/Alternative	20%
Cash	0%
Total	<u>100%</u>

The long-term expected rate of return on Plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of Plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the Plan's target asset allocation for the 2024 measurement period (see the discussion of the pension plan's investment policy) are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	5.4-6.4%
International equity	5.5-6.5
Fixed income	1.3-3.3
Real Estate/Alternative	4.5-5.5
Cash	0.0-1.0

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 8: EMPLOYEE RETIREMENT TRUST FUND (CONTINUED)

Plan Actuarial Methods and Assumptions (Continued)

Discount rate. The discount rate used to measure the total pension liability was 7.00 percent. The projection of cash flows used to determine the discount rate assumed that Plan member contributions will be made at the current contribution rate and that County contributions will be made at rates equal to the actuarially determined contribution rates in accordance with the County's recently adopted funding policy. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current Plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the net pension liability to changes in the discount rate. The following presents the net pension liability of the County, calculated using the discount rate of 7.00 percent, 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 percent) or 1-percentage-point higher (8 percent) than the current rate:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
County's net pension liability/(asset)	\$6,488,638	(\$816,085)	\$(6,952,182)

Rate of return. For the 2024 measurement period, the annual money-weighted rate of return on Plan investments, net of Plan investment expense, was 11.08 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Component Unit – Retirement Plan

Highridge Water Authority

The Water Authority adopted a retirement plan covering all eligible employees effective January 1, 1995. Terms of the plan require Authority contributions \$1.60 per hour for union and 1.00 cents per hour for non union employees. Participants are 100% vested after 3 years. Contributions for 2024 amounted to \$38,035.

Indiana County Municipal Services Authority

The Municipal Services Authority has a defined contribution retirement plan which provides retirement benefits for all full-time employees. The Authority contributed an amount equal to 5% of the full-time employees' gross salaries. Employees become 10% vested after two years of employment. An additional 20% is vested for each additional year of employment until they are fully vested after 7 years. Pension expense was approximately \$132,272.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 9: LINE OF CREDIT

Component Unit – Line of CreditIndiana County Municipal Services Authority

The Municipal Services Authority has available a \$250,000 unsecured line of credit with First Commonwealth Bank, which is due on demand, with interest at 75% of the prime rate (5.2% at December 31, 2024). There was no balance at December 31, 2024.

NOTE 10: LONG-TERM OBLIGATIONS

A summary of changes in long-term debt obligations for 2024 is as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Amounts Due Within One Year
<u>Governmental Activities</u>					
Bonds and Notes Payable:					
General Obligation Bonds and Notes	\$43,259,240	\$ 571,728	\$ (3,851,859)	\$39,979,109	\$8,463,491
Total Bonds and Notes Payable	43,259,240	571,728	(3,851,859)	39,979,109	8,463,491
			Plus Bond Premium	1,657,826	
Total General Obligation Bonds and Notes				41,636,935	
 Other Liabilities:					
Compensated Absences	843,843	31,692	-	875,535	-
Total Other Liabilities	843,843	31,692	-	875,535	-
 Governmental Activities					
Long-Term Liabilities	44,103,083	603,420	(3,851,859)	40,854,644	8,463,491

An analysis of debt service requirements to maturity for the governmental and business-type activities on these obligations follows (with the exception of capital leases and compensated absences liability):

	Principal Requirements	Interest Requirements	Total Debt Service Requirements
Year Ended December 31			
2025	\$ 8,463,491	\$ 1,285,405	\$ 9,748,896
2026	3,867,031	1,007,703	4,874,734
2027	3,949,991	905,971	4,855,962
2028	3,967,856	781,916	4,749,772
2029	4,037,249	649,800	4,687,049
2030-2034	12,873,491	1,434,311	14,307,802
2035-2039	1,987,000	421,479	2,408,479
2040-2044	526,000	78,731	604,731
2045-2047	307,000	16,218	323,218
Total	\$39,979,109	\$ 6,581,534	\$ 46,560,643

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 10: LONG-TERM OBLIGATIONS (CONTINUED)

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

Governmental Activities

Issuance	Amount of Original Issue	Purpose	Balance Outstanding December 31, 2024
2006	\$ 2,610,000	To finance the construction of a multi-tenant building on Indian Springs Road. The note has an interest rate of 2.75% per annum and a final maturity of July 2033. The note was loaned to ICDC under the same terms.	\$ 2,103,376
2006	\$ 2,586,000	To finance the construction of a multi-tenant building on Indian Springs Road. The note has an interest rate of 3.50% per annum and a final maturity of July 2033. The note was loaned to ICDC under the same terms.	\$ 2,038,148
Series A of 2013	\$ 3,500,000	To refinance GON, Series B of 2010. The note has an interest rate of 3.31% with a final maturity in December 2025.	\$ 419,748
Series B of 2018	\$ 7,200,000	To refinance and consolidate existing outstanding debt. The note has an interest rate of 1.993% with a final maturity in October of 2028.	\$ 2,824,901
Series D of 2018	\$ 4,125,000	To refinance and consolidate existing outstanding debt. The note has an interest rate of 1.918% with a final maturity in October of 2026.	\$ 933,598
Series A of 2020	\$ 5,709,000	To finance the construction of the Westmoreland County Community College/Challenger building in addition to capital and renovation projects at the Courthouse. The note has an interest rate of 2.62% with a final maturity date of December of 2047.	\$ 4,875,000
Series B of 2020	\$ 4,918,000	To finance the construction of the Westmoreland County Community College/Challenger building. This loan is a grant anticipation loan and will be paid off when the grant is received. The note has an interest rate of 2.67% not to exceed an interest rate of 4.17% with a final maturity date of June 2026.	\$ 4,557,908
Series C of 2020	\$ 710,000	To refinance and consolidate existing outstanding debt. The note has an interest rate of 2.91% with a final maturity in December of 2026.	\$ 420,000
Series D of 2020	\$ 4,286,000	To refinance and consolidate existing outstanding debt. The note has an interest rate of 2.7% with a final maturity in December of 2031.	\$ 4,286,000
Series A of 2021	\$ 15,665,000	To refinance and consolidate existing outstanding debt. The note has an interest rate of 2.0% through 2023, 3% through 2026, 4% through 2030, and 3% through 2032 with a final maturity in December of 2032.	\$ 13,435,000
Series A of 2022	\$ 3,575,000	To finance the Courthouse capital projects including Courthouse HVAC update, Jail Boilers Update, and Jail security update.	\$ 3,200,000
Various	\$ 885,430	Financed purchases of various County equipment.	\$ 885,430
			<u>\$ 39,979,109</u>

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 10: LONG-TERM OBLIGATIONS (CONTINUED)

Component Units

In addition to the long-term debt above, the County also guarantees debt for the Indiana County Municipal Services Authority and the Highridge Water Authority. This schedule summarizes the activity on this debt for 2024.

Highridge Water Authority

An analysis of debt service requirements to maturity on these obligations follows:

	Balance as of December 31, 2023	Additions	Reductions	Balance as of December 31, 2024
Debt Guaranteed by Indiana County:				
Water Revenue Bonds, Series of 2020	\$ 5,020,000	\$ -	\$ (594,000)	\$ 4,426,000
PennVest Loan	204,228	-	(204,228)	-
Other Long-Term Debt:				
PennVest Loan	1,047,225	-	(98,145)	949,080
Total Long-Term Debt	\$ 6,271,453	\$ -	\$ (896,373)	\$ 5,375,080

<u>Year Ended December 31</u>	<u>Principal Payments</u>
2025	\$ 911,747
2026	461,375
2027	469,029
2028	477,711
2029	486,420
Thereafter	2,568,798
Total	\$ 5,375,080

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 10: LONG-TERM OBLIGATIONS (CONTINUED)

Component Units (Continued)

Indiana County Municipal Services Authority

An analysis of debt service requirements to maturity on these obligations follows:

Indiana County Municipal Services Authority

	Balance as of 2024
Debt Guaranteed by Indiana County:	
Sewage Renovation I	\$ 3,555,000
Sewage Renovation III	845,200
Sewage Renovation IV - Cherry Tree	32,257
Sewage Renovation VI	626,847
Crooked Creek Water Project	5,907,167
Cherry Tree Water System Project	444,136
Other Long-Term Debt:	
WR XVIII Interim Financing	4,418,600
Pennvest WB XX	1,371,709
PennVest Water Bond XV	587,396
PennVest Water Bond XVI	1,234,310
Water Bond XI	1,880,631
Water Bond XII	3,423,937
Water Bond XIII	2,625,577
Water Bond XVIII	2,823,575
Vehicle Loan III	11,751
Vehicle Loan IV	7,762
Vehicle Loan VI	15,457
Vehicle Loan VII	35,310
Vehicle Loan VIII	58,244
Vehicle Loan IX	52,093
Vehicle Loan X	102,319
Vehicle Loan XI	238,811
Vehicle Loan XII	13,953
Sewer Revenue Bonds, Series 2022	6,025,000
Sewage Renovation V	65,292
Sewage Renovation X	1,263,690
Sewage Renovation IX - Alverda	572,875
Total Bonds and Notes	38,238,899
Bond Premium	351,926
Total Debt	\$ 38,590,825

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 10: LONG-TERM OBLIGATIONS (CONTINUED)

Component Units (Continued)

Indiana County Municipal Services Authority (Continued)

<u>Year Ended December 31</u>	<u>Principal Payments</u>
2025	\$ 2,664,054
2026-2030	13,263,694
2031-2035	12,117,299
2036-2040	6,907,577
2041-2045	2,332,025
2046-2050	862,625
Thereafter	91,625
Total	<u>\$ 38,238,899</u>

NOTE 11: LEASE OBLIGATIONS

A summary of changes in lease obligations for 2024 is as follows:

	<u>Beginning Balance</u>	<u>Lease Additions</u>	<u>Lease Payments</u>	<u>Ending Balance</u>	<u>Current Portion</u>
Governmental Activities	\$ 6,710,710	\$ 862,707	\$ 1,434,891	\$ 6,138,526	\$ 1,389,622

Pertinent information regarding the leases is as follows:

The County leases space for various County agencies and departments from external parties. The leases mature from 2025 through 2032 and have an imputed interest rate of 4.31%. The beginning balance of the lease liability for building as of January 1, 2024, was \$1,951,511. During 2024, there were of additions \$474,613 to the lease liability. The outstanding lease liability is \$2,008,884 as of December 31, 2024. A corresponding right of use asset was recorded in the amount of \$3,064,209 and there was \$1,197,561 of accumulated amortization as of December 31, 2024.

The County leases copiers from external parties. The leases mature from 2025 through 2028 and have an imputed interest rate of 4.31%. The beginning balance of the lease liability for building as of January 1, 2024, was \$39,825.15. During 2024, there were of additions \$5,512 to the lease liability. The outstanding lease liability is \$31,483 as of December 31, 2024. A corresponding right of use asset was recorded in the amount of \$76,417 and there was \$51,477 of accumulated amortization as of December 31, 2024.

The County leases equipment for various County agencies from external parties. The leases mature from 2025 through 2028 and have an imputed interest rate of 4.31%. The beginning balance of the lease liability for building as of January 1, 2024, was \$182,947. During 2024, there were of additions \$87,093 to the lease liability. The outstanding lease liability is \$189,309 as of December 31, 2024. A corresponding right of use asset was recorded in the amount of \$358,046 and there was \$184,306 of accumulated amortization as of December 31, 2024.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 11: LEASE OBLIGATIONS (CONTINUED)

The County leases tower for various County agencies from external parties. The leases mature from 2025 through 2032 and have an imputed interest rate of 4.31%. The beginning balance of the lease liability for building as of January 1, 2024, was \$1,014,927. During 2024, there were of additions \$12,873 to the lease liability. The outstanding lease liability is \$771,164 as of December 31, 2024. A corresponding right of use asset was recorded in the amount of \$1,491,093 and there was \$862,635 of accumulated amortization as of December 31, 2024.

The County leases vehicles for various County agencies and departments from external parties. The leases mature from 2025 through 2029 and have an imputed interest rate of 4.31%. The beginning balance of the lease liability for building as of January 1, 2024, was \$811,510. During 2024, there were of additions \$215,247 to the lease liability. The outstanding lease liability is \$857,584 as of December 31, 2024. A corresponding right of use asset was recorded in the amount of \$1,412,442 and there was \$723,637 of accumulated amortization as of December 31, 2024.

The County leases software for various County agencies and departments from external parties. The leases mature in 2025 through 2033 and have an imputed interest rate of 4.31%. The beginning balance of the lease liability for building as of January 1, 2024, was \$2,709,990. During 2024, there were of additions \$67,369 to the lease liability. The outstanding lease liability is \$2,280,102 as of December 31, 2024. A corresponding right of use asset was recorded in the amount of \$3,219,043 and there was \$1,025,393 of accumulated amortization as of December 31, 2024.

Future maturities of lease obligations are as follows:

Year ended December 31	Governmental Activities		
	Principal	Interest	Total
2025	\$ 1,389,622	\$ 210,820	\$ 1,600,442
2026	1,227,041	157,826	1,384,867
2027	978,790	111,202	1,089,992
2028	850,021	72,955	922,976
2029	651,536	48,391	699,927
2030-2034	1,041,516	66,662	1,108,178
	<u>\$ 6,138,526</u>	<u>\$ 667,856</u>	<u>\$ 6,806,382</u>

NOTE 12: GUARANTEES OF COMPONENT UNITS

The County has agreed to guarantee the Municipal Services Authority's indebtedness. The Municipal Services Authority is required to repay the County for any payments the County makes pursuant to the guarantee. The County has not made any payments on behalf of the Municipal Services Authority as of December 31, 2024. A summary of all guaranteed debt is listed below.

In 2005, the County guaranteed the Municipal Services Authority \$989,074 PennVest Cherry Tree Installment Note. This note matures in May 2037. As of December 31, 2024 the outstanding principal amount of the guarantee is \$444,136.

In 2005, the County guaranteed the Municipal Services Authority \$13,299,915 Crooked Creek Installment Note. This note matures in March 2037. As of December 31, 2024 the outstanding principal amount of the guarantee is \$5,907,167.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 12: GUARANTEES OF COMPONENT UNITS (CONTINUED)

In 1999, the County guaranteed the Municipal Services Authority \$6,258,000 Sewer Revenue Notes, Series 1999. These notes mature in December 2039. As of December 31, 2024 the outstanding principal amount of the guarantee is \$3,555,000.

In 2001, the County guaranteed the Municipal Services Authority \$2,770,000 Sewage Renovation III Installment Note. This note matures in March 2033. As of December 31, 2024 the outstanding principal amount of the guarantee is \$845,200.

In 2002, the County guaranteed the Municipal Services Authority \$1,351,200 Sewage Renovation VI Installment Note. This note matures in April 2037. As of December 31, 2024 the outstanding principal amount of the guarantee is \$626,847.

In 2003, the County guaranteed the Municipal Services Authority \$1,173,199 Sewage Renovation IV Installment Note. This note matures in June 2025. As of December 31, 2024 the outstanding principal amount of the guarantee is \$32,257.

The County has agreed to guarantee Highridge Water Authority's indebtedness. Highridge Water Authority is required to repay the County for any payments the County makes pursuant to the guarantee. The County has not made any payments on behalf of Highridge Water Authority as of December 31, 2024. A summary of all guaranteed debt is listed below:

In 2020, the County guaranteed Highridge Water Authority \$6,540,000 Water Revenue Notes Series 2020. This note matures in April 2025. As of December 31, 2024 the outstanding principal amount of the guarantee is \$4,426,000.

In 1994, the County guaranteed Highridge Water Authority \$6,715,890 PennVest Installment Note. This note matured in September 2024.

NOTE 13: INTERFUND RECEIVABLES AND PAYABLES

Certain funds have paid the expenditures of the other funds and the amounts have not been repaid at year end, resulting in interfund balances. Interfund receivable and payable balances of each major fund as of December 31, 2024, are as follows:

	Due From Other Funds	Due to Other Funds
<u>Governmental Fund Types</u>		
General Fund	\$ 320,192	\$ 414,205
Other Nonmajor Funds	271,422	182,204
Total Governmental Fund Types	<u>591,614</u>	<u>596,409</u>
<u>Proprietary Fund</u>		
Communities at Indian Haven	198,489	193,694
Total Proprietary Fund Type	<u>198,489</u>	<u>193,694</u>
Total Interfund Balances	<u>\$ 790,103</u>	<u>\$ 790,103</u>

The outstanding balances between the funds result mainly from the time lag between the dates that (1) interfund goods and services are provided, (2) reimbursable expenditures occur, and (3) payments between funds are made.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 14: INTERFUND OPERATING TRANSFERS

Interfund operating transfers are as follows:

	<u>Transfers In</u>	<u>Transfers Out</u>
<u>Governmental Fund Types</u>		
General Fund	\$ 1,913,173	\$ 1,532,063
Other Nonmajor Funds	2,872,775	3,121,885
Total Governmental Fund Type	<u>4,785,948</u>	<u>4,653,948</u>
<u>Proprietary Fund</u>		
Communities at Indian Haven	-	132,000
Total Proprietary Fund Type	<u>-</u>	<u>132,000</u>
 Total Interfund Transfers	 <u>\$4,785,948</u>	 <u>\$ 4,785,948</u>

Certain funds are required to fund a portion or all of the expenses of other funds or cover deficits in those funds. The County records operating transfers to account for these transactions.

NOTE 15: NET PATIENT SERVICE REVENUE

The Communities at Indian Haven, Inc.

Indian Haven has agreements with third-party payors that provide for payments to Indian Haven at amounts different from its established rates. A significant portion of Indian Haven's revenues are derived from third-party payor programs. A summary of the principal payment arrangements with third-party payors follows:

- Medical Assistance – Nursing services provided to Medical Assistance program beneficiaries are paid at prospectively determined rates per day. These rates vary according to a resident classification system that is based on clinical, diagnostic, and other factors and the reimbursement methodology is subject to various limitations and adjustments.
- Medicare – Nursing and ancillary services rendered to Medicare Part A beneficiaries are paid at prospectively determined rates per day. These rates vary according to a resident classification system that is based on clinical, diagnostic, and other factors, and the reimbursement methodology is subject to various limitations and adjustments.

Indian Haven is reimbursed for therapy services provided to Medicare Part B beneficiaries at the lesser of a published fee schedule or actual charges.

As described above, the Medical Assistance and Medicare Part A rates are based on clinical, diagnostic, and other factors. Indian Haven is required to clinically assess its residents at predetermined periods throughout the year. The documented assessments are subject to review and adjustment by the Medical Assistance and Medicare Programs. Indian Haven also entered into payment agreements with certain commercial insurance carriers, health maintenance organizations, and preferred provider organizations. The basis for payment to Indian Haven under these agreements includes prospectively determined rates per day or discounts from established charges.

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 16: FUND BALANCES

Under GASB 54, fund balances are recorded as non-spendable, restricted, committed, assigned, and unassigned. The following fund balances are recorded on the fund level of the financial statements:

Fund:	Fund Balance:	Balances
Major Funds		
General Fund	<u>Non-Spendable:</u>	
	These amounts are other assets	\$ 314,723
		314,723
	<u>Restricted Funds:</u>	
	These funds are restricted for Coroner Act 122	15,040
	These funds are restricted for Coroner Data	59,214
	These funds are restricted for Coroner Training	61,772
	These funds are restricted for Victim Services	15,223
	These funds are restricted for Act 13 Shale Impact	523,980
	These funds are restricted for Act 13 Highway Bridge	1,331,896
	These funds are restricted for Act 13 Greenways Rehab	221,248
	These funds are restricted for Opioid Settlement	1,723,349
	These funds are restricted for Airport Construction	77,612
		4,029,334
	<u>Assigned Funds:</u>	
	These funds are assigned for Rt 22 Ped Bridge	10,000
	These funds are assigned for Suicide Task Force	17,714
	These funds are assigned for CYS Special Fund	11,963
	These funds are assigned for Employee Vending Fund	3,734
	These funds are assigned for Sheriff Civil Acct	85,817
	These funds are assigned for Healthcare Fully Insured	3,746,015
	These funds are assigned for Elections Machine	53,410
	These funds are assigned for American Rescue Plan	5,860,720
	These funds are assigned for Bar Association Donations	5,657
	These funds are assigned for Capital Projects	1,189,550
	These funds are assigned for 2022 Capital Projects	221,860
		11,206,440
Community Program for Restoration	<u>Restricted Funds:</u>	
	These funds are restricted for the Community Program Restoration.	275,117
Revolving Loan	<u>Restricted Funds:</u>	
	These funds are restricted for the Revolving Loan Program.	1,837,766
Non-Major Governmental Funds		
Special Revenue Funds	<u>Non-Spendable:</u>	
	These amounts are prepaid expenses.	13,253
	<u>Restricted Funds:</u>	
	These funds are restricted within the departments of the General Government.	2,165,579
	These funds are restricted within the Judicial System.	1,986,311
	These funds are restricted within the Public Safety programs.	449,477
	These funds are restricted within the Human Service programs.	29,296
	These funds are restricted within the Public Works programs.	1,732,699
	These funds are restricted within the Culture and Recreation programs.	330,946
	These funds are restricted within the Conservation and Development programs.	1,024,041
		\$ 7,718,349

COUNTY OF INDIANA, PENNSYLVANIA
NOTES TO THE FINANCIAL STATEMENTS (CONTINUED)
DECEMBER 31, 2024

NOTE 17: LITIGATION

The County is involved in various claims and legal actions arising in the ordinary course of business. In the opinion of management, the ultimate disposition of these matters will not have a material adverse effect on the County's financial statements.

NOTE 18: RISK MANAGEMENT

The County participates in the Pennsylvania Counties' Workers' Compensation Trust (the "Trust") insurance pool for workers' compensation insurance. Insurance premiums are developed based on employee job descriptions, rate factors, and payroll costs for the year. The Trust has an audit performed each year and the County may be required to pay an additional premium as a result of the audit, or, the County may be entitled to a refund as a result of the audit. For the year ended December 31, 2024, the County paid insurance premiums of \$317,457 to the Trust.

NOTE 19: SUBSEQUENT EVENTS

Subsequent events have been evaluated through September 16, 2025, the date the financial statements were available to be issued.

**REQUIRED
SUPPLEMENTAL
INFORMATION**

COUNTY OF INDIANA, PENNSYLVANIA
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2024

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
Revenues				
Taxes, Real estate	\$ 26,869,583	\$ 26,869,583	\$ 27,179,248	\$ 309,665
Intergovernmental grants	14,715,244	16,675,415	13,381,137	(3,294,278)
Charges for services	8,423,157	8,562,200	441,206	(8,120,994)
Departmental charges	472,950	444,748	8,818,161	8,373,413
Interest income	29,351	482,403	511,327	28,924
Other revenue	40,500	40,500	55,725	15,225
Total Revenues	50,550,785	53,074,849	50,386,804	(2,688,045)
Expenditures				
Current operating:				
General government	7,995,962	12,282,981	12,852,267	(569,286)
Judicial	7,659,632	7,669,523	7,172,509	497,014
Public safety	16,587,320	16,554,671	16,085,776	468,895
Public works	264,818	292,684	267,885	24,799
Human services	12,676,495	12,723,833	11,498,803	1,225,030
Culture and recreation	818,700	842,655	708,367	134,288
Conservation and development	332,188	569,154	534,218	34,936
Miscellaneous	(105,500)	830,137	830,133	4
Capital outlay			1,281,910	(1,281,910)
Debt service	4,257,969	4,670,868	4,669,317	1,551
Total Expenditures	50,487,584	56,436,506	55,901,185	535,321
Excess (deficiency) of revenues over expenditures	63,201	(3,361,657)	(5,514,381)	(2,152,724)
Other financing sources (uses)				
Proceeds from long term debt	-	154,075	1,434,435	1,280,360
Amounts received from loans	-	413,172	413,172	-
Transfers in	132,000	132,000	1,913,173	1,781,173
Transfers out	(66,780)	(553,480)	(1,532,063)	(978,583)
Total other financing sources (uses)	65,220	145,767	2,228,717	2,082,950
Excess of Revenues and Other Financing Sources Over (Under) Expenditures and Other Financing Uses	\$ 128,421	\$ (3,215,890)	\$ (3,285,664)	\$ (69,774)

COUNTY OF INDIANA, PENNSYLVANIA
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Total pension liability										
Service Cost	\$ 1,487,234	\$ 1,505,842	\$ 1,519,127	\$ 1,382,786	\$ 1,384,446	\$ 1,441,239	\$ 1,395,959	\$ 1,336,839	\$ 1,459,712	\$ 1,473,893
Interest	2,809,872	2,983,884	3,163,224	3,345,611	3,545,607	3,719,355	4,076,619	4,164,676	4,309,198	4,472,980
Differences between expected and actual experience	(216,483)	(164,293)	(125,284)	(39,350)	202,191	(110,141)	449,560	(1,029,538)	(119,227)	78,868
Changes of assumptions	-	-	-	993,400	-	-	4,144,182	-	-	-
Benefits payments, including refunds of member contributions	(1,647,228)	(1,991,410)	(1,984,563)	(2,014,674)	(2,338,347)	(2,627,087)	(2,922,560)	(3,336,341)	(3,548,370)	(3,495,231)
Net change in total pension liability	2,433,395	2,334,033	2,592,504	2,592,504	2,793,397	2,423,366	7,143,760	1,135,636	2,101,313	2,530,540
Total pension liability - beginning	37,439,306	39,872,701	42,206,734	44,799,238	48,467,011	51,260,908	53,684,274	60,828,034	61,963,670	64,064,983
Total pension liability - ending (a)	\$ 39,872,701	\$ 42,206,734	\$ 44,799,238	\$ 44,799,238	\$ 51,260,908	\$ 53,684,274	\$ 60,828,034	\$ 61,963,670	\$ 64,064,983	\$ 66,595,523
Plan fiduciary net position										
Contributions - employer	\$ 243,568	\$ 500,000	\$ 652,173	\$ 525,933	\$ 500,000	\$ 500,000	\$ 891,623	\$ 625,654	\$ 792,056	\$ 732,541
Contributions - employee	857,245	886,553	903,146	918,025	957,060	991,006	1,048,477	1,074,282	1,185,900	1,217,984
Net investment income	(853,587)	3,336,471	5,714,759	(2,391,937)	6,831,698	5,706,610	8,164,365	(6,092,636)	7,733,060	6,742,900
Benefit payments, including refunds of employee contributions	(1,647,228)	(1,991,410)	(1,964,563)	(2,014,674)	(2,338,347)	(2,627,087)	(2,922,560)	(3,336,341)	(3,548,370)	(3,495,231)
Administrative expense	(25,839)	(48,112)	(71,893)	(78,734)	(67,614)	(75,798)	(91,709)	(103,161)	(77,878)	(86,452)
Other	-	-	-	(17,389)	(8,172)	-	(138,324)	(9,508)	(24,488)	(24,441)
Net change in plan fiduciary position	(1,425,843)	2,683,502	5,233,622	5,233,622	5,874,625	4,494,731	6,961,872	(7,841,710)	6,060,280	5,087,301
Plan fiduciary net position - beginning	43,322,014	41,896,171	44,579,673	49,813,295	46,754,509	52,629,134	57,123,865	64,105,737	56,264,027	62,324,307
Plan fiduciary net position - ending (b)	\$ 41,896,171	\$ 44,579,673	\$ 49,813,295	\$ 49,813,295	\$ 52,629,134	\$ 57,123,865	\$ 64,105,737	\$ 56,264,027	\$ 62,324,307	\$ 67,411,608
County's net pension liability (asset) - ending (a) - (b)	\$ (2,023,470)	\$ (2,372,939)	\$ (5,014,057)	\$ (5,014,057)	\$ (1,368,226)	\$ (3,439,591)	\$ (3,277,703)	\$ 5,699,643	\$ 1,740,678	\$ (816,085)
Plan fiduciary net position as a percentage of the total pension liability	105.07%	105.62%	111.19%	111.19%	102.67%	106.41%	105.39%	90.80%	97.28%	101.23%
Covered - employee payroll	\$ 16,530,669	\$ 16,789,363	\$ 17,153,570	\$ 17,504,938	\$ 16,751,771	\$ 17,904,426	\$ 18,498,187	\$ 17,465,816	\$ 18,430,342	\$ 18,966,220
County net pension liability as a percentage of covered - employee payroll	-12.24%	-14.13%	-29.23%	-28.64%	-8.17%	-19.21%	-17.72%	32.63%	9.44%	-4.30%

COUNTY OF INDIANA, PENNSYLVANIA
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS - LAST 10 YEARS

	2015	2016	2017	2018	2019	2020	2021	2022	2023	2024
Actuarially determined contribution	\$ 243,566	\$ 662,497	\$ 652,173	\$ 525,933	\$ 734,293	\$ 875,063	\$ 891,623	\$ 625,654	\$ 792,056	\$ 732,541
Contributions in relation to the actuarially determined contribution	243,566	500,000	652,173	525,933	500,000	500,000	891,623	625,654	792,056	732,541
Contribution deficiency (excess)	\$ 117,162	\$ -	\$ -	\$ -	\$ 234,293	\$ 375,063	\$ -	\$ -	\$ -	\$ -
Covered - employee payroll	16,530,669	16,789,363	17,153,570	17,504,938	16,751,771	17,904,426	18,498,187	17,465,816	18,430,342	18,966,220
Contributions as a percentage of covered - employee payroll	1.47%	2.98%	3.80%	3.00%	2.98%	2.79%	4.82%	3.58%	4.30%	3.86%

Notes to Schedule

Valuation date: January 1, 2015 January 1, 2016 January 1, 2017 January 1, 2018 January 1, 2019 January 1, 2020 January 1, 2021 January 1, 2022 January 1, 2023 January 1, 2024

Methods and assumptions used to determine contribution rates:

Actuarial cost method: Entry Age Normal
Amortization method: Level dollar
Remaining amortization period: 15 years
Asset valuation method: Market value adjusted for unrecognized gains and losses from prior years
Inflation: 3.00%
Salary increases: 3.50 average, including inflation
Investment rate of return: 7% net of pension plan investment expense, including inflation
Retirement age: Age 60 or 55 with 20 years' service
Mortality: PubG-2010 Mortality Table for males and females set forward on year with generational mortality improvement using MP20

COUNTY OF INDIANA, PENNSYLVANIA
REQUIRED SUPPLEMENTAL INFORMATION
SCHEDULE OF INVESTMENT RETURNS

	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>	<u>2019</u>	<u>2020</u>	<u>2021</u>	<u>2022</u>	<u>2023</u>	<u>2024</u>
Annual money-weighted rate of return, net of investment expense	1.65%	8.26%	13.01%	-4.69%	16.80%	10.57%	14.60%	-9.54%	14.60%	11.08%

**OTHER
SUPPLEMENTAL
INFORMATION**

COUNTY OF INDIANA, PENNSYLVANIA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 DECEMBER 31, 2024

	Capital Improvements Fund	Nonmajor Special Revenue Funds	Total Nonmajor Governmental Funds
<u>Assets</u>			
Cash and cash equivalents	\$ 78,104	\$ 9,555,782	\$ 9,633,886
Investments	-	220,174	220,174
Receivables:			
Other governmental grants	-	1,108,326	1,108,326
Other	-	94,526	94,526
Loans	-	992,300	992,300
Due from other funds	-	271,422	271,422
Prepaid expenses	-	13,253	13,253
Total assets	<u>\$ 78,104</u>	<u>\$ 12,255,783</u>	<u>\$ 12,333,887</u>
<u>Liabilities</u>			
Accounts payable	-	2,077,642	2,077,642
Accrued Liabilities	-	1,316,289	1,316,289
Due to other governments	-	372	372
Due to other funds	-	182,204	182,204
Unearned loans receivable	-	992,300	992,300
Total liabilities	<u>-</u>	<u>4,868,335</u>	<u>4,868,335</u>
<u>Fund Balance</u>			
Fund balance:			
Nonspendable	-	13,253	13,253
Restricted	78,104	7,640,245	7,718,349
Unassigned	-	(266,050)	(266,050)
Total fund balance	<u>78,104</u>	<u>7,387,448</u>	<u>7,465,552</u>
Total liabilities and fund balance	<u>\$ 78,104</u>	<u>\$ 12,255,783</u>	<u>\$ 12,333,887</u>

COUNTY OF INDIANA, PENNSYLVANIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2024

	Capital Improvements Fund	Nonmajor Special Revenue Funds	Total Nonmajor Governmental Funds
Revenues			
Taxes, Hotel	\$ -	\$ 688,039	\$ 688,039
Intergovernmental revenue	-	8,600,474	8,600,474
Charges for services	-	1,148,291	1,148,291
Interest income	547	161,799	162,346
Other revenue	-	3,069	3,069
Total Revenues	<u>547</u>	<u>10,601,672</u>	<u>10,602,219</u>
Expenditures			
Current operating:			
General government	27,171	216,619	243,790
Judicial	-	1,393,950	1,393,950
Public safety	-	3,048,663	3,048,663
Public works	-	981,100	981,100
Human services	-	419,621	419,621
Culture and recreation	-	767,007	767,007
Conservation and development	-	3,252,200	3,252,200
Total Expenditures	<u>27,171</u>	<u>10,079,160</u>	<u>10,106,331</u>
Excess (deficiency) of revenues over expenditures	<u>(26,624)</u>	<u>522,512</u>	<u>495,888</u>
Other financing sources (uses)			
Amounts received from loans	-	60,443	60,443
Transfers in	23,988	2,848,787	2,872,775
Transfers out	-	(1,340,713)	(1,340,713)
Total other financing sources (uses)	<u>23,988</u>	<u>1,568,517</u>	<u>1,592,505</u>
Net change in fund balance	(2,636)	2,091,029	2,088,393
Fund balance, beginning of year	<u>80,740</u>	<u>5,296,419</u>	<u>5,377,159</u>
Fund balance, end of year	<u>\$ 78,104</u>	<u>\$ 7,387,448</u>	<u>\$ 7,465,552</u>

COUNTY OF INDIANA, PENNSYLVANIA
COMBINING BALANCE SHEET
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2024

	Liquid Fuels	Human Services Development	Planning Fund	Airport Construction	Children's Advisory Commission	Enhanced 911	Hazardous Materials	Indiana County Code Division
Assets								
Cash and cash equivalents	\$ 462,698	\$ 9,820	\$ 34,958	\$ 2,423	\$ 11,086	\$ 1,853,930	\$ 4,582	\$ 256,652
Investments	8,781	-	-	-	-	-	-	-
Receivables:								
Other governmental grants	13,665	-	-	-	-	684,496	25,905	-
Other	-	-	-	-	-	-	1,402	-
Loans	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	12,746	-
Total assets	\$ 485,144	\$ 9,820	\$ 34,958	\$ 2,423	\$ 11,086	\$ 2,538,426	\$ 44,635	\$ 256,652
Liabilities								
Accounts payable	\$ 26,092	\$ 18,578	\$ -	\$ -	\$ 40	\$ 1,481,725	\$ 3,271	\$ 183,620
Accrued liabilities	2,913	-	-	-	-	1,297,811	-	-
Due to other governments	-	-	-	-	-	-	-	372
Due to other funds	-	-	2,217	-	-	-	45,000	-
Unearned revenue	-	-	-	-	-	-	-	-
Unearned loans receivable	-	-	-	-	-	-	-	-
Total liabilities	29,005	18,578	2,217	-	40	2,779,336	48,271	183,992
Fund Balance								
Fund balance:								
Nonspendable	-	-	-	-	-	-	12,746	-
Restricted	456,139	-	32,741	2,423	11,046	-	-	72,660
Unassigned	-	(8,758)	-	-	-	(240,910)	(16,382)	-
Total fund balance	456,139	(8,758)	32,741	2,423	11,046	(240,910)	(3,636)	72,660
Total liabilities and fund balance	\$ 485,144	\$ 9,820	\$ 34,958	\$ 2,423	\$ 11,086	\$ 2,538,426	\$ 44,635	\$ 256,652

COUNTY OF INDIANA, PENNSYLVANIA
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2024

	Keystone Communities	Jail Commissary	Register of Wills Ck of Orphan Ct	County Record's Improvement	Register and Recorder Records Improvement	Assessment Uniform Parcel ID	Recorder's Uniform Parcel ID	Domestic Relations
Assets								
Cash and cash equivalents	\$ 5,155	\$ 422,894	\$ 34,917	\$ 139,936	\$ 149,295	\$ 63,703	\$ 75,957	\$ 1,540,322
Investments	-	-	-	-	-	-	-	100,000
Receivables:								
Other governmental grants	-	-	-	-	-	-	-	231,102
Other	-	30,226	-	1,380	-	645	645	70
Loans	-	-	-	-	-	-	-	-
Due from other funds	-	-	-	-	-	-	-	113,501
Prepaid expenses	-	102	-	-	-	-	-	405
Total assets	\$ 5,155	\$ 453,222	\$ 34,917	\$ 141,316	\$ 149,295	\$ 64,348	\$ 76,602	\$ 1,985,400
Liabilities								
Accounts payable	\$ 5,000	\$ 3,643	\$ -	\$ 34,076	\$ -	\$ 873	\$ -	\$ 78,758
Accrued liabilities	-	-	-	-	-	-	-	14,540
Due to other governments	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	81,498
Unearned revenue	-	-	-	-	-	-	-	-
Unearned loans receivable	-	-	-	-	-	-	-	-
Total liabilities	5,000	3,643	-	34,076	-	873	-	174,796
Fund Balance								
Fund balance:								
Nonspendable	-	102	-	-	-	-	-	405
Restricted	155	449,477	34,917	107,240	149,295	63,475	76,602	1,810,199
Unassigned	-	-	-	-	-	-	-	-
Total fund balance	155	449,579	34,917	107,240	149,295	63,475	76,602	1,810,604
Total liabilities and fund balance	\$ 5,155	\$ 453,222	\$ 34,917	\$ 141,316	\$ 149,295	\$ 64,348	\$ 76,602	\$ 1,985,400

COUNTY OF INDIANA, PENNSYLVANIA
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2024

	Drug Task Force	DA		Health and Human Services		Sheriff Public Safety		Prothonotary Automation	Adoption Counseling	Hotel Tax	Parks Gas Lease
		Special Investigations	Sub-Committee	Sub-Committee	Training	Safety					
Assets											
Cash and cash equivalents	\$ 5,527	\$ 100,225	\$ 6,956	\$ 11,284	\$ 6,498	\$ 23,215	\$ 57,042	\$ 19,078			
Investments	-	-	-	-	-	-	-	-			
Receivables:											
Other governmental grants	-	-	-	-	-	-	-	-			
Other	-	-	-	-	-	-	43,208	829			
Loans	-	-	-	-	-	-	-	-			
Due from other funds	-	-	-	1,161	-	-	-	-			
Prepaid expenses	-	-	-	-	-	-	-	-			
Total assets	\$ 5,527	\$ 100,225	\$ 6,956	\$ 12,445	\$ 6,498	\$ 23,215	\$ 100,250	\$ 19,907			
Liabilities											
Accounts payable	\$ 3,710	\$ 557	\$ 260	\$ 149	\$ -	\$ -	\$ 92,876	\$ -			
Accrued liabilities	-	-	-	-	-	-	-	-			
Due to other governments	-	-	-	-	-	-	-	-			
Due to other funds	-	-	-	-	-	-	-	-			
Unearned revenue	-	-	-	-	-	-	-	-			
Unearned loans receivable	-	-	-	-	-	-	-	-			
Total liabilities	3,710	557	260	149	-	-	92,876	-			
Fund Balance											
Fund balance:											
Nonspendable	-	-	-	-	-	-	-	-			
Restricted	1,817	99,668	6,696	12,296	6,498	23,215	7,374	19,907			
Unassigned	-	-	-	-	-	-	-	-			
Total fund balance	1,817	99,668	6,696	12,296	6,498	23,215	7,374	19,907			
Total liabilities and fund balance	\$ 5,527	\$ 100,225	\$ 6,956	\$ 12,445	\$ 6,498	\$ 23,215	\$ 100,250	\$ 19,907			

COUNTY OF INDIANA, PENNSYLVANIA
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2024

	Parks Enterprise	Farmlands Preservation	Community		HOME Investment	Escrow Fund	Affordable Housing and Act 137		Emergency Repair	Emergency Shelter Grant
			Development Block Grant							
Cash and cash equivalents	\$ 303,665	\$ 46,583	\$ 3,261	\$ 4,871	\$ -	\$ -	\$ 44,045	\$ 20,410	\$ 126	
Investments	-	-	-	-	-	-	111,393	-	-	
Receivables:										
Other governmental grants	-	-	71,934	1,605	-	-	-	-	53,527	
Other	-	1,491	-	-	1,050	-	3,520	-	-	
Loans	-	-	-	-	-	-	48,941	46,877	-	
Due from other funds	-	-	2,217	-	-	-	53,489	-	-	
Prepaid expenses	-	-	-	-	-	-	-	-	-	
Total assets	\$ 303,665	\$ 48,074	\$ 77,412	\$ 6,476	\$ 1,050	\$ -	\$ 261,388	\$ 67,287	\$ 53,653	
Liabilities										
Accounts payable	\$ -	\$ 6,250	\$ 71,934	\$ 1,605	\$ -	\$ -	\$ 25,584	\$ -	\$ 113	
Accrued liabilities	-	-	534	691	-	-	-	-	-	
Due to other governments	-	-	-	-	-	-	-	-	-	
Due to other funds	-	-	-	-	-	-	-	-	53,489	
Unearned revenue	-	-	-	-	-	-	-	-	-	
Unearned loans receivable	-	-	-	-	-	-	48,941	46,877	-	
Total liabilities	-	6,250	72,468	2,296	-	-	74,525	46,877	53,602	
Fund Balance										
Fund balance:										
Nonspendable	-	-	-	-	-	-	-	-	-	
Restricted	303,665	41,824	4,944	4,180	1,050	-	186,863	20,410	51	
Unassigned	-	-	-	-	-	-	-	-	-	
Total fund balance	303,665	41,824	4,944	4,180	1,050	-	186,863	20,410	51	
Total liabilities and fund balance	\$ 303,665	\$ 48,074	\$ 77,412	\$ 6,476	\$ 1,050	\$ -	\$ 261,388	\$ 67,287	\$ 53,653	

COUNTY OF INDIANA, PENNSYLVANIA
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2024

	Community Development Fund	Community Revitalization Program	General Economic Development	Homeless Assistance Program	Enterprise Zone	DA Forfeitures Account	WHR	DA Victim Services
Assets								
Cash and cash equivalents	\$ 213,856	\$ 107	\$ 15,271	\$ 34,955	\$ 492,637	\$ -	\$ 324,167	\$ 11,696
Investments	-	-	-	-	-	-	-	-
Receivables:								
Other governmental grants	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	10,060
Loans	-	150,000	-	-	746,482	-	-	-
Due from other funds	-	-	-	-	-	-	-	-
Prepaid expenses	-	-	-	-	-	-	-	-
Total assets	\$ 213,856	\$ 150,107	\$ 15,271	\$ 34,955	\$ 1,239,119	\$ -	\$ 324,167	\$ 21,756
Liabilities								
Accounts payable	\$ -	\$ -	\$ 167	\$ 23,452	\$ -	\$ -	\$ 14,469	\$ 840
Accrued liabilities	-	-	-	-	-	-	-	-
Due to other governments	-	-	-	-	-	-	-	-
Due to other funds	-	-	-	-	-	-	-	-
Unearned revenue	-	-	-	-	-	-	299,528	-
Unearned loans receivable	-	150,000	-	-	746,482	-	-	-
Total liabilities	-	\$ 150,000	\$ 167	\$ 23,452	\$ 746,482	\$ -	\$ 313,997	\$ 840
Fund Balance								
Fund balance:								
Nonspendable	-	-	-	-	-	-	-	-
Restricted	213,856	107	15,104	11,503	492,637	-	10,170	20,916
Unassigned	-	-	-	-	-	-	-	-
Total fund balance	213,856	107	15,104	11,503	492,637	-	10,170	20,916
Total liabilities and fund balance	\$ 213,856	\$ 150,107	\$ 15,271	\$ 34,955	\$ 1,239,119	\$ -	\$ 324,167	\$ 21,756

COUNTY OF INDIANA, PENNSYLVANIA
COMBINING BALANCE SHEET (CONTINUED)
NONMAJOR SPECIAL REVENUE FUNDS
DECEMBER 31, 2024

Assets	Act 44	Act 89	Act 13	EIGP	Total
	Fund	Program	Program		
Cash and cash equivalents	\$ 730,127	\$ 517,918	\$ 1,384,780	\$ 109,154	\$ 9,555,782
Investments	-	-	-	-	220,174
Receivables:					
Other governmental grants	-	26,092	-	-	1,108,326
Other	-	-	-	-	94,526
Loans	-	-	-	-	992,300
Due from other funds	-	-	101,054	-	271,422
Prepaid expenses	-	-	-	-	13,253
Total assets	\$ 730,127	\$ 544,010	\$ 1,485,834	\$ 109,154	\$ 12,255,783
Liabilities					
Accounts payable	\$ -	\$ -	\$ -	\$ -	2,077,642
Accrued liabilities	-	-	-	-	1,316,289
Due to other governments	-	-	-	-	372
Due to other funds	-	-	-	-	182,204
Unearned revenue	-	-	-	-	298,528
Unearned loans receivable	-	-	-	-	992,300
Total liabilities	-	-	-	-	4,868,335
Fund Balance					
Fund balance:					
Nonspendable	-	-	-	-	13,253
Restricted	730,127	544,010	1,485,834	109,154	7,640,245
Unassigned	-	-	-	-	(266,050)
Total fund balance	730,127	544,010	1,485,834	109,154	7,387,448
Total liabilities and fund balance	\$ 730,127	\$ 544,010	\$ 1,485,834	\$ 109,154	\$ 12,255,783

COUNTY OF INDIANA, PENNSYLVANIA
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (DEFICIT)
NONMAJOR SPECIAL REVENUE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2024

	Liquid Fuels	Human Services Development	Planning Fund	Airport Construction	Children's Advisory Commission	Enhanced 911	Hazardous Materials	Indiana County Code Division
Revenues								
Taxes, Hotel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue	320,164	88,585	5,000	317,694	-	2,731,361	57,886	-
Charges for services	-	-	-	-	14,286	-	22,637	65,720
Interest income	10,151	100	632	17	137	9,072	80	2,840
Other revenue	-	-	-	-	-	-	-	-
Total Revenues	330,335	88,685	5,632	317,711	14,423	2,740,433	80,603	68,580
Expenditures								
Current operating:								
General government	-	-	-	-	-	-	-	11,400
Judicial	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	2,779,336	126,255	-
Public works	473,292	-	-	317,695	-	-	-	-
Human services	-	83,028	-	-	7,529	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Conservation and development	-	-	10,371	-	-	-	-	-
Total Expenditures	473,292	83,028	10,371	317,695	7,529	2,779,336	126,255	11,400
Excess (deficiency) of revenues over expenditures	(142,957)	5,657	(4,739)	16	6,894	(38,903)	(45,652)	57,160
Other financing sources (uses)								
Amounts received from loans	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	75,125	-
Transfers out	(1,310,713)	-	(5,000)	-	-	-	-	-
Total other financing sources (uses)	(1,310,713)	-	(5,000)	-	-	-	75,125	-
Net change in fund balance	(1,453,670)	5,657	(9,739)	16	6,894	(38,903)	29,473	57,160
Fund balance, beginning of year	1,909,809	(14,415)	42,480	2,407	4,152	(202,007)	(33,109)	15,500
Fund balance, end of year	\$ 456,139	\$ (8,758)	\$ 32,741	\$ 2,423	\$ 11,046	\$ (240,910)	\$ (3,636)	\$ 72,660

COUNTY OF INDIANA, PENNSYLVANIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (DEFICIT) (CONTINUED)
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2024

	Keystone Communities Program	Jail Commissary	Register of Wills Ck of Orphan Ct	County Records Improvement	Register and Recorder Records Improvement	Assessment Uniform Parcel ID	Recorder's Uniform Parcel ID	Domestic Relations
Revenues								
Taxes, Hotel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue	625,632	-	-	-	-	-	-	841,739
Charges for services	-	282,477	4,380	15,134	22,308	7,080	7,080	508,229
Interest income	142	2,839	3	2,744	16	1,039	1,249	22,479
Other revenue	-	-	-	-	-	-	-	-
Total Revenues	625,774	285,316	4,383	17,878	22,324	8,119	8,329	1,372,447
Expenditures								
Current operating:								
General government	-	-	-	72,044	5,578	969	-	-
Judicial	-	-	-	-	-	-	-	1,244,775
Public safety	-	143,072	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Conservation and development	517,632	-	-	-	-	-	-	-
Total Expenditures	517,632	143,072	-	72,044	5,578	969	-	1,244,775
Excess (deficiency) of revenues over expenditures	108,142	142,244	4,383	(54,166)	16,746	7,150	8,329	127,672
Other financing sources (uses)								
Amounts received from loans	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Net change in fund balance	108,142	142,244	4,383	(54,166)	16,746	7,150	8,329	127,672
Fund balance, beginning of year	(107,987)	307,335	30,534	161,406	132,549	56,325	68,273	1,682,932
Fund balance, end of year	\$ 155	\$ 449,579	\$ 34,917	\$ 107,240	\$ 149,295	\$ 63,475	\$ 76,602	\$ 1,810,604

COUNTY OF INDIANA, PENNSYLVANIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (DEFICIT) (CONTINUED)
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2024

	Drug Task Force	DA Special Investigations	Health and Human Services Sub-Committee	Sheriff Public Safety Training	Prothonotary Automation	Adoption Counseling	Hotel Tax	Parks Gas Lease
Revenues								
Taxes, Hotel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	688,039	\$ -
Intergovernmental revenue	65,327	-	-	-	-	-	-	-
Charges for services	-	9,824	600	4,278	11,133	600	-	5,500
Interest income	-	12	134	193	2	393	445	287
Other revenue	-	-	-	-	-	-	-	-
Total Revenues	65,327	9,836	734	4,471	11,135	993	688,484	5,787
Expenditures								
Current operating:								
General government	-	-	-	-	-	-	-	-
Judicial	73,490	53,328	-	3,781	9,463	-	-	-
Public safety	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Human services	-	-	2,252	-	-	-	-	-
Culture and recreation	-	-	-	-	-	-	687,038	3,499
Conservation and development	-	-	-	-	-	-	-	-
Total Expenditures	73,490	53,328	2,252	3,781	9,463	-	687,038	3,499
Excess (deficiency) of revenues over expenditures	(8,163)	(43,492)	(1,518)	890	1,672	993	1,446	2,288
Other financing sources (uses)								
Amounts received from loans	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Net change in fund balance	(8,163)	(43,492)	(1,518)	690	1,672	993	1,446	2,288
Fund balance, beginning of year	9,980	143,160	8,214	11,606	4,826	22,222	5,928	17,619
Fund balance, end of year	\$ 1,817	\$ 99,668	\$ 6,696	\$ 12,296	\$ 6,498	\$ 23,215	\$ 7,374	\$ 19,907

COUNTY OF INDIANA, PENNSYLVANIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (DEFICIT) (CONTINUED)
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2024

	Parks Enterprise	Farmlands Preservation	Community Development Block Grant	HOME Investment	Escrow Fund	Affordable Housing and Act 137	Emergency Repair	Emergency Shelter Grant
Revenues								
Taxes, Hotel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue	-	9,748	2,024,317	118,916	-	-	-	90,626
Charges for services	66,383	15,861	-	-	-	39,694	2,345	-
Interest income	9,349	631	-	-	-	4,203	209	-
Other revenue	3,069	-	-	-	-	-	-	-
Total Revenues	80,801	26,240	2,024,317	118,916	-	43,897	2,554	90,626
Expenditures								
Current operating:								
General government	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	-	-	-
Public safety	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Human services	-	-	-	-	-	-	-	90,586
Culture and recreation	76,470	-	-	-	-	-	-	-
Conservation and development	-	6,803	2,024,317	115,146	-	32,713	25,889	-
Total Expenditures	76,470	6,803	2,024,317	115,146	-	32,713	25,889	90,586
Excess (deficiency) of revenues over expenditures	4,331	19,437	-	3,770	-	11,184	(23,335)	40
Other financing sources (uses)								
Amounts received from loans	-	-	-	-	-	2,154	3,075	-
Transfers in	-	-	-	-	-	-	25,000	-
Transfers out	-	-	-	-	-	(25,000)	-	-
Total other financing sources (uses)	-	-	-	-	-	(22,846)	28,075	-
Net change in fund balance	4,331	19,437	-	3,770	-	(11,662)	4,740	40
Fund balance, beginning of year	289,334	22,387	4,944	410	1,050	198,525	15,670	11
Fund balance, end of year	\$ 303,665	\$ 41,824	\$ 4,944	\$ 4,180	\$ 1,050	\$ 186,863	\$ 20,410	\$ 51

COUNTY OF INDIANA, PENNSYLVANIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (DEFICIT) (CONTINUED)
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2024

	Community Development Fund	Community Revitalization Program	General Economic Development	Homeless Assistance Program	Enterprise Zone	DA Forfeitures Account	WHR	DA Victim Services
Revenues								
Taxes, Hotel	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenue	300,000	-	3,700	253,262	-	1,559	376,858	-
Charges for services	-	-	-	-	17,255	-	-	23,487
Interest income	1,581	2	321	112	7,978	-	8,283	-
Other revenue	-	-	-	-	-	-	-	-
Total Revenues	301,581	2	4,021	253,374	25,233	1,559	385,141	23,487
Expenditures								
Current operating:								
General government	-	-	-	-	-	-	-	-
Judicial	-	-	-	-	-	1,559	-	7,554
Public safety	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-
Human services	-	-	-	236,226	-	-	-	-
Culture and recreation	-	-	-	-	-	-	-	-
Conservation and development	102,706	-	14,828	-	16,654	-	385,141	-
Total Expenditures	102,706	-	14,828	236,226	16,654	1,559	385,141	7,554
Excess (deficiency) of revenues over expenditures	198,875	2	(10,807)	17,148	8,579	-	-	15,933
Other financing sources (uses)								
Amounts received from loans	-	-	-	-	55,214	-	-	-
Transfers in	-	-	5,000	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	5,000	-	55,214	-	-	-
Net change in fund balance	198,875	2	(5,807)	17,148	63,793	-	-	15,933
Fund balance, beginning of year	14,981	105	20,911	(5,645)	428,844	-	10,170	4,983
Fund balance, end of year	\$ 213,856	\$ 107	\$ 15,104	\$ 11,503	\$ 492,637	\$ -	\$ 10,170	\$ 20,916

COUNTY OF INDIANA, PENNSYLVANIA
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE (DEFICIT) (CONTINUED)
 NONMAJOR SPECIAL REVENUE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2024

	Act 44 Fund	Act 89 Program	Act 13 Program	EICP	Total
Revenues					
Taxes, Hotel	\$ -	\$ -	\$ -	\$ -	688,039
Intergovernmental revenue	46,465	86,541	-	235,074	8,600,474
Charges for services	-	-	-	-	1,148,291
Interest income	11,840	8,692	52,884	708	161,799
Other revenue	-	-	-	-	3,069
Total Revenues	58,305	95,233	52,884	235,782	10,601,672
Expenditures					
Current operating:					
General government	-	-	-	126,628	216,619
Judicial	-	-	-	-	1,393,950
Public safety	-	-	-	-	3,048,663
Public works	-	190,113	-	-	981,100
Human services	-	-	-	-	419,621
Culture and recreation	-	-	-	-	767,007
Conservation and development	-	-	-	-	3,252,200
Total Expenditures	-	190,113	-	126,628	10,078,160
Excess (deficiency) of revenues over expenditures	58,305	(94,880)	52,884	109,154	522,512
Other financing sources (uses)					
Amounts received from loans	-	-	-	-	60,443
Transfers in	671,822	638,890	1,432,950	-	2,848,787
Transfers out	-	-	-	-	(1,340,713)
Total other financing sources (uses)	671,822	638,890	1,432,950	-	1,568,517
Net change in fund balance	730,127	544,010	1,485,834	109,154	2,091,029
Fund balance, beginning of year	-	-	-	-	5,296,419
Fund balance, end of year	\$ 730,127	\$ 544,010	\$ 1,485,834	\$ 109,154	\$ 7,387,448

COUNTY OF INDIANA, PENNSYLVANIA
 COMBINING STATEMENT OF NET POSITION
 DISCRETELY PRESENTED COMPONENT UNITS
 December 31, 2024

	Indiana County Municipal Services Authority	Highridge Water Authority	Total Component Units
Assets			
Current Assets:			
Cash and cash equivalents	\$ 1,480,882	\$ 2,162,937	\$ 3,643,819
Restricted cash and cash equivalents	1,245,246	-	1,245,246
Accounts Receivable	968,833	401,559	1,370,392
Note Receivable - current	671,953	-	671,953
Prepaid expenses and other current assets	-	86,364	86,364
Inventories	-	173,882	173,882
	<u>4,366,914</u>	<u>2,824,742</u>	<u>7,191,656</u>
Noncurrent assets:			
Capital Assets (net of accumulated depreciation)	88,854,316	25,471,312	114,325,628
Note Receivable less current portion	1,010,302	-	1,010,302
Intangible assets	-	580,545	580,545
Other assets	<u>245,457</u>	<u>-</u>	<u>245,457</u>
Total noncurrent assets	<u>90,110,075</u>	<u>26,051,857</u>	<u>116,161,932</u>
Total assets	<u>\$ 94,476,989</u>	<u>\$ 28,876,599</u>	<u>\$ 123,353,588</u>
Liabilities			
Current liabilities:			
Accounts payable	\$ 555,837	\$ 55,364	\$ 611,201
Accrued Expenses	335,491	78,443	413,934
Accrued Interest Payable	102,298	21,751	124,049
Current portion of long-term debt	2,664,054	911,747	3,575,801
Customer Deposits	<u>97,117</u>	<u>50,869</u>	<u>147,986</u>
Total current liabilities	<u>3,754,797</u>	<u>1,118,174</u>	<u>4,872,971</u>
Compensated absences	-	192,413	192,413
Long-term debt	<u>35,926,771</u>	<u>4,463,333</u>	<u>40,390,104</u>
Total noncurrent liabilities	<u>35,926,771</u>	<u>4,655,746</u>	<u>40,582,517</u>
Total Liabilities	<u>39,681,568</u>	<u>5,773,920</u>	<u>45,455,488</u>
Net Position			
Net investment in capital assets	50,406,650	20,096,232	70,502,882
Restricted per bond indenture	1,121,630	-	1,121,630
Restricted for construction	123,616	-	123,616
Unrestricted	<u>3,143,525</u>	<u>3,006,447</u>	<u>6,149,972</u>
Total net position	<u>54,795,421</u>	<u>23,102,679</u>	<u>77,898,100</u>
Total liabilities and net position	<u>\$ 94,476,989</u>	<u>\$ 28,876,599</u>	<u>\$ 123,353,588</u>

COUNTY OF INDIANA, PENNSYLVANIA
 COMBINING STATEMENT OF ACTIVITIES
 DISCRETELY PRESENTED COMPONENT UNITS
 FOR THE YEAR ENDED DECEMBER 31, 2024

	Indiana County Municipal Services Authority	Highridge Water Authority	Total Component Units
Operating Revenues			
Charges for services	\$ 8,197,955	\$ 3,248,572	\$ 11,446,527
Other revenue	<u>65,336</u>	<u>754,509</u>	<u>819,845</u>
Total Operating Revenues	<u>8,263,291</u>	<u>4,003,081</u>	<u>12,266,372</u>
Operating Expenses			
General and administration	499,704	607,577	1,107,281
Operating costs	4,427,239	1,843,490	6,270,729
Depreciation and amortization	<u>4,209,496</u>	<u>1,518,007</u>	<u>5,727,503</u>
Total Operating Expenses	<u>9,136,439</u>	<u>3,969,074</u>	<u>13,105,513</u>
Operating Income	<u>(873,148)</u>	<u>34,007</u>	<u>(839,141)</u>
Nonoperating Revenues (Expenses)			
Interest Income	90,800	55,599	146,399
Tap fees	-	119,716	119,716
Amorization of bond discount and issuance costs	(15,339)	(17,320)	(32,659)
Interest expense	(622,592)	(101,416)	(724,008)
Gain on sale of asset	8,900	22,500	31,400
Grants for construction	<u>5,892,888</u>	<u>1,244,845</u>	<u>7,137,733</u>
Total Nonoperating Revenues (Expenses)	<u>5,354,657</u>	<u>1,323,924</u>	<u>6,678,581</u>
Changes in Net Position	<u>4,481,509</u>	<u>1,357,931</u>	<u>5,839,440</u>
Net Position - Beginning of Year	<u>50,313,912</u>	<u>21,744,748</u>	<u>72,058,660</u>
Net Position - End of Year	<u>\$ 54,795,421</u>	<u>\$ 23,102,679</u>	<u>\$ 77,898,100</u>