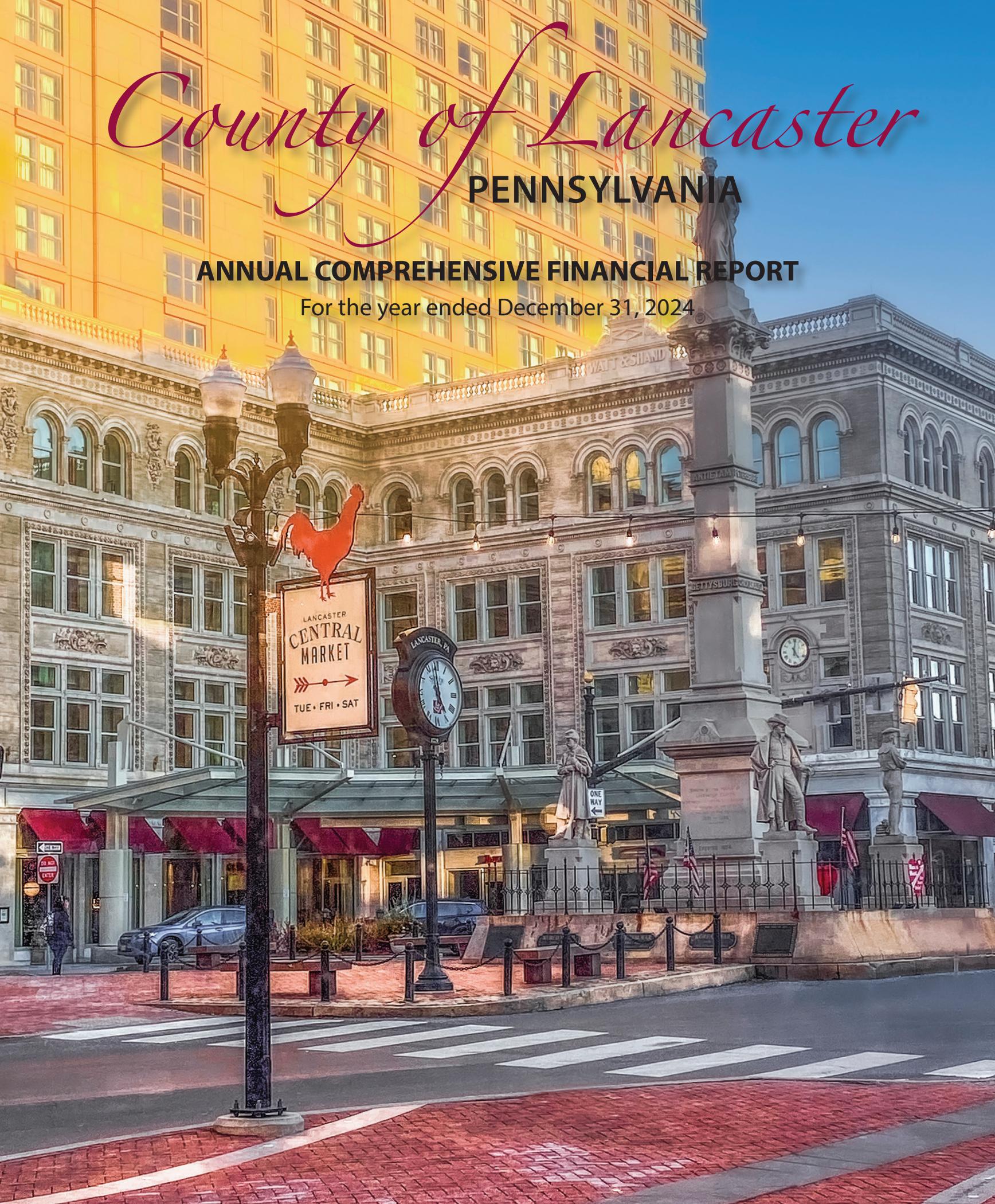


# County of Lancaster

PENNSYLVANIA

## ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the year ended December 31, 2024



COUNTY OF LANCASTER, PENNSYLVANIA  
ANNUAL COMPREHENSIVE FINANCIAL REPORT  
For the Year Ended December 31, 2024

PREPARED BY THE CONTROLLER'S OFFICE

Lisa K. Colón, Controller  
Kathryn B. Kunkel, Chief Deputy Controller  
Matthew J. Luciani, CPA, 2<sup>nd</sup> Deputy Controller  
Kelly Yoder, Systems Administrator

COVER PHOTOGRAPH  
Penn Square, Lancaster City  
Photo by David Tice Allison

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COUNTY OF LANCASTER, PENNSYLVANIA  
 ANNUAL COMPREHENSIVE FINANCIAL REPORT  
 For the year ended December 31, 2024

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 ANNUAL COMPREHENSIVE FINANCIAL REPORT  
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Lisa K. Colón

Controller

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**Controller**  
Lisa Colón

June 30, 2025

To the Citizens and Governing Body of the County of Lancaster, Pennsylvania:

The Annual Comprehensive Financial Report of the County of Lancaster, Pennsylvania (the County), for the year ended December 31, 2024, is hereby submitted.

The County's management assumes full responsibility for the completeness and reliability of all the information presented in this report. Management of the County has established a comprehensive internal control framework that is designed both to protect the County's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the County's financial statements in conformity with Generally Accepted Accounting Principles (GAAP). Because the cost of internal controls should not outweigh their benefits, the County's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. To the best of our knowledge and belief, this financial report is accurate and complete in all material respects. All disclosures necessary to enable the reader to gain an understanding of the County's financial activities are included.

State statutes require that an annual audit be performed by independent certified public accountants. The Lancaster County Commissioners selected SB & Company, LLC. The independent public accountants report on the basic financial statements and give an "in relation to" opinion on the combining and individual fund statements and schedules included in the financial section of this report. The independent public accountants have issued an unmodified report and disclaim an opinion on the introductory and statistical sections of the report.

In addition to meeting the requirements set forth in state statutes, this audit was designed to meet the requirements of Title 2 U.S. Code of Federal Regulations (CFR) Part 200, "Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Audits". The single audit for 2024 will be completed by September 30, 2025. Information related to this single audit, including the supplementary schedule of expenditures of federal awards, findings, and recommendations; independent public accountants' reports on internal control and compliance with applicable laws and regulations; and major program requirements, will be included in a separately issued single audit report.



Management's Discussion and Analysis (MD&A) immediately follows the independent public accountants' report and provides a narrative introduction, overview, and analysis of the basic financial statements. The MD&A is a complement to this letter of transmittal and should be read in conjunction with it.

This report includes all funds and activities of the County and reflects the extensive range of countywide services including, but not limited to, emergency services; health care and social services; construction and maintenance of highways, streets, and infrastructure; recreational activities; and cultural events. The report includes the Lancaster County Convention Center Authority as a component unit.

## **Profile of the Government**

Formed on May 10, 1729, Lancaster County became the fourth County in the Commonwealth of Pennsylvania. It was originally a part of Chester County and was named after Lancashire in England. Consisting of 60 municipal divisions including the City of Lancaster, 18 boroughs, and 41 townships, Lancaster is a second-class A county. Located in the south-central part of the state approximately 60 miles west of Philadelphia and 240 miles east of Pittsburgh, the county occupies a land area of 946 miles. Lancaster County is the sixth most populous county in the state behind only Philadelphia, Allegheny, Montgomery, Bucks, and Delaware counties with approximately 563,293 calling it home.

The County acts as an agent of the Commonwealth for those functions which are specified by state law. To carry out those functions, three county commissioners are elected every four years and may be re-elected. The County Code stipulates that each party may put up no more than two candidates and that each voter may cast a ballot for only two commissioner candidates. The three receiving the highest number of votes are elected. This ensures that the commissioners are not all from the same political party. In addition to having limited legislative powers, the commissioners serve as the managers and administrators of the county government; name residents to boards, commissions, and authorities; and award contracts. Assisting them are a number of officials elected for four-year terms, who fill the so-called row offices, and numerous appointed deputies and directors. To assist the commissioners with their administrative duties, they appoint a chief clerk who keeps the books and accounts of the Board of County Commissioners, records, and files their proceedings and papers, attests all orders and voucher checks issued by them, and performs all other duties pertaining to the office of the chief clerk. Additionally, the chief clerk is responsible for the preparation and monitoring of the annual county budget, contract negotiations, and monitoring the departments under the scope of the county commissioners.

The annual budget serves as the foundation for the County's financial planning and control. The County Commissioners must adopt an annual budget for the County by December 31 of each year for the subsequent year. The annual budget estimates revenues and expenditures for all governmental funds except the Community Development Block Grant, the Human Services Block Grant, the Agricultural Land Preservation special revenue funds, and the Capital Projects fund. Project-length financial plans are adopted for all capital projects. The legal level of budgetary control is established by fund. It is the prerogative of management to also maintain an enhanced level of control at the function and object level. Supplemental appropriations, which alter the total

expenditures of any fund, require resolution by the county commissioners. Appropriations lapse at the end of each year and must be reappropriated.

## **Factors Affecting Financial Condition**

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

### **Local Economy**

Lancaster County has the seventh-largest economy in Pennsylvania and its growth has outpaced that of the state over the past 10 years. In the last two decades, the county's gross domestic product (GDP), adjusted for inflation, has grown 36% to approximately \$30.7 billion. Its well-diversified economy is made up of many sectors. Among the largest sectors are finance-real estate, manufacturing, and health care and social services. Low unemployment along with a population that continues to grow have helped the economy remain strong. The unemployment rates in 2024 remained on par with the record low unemployment rates seen in 2023. The County's unemployment rate of 2.5% remains consistently lower than both the state and national averages of 3.7% and 4.1% respectively. The county continues to face a tight labor market along with a housing shortage. These challenges must be addressed to make sure businesses can attract qualified workers to continue to grow and prosper in the coming years.

With some of the richest, most productive, non-irrigated agricultural soils in the world, Lancaster County's local economy relies heavily on farming. The rising cost of farmland along with increased pressure for development has pushed down the number of farms in the County, while improved production efficiencies and inflation have pushed up the market value of agricultural products. Between 2017 and 2022, the market value of crops sold in the county increased 41.5%, rising from \$231 million to nearly \$327 million. Row crops like corn, soybeans, and wheat are the backbone of farmed acreage, with vegetables and fruits growing in popularity. According to American Farmland Trust, Lancaster County ranks first for farmland preservation by a U.S. County. Over the past four decades, the Lancaster County Agricultural Preserve Board and partner organizations have preserved more than 1,600 farms that encompass 124,000 acres. That includes farms preserved by Lancaster Farmland Trust, a local nonprofit that preserves farmland and conserves waterways. That land, about 20% of the county, will remain farmland forever.

According to a recent report from Tourism Economics, a record 10.2 million tourists visited Lancaster County in 2024 and spent \$2.7 billion. That's a 4% increase in visitors and a 2.7% increase in spending compared to 2023, a big cause for celebration for the industry that suffered a huge blow when the pandemic forced closures right before the busy summer season of 2020. Tourism is an integral part of the county's economy and generates significant economic benefits to households, businesses and government. In 2024, over 26,000 county jobs in total, including 16,922 direct industry jobs were supported by tourism spending. These figures grew by 2% to 3% last year and kept tourism in the top 10 largest non-agriculture private sector employers in the county. The county's wide array of attractions is one of its key strengths. From scenic rolling farmland and covered

bridges to a variety of entertainment and attractions, Lancaster County has something for everyone.

## **Major Initiatives**

### **For the Year**

- The Lancaster County Recorder of Deeds office has been offering electronic recording (e-recording) of documents since 2002. 80% of documents are e-recorded which saves document turnaround time, postage, and courier fees. The current system, which had been in place since 2009, was dated and no longer cost efficient. The office implemented a brand-new e-recording system with Tyler Technologies in May. The Tyler e-recording system has an updated interface and is more user-friendly. The new system makes the recording process easier for the public as well as county employees. The Recorder of Deeds office continues to work with Tyler to tweak the new system for updates beneficial to the County.
- In February, the County Commissioners approved a report from consultant CGL, which is managing the prison project, that outlines the specifications for the new prison. The report lays out proposals for space, size, and how the new facility will operate internally, from the intake of new prisoners to their release. It details the size and scope of the prison's infrastructure and operations, including housing units, classrooms, medical facilities, laundry services and much more. After the Commissioners approve a final version of the report, Transystems, the prison design team, will use it as a guide to produce early designs for the new facility. Construction of the new prison will begin late in 2026 with completion expected sometime in 2029. The Commissioners want to take their time and get the project right rather than rush to meet a self-imposed deadline.
- The County made the decision to switch to an Enterprise Resource Planning (ERP) system. After looking at a couple of different systems, the County chose to go with Workday. ERP systems tie together a multitude of business processes including accounting, procurement, human resources, project management, risk management and compliance, and supply chain operations and enable the flow of data between them. It is a cloud-based system that provides integrated management of main business processes in real time mediated by software and technology. Workday eliminates data duplication and provides data integrity with a single source of truth. Lots of testing and training were done during the year in preparation for our go live on January 2, 2025.

## **For the Future**

- The Lancaster County Planning Department and Parks and Recreation Department are updating Lancaster County's Parks and Trails Master Plan for the first time since 1992. The plan will cover the future of our trail network, county owned parks, and other open space for the next several decades. This plan will evaluate current and future recreation needs and identify opportunities for growth and connection. In coordination with other county, state, and nonprofit regional open space plans and partners, this plan will help guide decision-making for the future to create a high-quality parks and trails system.
- In 1997, by order of resolution, Lancaster County adopted an eight-year schedule for reassessment. The last reassessment was completed and effective 1/1/2018 and there was a two-year delay in the scheduled 2025 reassessment. All properties within the county are being reassessed and new assessments will go into effect January 1, 2027. Property Assessment is currently in the second year of the three-year project. Property owners will receive a flyer in the mail in mid-April of 2025 detailing the reassessment and encouraging them to review their property record cards online and report any inaccurate information by September 1, 2025. In June of 2026, every property will receive a new assessment value notice in the mail and owners will have 40 days from that notice to file for an assessment appeal. A reassessment is done to adjust all assessments to 100% of the current fair market value so property tax burdens are fairly distributed.
- An updated timeline for the new Lancaster County prison shows construction not starting until late 2026 and completion slated for 2029. Public feedback and closer analysis by design consultants CGL Companies and Transystems has led to changes in schematics, such as including more natural light in the women's housing units and eliminating bunk beds. The new prison would be the first in the state to exclude top bunks, which create liability concerns and unnecessary barriers for inmates. In March of 2025, the commissioners took the first step to find a construction management team to oversee the prison construction. A request for proposals will be put out by the county purchasing department and a committee of county and prison officials will evaluate the candidates. The move is a milestone for the years long project.

## **Financial Policies**

The Lancaster County Investment Board has formally adopted an investment policy governing County investments.

The Lancaster Retirement Board has formally adopted an investment policy governing the Pension Trust Fund investments.

The Lancaster County Commissioners have formally adopted purchasing policies encompassing legal compliance and encouraging competitive and economical procurement of goods and services.

### **Awards and Acknowledgements**

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the County of Lancaster for its annual comprehensive financial report for the year ended December 31, 2023. To be awarded a Certificate of Achievement, the County published an easily readable and efficiently organized annual comprehensive financial report, which conformed to program standards. This report satisfied both GAAP and applicable legal requirements. This is the 35th consecutive year that the County has been awarded the Certificate of Achievement for Excellence in Financial Reporting.

A Certificate of Achievement for Excellence in Financial Reporting is valid for a period of one year only. We believe our current Annual Comprehensive Financial Report continues to meet the Certificate of Achievement Program's requirements, and we are submitting it to the GFOA to determine its eligibility for another certificate.

The preparation of the Annual Comprehensive Financial Report on a timely basis was made possible by the dedicated services of the Controller's office staff, the cooperation of all County departments, various elected and appointed officials, and the assistance of our independent public accountants, SB & Company, LLC. We appreciate the contributions made in the preparation of this report.

*Lisa K. Colón*

Lisa K. Colón  
Controller



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**County of Lancaster  
Pennsylvania**

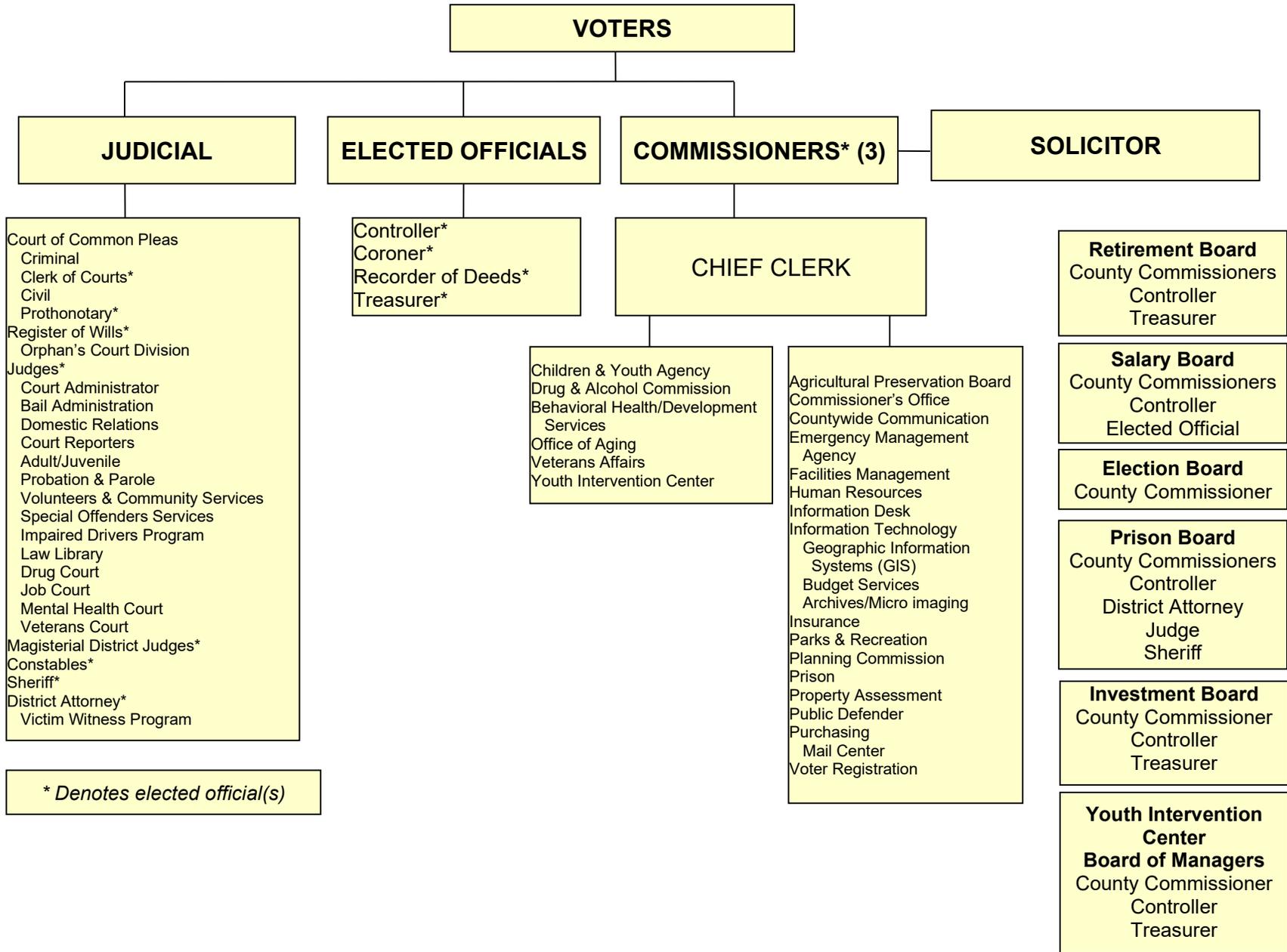
For its Annual Comprehensive  
Financial Report  
For the Fiscal Year Ended

December 31, 2023

*Christopher P. Morill*

Executive Director/CEO

# LANCASTER COUNTY ORGANIZATIONAL CHART – 2A CLASS COUNTY



**2024**  
**County of Lancaster**  
**List of Principal Officials**

**Elected Officials**

**COMMISSIONERS**

Joshua G. Parsons, Chairman  
Ray D'Agostino, Vice Chairman  
Alice Yoder

**CLERK OF COURTS OF COMMON PLEAS**

Nicole Woods

**CONTROLLER**

Lisa K. Colón

**CORONER**

Stephen G. Diamantoni

**JUDGES OF COURT OF COMMON PLEAS**

David L. Ashworth, President Judge  
Leonard G. Brown, III  
Todd E. Brown  
Jeffrey A. Conrad  
Christopher A. Hackman  
Shawn P. McLaughlin  
Margaret C. Miller  
JoAnne Murphy  
Christina M. Parsons  
Jeffrey J. Reich  
Dennis E. Reinaker  
Merrill M. Spahn, Jr.  
Thomas B. Sponaugle  
Craig W. Stedman  
Jeffery D. Wright

**DISTRICT ATTORNEY**

Heather L. Adams

**PROTHONOTARY**

Andrew E. Spade

**RECORDER OF DEEDS**

Ann M. Hess

**REGISTER OF WILLS**

Anne L. Cooper

**SHERIFF**

Christopher R. Leppler

**TREASURER**

Amber L. Martin

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## REPORT OF INDEPENDENT PUBLIC ACCOUNTANTS

Management and County Commissioners  
County of Lancaster

### Report on the Audit of the Financial Statements

#### *Opinions*

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

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

We did not audit the financial statements of the Lancaster County Convention Center Authority (the Authority). 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 Authority, is based solely on the report of the other auditors.

#### *Basis for Opinions*

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

The County'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.

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

### ***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, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the County's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the County's ability to continue as a going concern for a reasonable period of time.

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

### ***Required Supplementary Information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the schedule of changes in the County's net other post-employment benefits liability and related ratios, the schedule of changes in the County's net pension liability and related ratios, schedule of County contributions and schedule of investment returns for the County of Lancaster, Pennsylvania, Employee Retirement Plan, and the required supplementary schedules of revenues, expenditures, and changes in fund balances – budget and actual – budgetary

basis for the General Fund, Children and Youth Services Fund, Behavioral Health and Developmental Services Fund and Domestic Relations Fund, Office of Aging Fund, Drug and Alcohol Fund, Liquid Fuels, and notes to 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 consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the County's basic financial statements. The combining and individual fund financial statements and schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and schedules are the responsibility of management and are 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 combining and individual fund financial statements and schedules is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### ***Other Information Included in the ACFR***

Management is responsible for the other information included in the ACFR. The other information comprises the introductory and statistical sections but does not include the financial statements and our report of independent public accountants thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Owings Mills, Maryland  
June 27, 2025



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## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

### **INTRODUCTION**

This section of the County of Lancaster's (the County) Annual Comprehensive Financial Report presents a narrative overview and analysis of the County's financial performance for the fiscal year ended December 31, 2024. It is recommended that it be read in conjunction with the accompanying basic financial statements and notes to financial statements to obtain a thorough understanding of the County's financial condition as of December 31, 2024.

### **FINANCIAL HIGHLIGHTS**

- ✓ The County's 2024 real estate property tax millage rate remained unchanged at 2.911.
- ✓ The County's adopted budget for 2024 was a balanced budget for the twelfth consecutive year.
- ✓ The County maintained a bond rating of Aa2 during 2024.
- ✓ The County's net position increased \$43.9 million in 2024 to \$193.9 million.
- ✓ The County's unrestricted deficit was \$45.0 million as of December 31, 2024, compared to an unrestricted deficit of \$57.2 million as of December 31, 2023.
- ✓ The County's total General Fund balance increased \$5.0 million during 2024 to \$74.2 million.
- ✓ The County's total General Fund balance on December 31, 2024, included an unassigned fund balance of \$51.2 million. The unassigned fund balance decreased \$4.2 million during 2024.
- ✓ As of December 31, 2024, the County had \$121.8 million of total principal debt service commitments outstanding. This represents a decrease of \$7.8 million, or 6.0%, from the previous year.

## OVERVIEW OF THE FINANCIAL STATEMENTS

The financial section of this report consists of four parts: management's discussion and analysis, the basic financial statements (including notes to the financial statements), other required supplementary information, and a section that presents combining and individual fund statements and schedules. The basic financial statements present two different views of the County using government-wide statements and fund financial statements. The diagram on the following page shows how the required components of the financial section of this Annual Comprehensive Financial Report are arranged and relate to one another.

The first two basic financial statements are *government-wide financial statements* that provide information about the County's overall financial status, as well as the financial status of the County's component unit. The remaining basic financial statements are *fund financial statements* that focus on major funds of County government, reporting the County's operations in more detail than the government-wide statements. The fund financial statements include:

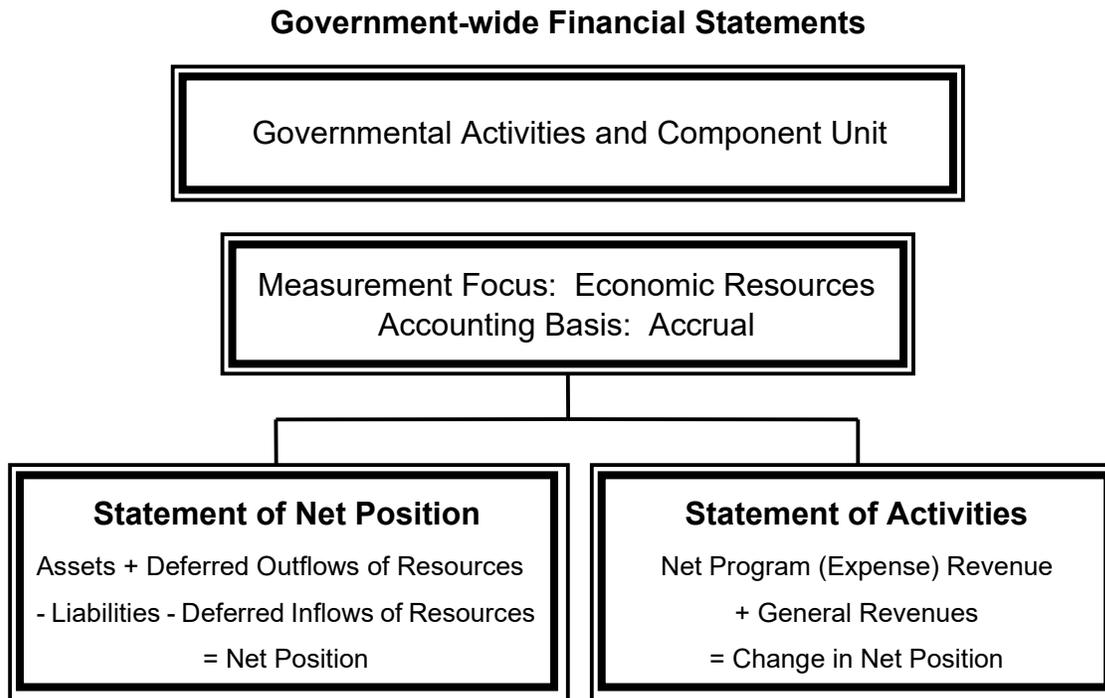
- ◆ *Governmental funds financial statements* which explain how services such as public safety were financed in the short term, as well as what remains for future spending.
- ◆ *Fiduciary funds financial statements* that reflect activities involving resources that are held by the County as a trustee or agent for parties outside the government. Fiduciary funds are not reflected in the government-wide statements because the resources cannot be used to support the County's programs.

The basic financial statements also include notes to the financial statements that provide additional information essential to a full understanding of the financial data provided in the government-wide and fund financial statements. In addition to the basic financial statements and notes, the required supplementary information includes: the schedule of contributions to other post-employment benefits and other post-employment benefit funding progress; the schedule of contributions to the County pension plan, schedule of changes in the pension liability and related ratios, and investment returns; the County's budget for the General Fund; and the County's budget for each major budgeted special revenue fund. In addition to these required elements, a section is included with combining and individual fund statements that provide particulars about nonmajor governmental funds.

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

## GOVERNMENT-WIDE FINANCIAL STATEMENTS

The government-wide financial statements report information about the County as a whole and its component unit using accounting methods similar to those used by private-sector companies. The primary features are reflected in the following diagram.



The statement of net position includes all the County's assets, liabilities, and deferred outflows and inflows of resources, except fiduciary funds, with the difference 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 taxes for funding. All changes in net position are reported using the accrual method of accounting, which requires that revenues be reported when they are earned and expenses be reported when the goods and/or services are received, regardless of when cash is received or paid. Net position is one way to measure the County's financial health, or position. Over time, increases or decreases in the County's net position are one indicator of whether the County's financial position is improving or deteriorating. However, other non-financial factors such as changes in the County's real property tax base and general economic conditions must be considered to assess the overall position of the County.

The government-wide financial statements of the County are divided into two categories:

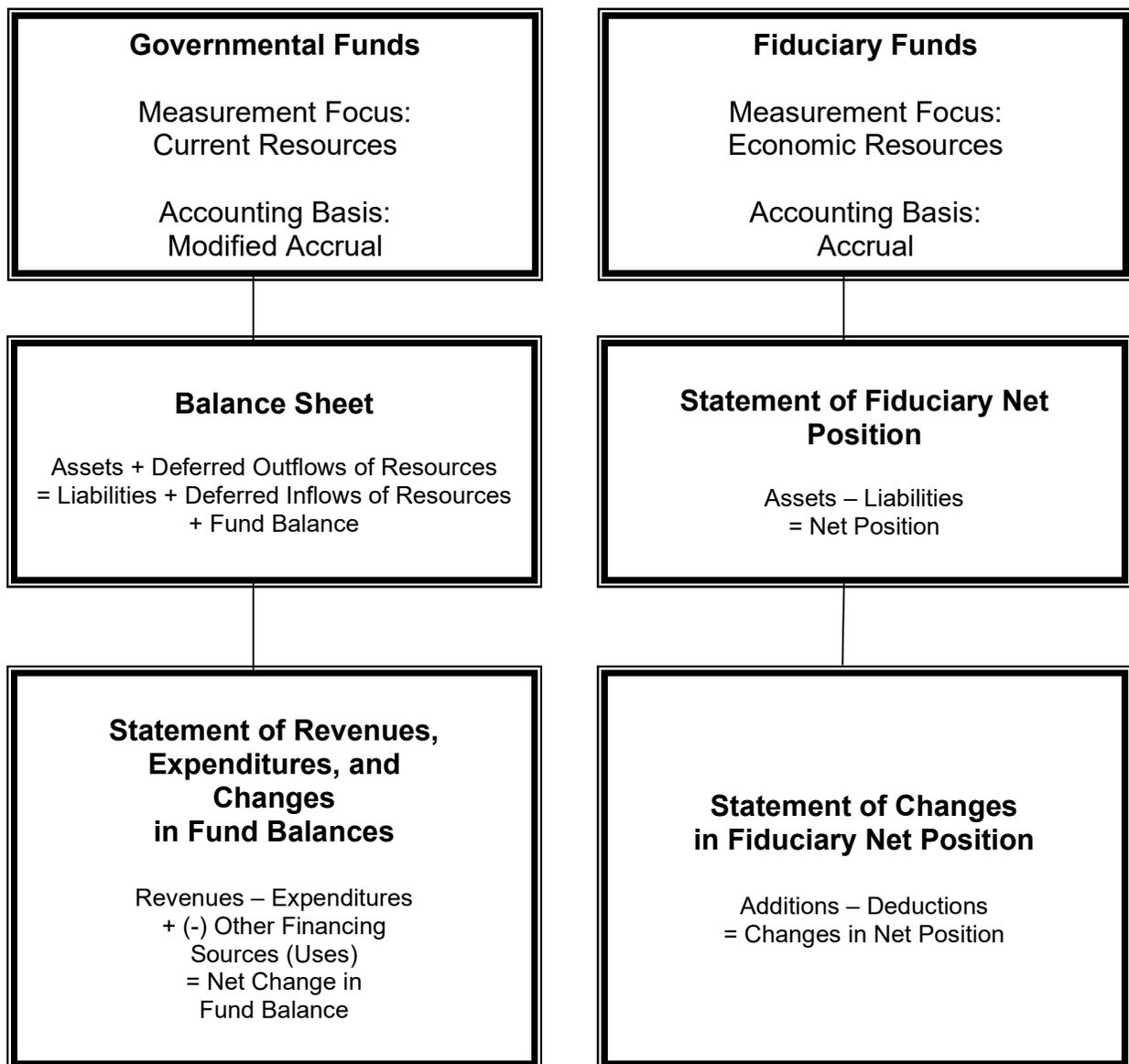
- ◆ *Governmental activities* – All the County’s basic services are included here, such as public safety, roads and bridges, health and welfare, and general government administration. Property and other such taxes, state and federal grants, and charges for services are the primary funding source of these activities.
- ◆ *Component Unit* – The County includes one other entity – the Lancaster County Convention Center Authority. \*

\*See separate report as mentioned in the notes to the financial statements.

## FUND FINANCIAL STATEMENTS

The fund financial statements provide more detailed information about the County's funds with an emphasis on major funds, not the County as a whole. Funds are accounting groups that the County uses to keep track of specific sources of funding and spending for particular purposes. State law requires some funds, while other funds are established to control and manage resources designated for specific purposes. The following diagram presents the major features of the fund financial statements, including the types of information contained therein.

### Fund Financial Statements



The County has two types of funds:

- *Governmental funds* – Most of the County’s basic services are included in governmental funds, which 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. Consequently, the governmental funds statements provide a detailed short-term view that helps determine the financial resources available in the near future to finance the County’s programs. The County maintains the following major governmental funds: the General Fund, Behavioral Health and Developmental Services special revenue fund, Children and Youth Services special revenue fund, the Domestic Relations special revenue fund, the Capital Projects fund, and the Human Services Block Grant special revenue fund. The County also maintains five nonmajor special revenue funds that are combined into a single aggregated presentation. Because this information does not encompass the additional long-term focus of the government-wide statements, a detailed reconciliation provides additional information that explains the relationship (or differences) between the fund and government-wide financial statements.
- *Fiduciary funds* – The County is the trustee, or fiduciary, for its employees’ pension plan. In addition, the County is also responsible for a custodial fund, which represents 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 for ensuring that the assets reported in the fund are used for their intended purpose. All of the County’s fiduciary asset and liability balances are reported in the statement of fiduciary net position. A statement of changes in fiduciary net position is also presented. All fiduciary activities are excluded from the County’s government-wide financial statements because the County cannot use these assets to finance its operations.

## **FINANCIAL ANALYSIS OF THE COUNTY AS A WHOLE**

The County presents its financial statements in accordance with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The statement of net position and the statement of activities report information about the County as a whole and about its activities to measure the results of the year’s activities.

**NET POSITION:**

The County’s net position as of December 31, 2024, and 2023 is presented below:

|   |
|---|
| <p>Table A-1<br/> <b>County Net Position as of December 31, 2024, and 2023</b><br/> (amounts in millions)</p> |
|---|

|   | <b>2024</b>     | <b>2023</b>     |
|---|-----------------|-----------------|
| Capital assets, net                         | \$ 329.7        | \$ 316.3        |
| Other assets                                | 186.4           | 189.3           |
| <b>Total assets</b>                         | <b>516.1</b>    | <b>505.6</b>    |
| Deferred outflows of resources              | 21.1            | 35.4            |
| <b>Total deferred outflows of resources</b> | <b>21.1</b>     | <b>35.4</b>     |
| Other liabilities                           | 60.7            | 72.4            |
| Long-term liabilities                       | 232.0           | 249.5           |
| <b>Total liabilities</b>                    | <b>292.7</b>    | <b>321.9</b>    |
| Deferred inflows of resources               | 50.6            | 69.1            |
| <b>Total deferred inflows of resources</b>  | <b>50.6</b>     | <b>69.1</b>     |
| Net position (deficit):                     |                 |                 |
| Net investment in capital assets            | 193.8           | 174.2           |
| Restricted                                  | 45.1            | 33.0            |
| Unrestricted (deficit)                      | (45.0)          | (57.2)          |
| <b>Total net position</b>                   | <b>\$ 193.9</b> | <b>\$ 150.0</b> |

Net position of the County’s governmental activities increased \$43.9 million to \$193.9 million. This increase was primarily the result of a decrease in debt service payments along with the receipt of opioid settlement funds.

Of the \$193.9 million, \$193.8 million represents the balance of net investments in capital assets, while \$45.1 million is restricted for various purposes. The County has an unrestricted deficit balance of \$45.0 million at the end of the year. Lancaster County’s total assets stand at \$516.1 million and deferred outflows of resources stand at \$21.1 million as of December 31, 2024. Of the total assets, \$329.7 million is accounted for by capital assets, which includes some infrastructure.

The following table presents the County's changes in net position for the fiscal years ending December 31, 2024, and 2023:

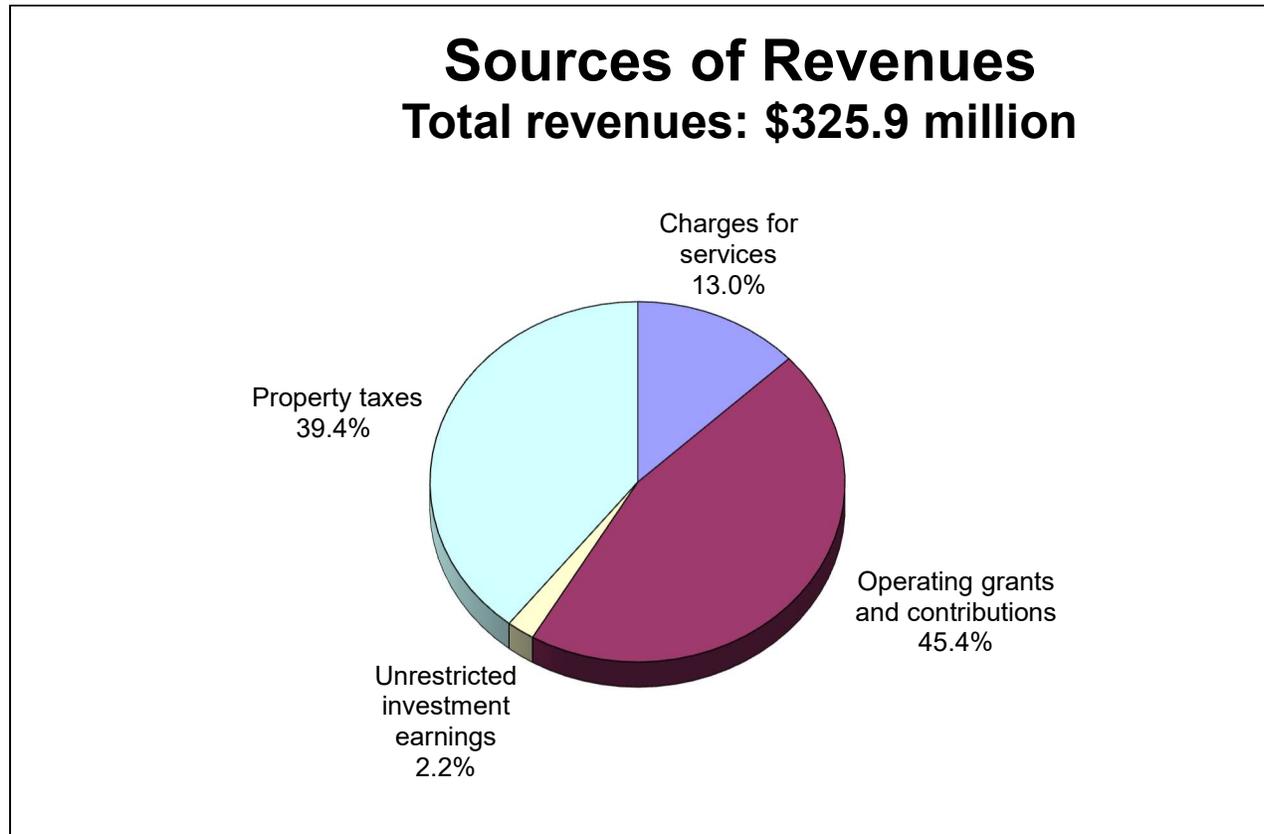
|  |
|--|
| <p>Table A-2<br/> <b>County's Changes in Net Position for<br/> the years ending December 31, 2024, and 2023</b><br/> (amounts in millions)</p> |
|--|

|                                    | 2024            | 2023            |
|------------------------------------|-----------------|-----------------|
| <b>Revenues:</b>                   |                 |                 |
| <b>Program revenues:</b>           |                 |                 |
| Charges for services               | \$ 42.4         | \$ 31.1         |
| Operating grants and contributions | 148.1           | 137.9           |
| <b>General revenues:</b>           |                 |                 |
| Property taxes                     | 128.3           | 128.1           |
| Unrestricted investment earnings   | 7.1             | 6.7             |
| <b>Total revenues</b>              | <b>325.9</b>    | <b>303.8</b>    |
| <b>Expenses:</b>                   |                 |                 |
| General government                 | 46.2            | 54.5            |
| Public safety                      | 19.1            | 15.4            |
| Roads and bridges                  | 1.4             | 0.9             |
| Health, education, and welfare     | 93.5            | 84.6            |
| Judicial                           | 65.0            | 56.3            |
| Corrections                        | 42.0            | 37.9            |
| Cultural and recreation            | 3.3             | 2.9             |
| Community development              | 6.3             | 7.8             |
| Interest on long-term debt         | 5.2             | 6.6             |
| <b>Total expenses</b>              | <b>282.0</b>    | <b>266.9</b>    |
| <b>Change in net position</b>      | <b>43.9</b>     | <b>36.9</b>     |
| <b>Net position – beginning</b>    | <b>150.0</b>    | <b>113.1</b>    |
| <b>Net position – ending</b>       | <b>\$ 193.9</b> | <b>\$ 150.0</b> |

See pages 23 through 27 for details of these amounts and explanations of changes.

**GOVERNMENTAL ACTIVITIES:**

The following chart graphically depicts the sources of revenues for the year ended December 31, 2024:

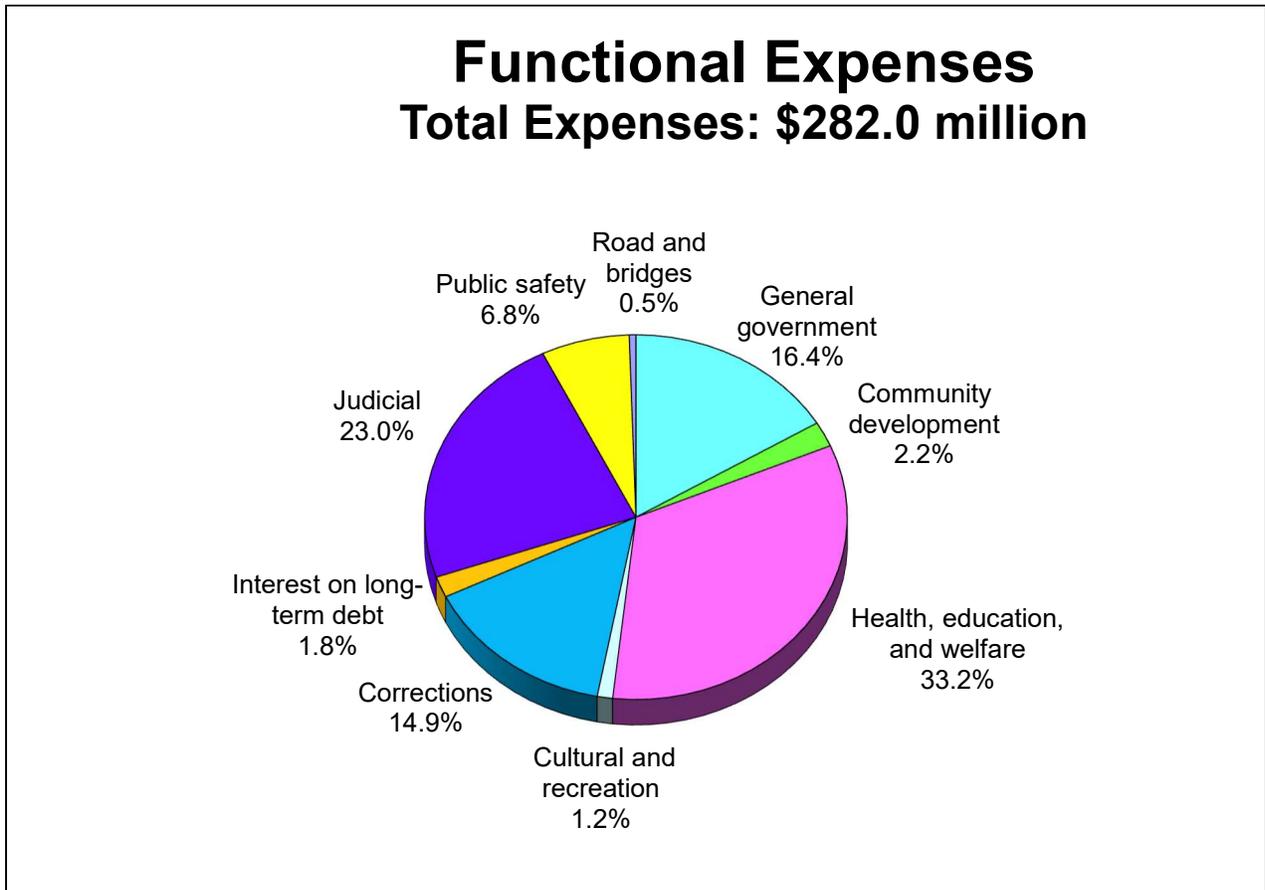


Total government-wide revenues of \$325.9 million were derived primarily from operating grants and contributions, representing 45.4% of the total. Property taxes made up the second largest source of revenue at 39.4%, followed by charges for services at 13.0%, and unrestricted investment earnings at 2.2%.

See pages 25 through 28 for details of these amounts and explanations of changes to revenues.

## GOVERNMENTAL ACTIVITIES:

The following chart graphically depicts the functional expenses for the year ended December 31, 2024:



Total expenses for all programs in 2024 were \$282.0 million. The expenses cover a wide range of services, with the largest being health, education, and welfare at 33.2%. The second largest program area was judicial at 23.0%, followed by general government at 16.4%, corrections at 14.9%, public safety at 6.8%, community development at 2.2%, interest on long term debt at 1.8%, cultural and recreation at 1.2%, and road and bridges at 0.5%.

See pages 25 through 28 for details of these amounts and explanations of changes to expenses.

## **FINANCIAL ANALYSIS OF THE COUNTY'S FUNDS**

As noted earlier, the County uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

### **GOVERNMENTAL FUNDS:**

The General Fund, the Children and Youth Services special revenue fund, the Behavioral Health and Developmental Services special revenue fund, the Domestic Relations special revenue fund, the Capital Projects fund, and the Human Services Block Grant special revenue fund make up the County's major governmental funds. The focus of the governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the County's financing requirements. In particular, spendable (both restricted and unrestricted) fund balance may serve as a useful measure of the County's net resources available for spending at the end of the year.

As of December 31, 2024, the General Fund reported a fund balance of \$74.2 million, which was a \$5.0 million or 7.2% increase from the previous year's balance of \$69.2 million. This increase was the result of the receipt of opioid settlement funds. Revenues increased from \$201.3 million to \$210.1 million, an \$8.8 million or 4.4% increase. This increase was the result of the receipt of opioid settlement funds as well as higher Supervision Fees collected in Adult Probation and Parole. Expenditures increased from \$182.3 million to \$192.6 million, which was a \$10.3 million or 5.7% increase. This increase was the result of higher payroll costs for the Prison and Courts.

The fund balance in the Children and Youth Services special revenue fund increased to \$2.3 million as of December 31, 2024, from \$0.2 million, a \$2.1 million or 1050.0% increase. This increase was the result of Children and Youth Agency collecting over 100.0% of their budgeted revenues while only spending 98.4% of their budgeted expenditures. Revenues increased from \$36.6 million to \$45.1 million, an \$8.5 million or 23.2% increase. This increase was the result of an increase in Act 148 monies received from the state. Expenditures increased from \$50.8 million to \$51.5 million, an increase of \$0.7 million or 1.4%. The increase is the result of higher payroll expenses.

The Behavioral Health and Developmental Services special revenue fund has no fund balance to report. Revenues in this fund increased to \$35.6 million from \$32.5 million, an increase of \$3.1 million or 9.5%. This increase was due to an increase in state funding along with an increase in Health Choices administrative fees. Expenditures increased from \$33.5 million to \$36.6 million, a \$3.1 million or 9.3% increase. The increase is the result of higher provider payments along with an increase in payroll expenses.

As of December 31, 2024, the Domestic Relations special revenue fund balance was \$18.3 million, as compared to \$18.1 million last year, an increase of \$0.2 million or 1.1%. This increase was the result of Domestic Relations receiving 141.3% of their budgeted revenue while only spending 107.01% of their budgeted expenses. Revenues increased

from \$5.9 million to \$7.0 million, an increase of \$1.1 million or 18.6%. This increase was due to increased Federal reimbursements. Expenditures increased from \$7.2 million to \$8.4 million, an increase of \$1.2 million or 16.7%. This increase was due to an increase in payroll costs.

The fund balance in the Capital Projects fund increased to \$20.3 million as of December 31, 2024, from \$19.3 million, a \$1.0 million or 5.2% increase. This increase was because the \$9.2 million transfer from the General Fund more than offset the amount that expenditures exceeded revenues. Revenues increased from \$0.2 million to \$1.7 million, an increase of \$1.5 million or 750%. This increase was the result of insurance reimbursements for the flood damage at the Lancaster County Government Center. Expenditures increased from \$3.7 million to \$10.0 million, an increase of \$6.3 million or 170.3%. This increase was due to site work on the land for the new prison as well as design and schematics for the building.

The Human Services Block Grant special revenue fund has no fund balance to report. The revenues and expenses remained basically unchanged compared to the prior year.

## **GENERAL FUND BUDGETARY HIGHLIGHTS**

Over the course of the year, the Board of County Commissioners revised the County budget several times. These budget amendments fall into two categories: amendments to appropriations approved shortly after the beginning of the year to reflect budget carryovers from the prior year and increases in appropriations based on supplemental funding sources.

The County's original revenue budget increased from \$182.7 million to \$222.8 million, an increase of \$40.1 million or 22.0%. This was the result of the County recognizing \$23.4 million in ARPA funds and \$15.7 million in ERAP funds. Actual revenues received totaled \$211.2 million or 94.8% of the final budget. Intergovernmental revenues were \$15.0 million lower than the final budgeted amounts due to not all the ARPA and ERAP funds being spent during the year. Investment earnings were \$4.4 million lower than final budgeted amounts due to lower than anticipated interest earnings.

The County's original operating expenditure budget, excluding transfers, increased from \$185.1 million to \$225.2 million, an increase of \$40.1 million or 21.7%. This was the result of an additional \$23.4 million in ARPA expenditures and \$15.7 million in ERAP expenditures. Actual expenditures were \$189.2 million or 84.0% of the final budget due to not all the ARPA and ERAP monies being spent during the year, as well as cost saving measures implemented during 2024. Other differences between the original General Fund budget and the final amended budget were primarily the result of budget resolutions for various grants that the County received.

## CAPITAL ASSET AND DEBT ADMINISTRATION

### CAPITAL ASSETS:

The County's investment in capital assets as of December 31, 2024 net of accumulated depreciation amounted to \$329.7 million. Capital assets consist primarily of land and improvements, buildings and improvements, furniture and equipment, infrastructure, and easements. The following is a summary of capital assets as of December 31, 2024, and 2023:

| <b>Summary of Capital Assets</b>           |                       |                       |
|--|-----------------------|-----------------------|
|  | <b>2024</b>           | <b>2023</b>           |
| Land                                       | \$ 9,138,799          | \$ 8,978,026          |
| Buildings and improvements                 | 242,522,924           | 235,634,692           |
| Improvements other than buildings          | 1,849,019             | 1,849,019             |
| Furniture and equipment                    | 71,239,935            | 65,901,496            |
| Infrastructure                             | 43,811,255            | 41,957,626            |
| Easements                                  | 115,962,266           | 114,013,792           |
| Right to use leased buildings              | 12,508,132            | 12,508,132            |
| Right to use leased equipment              | 1,396,505             | 1,396,505             |
| Subscription assets                        | 10,781,719            | 1,890,077             |
| Less accumulated depreciation/amortization | (179,505,522)         | (167,738,000)         |
| Total                                      | <u>\$ 329,705,032</u> | <u>\$ 316,391,365</u> |

Total capital assets increased from \$316.4 million to \$329.7 million, an overall increase of \$13.3 million. There was a \$5.3 million increase in furniture and equipment due to a refresh of the County's 911 radio system. Subscription assets increased by \$8.9 million due to the purchase of the County's new ERP system. These increases were offset by regularly scheduled depreciation/amortization.

As of December 31, 2024, the County had \$4,371,878 in commitments outstanding related to contracts for the acquisition, construction, and renovation of various facilities.

More detailed information about the County's capital assets can be found in Note 7 of the notes to financial statements.

## LONG-TERM DEBT:

As of December 31, 2024, the County had \$121.8 million of general obligation bonds and notes. This was a decrease of \$7.8 million or 6.0% from the previous year. The following details activity related to general obligation bonds, general obligation notes and direct borrowings, and installment purchase agreements during 2024:

|  |
|--|
| <b>Summary of General Obligation Bond, General Obligation Note and Direct Borrowing, and Installment Purchase Agreement Activity</b> |
|--|

|                               |                       |
|-------------------------------|-----------------------|
| Beginning balance at 1/1/2024 | \$ 129,645,000        |
| Debt issued                   | 24,715,000            |
| Less principal refunded       | (27,145,000)          |
| Less principal payments       | <u>(5,405,000)</u>    |
| Ending balance at 12/31/2024  | <u>\$ 121,810,000</u> |

## BOND RATING:

The County's General Obligation Notes, Series of 2024 were issued to fully refund General Obligation Bonds Series 2015 and Series A of 2016 as well as partially refund General Obligation Bonds Series B of 2016, Series A of 2017, Series C of 2017, Series A of 2020, Series C of 2020, and Series 2023. The series of 2024 General Obligation Notes have been assigned an Aa2 rating by Moody's Investors Service.

The County continues to aggressively reduce long-term debt.

More detailed information about the County's long-term debt can be found in Note 8 of the notes to financial statements.

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

The key economic factors affecting the County include the following:

- The County's population has grown consistently over the past decade and most of the County's residents succeed in finding employment.
- The County's unemployment rate stands at 2.5%, which is an 8.7% increase over the previous year's rate of 2.3%. This rate compares favorably with the state rate of 3.7% and the national rate of 4.1%.

These factors were considered in preparing the County's 2025 budget. Amounts available for appropriation in the General Fund budget are \$180.8 million, a decrease of 1.0% over the final 2024 budget of \$182.7 million. Real estate tax receipts were budgeted to increase by \$1.1 million due to natural growth. Interest earnings were budgeted to decrease by \$2.9 million due to ARPA funds being spent down which will result in less interest being earned.

Budgeted operating expenditures, excluding transfers, decreased 0.4% for 2025, to \$184.5 million, from \$185.3 million in 2024. This is due primarily to the reduction in budgeted debt service payments.

## **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 report or requests for additional information should be directed to:

Lancaster County Controller's Office  
County of Lancaster, Pennsylvania  
150 North Queen Street, Suite 710  
Lancaster, PA 17603

## **Basic Financial Statements**

County of Lancaster, Pennsylvania

Statement of Net Position

December 31, 2024

|  | Primary<br>Government      | Component<br>Unit  |
|--|----------------------------|--|
|  |                            | Lancaster<br>County<br>Convention<br>Center<br>Authority |
|  | Governmental<br>Activities | Authority  |
| <b>ASSETS</b>  |                            |  |
| Cash and investments:  |                            |  |
| Operating  | \$ 159,995,182             | \$ 2,705,236   |
| Other  | 489,142                    | -  |
| Cash with fiscal agents  | 136                        | -  |
| Restricted cash and investments                                      | -                          | 22,420,525   |
| Receivables:   |                            |  |
| Room rental tax  | -                          | 1,435,514  |
| Taxes, net of allowance for uncollectibles of \$47,191               | 1,525,852                  | -  |
| Fines and costs, net of allowance for uncollectibles of \$35,425,277 | 4,213,518                  | -  |
| Accounts   | 4,039,483                  | -  |
| Due from other governments   | 15,162,656                 | -  |
| Other  | 1,015,000                  | 607,863  |
| Prepaid items  | -                          | 90,658   |
| Capital assets not being depreciated/amortized:                      |                            |  |
| Land   | 9,138,799                  | 1,607,517  |
| Construction in progress   | -                          | 1,382,192  |
| Easements  | 115,962,266                | -  |
| Capital assets being depreciated/amortized:                          |                            |  |
| Buildings and improvements   | 242,522,924                | 77,325,306   |
| Improvements other than buildings                                    | 1,849,019                  | -  |
| Furniture and equipment  | 71,239,935                 | 6,663,122  |
| Infrastructure   | 43,811,255                 | -  |
| Right to use leased buildings  | 12,508,132                 | -  |
| Right to use leased equipment  | 1,396,505                  | -  |
| Subscription assets  | 10,781,719                 | -  |
| Less accumulated depreciation/amortization                           | (179,505,522)              | (36,887,844)   |
| Total assets   | 516,146,001                | 77,350,089   |
| <b>DEFERRED OUTFLOWS OF RESOURCES</b>                                |                            |  |
| Deferred charge on refunding   | 3,447,636                  | -  |
| Deferred outflows related to pensions                                | 12,113,517                 | -  |
| Deferred outflows related to OPEB                                    | 5,548,449                  | -  |
| Total deferred outflows of resources                                 | 21,109,602                 | -  |
| <b>LIABILITIES</b>   |                            |  |
| Accounts payable   | 13,814,675                 | 2,520,259  |
| Contracts payable  | 702,173                    | -  |
| Retainage payable  | 101,561                    | -  |
| Accrued interest payable   | 788,361                    | 255,761  |
| Unearned revenue   | 38,131,079                 | 254,135  |
| Payroll related accruals   | 7,184,504                  | 6,948  |
| Long-term liabilities:   |                            |  |
| Due within one year  | 20,017,307                 | 885,000  |
| Due in more than one year  | 211,999,974                | 64,980,694   |
| Total liabilities  | 292,739,634                | 68,902,797   |
| <b>DEFERRED INFLOWS OF RESOURCES</b>                                 |                            |  |
| Deferred inflows related to OPEB                                     | 50,572,800                 | -  |
| Total deferred inflows of resources                                  | 50,572,800                 | -  |
| <b>NET POSITION</b>  |                            |  |
| Net investment in capital assets                                     | 193,786,818                | (1,436,605)  |
| Restricted for:  |                            |  |
| Federal and state grant programs                                     | 38,474,425                 | -  |
| Capital projects   | -                          | 3,303,381  |
| Public safety  | 5,527,288                  | -  |
| Community development  | 1,149,662                  | -  |
| Debt service   | -                          | 10,218,075   |
| Other  | -                          | 1,537,623  |
| Unrestricted (deficit)   | (44,995,024)               | (5,175,182)  |
| Total net position   | \$ 193,943,169             | \$ 8,447,292   |

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

County of Lancaster, Pennsylvania

Statement of Activities

For the Year Ended December 31, 2024

|  | Net (Expense) Revenue and Changes in<br>Net Position |                         |  |  |                     |
|--|--|-------------------------|--|--|---------------------|
|  | Program Revenues                                     |                         | Primary Government                       | Component Unit                                     |                     |
|  | Expenses   | Charges for<br>Services | Operating<br>Grants and<br>Contributions | Governmental<br>Activities                         |                     |
|  |  |                         | Primary Government                       | Component Unit                                     |                     |
|  |  |                         | Governmental<br>Activities               | Lancaster County<br>Convention<br>Center Authority |                     |
| <b>Functions/Programs</b>                    |  |                         |  |  |                     |
| <b>Primary Government:</b>                   |  |                         |  |  |                     |
| Governmental activities:                     |  |                         |  |  |                     |
| General government                           | \$ 46,155,609  | \$ 19,600,955           | \$ 26,341,574                            | \$ (213,080)                                       | \$ -                |
| Public safety                                | 19,068,734   | 10,247,612              | 6,508,404                                | (2,312,718)  | -                   |
| Roads and bridges                            | 1,448,277  | 6,993                   | 880,509                                  | (560,775)  | -                   |
| Health, education, and welfare:              |  |                         |  |  |                     |
| Drug and alcohol                             | 6,524,545  | 162,811                 | 6,508,273                                | 146,539  | -                   |
| Behavioral health and developmental services | 34,908,419   | 3,101,351               | 32,461,424                               | 654,356  | -                   |
| Office of aging                              | 10,221,101   | 60,947                  | 12,431,056                               | 2,270,902  | -                   |
| Children and youth                           | 41,490,525   | 230,914                 | 44,839,421                               | 3,579,810  | -                   |
| Other  | 387,577  | -                       | -  | (387,577)  | -                   |
| Judicial                                     | 65,013,449   | 6,762,236               | 10,324,670                               | (47,926,543)                                       | -                   |
| Corrections                                  | 41,946,681   | 1,805,328               | 1,452,104                                | (38,689,249)                                       | -                   |
| Cultural and recreation                      | 3,331,464  | 424,643                 | -  | (2,906,821)  | -                   |
| Community development                        | 6,285,524  | -                       | 6,320,982                                | 35,458   | -                   |
| Interest on long-term debt                   | 5,233,025  | -                       | -  | (5,233,025)  | -                   |
| Total government activities                  | <u>\$ 282,014,930</u>                                | <u>\$ 42,403,790</u>    | <u>\$ 148,068,417</u>                    | <u>(91,542,723)</u>                                | <u>-</u>            |
| <b>Component Unit:</b>                       |  |                         |  |  |                     |
| Convention center                            | \$ 10,460,674  | \$ 3,138,728            | \$ -                                     |  | (7,321,946)         |
| Total component unit                         | <u>\$ 10,460,674</u>                                 | <u>\$ 3,138,728</u>     | <u>\$ -</u>                              |  | <u>(7,321,946)</u>  |
| General Revenues:                            |  |                         |  |  |                     |
| Property taxes                               |  |                         |  | 128,336,152  | -                   |
| Unrestricted investment earnings             |  |                         |  | 7,094,181  | 1,199,893           |
| Room rental tax                              |  |                         |  | -  | 8,163,870           |
| Total general revenues                       |  |                         |  | <u>135,430,333</u>                                 | <u>9,363,763</u>    |
| Change in net position                       |  |                         |  |  |                     |
| Net position - beginning                     |  |                         |  | 43,887,610   | 2,041,817           |
| Net position - ending                        |  |                         |  | <u>150,055,559</u>                                 | <u>6,405,475</u>    |
|  |  |                         |  | <u>\$ 193,943,169</u>                              | <u>\$ 8,447,292</u> |

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

County of Lancaster, Pennsylvania

Balance Sheet - Governmental Funds

December 31, 2024

|  | General        | Children and Youth Services | Behavioral Health and Developmental Services | Domestic Relations | Capital Projects | Human Services Block Grant | Nonmajor Governmental Funds | Total Governmental Funds |
|--|----------------|-----------------------------|--|--------------------|------------------|----------------------------|-----------------------------|--------------------------|
| <b>ASSETS</b>  |                |                             |  |                    |                  |                            |                             |                          |
| Cash and investments:  |                |                             |  |                    |                  |                            |                             |                          |
| Operating  | \$ 103,453,568 | \$ 2,266,649                | \$ 43,235                                    | \$ 17,570,496      | \$ 20,996,534    | \$ 7,759,598               | \$ 7,905,102                | \$ 159,995,182           |
| Other  | -              | 76,310                      | 178,072                                      | -                  | -                | -                          | 234,760                     | 489,142                  |
| Cash with fiscal agents  | 136            | -                           | -  | -                  | -                | -                          | -                           | 136                      |
| Receivables:   |                |                             |  |                    |                  |                            |                             |                          |
| Taxes  | 1,573,043      | -                           | -  | -                  | -                | -                          | -                           | 1,573,043                |
| Less allowance for uncollectible taxes   | (47,191)       | -                           | -  | -                  | -                | -                          | -                           | (47,191)                 |
| Fines and costs  | 39,638,795     | -                           | -  | -                  | -                | -                          | -                           | 39,638,795               |
| Less allowance for uncollectible fines and costs   | (35,425,277)   | -                           | -  | -                  | -                | -                          | -                           | (35,425,277)             |
| Accounts   | 4,039,483      | -                           | -  | -                  | -                | -                          | -                           | 4,039,483                |
| Due from other governments   | 4,172,955      | 3,560,410                   | 4,873,057                                    | 1,044,034          | -                | -                          | 1,512,200                   | 15,162,656               |
| Other  | -              | -                           | -  | -                  | -                | -                          | -                           | -                        |
| Total assets   | \$ 117,405,512 | \$ 5,903,369                | \$ 5,094,364                                 | \$ 18,614,530      | \$ 20,996,534    | \$ 7,759,598               | \$ 9,652,062                | \$ 185,425,969           |
| <b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>   |                |                             |  |                    |                  |                            |                             |                          |
| Liabilities:   |                |                             |  |                    |                  |                            |                             |                          |
| Accounts payable   | \$ 4,129,458   | \$ 2,896,932                | \$ 4,518,631                                 | \$ 5,673           | \$ -             | \$ -                       | \$ 2,263,981                | \$ 13,814,675            |
| Contracts payable  | -              | -                           | -  | -                  | 702,173          | -                          | -                           | 702,173                  |
| Retainage payable  | 84,098         | -                           | -  | -                  | -                | -                          | 17,463                      | 101,561                  |
| Unearned revenue - intergovernmental   | 29,465,183     | -                           | -  | -                  | -                | 7,759,598                  | 906,298                     | 38,131,079               |
| Payroll related accruals   | 5,352,402      | 717,457                     | 575,733                                      | 276,438            | -                | -                          | 262,474                     | 7,184,504                |
| Total liabilities  | 39,031,141     | 3,614,389                   | 5,094,364                                    | 282,111            | 702,173          | 7,759,598                  | 3,450,216                   | 59,933,992               |
| Deferred inflows of resources:   |                |                             |  |                    |                  |                            |                             |                          |
| Unavailable revenue-property taxes and fines & costs   | 4,187,612      | -                           | -  | -                  | -                | -                          | -                           | 4,187,612                |
| Total deferred inflows of resources  | 4,187,612      | -                           | -  | -                  | -                | -                          | -                           | 4,187,612                |
| Fund Balances:   |                |                             |  |                    |                  |                            |                             |                          |
| Restricted:  |                |                             |  |                    |                  |                            |                             |                          |
| Health, education, and welfare   | 7,334,204      | 2,288,980                   | -  | -                  | -                | -                          | 3,913,980                   | 13,537,164               |
| Roads and bridges  | 1,698,853      | -                           | -  | -                  | -                | -                          | 1,138,204                   | 2,837,057                |
| General government   | 2,077,483      | -                           | -  | -                  | -                | -                          | -                           | 2,077,483                |
| Public safety  | 5,527,288      | -                           | -  | -                  | -                | -                          | -                           | 5,527,288                |
| Judicial   | 1,690,302      | -                           | -  | 18,332,419         | -                | -                          | -                           | 20,022,721               |
| Community development  | -              | -                           | -  | -                  | -                | -                          | 1,149,662                   | 1,149,662                |
| Committed:   |                |                             |  |                    |                  |                            |                             |                          |
| Capital projects   | -              | -                           | -  | -                  | 20,294,361       | -                          | -                           | 20,294,361               |
| Assigned:  |                |                             |  |                    |                  |                            |                             |                          |
| Future benefits  | 1,200,474      | -                           | -  | -                  | -                | -                          | -                           | 1,200,474                |
| Healthcare benefits  | 2,454,976      | -                           | -  | -                  | -                | -                          | -                           | 2,454,976                |
| Corrections  | 1,032,483      | -                           | -  | -                  | -                | -                          | -                           | 1,032,483                |
| Unassigned   | 51,170,696     | -                           | -  | -                  | -                | -                          | -                           | 51,170,696               |
| Total fund balances  | 74,186,759     | 2,288,980                   | -  | 18,332,419         | 20,294,361       | -                          | 6,201,846                   | 121,304,365              |
| Total liabilities, deferred inflows of resources, and fund balances  | \$ 117,405,512 | \$ 5,903,369                | \$ 5,094,364                                 | \$ 18,614,530      | \$ 20,996,534    | \$ 7,759,598               | \$ 9,652,062                | \$ 185,425,969           |
| Total fund balances  |                |                             |  |                    |                  |                            |                             | \$ 121,304,365           |
| Amounts reported for governmental activities in the statement of net position are different because:   |                |                             |  |                    |                  |                            |                             |                          |
| Capital assets used in governmental activities are not current financial resources and, therefore, are not reported as assets in the governmental funds. (Note 7)  |                |                             |  |                    |                  |                            |                             | 329,705,032              |
| Certain receivables are not available to pay for current-period expenditures and, therefore, are not recognized or unearned in the funds.  |                |                             |  |                    |                  |                            |                             | 4,187,612                |
| Long-term liabilities, including general obligation bonds, notes payable, total pension liabilities, total OPEB liabilities, and related deferred inflows and outflows, are not due and payable in the current period and, therefore, are not reported as liabilities in the funds. (Note 3) |                |                             |  |                    |                  |                            |                             | (262,268,840)            |
| Other long-term note receivable  |                |                             |  |                    |                  |                            |                             | 1,015,000                |
| Total net position of governmental activities  |                |                             |  |                    |                  |                            |                             | \$ 193,943,169           |

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

County of Lancaster, Pennsylvania

Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds

For the Year Ended December 31, 2024

|   | General               | Children and Youth Services | Behavioral Health and Developmental Services | Domestic Relations   | Capital Projects     | Human Services Block Grant | Nonmajor Governmental Funds | Total Governmental Funds |
|---|-----------------------|-----------------------------|--|----------------------|----------------------|----------------------------|-----------------------------|--------------------------|
| <b>REVENUES</b>   |                       |                             |  |                      |                      |                            |                             |                          |
| Real estate taxes   | \$ 128,762,886        | \$ -                        | \$ -   | \$ -                 | \$ -                 | \$ -                       | \$ -                        | \$ 128,762,886           |
| Intergovernmental   | 35,484,319            | 44,839,421                  | 32,461,424                                   | 6,091,918            | -                    | -                          | 26,140,820                  | 145,017,902              |
| Departmental  | 27,816,127            | 230,914                     | 1,742,405                                    | 11,180               | -                    | -                          | 54,870                      | 29,855,496               |
| Fines and costs   | 3,264,102             | -                           | -  | -                    | -                    | -                          | -                           | 3,264,102                |
| Investment earnings                                       | 5,563,927             | -                           | -  | 850,421              | 157,564              | 414,579                    | 107,690                     | 7,094,181                |
| Other   | 9,231,975             | -                           | 1,067  | -                    | 1,582,422            | -                          | 244,340                     | 11,059,804               |
| Health Choices revenues                                   | -                     | -                           | 1,357,879                                    | -                    | -                    | -                          | -                           | 1,357,879                |
| <b>Total revenues</b>                                     | <b>\$ 210,123,336</b> | <b>\$ 45,070,335</b>        | <b>\$ 35,562,775</b>                         | <b>\$ 6,953,519</b>  | <b>\$ 1,739,986</b>  | <b>\$ 414,579</b>          | <b>\$ 26,547,720</b>        | <b>\$ 326,412,250</b>    |
| <b>EXPENDITURES</b>                                       |                       |                             |  |                      |                      |                            |                             |                          |
| Current:  |                       |                             |  |                      |                      |                            |                             |                          |
| General government  | \$ 45,912,513         | \$ -                        | \$ -   | \$ -                 | \$ -                 | \$ -                       | \$ -                        | \$ 45,912,513            |
| Public safety   | 10,459,837            | -                           | -  | -                    | -                    | -                          | -                           | 10,459,837               |
| Roads and bridges   | -                     | -                           | -  | -                    | -                    | -                          | 403,480                     | 403,480                  |
| Health, education, and welfare:                           |                       |                             |  |                      |                      |                            |                             |                          |
| Drug and alcohol  | -                     | -                           | -  | -                    | -                    | -                          | 6,872,598                   | 6,872,598                |
| Behavioral Health and Developmental Services              | -                     | -                           | 35,831,340                                   | -                    | -                    | -                          | -                           | 35,831,340               |
| Office of aging   | -                     | -                           | -  | -                    | -                    | -                          | 11,872,504                  | 11,872,504               |
| Children and youth  | -                     | 51,334,318                  | -  | -                    | -                    | -                          | -                           | 51,334,318               |
| Other   | -                     | -                           | -  | -                    | -                    | 385,577                    | -                           | 385,577                  |
| Judicial  | 57,937,029            | -                           | -  | 8,416,068            | -                    | -                          | -                           | 66,353,097               |
| Corrections   | 39,923,877            | -                           | -  | -                    | -                    | -                          | -                           | 39,923,877               |
| Cultural and recreation                                   | 3,180,931             | -                           | -  | -                    | -                    | -                          | -                           | 3,180,931                |
| Community development                                     | -                     | -                           | -  | -                    | -                    | -                          | 6,320,982                   | 6,320,982                |
| Capital outlay  | 16,708,719            | 155,085                     | 294,240                                      | 16,330               | 10,000,193           | -                          | 1,282,275                   | 28,456,842               |
| Debt Service:   |                       |                             |  |                      |                      |                            |                             |                          |
| Principal retirement                                      | 13,340,331            | -                           | 207,222                                      | -                    | -                    | -                          | -                           | 13,547,553               |
| Interest and fiscal charges                               | 5,163,149             | -                           | 301,136                                      | -                    | -                    | -                          | -                           | 5,464,285                |
| <b>Total expenditures</b>                                 | <b>\$ 192,626,386</b> | <b>\$ 51,489,403</b>        | <b>\$ 36,633,938</b>                         | <b>\$ 8,432,398</b>  | <b>\$ 10,000,193</b> | <b>\$ 385,577</b>          | <b>\$ 26,751,839</b>        | <b>\$ 326,319,734</b>    |
| Excess (deficiency) of revenues over (under) expenditures | \$ 17,496,950         | \$ (6,419,068)              | \$ (1,071,163)                               | \$ (1,478,879)       | \$ (8,260,207)       | \$ 29,002                  | \$ (204,119)                | \$ 92,516                |
| <b>OTHER FINANCING SOURCES (USES)</b>                     |                       |                             |  |                      |                      |                            |                             |                          |
| Transfers in  | \$ -                  | \$ 8,482,493                | \$ 1,071,163                                 | \$ 1,751,892         | \$ 9,263,125         | \$ 590,150                 | \$ 1,090,424                | \$ 22,249,247            |
| Transfers out   | (21,630,095)          | -                           | -  | -                    | -                    | (619,152)                  | -                           | (22,249,247)             |
| Face amount of refunding bonds issued                     | 24,715,000            | -                           | -  | -                    | -                    | -                          | -                           | 24,715,000               |
| Payment to refunded bond escrow agent                     | (27,360,622)          | -                           | -  | -                    | -                    | -                          | -                           | (27,360,622)             |
| Premium on refunding bonds issued                         | 2,918,018             | -                           | -  | -                    | -                    | -                          | -                           | 2,918,018                |
| Subscriptions   | 8,891,642             | -                           | -  | -                    | -                    | -                          | -                           | 8,891,642                |
| <b>Total other financing sources (uses)</b>               | <b>(12,466,057)</b>   | <b>8,482,493</b>            | <b>1,071,163</b>                             | <b>1,751,892</b>     | <b>9,263,125</b>     | <b>(29,002)</b>            | <b>1,090,424</b>            | <b>9,164,038</b>         |
| Net change in fund balances                               | 5,030,893             | 2,063,425                   | -  | 273,013              | 1,002,918            | -                          | 886,305                     | 9,256,554                |
| Fund balances, January 1                                  | 69,155,866            | 225,555                     | -  | 18,059,406           | 19,291,443           | -                          | 5,315,541                   | 112,047,811              |
| <b>Fund balances, December 31</b>                         | <b>\$ 74,186,759</b>  | <b>\$ 2,288,980</b>         | <b>\$ -</b>                                  | <b>\$ 18,332,419</b> | <b>\$ 20,294,361</b> | <b>\$ -</b>                | <b>\$ 6,201,846</b>         | <b>\$ 121,304,365</b>    |

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

County of Lancaster, Pennsylvania

Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances  
of Governmental Funds to the Statement of Activities

For the Year Ended December 31, 2024

|   |                      |
|---|----------------------|
| Net change in fund balances - total governmental funds  | \$ 9,256,554         |
| The change in net position reported for <i>governmental activities</i> in the statement of activities is different because:   |                      |
| Governmental funds report capital outlays (including easements) as expenditures. However, in the statement of activities, the cost of these assets is allocated over their estimated useful lives and reported as depreciation/amortization expense. This is the amount by which depreciation/amortization expense exceeded capital outlays in the current period. (Note 3) | 13,313,667           |
| Unearned revenues that do not provide current financial resources and activities which are not recognized as available in the governmental funds but are earned in the statement of activities.   | (509,710)            |
| The issuance of long-term debt (i.e., bonds, notes) 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. (Note 3)   | 7,301,533            |
| Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are amortized in the statement of activities. (Note 3)  | (421,014)            |
| Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds. (Note 3)  | 15,091,580           |
| The repayment of a long-term note receivable provides current financial resources to governmental funds. This transaction, however, does not have any effect on net position. (Note 3)  | <u>(145,000)</u>     |
| Change in net position of governmental activities   | <u>\$ 43,887,610</u> |

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

County of Lancaster, Pennsylvania  
Statement of Fiduciary Net Position – Fiduciary Funds  
December 31, 2024

|  | Pension Trust<br>Fund | Custodial<br>Fund   |
|--|-----------------------|---------------------|
| <b>ASSETS</b>                            |                       |                     |
| Cash and temporary investments-operating | \$ 3,903,404          | \$ 25,420,842       |
| Investments, at fair value:              |                       |                     |
| U.S. Government securities               | 28,102,322            | –                   |
| Domestic corporate bonds                 | 9,973,626             | –                   |
| International corporate bonds            | 1,687,296             | –                   |
| Collateralized mortgage obligations      | 1,945,207             | –                   |
| Real estate                              | 21,625,195            | –                   |
| Defensive equity                         | 20,406,968            | –                   |
| Private equity                           | 18,020,242            | –                   |
| Infrastructure                           | 30,281,383            | –                   |
| Private credit                           | 27,594,059            | –                   |
| Equity mutual funds                      | 100,774,660           | –                   |
| Global mutual funds                      | 59,349,946            | –                   |
| International equity mutual funds        | 31,015,248            | –                   |
| Fixed income mutual funds                | 42,278,293            | –                   |
| Total investments                        | 393,054,445           | –                   |
| Receivables                              | 1,005,439             | –                   |
| Total assets                             | 397,963,288           | 25,420,842          |
| <b>LIABILITIES</b>                       |                       |                     |
| Due to other funds                       |                       |                     |
| Deferred revenue-net pension obligation  |                       |                     |
| Deposits and advances                    | –                     | 2,181,681           |
| Escrow liability                         | –                     | 5,447,802           |
| Other liabilities                        | –                     | 1,793,148           |
| Due to other governments                 | –                     | 8,941,737           |
| Total liabilities                        | –                     | 18,364,368          |
| Available for benefits                   |                       |                     |
| <b>TOTAL RESTRICTED NET POSITION</b>     | <b>\$ 397,963,288</b> | <b>\$ 7,056,474</b> |

County of Lancaster, Pennsylvania  
Statement of Changes in Fiduciary Net Position  
For the Year Ended December 31, 2024

|   | Pension Trust<br>Fund | Custodial<br>Fund |
|---|-----------------------|-------------------|
| <b>ADDITIONS</b>  |                       |                   |
| Contributions:  |                       |                   |
| Employer  | \$ 5,412,015          | \$ -              |
| Plan members  | 8,793,906             | -                 |
| Taxes   | -                     | 222,937,610       |
| Fees, fines, and costs                                      | -                     | 33,243,312        |
| Bail and advanced costs                                     | -                     | 3,350,186         |
| Inmate funds  | -                     | 2,367,026         |
| Child support   | -                     | 1,524,352         |
| Miscellaneous   | -                     | 5,759,710         |
| Total contributions   | 14,205,921            | 269,182,196       |
| Investment income:  |                       |                   |
| Net appreciation in fair value of investments               | 16,514,329            | -                 |
| Interest and dividends                                      | 19,811,304            | -                 |
| Less investment expenses                                    | (438,632)             | -                 |
| Net investment income                                       | 35,887,001            | -                 |
| Total additions   | 50,092,922            | 269,182,196       |
| <b>DEDUCTIONS</b>   |                       |                   |
| Benefit payments, including refunds of member contributions | 22,656,807            | -                 |
| Administrative expenses                                     | 62,386                | -                 |
| Taxes   | -                     | 222,937,610       |
| Fees, fines, and costs                                      | -                     | 33,321,265        |
| Bail and advanced costs                                     | -                     | 3,350,186         |
| Inmate funds  | -                     | 2,367,026         |
| Child support   | -                     | 1,524,352         |
| Miscellaneous   | 31,807                | 2,774,525         |
| Total deductions  | 22,751,000            | 266,274,964       |
| Net increase in net position                                | 27,341,922            | 2,907,232         |
| <b>RESTRICTED NET POSITION</b>                              |                       |                   |
| Beginning of year   | 370,621,366           | 4,149,242         |
| End of year   | \$ 397,963,288        | \$ 7,056,474      |

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# County of Lancaster, Pennsylvania

## Notes to Financial Statements

December 31, 2024

### **1. Summary of Significant Accounting Policies**

The financial statements of the County of Lancaster (the County) have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to government units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the County's accounting policies are described below.

#### **Reporting Entity**

In evaluating how to define the County for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made by applying the criteria set forth in GAAP. GAAP defines the reporting entity as the primary government and those component units for which the primary government is financially accountable. Financial accountability is defined as the appointment of a voting majority of the component unit's board and either the ability to impose will by the primary government or the possibility that the component unit will provide a financial benefit or impose a financial burden on the primary government. The primary government may also be financially accountable if a potential component unit is fiscally dependent on the primary government regardless of whether the organization has a separately elected governing board, a governing board appointed by a higher level of government, or a jointly appointed board. Conditions that would indicate the ability to impose will by the primary government include, but are not limited to: the primary government's ability to remove appointed members of the organization's governing board at will; the ability to modify or approve the budget of the organization; the ability to modify or approve rate or fee changes affecting revenues; the ability to veto, overrule, or modify the decisions of the organization's governing body; and the ability to appoint, hire, reassign, or dismiss management of the organization. Conditions that would indicate the possibility that the component unit will provide a financial benefit or impose a financial burden on the primary government include, but are not limited to, the legal entitlement or access by the primary government to the organization's resources, legal obligation by the primary government to finance the deficits of or provide financial support to the organization, and the obligation by the primary government for the debt of the organization. Based upon the application of these criteria, one entity met the requirements to be included in the County's reporting entity.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### 1. Summary of Significant Accounting Policies (continued)

##### Reporting Entity (continued)

###### *Component Unit*

The Lancaster County Convention Center Authority (the Convention Center Authority) was formed on September 15, 1999, under the Municipal Authority Act of 1945 and the Third-Class County Convention Center Authority Act. The purpose of the Convention Center Authority is to provide financing and arrange for the development, construction, and operation of the convention center facilities for the public purpose of promoting, attracting, stimulating, developing, and expanding business, industry, commerce, and tourism in the Commonwealth of Pennsylvania.

The Convention Center Authority is a legally separate organization administered by a seven-member Board, of which three Board Members are appointed by the County Commissioners, three Board Members are appointed by the City of Lancaster, and the remaining Board Member is appointed on an alternating basis between the aforementioned appointing entities.

The County is financially accountable for the Convention Center Authority because the Convention Center Authority is fiscally dependent on the County, based upon GAAP. The County has established a hotel room rental tax, applied to all hotel room rentals throughout the County; the Convention Center Authority relies on the County to levy these taxes or set rates or charges, as it does not have the power to do so on its own. The revenues derived from this hotel room rental tax provide substantially all operating revenues of the Convention Center Authority. The Convention Center Authority imposes an additional financial burden on the County by virtue of the County's guarantee to replenish the required reserve amounts associated with the Convention Center Authority's Hotel Room Tax Revenue Bonds.

As a result of the above criteria, the Convention Center Authority is considered to be a discretely presented component unit of the County. Complete financial statements of this component unit can be requested from the County Controller's Office of Lancaster County, 150 North Queen Street, Suite 710, Lancaster, Pennsylvania 17603.

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**1. Summary of Significant Accounting Policies (continued)**

**Reporting Entity (continued)**

*Related Organizations*

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

- Lancaster Airport Authority
- Lancaster County Agricultural Preservation Board
- Lancaster County Behavioral Health and Developmental Services Advisory Board
- Lancaster County Board of Assessment
- Lancaster County Children and Youth Advisory Board
- Lancaster County Conservation District
- Lancaster County Drug and Alcohol Advisory Board
- Lancaster County Health Advisory Council
- Lancaster County Hospital Authority
- Lancaster County Housing Authority
- Lancaster County Land Bank Authority
- Lancaster County Office of Aging Advisory Board
- Lancaster County Planning Commission
- Lancaster County Public Safety Training Center Authority
- Lancaster County Redevelopment Authority
- Lancaster County Solid Waste Management Authority
- Lancaster County Solid Waste Management Authority Citizen Advisory
- Lancaster County Vacant Property Reinvestment Board
- Lancaster County Workforce Development Board
- Library System of Lancaster County
- Red Rose Transit Authority
- South Central Transit Authority
- Speedwell Forge Advisory Council
- Youth Intervention Center Board of Managers

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### 1. Summary of Significant Accounting Policies (continued)

##### Reporting Entity (continued)

###### *Other Organization*

Capital Area Behavioral Health Collaborative, Inc. is a private, not-for-profit company formed out of the collaboration among Cumberland, Dauphin, Lancaster, Lebanon, and Perry Counties' programs of Mental Health and Drug and Alcohol. The County participates in Pennsylvania's innovative mandatory managed care program for Medical Assistance consumers, the Health Choices Behavioral Health Program. The program is designed to improve access and quality of care for Medical Assistance consumers throughout Pennsylvania.

##### **Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The basic financial statements include both government-wide financial statements, which are based on the County as a whole, and fund financial statements.

###### *Government-wide Financial Statements*

The government-wide financial statements (statement of net position and statement of activities) report information on all of the non-fiduciary activities of the primary government and its component unit. The focus of the government-wide financial statements is more on sustainability of the County as an entity and the change in aggregate financial position resulting from activities of the fiscal period. As a general rule, the effect of interfund activity has been eliminated from these statements. The County's policy is to eliminate internal activity by distinguishing overhead costs through its cost allocation plan, which are eliminated during consolidation, from interfund services provided and used between functions, which are not eliminated. The County does not allocate indirect costs on the statement of activities. Governmental activities are normally supported by taxes and intergovernmental revenues. Also, the primary government is reported separately from the legally separate component unit for which the primary government is financially accountable.

In the government-wide statement of net position, the governmental activities column is presented on a consolidated basis and is presented using the economic resources measurement focus and the accrual basis of accounting, which incorporates long-term assets, as well as long-term debt and obligations. Interfund balances between governmental funds are not included in the government-wide statement of net position.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### 1. Summary of Significant Accounting Policies (continued)

##### Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

###### *Government-wide Financial Statements (continued)*

The government-wide statement of activities demonstrates the degree to which the direct expenses of a given functional category (public safety, general government, etc.) are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific functional category. Expenses reported for functional activities do not include allocated indirect expenses. Program revenues include 1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given functional category and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular functional category. Taxes and other items that are not included among program revenues are reported instead as general revenues.

###### *Fund Financial Statements*

In accordance with GAAP, the financial transactions of the County are recorded in individual funds. Each fund is a separate accounting entity with a self-balancing set of accounts that comprise its assets, liabilities, fund balance, revenues, and expenditures. Emphasis under the GAAP reporting model is on major funds in the governmental categories. GAAP sets forth minimum criteria for the determination of major funds. The nonmajor funds in each category are combined in a column in the fund financial statements and detailed in the combining and individual fund statements and schedules section.

The governmental fund financial statements are presented using a current financial resources measurement focus and the modified accrual basis of accounting. Under the modified accrual basis of accounting, revenues are recorded when susceptible to accrual: both measurable and available. "Available" means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period. The County considers property taxes as available if collected within 60 days after year-end.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### 1. Summary of Significant Accounting Policies (continued)

##### Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

###### *Fund Financial Statements (continued)*

Property taxes, fines, and costs due but not collected within 60 days after year-end are reflected as a deferred inflow of resources. Licenses and permits are recorded as revenues when received. Intergovernmental revenues, consisting primarily of federal, state, and other grants for the purpose of funding specific expenditures, are recognized when earned or at the time of the specific expenditure, or the amounts are deferred and recognized as an inflow of resources in the period that amounts become available. Interest earnings are recorded when earned. Real estate tax, intergovernmental, departmental, fines and costs, interest, Health Choices, and telephone subscriber revenues are all considered susceptible to accrual and, as a result, have been recognized as revenue in the current year.

Expenditures are generally recognized under the modified accrual basis of accounting when they are paid from current expendable financial resources. The exception to this general rule is that principal and interest on general obligation long-term debt is recognized as fund liabilities when due and payable. As the governmental fund statements are presented on a different measurement focus and basis of accounting than the government-wide statements' governmental activities column, reconciliations are presented which briefly explain the adjustments necessary to reconcile the governmental fund financial statements to the government-wide financial statements.

Net position is restricted when constraints placed on it is either externally imposed or is imposed by constitutional provisions or enabling legislation. Internally imposed designations of resources are not presented as restricted net position.

When both restricted and unrestricted resources are available for use, it is the County's policy to use restricted resources first, then unrestricted resources as they are needed.

The County's fiduciary funds are presented in the fund financial statements by type (Pension Trust Fund and Custodial Fund). Since by definition, the assets of these funds are held for the benefit of a third-party (third-parties, pension participants, etc.) and cannot be used to satisfy obligations of the County, these funds are not incorporated into the government-wide financial statements. The County's fiduciary funds are presented on the accrual basis of accounting and economic resources measurement focus.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### 1. Summary of Significant Accounting Policies (continued)

##### Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

###### *Fund Financial Statements (continued)*

The following major funds are used by the County:

###### *Governmental Funds*

The focus of governmental fund measurement in the fund financial statements is upon the determination of financial position and changes in financial position (sources, uses, and balances of financial resources) rather than upon net income. The following is a description of the major governmental funds of the County:

- General Fund – The General Fund accounts for numerous County primary services (public safety, judicial, corrections, general government, cultural and recreation, debt service, etc.) and is the primary operating unit of the County. It accounts for all financial resources of the general government, except those required to be accounted for by another fund.
- Children and Youth Services Fund – This special revenue fund is used to account for amounts received from various federal, state, and local sources. Local sources include dependent support and revenues received from other counties for detention services. These funds are restricted to provide support services to underprivileged juveniles.
- Behavioral Health and Developmental Services Fund – This special revenue fund is used to account for amounts received from various federal, state, and local sources. Local sources include payments from third parties which include payments for rent. These funds are restricted to provide assistance and medical care to those individuals with mental health and developmental disabilities.
- Domestic Relations Fund – This special revenue fund is used to account for amounts received from various federal and local sources. Local sources include blood test fees and EFT support fees. These funds are restricted to enforce the support obligations owed by absent parents, locate absent parents, and establish paternity to obtain child and spousal support.

# County of Lancaster, Pennsylvania

## Notes to Financial Statements (continued)

### 1. Summary of Significant Accounting Policies (continued)

#### Measurement Focus, Basis of Accounting, and Financial Statement Presentation (continued)

##### *Fund Financial Statements (continued)*

##### *Governmental Funds (continued)*

- Capital Projects Fund – The Capital Projects Fund is used to account for the resources and expenditures related to construction within the County.
- Human Services Block Grant Fund – This special revenue fund is used to account for amounts received from various federal and state sources. These funds are restricted to provide assistance and care to individuals with mental health and developmental disabilities, individuals experiencing drug and alcohol addiction, individuals experiencing homelessness, and other programs within the Human Services Development Fund.

##### *Other Funds*

In addition to the major funds discussed above, the County reports the following fiduciary fund types:

- Pension Trust Fund – This fund is used to account for the accumulation of resources for pension payments to qualified County employees under a single-employer contributory defined benefit pension plan covering substantially all County employees.
- Custodial Fund – This fund is used to account for assets held by the County as an agent for individuals, private organizations, and other governmental units. The following County agencies collect fees, fines, and taxes for distribution to other governmental units and citizens for whom it was collected, and are collectively reported as a custodial fund:
  - Prothonotary
  - Recorder of Deeds
  - Treasurer
  - Register of Wills
  - Domestic Relations Office (Support Account)
  - Sheriff
  - Clerk of Courts
  - Magisterial District Judges

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### 1. Summary of Significant Accounting Policies (continued)

##### **Basis of Accounting**

###### *Discretely Presented Component Unit*

The Convention Center Authority utilizes the accrual basis of accounting, under which revenues are recorded in the period that they are earned, and expenses are recorded when the liability is incurred.

##### **Hotel Room Rental Tax**

###### *Discretely Presented Component Unit*

The County receives a 3.9% hotel room rental tax and a 1.1% excise tax from the operators of each hotel within the County. Of the 3.9% tax, 20% was originally allocated to Discover Lancaster to be used to promote tourism in Lancaster County, and 80% was received by the Convention Center Authority (Authority) to be used for the construction and operation of the convention center facility. Revenue was recognized in the period to which the County attributed collection.

On July 31, 2014, the Convention Center Authority entered into a collaboration agreement with the County, Discover Lancaster, the City of Lancaster (City), the Redevelopment Authority of the City of Lancaster (RCAL), and the Lancaster City Revitalization and Improvement Zone Authority (Lancaster CRIZ Authority). Under the collaboration agreement, Discover Lancaster agreed to direct 100% of the hotel room rental tax revenue to the Convention Center Authority for the period July 2014 through June 2019. As of December 31, 2016, and each December 31 thereafter, if the funds on deposit with the trustee under the terms of the indenture exceed \$5,750,000 after all obligations have been paid, the Convention Center Authority shall remit the lesser of any funds in excess of \$5,750,000 or 20% of the hotel room rental tax revenue by January 15 of the following year to Discover Lancaster.

In July 2022, the Authority and Discover Lancaster entered into a memorandum of understanding which extended Discover Lancaster's commitment to directing its 20% of the hotel room rental tax revenues to the Authority through December 31, 2057.

For the year ended December 31, 2024, the Authority's funds on deposit with the trustee under the terms of the trust indenture exceed the established thresholds, and \$2,039,387 of the hotel room rental tax revenue was payable to Discover Lancaster under the terms of the Collaboration Agreement.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **1. Summary of Significant Accounting Policies (continued)**

##### **New Accounting Pronouncements**

The GASB has issued Statement No. 100, Accounting Changes and Error Corrections—an amendment of GASB Statement No. 62. The requirements of this Statement will take effect for financial statements starting with the fiscal year beginning after June 15, 2023, and all reporting periods thereafter. The County implemented this standard during the year ended December 31, 2024, and it did not have a material impact on the financial statements.

The GASB has issued Statement No. 101, Compensated Absences. The requirements of this Statement will take effect for financial statements starting with the fiscal year beginning after December 15, 2023, and all reporting periods thereafter. The County implemented this standard during the year ended December 31, 2024, and it did not have a material impact on the financial statements.

The GASB has issued Statement No. 102, Certain Risk Disclosures. The requirements of this Statement will take effect for financial statements starting with the fiscal year beginning after June 15, 2024. The County will be analyzing the effects of this pronouncement and plans to adopt it, as applicable, by its effective date.

The GASB has issued Statement No. 103, Financial Reporting Model Improvements. The requirements of this Statement will take effect for financial statements starting with the fiscal year beginning after June 15, 2025. The County will be analyzing the effects of this pronouncement and plans to adopt it, as applicable, by its effective date.

The GASB has issued Statement No. 104, Disclosure of Certain Capital Assets. The requirements of this Statement will take effect for financial statements starting with the fiscal year beginning after June 15, 2025. The County will be analyzing the effects of this pronouncement and plans to adopt it, as applicable, by its effective date.

##### **Pooled Cash and Temporary Investments**

The majority of cash balances and temporary investments of most governmental funds and the Custodial Fund are pooled by the County. Balances are segregated by fund but accounted for centrally for receipt and disbursement purposes. Interest income is reported in the General Fund, except for amounts allocated to those funds where there is a statutory requirement to do so, as dictated in program and/or grant requirements. Individual fund pooled cash and temporary investment deficits are subsidized through transfers from the General Fund at year end.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **1. Summary of Significant Accounting Policies (continued)**

##### **Pooled Cash and Temporary Investments (continued)**

Temporary investments are defined as short term with original maturities of three months or less that are readily convertible to known amounts of cash, which include money market investments.

#### **2. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position**

##### **Cash and Cash Equivalents**

###### *Discretely Presented Component Unit*

The Convention Center Authority considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

##### **Investments**

In accordance with authorized investment laws, the County invests in various fixed income securities, mutual funds, money market funds, brokered CDs, and equity securities. These securities are reported at fair value on the balance sheet. Unrealized appreciation or depreciation on investments due to changes in fair value is recognized in individual fund operations each year. Fair values are based on published market prices, quotations from national securities exchanges and securities pricing services, or by the respective fund managers for securities which are not actively traded.

Investments are reported at fair value in accordance with GAAP. Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. The County categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities. Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly. Finally, Level 3 inputs are unobservable inputs, such as management's assumptions and information about market participant assumptions that are reasonably available.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **2. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position (continued)**

##### **Investments (continued)**

###### *Discretely Presented Component Unit*

The Convention Center Authority accounts for investments at fair value. The fair value of the Convention Center Authority's investments is based upon values provided by external investment managers and quoted market prices.

The Convention Center Authority categorizes its fair value measurements within the fair value hierarchy established by accounting principles generally accepted in the United States of America. 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.

##### **Short-Term Interfund Receivables/Payables**

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. The receivables and payables resulting from these transactions are classified as "due from other funds" or "due to other funds" on the fund balance sheet.

##### **Restricted Assets**

###### *Discretely Presented Component Unit*

Certain proceeds of revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net position, because their use is limited by applicable trust indentures or other agreements. As of December 31, 2024, restricted assets included cash and investments in the amount of \$22,420,525.

The cost of capital assets acquired for general government purposes is recorded as an expenditure in the governmental funds and as an asset in the government-wide financial statements to the extent the County's capitalization threshold has been met. The County capitalizes assets valued over \$5,000 with a useful life longer than one year.

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**2. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position (continued)**

**Restricted Assets (continued)**

*Discretely Presented Component Unit (continued)*

All purchased capital assets are valued at cost where historical records are available and at an estimated historical cost where no historical records exist. Donated capital assets are recorded at acquisition value at the date of donation.

Maintenance, repairs, and minor renovations are charged to operations when incurred. Expenditures that materially increase values, change capacities, or extend useful lives are capitalized. Upon sale or retirement, the cost and related accumulated depreciation is eliminated from the respective accounts, and any resulting gain or loss is included in the determination of net income for the period.

**Capital Assets**

Capital assets of the County are depreciated using the straight-line method over the estimated useful lives of purchased and donated assets as follows:

|                                   |             |
|-----------------------------------|-------------|
| Infrastructure                    | 40 Years    |
| Buildings and Improvements        | 40 Years    |
| Furniture and Equipment           | 5-20 Years  |
| Improvements other than buildings | 20-30 Years |

The County has an art collection that is not capitalized because the collection meets the criteria for non-capitalization in accordance with GAAP. Specifically, the collection is held for reasons other than financial gain. The collection is protected, kept unencumbered, cared for, and preserved; it is subject to an organizational policy requiring that the proceeds from sales of collection items be used to acquire other items for collections.

In order to preserve farmland and open space, the County purchases agricultural easements. An agricultural easement restricts the use of land from commercial development in perpetuity and encourages the continued agricultural use of land. An easement is thus considered an intangible asset of the County.

Capital assets are carried at cost, if purchased or constructed. Capital assets are defined by the Convention Center Authority as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Building, furniture, fixtures, and equipment are depreciated over the estimated useful lives using the straight-line method.

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**2. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position (continued)**

**Capital Assets (continued)**

The useful lives for purposes of computing depreciation are as follows:

|                                    |            |
|------------------------------------|------------|
| Buildings                          | 40 Years   |
| Furniture, Fixtures, and Equipment | 3-10 Years |

Major outlays for capital assets and improvements are capitalized as projects are constructed. A portion of the interest incurred during the construction phase of capital assets is included as part of the capitalized value of the asset constructed.

**Unearned Revenue**

Unearned revenue arises when resources are received by the government before it has a legal claim to them, as when grant monies are received prior to the incurrence of qualifying expenditures. In subsequent periods, when revenue recognition criteria are met or when the County has a legal claim to the resources, the liability for unearned revenue is removed from the financial statements and revenue is recognized.

*Discretely Presented Component Unit*

Unearned revenue represents deposits received by the Convention Center Authority for future events. These deposits will be recognized as revenue in the period in which the event occurs.

**Deferred Outflows/Inflows of Resources**

In accordance with GAAP, the County reports a deferred outflow of resources in the statement of net position resulting from the deferred charge on debt refunding resulting from the difference between the carrying value of the refunded debt and its reacquisition price and amortized over the shorter of the life of the refunded or refunding debt.

The County recognizes deferred outflows and inflows of resources in the statement of net position resulting from differences in experience, changes of assumptions, and differences between actual and expected earnings relating to the County's pension plan.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **2. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position (continued)**

##### **Deferred Outflows/Inflows of Resources (continued)**

The County reports a deferred inflow of resources in its governmental funds. A deferred inflow of resources arises when potential revenue does not meet both the “measurable” and “available” criteria for recognition in the current period, such as property taxes, fines, and costs due but not collected within 60 days after year-end, or intergovernmental revenue not meeting the available criteria to be recognized as revenue in the funds.

##### **Accrued Vacation and Sick Pay**

In governmental fund types, the cost of vacation and sick pay benefits (compensated absences) is recognized when payments are made to employees. A liability for all governmental fund-type vested accrued vacation and sick pay benefits is recorded as a liability in the government-wide statement of net position.

##### **Risk Management**

The County is exposed to various risks of loss related to torts, theft of, damage to, and destruction of assets, errors and omissions, and natural disasters, as well as from the self-insured employees’ workers compensation program. The General Fund is used to account for the risks for all other risk financing activities.

The County purchases commercial insurance for risks of loss related to torts, theft of, damage to, and destruction of assets, and errors and omissions. There have been no significant changes in insurance coverage in the past three years and settled claims have not exceeded the commercial coverage in those years.

The County is self-insured for workers’ compensation in accordance with Article III of the Pennsylvania Workman’s Compensation Act of 1915 as Reenacted and Amended.

The exposure of risk is financed mostly through retention of all liability exposure, with limited purchase of commercial excess insurance.

The liability is recorded as estimated by the County’s actuary. Claims are paid from the General Fund. Liabilities include an estimated amount for claims that have been incurred but not reported (IBNR).

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **2. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position (continued)**

##### **Fund Balance**

The County applies GAAP for governmental funds. The County's governmental fund financial statements reflect GAAP fund balance classifications that comprise a hierarchy based primarily on the extent of constraints imposed upon the use of net resources reported in governmental funds.

The County is limited to spending restricted fund balance on the activities allowed by the terms of a grant contract, bond covenants, or by applicable legislation.

With the exception of self-imposed constraints, consisting of (1) formal action taken by the County Commissioners to enact fund balance commitments, in the form of a formal Commissioner approved resolution to establish, modify, or rescind a fund balance commitment, or (2) fund balance assignments by the Commissioners, unrestricted fund balance may be spent on a wide variety of County activities.

The County considers the most restrictive governmental resources, including any committed or assigned fund balances, to have been spent first, unless applicable legislation, grant, or a formal action by the Commissioners mandates an exception.

##### *Nonspendable Fund Balance*

Nonspendable fund balance is the component of fund balance that is not available for expenditure and typically represents prepaid items; however, no such amounts existed as of December 31, 2024.

##### *Restricted Fund Balance*

Restricted fund balance represents amounts that can be spent only for the specific purposes allowed by the resource providers, i.e., grantors, bond proceeds, or applicable legislation. The County's restrictions are as follows:

*Health, education, and welfare* – These funds are received from federal and state grants and are restricted to be used for the provision of human services and education activities for County residents.

*Capital projects* – These are the County's bond proceeds and are restricted to be used to pay for future capital-related projects of the County.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **2. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position (continued)**

##### ***Restricted Fund Balance (continued)***

*Roads and bridges* – These funds are received and restricted due to state legislation including Act 13. These amounts are restricted for the purpose of maintaining and replacing County owned bridges and roads.

*General government* – These funds are collected per state statute, Act 8, and are restricted for records management and record improvements for certain row offices of the County (e.g., recorder of deeds, clerk of courts, prothonotary, register of wills).

*Public safety* – These funds are received from federal and state grants and are restricted to be used for capital projects for emergency services and to coordinate essential public safety activity among federal, state, regional, county, municipal agencies, and volunteer organizations to provide quick, reasoned responses to the needs of County citizens in times of emergency.

*Judicial* – These funds are collected per state statute and are restricted to be used for the provision of County judicial services. This amount includes Act 122 funds which are restricted to be used for training and equipment for the Coroner's Office. The amount also includes funds restricted for the use of the County's Drug Task Force.

*Community Development* – These funds are received from federal and state grants, as well as other sources, and are restricted to purchase easements from farmers within the County in an effort to preserve agricultural land.

##### ***Committed Fund Balance***

Committed fund balance represents amounts that can be spent only for the specific purposes allowed by the formal action taken by the County Commissioners in the form of a Resolution.

##### ***Assigned Fund Balance***

Assigned fund balance represents the County's plans for future use of the County's net financial resources which are not otherwise restricted or committed. All assigned fund balances must be authorized by the Board of County Commissioners. Assignments have been established in the General Fund as follows:

*Future Benefits* – this assignment is established to pay future payroll costs.

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**2. Assets, Liabilities, Deferred Outflows/Inflows of Resources, and Net Position (continued)**

**Fund Balance (continued)**

*Healthcare Benefits* – this assignment is established to pay future healthcare benefits.

*Corrections* – this assignment is established to pay future prison capital project and inmate general welfare expenditures.

*Unassigned Fund Balance*

Unassigned fund balance represents the residual amount for the general fund that is not contained in other classifications. The general fund is the only fund that reports a positive unassigned fund balance. Additionally, any deficit fund balance within the other governmental fund types is reported as unassigned.

**Leases and Subscriptions**

For leases and subscriptions in the governmental fund types, acquisition costs are recorded as expenditures with an offsetting entry to other financing sources.

**Intergovernmental Revenues**

Intergovernmental revenues represent revenues received from the Commonwealth and federal agencies generally to fund specific programs. Awards made on the basis of entitlement periods are recorded as intergovernmental revenues when entitlement occurs, and the revenues are measurable and available. Reimbursement type grants are recorded as revenues in governmental funds when the related expenditures or expenses are incurred, and the related revenues are available. The amounts reported as due from other governments consist primarily of amounts due from the Commonwealth.

**Departmental Revenues**

Departmental revenues shown in the governmental funds represent revenues that are considered payment for services and are collected by departments that charge for services. Departmental revenues include licenses, fees, and other charges.

**Investment Earnings**

Investment earnings include interest, dividends, realized gains and losses, and the change in the fair value of investments, if any, during the fiscal year.

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**3. Reconciliation of Government-wide and Fund Financial Statements**

*Explanation of Certain Differences between the Total Fund Balance – Governmental Fund Balance Sheet and the Total Net Position – Governmental Activities, Government-wide Statement of Net Position*

The governmental fund balance sheet includes a reconciliation between *total fund balance – total governmental funds* and *total net position – governmental activities* as reported in the government-wide statement of net position. One element of that reconciliation explains that “long-term liabilities, including general obligation bonds, notes payable, etc. are not due and payable in the current period and, therefore, are not reported as liabilities in the funds”. The detail of this \$(262,268,840) difference is as follows:

|  |                         |
|--|-------------------------|
| General obligation bonds and notes payable   | \$ (121,810,000)        |
| Plus: Issuance premium (amortized as income)   | (10,916,852)            |
| Accrued vacation and sick pay  | (7,724,064)             |
| Total pension liability  | (20,638,022)            |
| Total OPEB liability   | (49,719,239)            |
| Accrued interest payable   | (788,361)               |
| Deferred outflow from refundings   | 3,447,636               |
| Net deferred outflows related to pensions  | 12,113,517              |
| Net deferred inflows related to OPEB   | (45,024,351)            |
| Financed purchases   | (4,141,997)             |
| Right to use leased liability  | (10,266,899)            |
| Subscription liability   | (5,979,852)             |
| Contracts payable  | (308,203)               |
| Workers' compensation  | (512,153)               |
| Net adjustment to total fund balance - total governmental<br>funds to arrive at net position - governmental activities | <u>\$ (262,268,840)</u> |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**3. Reconciliation of Government-wide and Fund Financial Statements (continued)**

*Explanation of Certain Differences between the Governmental Fund Statement of Revenues, Expenditures, Changes in Fund Balances, and the Change in Net Position – Government-wide Statement of Activities*

The governmental fund statement of revenues, expenditures, and changes in fund balances includes a reconciliation between *net changes in fund balance – total governmental funds* and *change in net position of governmental activities* as reported in the government-wide statement of activities. One element of that reconciliation explains that “Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of these assets is allocated over its estimated useful lives and reported as depreciation expense.” The detail of this \$13,313,667 difference is as follows:

|  |                      |
|--|----------------------|
| Capitalized outlay   | \$ 26,704,187        |
| Depreciation/amortization expense  | (13,158,035)         |
| Loss on disposal   | <u>(232,485)</u>     |
| Net adjustment to decrease net changes in fund<br>balance - total governmental funds to arrive at<br>changes in net position - governmental activities | <u>\$ 13,313,667</u> |

Another element of that reconciliation states that “the issuance of long-term debt (e.g., bonds, notes, capital leases, etc.) 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.” The detail of this \$7,301,533 difference is as follows:

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

|  |                     |
|--|---------------------|
| Debt issued or incurred:   |                     |
| Issuance of general obligation notes   | \$ (24,715,000)     |
| Subscription liability   | (8,891,642)         |
| Principal repayments:  |                     |
| Financed purchases   | 2,656,252           |
| Right to use leased liability  | 1,070,396           |
| Subscription liability   | 4,415,905           |
| General obligation debt  | 5,405,000           |
| Payment to escrow agent for refunding  | <u>27,360,622</u>   |
| Net adjustment to increase net changes in fund<br>balance - total governmental funds to arrive at<br>changes in net position - governmental activities | <u>\$ 7,301,533</u> |

**3. Reconciliation of Government-wide and Fund Financial Statements (continued)**

*Explanation of Certain Differences between the Governmental Fund Statement of Revenues, Expenditures, Changes in Fund Balances, and the Change in Net Position – Government-wide Statement of Activities (continued)*

Another element of that reconciliation states that, “governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are amortized in the statement of activities.” The detail of this \$(421,014) difference is as follows:

|  |                     |
|--|---------------------|
| Bond premiums and discounts  | \$ (2,918,018)      |
| Amortization of net bond premiums  | 2,712,626           |
| Net unamortized amounts on refunding and<br>prepayments  | <u>(215,622)</u>    |
| Net adjustment to increase net changes in fund<br>balance - total governmental funds to arrive at<br>changes in net position - governmental activities | <u>\$ (421,014)</u> |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

Another element of that reconciliation states that, “some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.” The detail of this \$15,091,580 difference is as follows:

|  |                      |
|--|----------------------|
| Accrued vacation and sick pay  | \$ (745,948)         |
| Contracts payable  | 35,458               |
| Total pension liability  | 9,376,002            |
| Total OPEB liability   | 1,911,941            |
| Deferred outflows related to pensions  | (12,458,486)         |
| Deferred outflows related to OPEB  | (2,488,288)          |
| Deferred inflows related to OPEB   | 18,553,830           |
| Accrued interest payable   | 231,260              |
| Amortization of gain on refunding  | 685,049              |
| Workers' compensation  | <u>(9,238)</u>       |
| Net adjustment to decrease net changes in fund<br>balance - total governmental funds to arrive at<br>changes in net position - governmental activities | <u>\$ 15,091,580</u> |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**3. Reconciliation of Government-wide and Fund Financial Statements (continued)**

The repayment of a long-term note receivable provides current financial resources to governmental funds. This transaction, however, does not have any effect on net position. The detail of this \$(145,000) difference is as follows:

|                         |             |
|-------------------------|-------------|
| Stadium loan receivable | \$(145,000) |
|-------------------------|-------------|

**4. Budgets and Budgetary Accounting**

The County adopts budgets for the General Fund and all special revenue funds, except the Community Development Block Grant Fund, the Human Services Block Grant Fund, and the Agricultural Land Preservation Fund. Project-length financial plans are adopted for the Capital Projects Fund.

The legal level of budgetary control is established by fund. It is the prerogative of management to also maintain an enhanced level of control at the function and object level. Appropriations lapse at the end of each year and must be reappropriated. The Chief Clerk is authorized to transfer budget amounts between departments within any fund; however, any supplemental appropriations which alter the total expenditures of any fund require resolution of the County Commissioners. Budgeted amounts are as originally adopted or as amended by the Commissioners at various times. During the year, several supplemental appropriations were necessary for the General and special revenue funds as a result of additional revenues made available from state grants and other sources.

The budgetary schedules for the General Fund, Behavioral Health and Developmental Services, Children and Youth Services, and Domestic Relations special revenue funds are located in the required supplementary information. The budgetary schedules for Office of Aging, Drug and Alcohol, and Liquid Fuels nonmajor special revenue funds are located in the combining and individual fund statements and schedules.

**5. Deposits and Investments**

**Deposits**

As of December 31, 2024, the County's book balance was \$91,916,146 and the bank balances totaled \$95,699,133. Of the bank balances, \$2,029,762 was covered by federal depository insurance and the remainder was categorized as uninsured and collateralized with securities held by the pledging financial institution's agent but not in the County's name under Act 72 of the Commonwealth of Pennsylvania. Although the County follows the Pennsylvania County Code, the County does not have a formal policy relative to managing custodial credit risk.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### 5. Deposits and Investments (continued)

##### Non-Pension Investments

The County utilizes various investment sources in an effort to maximize interest earnings on its non-pension cash balances. Commonwealth of Pennsylvania statutes limit the County to the types of investments it may make. Allowable investments include repurchase agreements, U.S. government and related custodial obligations, Commonwealth of Pennsylvania and related custodial obligations, and prime commercial paper. As of December 31, 2024, the County's non-pension investments included \$93,747,656 invested in U.S. Treasury Mutual Funds, U.S. Treasury Notes & Bonds, U.S. Agency CMBS, U.S. Callable Agency Notes, Certificates of Deposit, Prime Commercial Paper, Money Market, and Repurchase Agreements.

##### *Custodial Credit Risk*

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. As of December 31, 2024, the County's non-pension investments included \$93,747,656 invested in U.S. Treasury Mutual Funds, U.S. Treasury Notes & Bonds, U.S. Agency CMBS, U.S. Callable Agency Notes, Certificates of Deposit, Prime Commercial Paper, Money Market, and Repurchase Agreements. The County's non-pension investments are categorized as uninsured and collateralized with securities held by the pledging financial institution's agent but not in the County's name under Act 72 of the Commonwealth of Pennsylvania. Although the County follows the Pennsylvania County Code, the County does not have a formal investment policy relative to managing custodial credit risk.

##### *Interest Rate Risk*

Interest rate risk is the risk associated with changes in interest rates adversely affecting the fair value of an investment. Investments with interest rates that are fixed for longer periods are likely to be subject to more variability in their fair values as a result of future changes in interest rates.

As of December 31, 2024, the County's non-pension investments included \$93,747,656 invested in U.S. Treasury Mutual Funds, U.S. Treasury Notes & Bonds, U.S. Agency CMBS, U.S. Callable Agency Notes, Certificates of Deposit, Prime Commercial Paper, Money Market, and Repurchase Agreements. The County manages its exposure to interest rate risk for non-pension investments by investing in fixed rate obligations. The non-pension investments with longer terms to maturity are inherently more sensitive to changes in interest rates as investments with interest rates that are fixed for longer periods are likely to be subject to more variability in their fair value as a result of future

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**5. Deposits and Investments (continued)**

**Non-Pension Investments (continued)**

*Interest Rate Risk (continued)*

changes in interest rates. The County follows the Pennsylvania County Code and has a formal investment policy relative to managing interest rate risk.

As of December 31, 2024, the County’s non-pension investments were subject to interest rate risk as follows:

| Investment Type               | Fair Value           | Investment Maturities (in Years) |                      |             |                       |
|-------------------------------|----------------------|----------------------------------|----------------------|-------------|-----------------------|
|                               |                      | Less Than<br>1 Year              | 1 – 5                | 6 – 10      | More Than<br>10 Years |
| Non-Pension Investments       |                      |                                  |                      |             |                       |
| U.S. Treasury Mutual Funds    | \$ 99,901            | \$ 99,901                        | \$ -                 | \$ -        | \$ -                  |
| U.S. Treasury Notes & Bonds   | 15,734,945           | 15,734,945                       | -                    | -           | -                     |
| U.S. Agency CMBS              | 40,287,834           | 29,535,937                       | 10,751,676           | -           | 221                   |
| U.S. Callable Agency Notes    | 7,109,856            | -                                | 7,109,856            | -           | -                     |
| Certificates of Deposit       | 16,507,558           | 7,558                            | 16,500,000           | -           | -                     |
| Commercial Paper              | 4,342,344            | 4,342,344                        | -                    | -           | -                     |
| Money Market                  | 8,684,689            | 8,684,689                        | -                    | -           | -                     |
| Repurchase Agreement          | 980,529              | 980,529                          | -                    | -           | -                     |
| Total Non-Pension Investments | <u>\$ 93,747,656</u> | <u>\$ 59,385,903</u>             | <u>\$ 34,361,532</u> | <u>\$ -</u> | <u>\$ 221</u>         |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**5. Deposits and Investments (continued)**

**Non-Pension Investments (continued)**

*Interest Rate Risk (continued)*

As of December 31, 2024, the County's non-pension investments had the following fair value measurements:

| Investments by Fair Value Level      | Fair Value as of December 31, 2024 | Fair Value Measurement Using                                   |   |  |
|--------------------------------------|------------------------------------|--|---|--|
|                                      |                                    | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Input (Level 3) |
| Non-Pension Investments              |                                    |  |   |  |
| U.S. Treasury Mutual Funds           | \$ 99,901                          | \$ 99,901  | \$ -  | \$ -                                     |
| U.S. Treasury Notes & Bonds          | 15,734,945                         | 15,734,945   | -   | -  |
| U.S Agency CMBS                      | 40,287,834                         | -  | 40,287,834                                    | -  |
| U.S. Callable Agency Notes           | 7,109,856                          | 7,109,856  | -   | -  |
| Certificates of Deposit              | 16,507,558                         | 16,507,558   | -   | -  |
| Commercial Paper                     | 4,342,344                          | 4,342,344  | -   | -  |
| Money Market                         | 8,684,689                          | 8,684,689  | -   | -  |
| Repurchase Agreement                 | 980,529                            | 980,529  | -   | -  |
| <b>Total Non-Pension Investments</b> | <b>\$93,747,656</b>                | <b>\$53,459,822</b>  | <b>\$ 40,287,834</b>                          | <b>\$ -</b>                              |

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **5. Deposits and Investments (continued)**

##### **Non-Pension Investments (continued)**

###### *Interest Rate Risk (continued)*

The County categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset.

Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities. Debt and equity securities classified as Level 1 are valued using prices quoted in active markets for those securities.

Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly. Debt securities classified as Level 2 are normally valued based on price data obtained from observed transactions and market price quotations from broker dealers and/or pricing vendors.

Finally, Level 3 inputs are unobservable inputs, such as management's assumptions and information about market participant assumptions that are reasonably available. Securities classified as Level 3 have limited trade information, these securities are priced using the last trade price or estimated using recent trade prices.

###### *Credit Risk*

Credit risk is the risk associated with the counterparty failing to meet their obligations. The County follows the Pennsylvania County Code and Act 72 of the Commonwealth of Pennsylvania but does not have a formal policy relative to managing credit risk.

As of December 31, 2024, the County's non-pension investments include U.S. Treasury Mutual Funds with a fair value of \$99,901; U.S. Treasury Notes & Bonds with a fair value of \$15,734,945; U.S. Agency CMBS with a fair value of \$40,287,834; U.S. Callable Agency Notes with a fair value of \$7,109,856; Certificates of Deposit with a fair value of \$16,507,558, which are not rated; Prime Commercial Paper with a fair market value of \$4,342,344; Money Market with a fair market value of \$8,684,689; and Repurchase Agreements with a fair market value of \$980,529.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### 5. Deposits and Investments (continued)

##### Pension Investments

The County utilizes various investment options for the County’s Pension Plan. As of December 31, 2024, the County’s pension investments had a fair value of \$393,054,445. In addition to the pension investments, the County maintains Money Market Funds with a fair value of \$3,903,404 for the County’s Pension Plan, which are reported as cash and cash equivalents and investments in the Statement of Fiduciary Net Position.

##### *Custodial Credit Risk*

As of December 31, 2024, the County’s pension investments were subject to custodial credit risk except for \$3,903,404 invested in Money Market Funds, which do not expose the County to custodial credit risk. All pension investments are held by the counterparty in the counterparty’s name and not the name of the County and are recorded by the counterparty in book entry form only in the name of the County. Although the County follows the Pennsylvania County Code, the County does not have a formal investment policy relative to managing custodial credit risk.

##### *Interest Rate Risk*

As of December 31, 2024, the County’s pension investments were subject to interest rate risk as follows:

| Investment Type                     | Fair Value           | Investment Maturities (in Years) |                     |                     |                       |
|-------------------------------------|----------------------|----------------------------------|---------------------|---------------------|-----------------------|
|                                     |                      | Less Than<br>1 Year              | 1 – 5               | 6 – 10              | More Than<br>10 Years |
| Pension Investments                 |                      |                                  |                     |                     |                       |
| U.S. Government Securities          | \$ 28,102,322        | \$ -                             | \$ 4,910,156        | \$ 4,105,675        | \$ 19,086,491         |
| Domestic Corporate Bonds            | 9,973,626            | -                                | 3,184,082           | 3,176,681           | 3,612,863             |
| International Corporate Bonds       | 1,687,296            | -                                | 383,234             | 554,778             | 749,284               |
| Collateralized Mortgage Obligations | 1,945,207            | -                                | 819,640             | 86,495              | 1,039,072             |
| Brokered CDs                        | -                    | -                                | -                   | -                   | -                     |
| Fixed Income Mutual Funds           | 42,278,293           | 42,278,293                       | -                   | -                   | -                     |
| <b>Total Pension Investments</b>    | <b>\$ 83,986,744</b> | <b>\$ 42,278,293</b>             | <b>\$ 9,297,112</b> | <b>\$ 7,923,629</b> | <b>\$ 24,487,710</b>  |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**5. Deposits and Investments (continued)**

**Pension Investments (continued)**

*Interest Rate Risk (continued)*

As of December 31, 2024, the County’s pension investments had the following fair value measurements:

| Investments by Fair Value Level     | Fair Value as of December 31, 2024 | Fair Value Measurement Using                                   |   |  |
|-------------------------------------|------------------------------------|--|---|--|
|                                     |                                    | Quoted Prices in Active Markets for Identical Assets (Level 1) | Significant Other Observable Inputs (Level 2) | Significant Unobservable Input (Level 3) |
| Pension Investments                 |                                    |  |   |  |
| U.S. Government Securities          | \$ 28,102,322                      | \$ 9,401,536   | \$ 18,700,786                                 | \$ -                                     |
| Domestic Corporate Bonds            | 9,973,626                          | 9,973,626  | -   | -  |
| International Corporate Bonds       | 1,687,296                          | 879,842  | 807,454                                       | -  |
| Collateralized Mortgage Obligations | 1,945,207                          | -  | 1,945,207                                     | -  |
| Fixed Income Mutual Funds           | 42,278,293                         | 42,278,293   | -   | -  |
| Equity Mutual Funds                 | 100,774,660                        | 100,774,660  | -   | -  |
| Real Estate Funds                   | 21,625,195                         | 21,625,195   | -   | -  |
| Global Mutual Funds                 | 59,349,946                         | 59,349,946   | -   | -  |
| International Equity Mutual Funds   | 31,015,248                         | 31,015,248   | -   | -  |
| Defensive Equity                    | 20,406,968                         | -  | 20,406,968                                    | -  |
| Private Equity                      | 18,020,242                         | -  | 18,020,242                                    | -  |
| Infrastructure                      | 30,281,383                         | -  | 30,281,383                                    | -  |
| Private Credit                      | 27,594,059                         | -  | 27,594,059                                    | -  |
| Total Pension Investments           | <u>\$ 393,054,445</u>              | <u>\$ 275,298,346</u>  | <u>\$ 117,756,099</u>                         | <u>\$ -</u>                              |

The County categorizes its fair value measurements within the fair value hierarchy established by GAAP. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices (unadjusted) in active markets for identical assets or liabilities. Securities classified as Level 1 are valued using prices quoted in active markets for those securities. Level 2 inputs are inputs, other than quoted prices included within Level 1, that are observable for the asset or liability, either directly or indirectly. Securities classified as Level 2 are valued using the following approaches: debt securities are normally valued based on price data obtained from observed transactions and market price quotations from broker dealers and/or pricing vendors; equity securities are valued using fair value per share for each fund; and real estate securities are valued based on the appraised value of the holdings for each fund.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **5. Deposits and Investments (continued)**

##### **Pension Investments (continued)**

###### *Interest Rate Risk (continued)*

Finally, Level 3 inputs are unobservable inputs, such as management's assumptions and information about market participant assumptions that are reasonably available.

In addition to the pension investments, the County maintains Money Market Funds with a fair value of \$3,903,404. These investments are measured at Net Asset Value (NAV), have maturities of less than one year, and are reported as cash and temporary investments-operating in the Statement of Fiduciary Net Position.

The County manages its exposure to interest rate risk for pension investments by investing primarily in debt security instruments with fixed interest rates. The County's pension investment policy includes a desired annualized 7.00% real rate of return, though investment objectives are long-term in nature. The County does not have a formal investment policy relative to managing interest rate risk.

Pension investments with longer terms to maturity are inherently more sensitive to changes in interest rates as investments with interest rates that are fixed for longer periods are likely to be subject to more variability in their fair value as a result of future changes in interest rates.

Pension investments in collateralized mortgage obligations and mortgage-backed securities are more sensitive to changes in interest rates. Declining interest rates may give rise to potential increases in prepayments of the underlying mortgages.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### 5. Deposits and Investments (continued)

##### Pension Investments (continued)

###### *Credit Risk*

The following schedule details the County's exposure to credit risk with respect to pension investments as of December 31, 2024:

| Investment Type                                  | Fair Value            | Credit Rating* |
|--|-----------------------|----------------|
| <b>Pension Investments</b>                       |                       |                |
| U.S. Government Securities                       | \$ 28,102,322         | Aaa            |
| <b>Total U.S. Government Securities</b>          | <b>28,102,322</b>     |                |
| Domestic Corporate Bonds                         | 217,571               | Aaa            |
| Domestic Corporate Bonds                         | 1,499,300             | Aa             |
| Domestic Corporate Bonds                         | 5,939,542             | A              |
| Domestic Corporate Bonds                         | 2,188,300             | Baa            |
| Domestic Corporate Bonds                         | 128,913               | Ba             |
| <b>Total Domestic Corporate Bonds</b>            | <b>9,973,626</b>      |                |
| International Corporate Bonds                    | 807,454               | Aaa            |
| International Corporate Bonds                    | 139,644               | Aa             |
| International Corporate Bonds                    | 600,077               | A              |
| International Corporate Bonds                    | 140,121               | Baa            |
| <b>Total International Corporate Bonds</b>       | <b>1,687,296</b>      |                |
| Collateralized Mortgage Obligations              | 1,444,932             | Aaa            |
| Collateralized Mortgage Obligations              | 500,275               | A              |
| <b>Total Collateralized Mortgage Obligations</b> | <b>1,945,207</b>      |                |
| Fixed Income Mutual Funds                        | 42,278,293            | N/A            |
| Equity Mutual Funds                              | 100,774,660           | N/A            |
| Real Estate Funds                                | 21,625,195            | N/A            |
| Global Mutual Funds                              | 59,349,946            | N/A            |
| International Equity Mutual Funds                | 31,015,248            | N/A            |
| Defensive Equity                                 | 20,406,968            | N/A            |
| Private Equity                                   | 18,020,242            | N/A            |
| Infrastructure                                   | 30,281,383            | N/A            |
| Private Credit                                   | 27,594,059            | N/A            |
| <b>Total Pension Investments</b>                 | <b>\$ 393,054,445</b> |                |

\*expressed as Moody's quality ratings

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**5. Deposits and Investments (continued)**

**Pension Investments (continued)**

*Credit Risk (continued)*

Additionally, for the pension plan the County maintains Money Market Funds with a fair value of \$3,903,404 which are rated Aaa by Moody's. All of these investments are reported as cash and temporary investments operating in the Statement of Fiduciary Net Position.

Per County policy, the County manages its exposure to credit risk relative to pension investments by restricting the average quality of fixed income securities to meet or exceed a rating of A2 as determined by Moody's, and by the insistence of the minimum quality investments below Baa, as determined by Moody's, may not constitute more than 20% of the fixed income portfolio.

*Foreign Currency Risk*

Foreign currency risk is the risk that changes in exchange rates will adversely affect the fair value of an investment. As of December 31, 2024, \$31,015,248 of the County's pension investments were held in international equity mutual funds, \$59,349,946 of the County's pension investments were held in global mutual funds, and \$1,687,296 of the County's pension investments were held in international corporate bonds. The holdings within these investments are of those companies located outside of the United States, denominated in other than U.S. dollars. The County's pension investment policy limits the County's exposure to foreign currency risk by ensuring that no more than 26% of total pension investments are invested in international equity securities.

**Deposits**

*Discretely Presented Component Unit*

*Custodial Credit Risk*

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Convention Center Authority does not have a deposit policy for custodial credit risk. As of December 31, 2024, the Convention Center Authority's book balance was \$2,113,335 and the bank balance was \$2,076,569. Of the bank balance, \$500,000 was covered by federal depository insurance as of December 31, 2024.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **5. Deposits and Investments (continued)**

##### **Deposits (continued)**

###### *Discretely Presented Component Unit (continued)*

###### *Custodial Credit Risk (continued)*

As of December 31, 2024, the remainder was exposed to custodial credit risk and categorized as collateralized under Act No. 72 (Act) of the 1971 Session of the Pennsylvania General Assembly, in which financial institutions were granted the authority to secure deposits of public bodies by pledging a pool of assets, as defined in the Act, to cover all public funds deposited in excess of federal depository insurance limits.

##### **Investments**

###### *Discretely Presented Component Unit*

Investments of the Convention Center Authority are subject to the same Pennsylvania statutes and limits as the County's non-pension investments. The Convention Center Authority's investments are considered Level 1 based on quoted market prices. As of December 31, 2024, the Convention Center Authority's investments included \$11,912,283 invested in money market funds, \$7,451,806 in U.S. Treasury Bills and \$3,648,331 in U.S. Treasury Bonds and Notes, for a total of \$23,012,420.

###### *Custodial Credit Risk*

Custodial credit risk is the risk that the counterparty to an investment transaction will fail and the Convention Center Authority will not recover the value of the investment or collateral securities that are in possession of an outside party. The Convention Center Authority does not have a formal policy for custodial credit risk. The Convention Center Authority's investments in money market funds are not exposed to custodial credit risk because they are not evidenced by securities in book entry or paper form.

###### *Interest Rate Risk*

The Convention Center Authority investment policy limits investment maturities to short-term U.S. Treasury obligations or other eligible investments as defined in the indenture as a means of managing its exposure to fair value losses arising from increasing interest rates.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **5. Deposits and Investments (continued)**

##### **Investments (continued)**

###### *Discretely Presented Component Unit (continued)*

###### *Credit Risk*

With the exception of investments held in the Convention Center Authority's debt service reserve fund, the Convention Center Authority does not have a formal investment policy relative to managing credit risk. As of December 31, 2024, the Convention Center Authority's investment in money market funds, and U.S. Treasury bonds and notes and were rated AAA, respectively by Moody's.

###### *Concentration of Credit Risk*

The Convention Center Authority places no limit on the amount it may invest in any one issuer. As of December 31, 2024, there were no investments held by the Convention Center Authority that were subject to concentration of credit risk.

#### **6. Property Taxes**

Property taxes attach an enforceable lien on property as of January 1 and are levied on or before March 1. Taxes are collected at a 2% discount until April 30, at their face amount from May 1 until June 30, and include a 10% penalty from July 1 until January 15 of the subsequent year. After January 15 of the subsequent year, the levies are sent to the Lancaster County Tax Claim Bureau for collection. The County bills and collects its own taxes relating to property within the City of Lancaster and certain other municipalities that do not have elected tax collectors. Taxes relating to all other municipalities in the County are collected by elected tax collectors. The Lancaster County Tax Claim Bureau collects delinquent taxes on behalf of the County and other taxing authorities. Delinquent tax collections and remittances are accounted for through the County's Custodial Fund.

The County is permitted by the County Code of the Commonwealth of Pennsylvania to levy property taxes up to 25 mills on every dollar of adjusted valuation for general County purposes exclusive of the requirements for the payment of interest and principal on funded debt. The property tax rate for 2024 was 2.911 mills.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **6. Property Taxes (continued)**

County property tax revenues were reduced by \$236,201 because of legislation enacted by the Commonwealth of Pennsylvania under the following programs:

##### *Local Economic Revitalization Tax Assistance (LERTA) Program*

The LERTA Program authorizes local taxing authorities within the County to exempt property taxes of new construction in deteriorated areas of economically depressed communities and improvements to certain deteriorated properties. The LERTA tax exemptions are authorized under Act 76 of 1977 (72 P.S. section 4722 et seq.) which was passed by the General Assembly of Pennsylvania. A local taxing authority by ordinance or resolution may exempt from real property taxation, the assessed valuation of improvements to deteriorated properties and the assessed valuation of new construction within designated deteriorated areas. The County recognizes, supports, and approves any LERTA of any municipality located within the boundaries of the County that has established a standard LERTA from property tax for certain properties. Application to each local taxing authority for a tax exemption under a LERTA ordinance is to be made at the same time a building permit is secured or other official notification is made. A copy of the exemption request shall be forwarded to the Board of Assessment. The assessment agency shall assess separately the new construction or improvement and calculate the amounts of the assessment eligible for tax exemption in accordance with the limits established by the local taxing authorities and notify the taxpayer and the local taxing authorities of the reassessment and amounts of the assessment eligible for exemption. The LERTA properties have different abatement periods and terms for different improvements. The abatement periods range from 5 to 10 years. At the end of the abatement period the exemption shall terminate.

The exempted portion of the assessable improvement is not included on the property owner's tax bill. The exemption from taxes is upon the eligible property and does not terminate upon the sale or exchange of the property.

The exemption from real estate taxes provided for herein shall be forfeited by the applicant and/or any subsequent owner of the real estate upon the occurrence of failure to pay any non-exempt real estate taxes by the last day of the time period to pay such taxes in the penalty period.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **6. Property Taxes (continued)**

##### *Local Economic Revitalization Tax Assistance (LERTA) Program (continued)*

The following local taxing authorities within the County have enacted LERTA ordinances or resolutions:

- Columbia Borough
- East Cocalico Township
- Lancaster City
- Manheim Borough
- Martic Twp
- Millersville Borough
- Mount Joy Borough
- West Donegal Township

County forgone real estate tax revenue as a result of LERTA tax abatement agreements entered into by the Commonwealth of Pennsylvania was \$236,201 for the year ended December 31, 2024.

##### *Keystone Opportunity Zone (KOZ) Program*

The KOZ Program requires the County to exempt property taxes of revitalized properties that were once abandoned, unused, or underutilized once it has been approved by the Department of Community and Economic Development (DCED). The KOZ tax exemptions are authorized under Act 16 of 2012 (P.L. 705, No. 92) which were passed by the General Assembly of Pennsylvania. Applicants must apply online annually with DCED no later than December 31<sup>st</sup> of the year for which they are applying for benefits. Once DCED approves their application, the local Economic Development Corporation (EDC) and the owner of the property receive an approval letter. The local EDC office then forwards the approval letter to the County. The Lancaster County Property Assessment office issues an Exoneration Notice to all the taxing bodies in the County.

The exoneration is just for one year and applicants must re-apply annually. In order to qualify each year, a business shall own or lease real property in a KOZ and be in full compliance with all state and local tax laws and building and housing code provisions. Any existing qualified Pennsylvania business relocating into a KOZ must demonstrate a significant economic impact that will result from the relocation. Any qualified business that has received KOZ benefits and moves out of the KOZ within the first 5 years may be subject to penalties. In order for a resident to qualify, they must maintain compliance with all state and local tax laws and must reside 184 consecutive days at the property located in the KOZ during each tax year.

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**6. Property Taxes (continued)**

*Keystone Opportunity Zone (KOZ) Program (continued)*

There was no County forgone real estate tax revenue as a result of KOZ tax abatement agreements entered into by the Commonwealth of Pennsylvania for the year ended December 31, 2024.

**7. Capital Assets**

A summary of capital asset activity for the year ended December 31, 2024, is as follows:

|  | Beginning<br>Balance | Increases     | Decreases    | Ending<br>Balance |
|--|----------------------|---------------|--------------|-------------------|
| <b>Governmental activities:</b>                  |                      |               |              |                   |
| Capital assets, not being depreciated:           |                      |               |              |                   |
| Land   | \$ 8,978,026         | \$ 160,773    | \$ –         | \$ 9,138,799      |
| Easements  | 114,013,792          | 1,948,474     | –            | 115,962,266       |
| Total capital assets, not being depreciated      | 122,991,818          | 2,109,247     | –            | 125,101,065       |
| Capital assets, being depreciated:               |                      |               |              |                   |
| Buildings and improvements                       | 235,634,692          | 6,888,232     | –            | 242,522,924       |
| Improvements other than buildings                | 1,849,019            | –             | –            | 1,849,019         |
| Furniture and equipment                          | 65,901,496           | 6,961,437     | (1,622,998)  | 71,239,935        |
| Infrastructure                                   | 41,957,626           | 1,853,629     | –            | 43,811,255        |
| Right to use leased buildings                    | 12,508,132           | –             | –            | 12,508,132        |
| Right to use leased equipment                    | 1,396,505            | –             | –            | 1,396,505         |
| Subscription assets                              | 1,890,077            | 8,891,642     | –            | 10,781,719        |
| Total capital assets being depreciated           | 361,137,547          | 24,594,940    | (1,622,998)  | 384,109,489       |
| Less accumulated depreciation /amortization for: |                      |               |              |                   |
| Buildings and improvements                       | 114,203,152          | 5,548,767     | –            | 119,751,919       |
| Improvements other than buildings                | 1,148,720            | 60,642        | –            | 1,209,362         |
| Furniture and equipment                          | 38,526,734           | 3,950,326     | (1,390,513)  | 41,086,547        |
| Infrastructure                                   | 10,480,805           | 1,077,523     | –            | 11,558,328        |
| Right to use leased buildings                    | 2,226,330            | 1,113,165     | –            | 3,339,495         |
| Right to use leased equipment                    | 830,389              | 196,578       | –            | 1,026,967         |
| Subscription assets                              | 321,870              | 1,211,034     | –            | 1,532,904         |
| Total accumulated depreciation /amortization     | 167,738,000          | 13,158,035    | (1,390,513)  | 179,505,522       |
| Total capital assets, being depreciated, net     | 193,399,547          | 11,436,905    | (232,485)    | 204,603,967       |
| Governmental activities capital assets, net      | \$ 316,391,365       | \$ 13,546,152 | \$ (232,485) | \$ 329,705,032    |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**7. Capital Assets (continued)**

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

|   |                      |
|---|----------------------|
| Governmental activities:  |                      |
| General government  | \$ 3,627,681         |
| Public safety   | 4,386,691            |
| Roads and bridges   | 1,052,398            |
| Health, education, and welfare                                      | 615,930              |
| Judicial  | 1,282,006            |
| Corrections   | 1,943,846            |
| Cultural and recreation   | 249,483              |
| Total depreciation / amortization expense – governmental activities | <u>\$ 13,158,035</u> |

Commitment amounts of \$4,371,878 for the acquisition, construction, and renovation of various capital assets were encumbered at year end.

*Discretely Presented Component Unit*

A summary of capital asset activity for the year ended December 31, 2024, is as follows:

|  | Beginning<br>Balance | Increases           | Decreases          | Ending<br>Balance    |
|--|----------------------|---------------------|--------------------|----------------------|
| Capital assets, not being depreciated:       |                      |                     |                    |                      |
| Land   | \$ 1,607,517         | \$ -                | \$ -               | \$ 1,607,517         |
| Construction in progress                     |                      | 1,382,192           |                    | 1,382,192            |
| Total capital assets, not being depreciated  | <u>1,607,517</u>     | <u>1,382,192</u>    | <u>-</u>           | <u>2,989,709</u>     |
| Capital assets, being depreciated:           |                      |                     |                    |                      |
| Building                                     | 76,657,196           | 668,110             | -                  | 77,325,306           |
| Furniture and equipment                      | 6,579,558            | 94,358              | (10,794)           | 6,663,122            |
| Total capital assets, being depreciated      | <u>83,236,754</u>    | <u>762,468</u>      | <u>(10,794)</u>    | <u>83,988,428</u>    |
| Less accumulated depreciation for:           |                      |                     |                    |                      |
| Building                                     | 28,735,955           | 2,102,138           | -                  | 30,838,093           |
| Furniture and equipment                      | 5,820,161            | 229,590             | -                  | 6,049,751            |
| Total accumulated depreciation               | <u>34,556,116</u>    | <u>2,331,728</u>    | <u>-</u>           | <u>36,887,844</u>    |
| Total capital assets, being depreciated, net | <u>48,680,638</u>    | <u>(1,569,260)</u>  | <u>(10,794)</u>    | <u>47,100,584</u>    |
| Capital assets, net                          | <u>\$ 50,288,155</u> | <u>\$ (187,068)</u> | <u>\$ (10,794)</u> | <u>\$ 50,090,293</u> |

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **8. Long-Term Liabilities**

##### *General Obligation Bonds and General Obligation Notes*

The County issues general obligation bonds, general obligation notes and direct borrowings, and installment purchase agreements for the purposes of providing funds for and toward the cost of capital projects, asset acquisition, and easements, of and in the County or to refinance existing debt. General obligation bonds, general obligation notes and direct borrowings, and installment purchase agreements are direct obligations and pledge the full faith and credit of the government.

The County is subject to federal arbitrage laws governing the use of proceeds of tax-exempt debt.

As determined under the Commonwealth of Pennsylvania Local Government Unit Debt Act of 1972, the total legal debt limit of the County as of December 31, 2024, was \$510,658,649. The total amount of debt applicable to the debt limit, which does not include lease rental debt, is \$121,810,000. The remaining legal debt margin of the County as of December 31, 2024, was \$388,848,649. Refer to Statistical Table 12 for a detailed calculation.

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**8. Long-Term Liabilities (continued)**

*General Obligation Bonds and General Obligation Notes (continued)*

General obligation bonds consisted of the following as of December 31, 2024:

|  |              |
|--|--------------|
| 5.107% - 5.556% General Obligation Bonds, Series B of 2013 in the principal amount of \$5,200,000 to finance certain capital projects dated August 7, 2013, principal payable annually, varying in amounts from \$365,000 to \$630,000 from November 1, 2025, to November 1, 2033.   | \$ 4,390,000 |
| 3.00% General Obligation Bonds, Series B of 2016 in the principal amount of \$9,365,000 to refund the outstanding General Obligation Bonds, Series of 2011 of the County dated August 10, 2016, principal payable annually, final principal amount of \$290,000 due November 1, 2026.  | 290,000      |
| 3.10% - 5.00% General Obligation Bonds, Series A of 2017 in the principal amount of \$21,620,000 to advance refund a portion of the outstanding General Obligation Bonds, Series A of 2009 of the County dated April 10, 2017, principal payable annually, varying in amounts from \$475,000 to \$1,990,000 from November 1, 2025, to November 1, 2033.  | 11,230,000   |
| 2.00% - 3.65% General Obligation Bonds, Series B of 2017 in the principal amount of \$6,255,000 to finance certain capital projects dated April 10, 2017, principal payable annually, varying in amounts from \$320,000 to \$470,000 from November 1, 2025, to November 1, 2037.   | 5,045,000    |
| 3.00% - 5.00% General Obligation Bonds, Series C of 2017 in the principal amount of \$19,000,000 to advance refund the outstanding General Obligation Bonds, Series A of 2012 of the County dated December 13, 2017, principal payable annually, varying in amounts from \$1,315,000 to \$1,755,000 from November 1, 2025, to November 1, 2032.  | 12,325,000   |
| 3.00% - 5.00% General Obligation Bonds, Series of 2018 in the principal amount of \$13,320,000 to refund the outstanding General Obligation Bonds, Series C of 2013 of the County dated March 21, 2018, principal payable annually, varying in amounts from \$1,115,000 to \$1,370,000 from March 1, 2025, to March 1, 2030.   | 7,440,000    |
| 2.50% - 4.00% General Obligation Bonds, Series of 2019 in the principal amount of \$20,255,000 to refund the outstanding General Obligation Bonds, Series A of 2009, to refund the outstanding General Obligation Bonds, Series of 2014, and to finance certain capital projects dated March 12, 2019, principal payable annually varying in amounts from \$500,000 to \$850,000 from November 1, 2025, to November 1, 2044. | 12,935,000   |
| 4.00% General Obligation Bonds, Series A of 2020 in the principal amount of \$14,920,000 to refund the outstanding General Obligation Bonds, Series B of 2010 and to refund the outstanding General Series C of 2010, principal payable annually, varying in amounts from \$1,755,000 to \$2,115,000 from November 1, 2025, to November 1, 2030.   | 11,585,000   |
| 1.15% - 4.00% General Obligation Bonds, Series B of 2020 in the principal amount of \$10,560,000 to be used to finance certain capital projects of the County, principal payable annually, varying in the amounts from \$5,000 to \$1,360,000 from November 1, 2025, to November 1, 2035.  | 10,540,000   |
| 1.00% - 4.00% General Obligation Bonds, Series C of 2020 in the principal amount of \$13,630,000 to refund the outstanding General Obligation Bonds, Series E of 2012, principal payable annually, varying in amounts from \$1,090,000 to \$1,405,000 from November 1, 2025, to November 1, 2032.  | 9,895,000    |
| 5.00% - General Obligation Bonds, Series of 2023, in the principal amount of \$14,695,000 to currently refund the County's General Obligation Note, Series A of 2002, principal payable annually, varying in amounts from \$1,705,000 to \$2,115,000 from November 1, 2025, to November 1, 2030.   | 11,420,000   |

General obligation notes consisted of the following as of December 31, 2024:

|   |                       |
|---|-----------------------|
| 3.25%-5.00% General Obligation Notes, Series of 2024, in the principal amount of \$24,715,000 to refund the outstanding General Obligation Bonds, Series 2015 and Series A of 2016 as well as partially refund the outstanding General Obligation Bonds, Series B of 2016, Series A of 2017, Series C of 2017, Series A of 2020, Series C of 2020 and Series 2023, principal payable annually, varying in amounts from \$5,000 to \$6,550,000 from November 1, 2025, to November 1, 2037. | <u>24,715,000</u>     |
| Total general obligation bonds, general obligation notes and direct borrowings, and installment purchase agreements as of December 31, 2024   | <u>\$ 121,810,000</u> |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**8. Long-Term Liabilities (continued)**

*General Obligation Bonds and General Obligation Notes (continued)*

A summary of the County’s general obligation bonds is as follows:

| <u>Years</u> | <u>Principal</u>      | <u>Interest</u>      | <u>Total</u>          |
|--------------|-----------------------|----------------------|-----------------------|
| 2025         | \$ 10,100,000         | \$ 5,417,556         | \$ 15,517,556         |
| 2026         | 10,800,000            | 4,740,278            | 15,540,278            |
| 2027         | 11,990,000            | 4,258,186            | 16,248,186            |
| 2028         | 12,480,000            | 3,757,874            | 16,237,874            |
| 2029         | 12,975,000            | 3,253,750            | 16,228,750            |
| 2030-2034    | 37,140,000            | 10,362,733           | 47,502,733            |
| 2035-2039    | 22,925,000            | 2,943,352            | 25,868,352            |
| 2040-2044    | 3,400,000             | 378,812              | 3,778,812             |
|              | <u>\$ 121,810,000</u> | <u>\$ 35,112,541</u> | <u>\$ 156,922,541</u> |

On August 22, 2024, the County issued General Obligation Notes, Series of 2024. The Series of 2024 Notes were issued in the amount of \$24,715,000 to refund General Obligation Bonds, Series 2015 and Series A of 2016 as well as partially refund General Obligation Bonds, Series B of 2016, Series A of 2017, Series C of 2017, Series A of 2020, Series C of 2020, and Series 2023. The Series of 2024 Notes have principal payable annually beginning November 1, 2025, varying in amounts from \$5,000 to \$6,550,000, with a final maturity date of November 1, 2037. The Series of 2024 Notes bears interest at varying rates from 3.25% to 5.00%. The current refunding increased the total debt service payments by \$9,397,293 and to obtain an economic loss (difference between the present values of the debt service payments on the old and new debt) of \$1,286,654.

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**8. Long-Term Liabilities (continued)**

*Changes in Long-Term Liabilities*

During the year ended December 31, 2024, the following changes occurred in long-term liabilities:

|  | Balance<br>January 1,<br>2024 | Additions            | Reductions           | Balance<br>December 31,<br>2024 | Due Within<br>One Year |
|--|-------------------------------|----------------------|----------------------|---------------------------------|------------------------|
| <u>Governmental Activities</u>                   |                               |                      |                      |                                 |                        |
| General obligation bonds payable                 | \$ 129,645,000                | \$ -                 | \$ 32,550,000        | \$ 97,095,000                   | \$ 10,095,000          |
| Net premiums (discounts) on bonds                | 10,711,460                    | 2,918,018            | 2,712,626            | 10,916,852                      | 2,712,626              |
| General obligation notes payable                 | -                             | 24,715,000           | -                    | 24,715,000                      | 5,000                  |
| Accrued vacation and sick pay                    | 6,978,116                     | 1,321,811            | 575,863              | 7,724,064                       | 575,863                |
| Total pension liability                          | 30,014,024                    | -                    | 9,376,002            | 20,638,022                      | -                      |
| Total OPEB liability                             | 51,631,180                    | 3,030,088            | 4,942,029            | 49,719,239                      | 1,805,483              |
| Workers' comp reserve                            | 502,915                       | 785,526              | 776,288              | 512,153                         | 131,937                |
| Financed purchases                               | 6,798,249                     | -                    | 2,656,252            | 4,141,997                       | 2,134,749              |
| Lease liability                                  | 11,337,295                    | -                    | 1,070,396            | 10,266,899                      | 1,073,488              |
| Subscription liability                           | 1,504,115                     | 8,891,642            | 4,415,905            | 5,979,852                       | 1,283,202              |
| Contracts payable                                | 343,661                       | 212,298              | 247,756              | 308,203                         | 199,959                |
| Governmental activities<br>long-term liabilities | <u>\$ 249,466,015</u>         | <u>\$ 41,874,383</u> | <u>\$ 59,323,117</u> | <u>\$ 232,017,281</u>           | <u>\$ 20,017,307</u>   |

All long-term liabilities are expected to be repaid primarily from General Fund tax revenues.

*Financed Purchases*

The County of Lancaster has entered into various financed purchase agreements for equipment. The principal and interest payments are detailed below:

| Year ended December 31, | Principal           | Interest          | Total Payment       |
|-------------------------|---------------------|-------------------|---------------------|
| 2025                    | 2,134,749           | 114,499           | 2,249,248           |
| 2026                    | 2,007,248           | 46,458            | 2,053,706           |
|                         | <u>\$ 4,141,997</u> | <u>\$ 160,957</u> | <u>\$ 4,302,954</u> |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**8. Long-Term Liabilities (continued)**

*Lease Liabilities*

The County of Lancaster has entered into various lease agreements for equipment and office space. The principal and interest payments are detailed below:

| Year ended December 31, | Principal            | Interest            | Total Payment        |
|-------------------------|----------------------|---------------------|----------------------|
| 2025                    | \$ 1,135,367         | \$ 491,629          | \$ 1,626,996         |
| 2026                    | 1,085,575            | 433,508             | 1,519,083            |
| 2027                    | 1,151,859            | 377,801             | 1,529,660            |
| 2028                    | 1,146,579            | 318,704             | 1,465,283            |
| 2029                    | 1,216,501            | 259,787             | 1,476,288            |
| 2030 - 2034             | 2,086,024            | 893,257             | 2,979,281            |
| 2035 - 2039             | 2,444,994            | 272,351             | 2,717,345            |
|                         | <u>\$ 10,266,899</u> | <u>\$ 3,047,037</u> | <u>\$ 13,313,936</u> |

*Subscription Liabilities*

The County of Lancaster has entered into various lease agreements for subscription-based information technology arrangements.

| Year ended December 31, | Principal           | Interest            | Total Payment       |
|-------------------------|---------------------|---------------------|---------------------|
| 2025                    | \$ 1,283,202        | \$ 298,993          | \$ 1,582,195        |
| 2026                    | 1,242,903           | 234,833             | 1,477,736           |
| 2027                    | 209,217             | 50,951              | 260,168             |
| 2028                    | 228,891             | 40,491              | 269,382             |
| 2029                    | 499,977             | 394,254             | 894,231             |
| 2030 - 2033             | 2,515,662           | 324,316             | 2,839,978           |
|                         | <u>\$ 5,979,852</u> | <u>\$ 1,343,838</u> | <u>\$ 7,323,690</u> |

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **8. Long-Term Liabilities (continued)**

##### *Discretely Presented Component Unit*

On December 1, 2022, the 2014 Bonds were refunded through the issuance of the Hotel Room Rental Tax Revenue Bonds, Series A and B of 2022 (2022 A and B Bonds) in the amount of \$6,755,000 and \$62,730,000, respectively. The 2022 A Bonds were used to pay a portion of the costs of terminating certain interest rate swap agreements, fund the debt service reserve funds for the 2022 A Bonds, and pay certain expenses in connection with the issuance of the 2022 A Bonds. The proceeds from the 2022 B Bonds, together with other funds from the Authority, were used to refund the 2014 Bonds, pay a portion of the costs of terminating certain interest rate swap agreements, fund a debt service reserve fund for the 2022 B Bonds and pay certain expenses in connection with the issuance of the 2022 B Bonds.

The 2022 A Bonds are due in annual installments of \$45,000 to \$1,000,000, beginning in 2023 through 2030 with interest rates ranging from 4.73% to 5.17%. The 2022 B Bonds are due in annual installments of \$1,080,000 to \$3,860,000 beginning in 2030 and continuing through 2057 with interest rates ranging from 4.00% to 5.00%.

The purpose of the refunding was to terminate the risk of the swap and to fix the annual debt service payments. Fixing the debt service payments for the life of the 2022 A and B Bonds alleviated the need for renegotiating the terms of the 2014 Bonds every five years at the mandatory tender date. Refinancing the 2014 bonds at the mandatory tender date of December 31, 2023, without terminating the swap was not an option provided by the lender.

Based on the interest rates in effect at the time of refunding, total debt service was increased by \$31,851,801 through the year 2057. This increase in total debt service does not take into account any new or revised debt service requirements had the 2014 Bonds been held through the mandatory tender date of December 1, 2023. The economic loss (difference between present values of the old and new debt service payments) in the amount of \$8,445,280 is primarily the result of the \$9,338,000 value of the swaps at the date of termination. Additionally, the 2022 A and B Bonds have optional redemption terms which are more favorable than the 2014 Bonds which, if exercised, could decrease the overall debt service. The optional redemption terms are at the discretion of the Authority.

In conjunction with the issuance of the 2022 A and B Bonds, the Authority entered into a guaranty agreement with the County. Under the guaranty agreement, the County guarantees the payment of the Authority's obligation under the Debt Service Reserve Fund Replenishment Note.

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**8. Long-Term Liabilities (continued)**

*Discretely Presented Component Unit (continued)*

In accordance with Section 6.02 of the 2022 A and B Bonds Trust Indenture (Trust Indenture), if an event of default, such as failure to pay principal and interest on bonds when due, or any other events as defined by Section 6.01 of the Trust Indenture, the Trustee may 1) if the Authority is not collecting 100% of the hotel tax revenues, notify the County Treasurer (Treasurer) that an event of default has occurred and is continuing; and 2) pursue any available remedy to enforce the performance or compliance with any other obligation or requirement of this Trust Indenture or any of the security documents.

Upon the occurrence and continuance of an event of default under Section 6.01(c) of the Trust Indenture, the Trustee may, and if requested to do so by the holders of at least twenty-five percent (25%) in aggregate principal amount of 2022 A and B Bonds then outstanding, and if the Trustee is indemnified, the Trustee shall, exercise such of the rights and remedies conferred by the provision of Local Government Unit Debt Act.

Debt service requirements are as follows:

|           | Principal            | Interest             | Total                 |
|-----------|----------------------|----------------------|-----------------------|
| 2025      | \$ 885,000           | \$ 3,069,133         | \$ 3,954,133          |
| 2026      | 925,000              | 3,026,282            | 3,951,282             |
| 2027      | 970,000              | 2,981,223            | 3,951,223             |
| 2028      | 1,020,000            | 2,932,846            | 3,952,846             |
| 2029      | 1,070,000            | 2,880,421            | 3,950,421             |
| 2030-2034 | 6,240,000            | 13,516,851           | 19,756,851            |
| 2035-2039 | 7,985,000            | 11,770,488           | 19,755,488            |
| 2040-2044 | 10,005,000           | 9,758,794            | 19,763,794            |
| 2045-2049 | 12,245,000           | 7,510,150            | 19,755,150            |
| 2050-2054 | 15,250,000           | 4,503,713            | 19,753,713            |
| 2055-2057 | 11,050,000           | 803,938              | 11,853,938            |
|           | <u>\$ 67,645,000</u> | <u>\$ 62,753,839</u> | <u>\$ 130,398,839</u> |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**8. Long-Term Liabilities (continued)**

During the year ended December 31, 2024, the following changes occurred with the Convention Center Authority’s revenue bonds payable:

|                       | Balance<br>1/1/2024 | Additions | Reductions | Balance<br>12/31/2024 | Due Within<br>One Year |
|-----------------------|---------------------|-----------|------------|-----------------------|------------------------|
| Revenue bonds payable | \$ 66,467,149       | \$ -      | \$ 751,455 | \$ 65,715,694         | \$ 885,000             |

**9. Self-Insurance Claims Liability**

The County is self-insured for workers’ compensation in accordance with Article III of the Pennsylvania Workers’ Compensation Act of 1915 as reenacted and amended. The liability is recorded as estimated by the County’s actuary; such claims are discounted at 4% for workers’ compensation. The Bureau of Workers’ Compensation issued an exemption permit renewing the County’s self-insurance status on October 10, 2023.

The County is also self-insured for unemployment compensation; however, payments are made quarterly to the Commonwealth of Pennsylvania and any resulting liability is considered short term and included within accounts payable.

Changes in the County’s self-insurance claims reserves for the years ending December 31, 2024, and 2023 were as follows:

|                       | Reserve<br>Balance as of<br>January 1,<br>2024 | Current Year<br>Claims | Claim<br>Payments | Reserve<br>Balance as of<br>December 31,<br>2024 |
|-----------------------|--|------------------------|-------------------|--|
| Workers’ Compensation | \$ 502,915                                     | \$ 785,526             | \$ 776,288        | \$ 512,153                                       |

|                       | Reserve<br>Balance as of<br>January 1,<br>2023 | Current Year<br>Claims | Claim<br>Payments | Reserve<br>Balance as of<br>December 31,<br>2023 |
|-----------------------|--|------------------------|-------------------|--|
| Workers’ Compensation | \$ 329,000                                     | \$ 834,681             | \$ 660,766        | \$ 502,915                                       |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**10. Interfund Transfers**

Interfund transfers for the year ended December 31, 2024, consisted of the following:

|   | Interfund Transfers-In | Interfund Transfers-Out |
|---|------------------------|-------------------------|
| General Fund                                      | \$ —                   | \$ 21,630,095           |
| Children and Youth Services Fund                  | 8,482,493              | —                       |
| Behavioral Health and Developmental Services Fund | 1,071,163              | —                       |
| Capital Projects Fund                             | 9,263,125              | —                       |
| Domestic Relations Fund                           | 1,751,892              | —                       |
| Human Services Block Grant                        | 590,150                | 619,152                 |
| Nonmajor Governmental Funds                       | 1,090,424              | —                       |
| Total   | \$ 22,249,247          | \$ 22,249,247           |

Transfers are utilized to use unrestricted revenues collected in the General Fund and deferred inflows of resources in the Human Services Block Grant Fund. This is to finance various grant programs accounted for in other funds in accordance with budgetary and legal authorizations.

**11. Commitments and Contingent Liabilities**

The County receives funds from the Commonwealth of Pennsylvania and various federal agencies to fund specific programs. Final determination of various amounts is subject to audit by the responsible agencies. County officials believe that any audit adjustments resulting from final settlements will be immaterial in relation to the County’s financial resources.

The County is involved as either plaintiff or defendant in several lawsuits and claims. However, it is the opinion of County solicitors that there are no probable or estimable claims against the County that would materially affect the financial position of the County.

On May 15, 2004, the County guaranteed revenue bonds issued by the Redevelopment Authority in the amount of \$13,505,000 to fund the site acquisition, design, construction, and operation of a multi-purpose stadium and related improvements. The bonds of the Redevelopment Authority are payable solely and exclusively from, and secured by, (1) the use of the multi-purpose stadium facilities, (2) restricted funds established under the indenture, and (3) to the extent necessary, sums the County is obligated to pay pursuant to the guaranty agreement. On January 15, 2013, the bonds were refunded through the issuance of the Redevelopment Authority of the County of Lancaster Taxable Guaranteed

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **11. Commitments and Contingent Liabilities (continued)**

Stadium Bonds, Series of 2013, in the amount of \$10,950,000. As of December 31, 2024, \$1,055,000 of the bonds remained outstanding.

The County guaranteed lease rental debt of the Redevelopment Authority for the stadium. As of December 31, 2024, the County's guarantee equaled a maximum annual debt service amount of \$1,097,590.

On December 21, 2016, the County approved a resolution where the Lancaster Baseball Club, LLC (the Club) requested assistance from the County for a portion of the debt service for a limited period of time on the Redevelopment Authority of the County of Lancaster Taxable Guaranteed Stadium Bonds, Series of 2013. The agreement was subsequently approved on February 17, 2017. Under the agreement the County will allocate an amount of up to \$450,000 per year for six years, from 2017 to 2022, to assist with debt service on the Redevelopment Authority's bonds. The amounts allocated by the County are not to exceed \$2,700,000 and are considered a loan to the Club which must be repaid. The loan will bear interest at 6% beginning on January 1, 2020. The Club will pay annual principal installments of \$145,000 beginning on January 1, 2023, until the principal and all accrued interest are paid in full. Commencing in 2017, the Club, or its partners, will pledge to the County, security in the form of mortgage liens on property in Lancaster County equal in value to the outstanding principal amount of the loan plus accrued interest. Effective January 1, 2023, the Club assumed responsibility for making all payments of debt service due on the Redevelopment Authority of the County of Lancaster Taxable Guaranteed Stadium Bonds, Series of 2013.

It was determined that the County is more likely than not to loan the Club an amount for a portion of the debt service of the bonds. The amount of the liability is the best estimate of the discounted present value of the future outflows expected to be incurred as a result of this agreement.

On September 2, 2005, the County guaranteed a note in the amount of \$100,000 issued by the Lancaster Industrial Development Authority to the Redevelopment Authority. Principal and interest on this note are due June 30, 2025.

#### *Discretely Presented Component Unit*

Under the continuing covenant agreement, the Convention Center Authority is required to maintain certain minimum balances in the funds held at the Trustee Bank. Failure to meet this liquidity covenant for any quarterly period represents an event of default.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **12. Other Post-Employment Benefits**

##### *Summary of Significant Accounting Policies*

The County has committed to providing other post-employment benefits (OPEB) to its retirees if they meet certain requirements. The financial information is prepared using the accrual basis of accounting. Contributions are recognized in the period in which the contributions are due. Benefits and refunds are recognized when due and payable in accordance with the commitment. The total OPEB liability is calculated based on the entry age normal level percent of pay actuarial cost method. These benefits are not currently pre-funded by the County.

##### *Description of Plan*

The County, through its substantive commitment to provide OPEB benefits, maintains a single employer defined benefit plan to provide certain postretirement healthcare benefits to former full-time employees who meet certain eligibility requirements. The County is assumed to be a single employer without a special funding situation and without a qualified trust for the purposes of reporting under GASB 75.

##### *Plan Administration*

The County sponsors a medical and prescription drug plan for its employees. Eligible retirees may continue health coverage through the County for life or Medicare eligibility, depending on their hire date. The County funds its OPEB on a pay-as-you-go basis and has no plan assets (investments) used specifically for paying the post-retirement medical benefits.

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the County and plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the County and plan members to that point. The County is under no statutory or contractual obligation to provide these postretirement healthcare benefits. Because the plan consists solely of the County's firm commitment to provide OPEB through the payment of premiums to insurance companies on behalf of its eligible retirees, no stand-alone financial report is either available or generated. Benefit and contribution provisions of the plan are authorized and amended by the County Commissioners.

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**12. Other Post-Employment Benefits (continued)**

*Plan Membership*

As of December 31, 2024, the plan's membership consisted of the following:

|                             |                     |
|-----------------------------|---------------------|
| Retirees receiving benefits | 716                 |
| Active members              | <u>945</u>          |
| Total membership            | <u><u>1,661</u></u> |

*Benefits Provided*

The benefits cover eligible retirees who elect to participate and pay any required contributions. Specific details of the plan include the provision of certain hospitalization, major medical insurance, and prescription drug coverage. These benefits are provided through insurance companies. Such benefits are not available to members' spouses or dependents; rather, only to former employees as previously described. There are no employer-subsidized ancillary benefits (life insurance, dental, and/or vision) at retirement.

To be eligible for the benefits full-time employees must meet certain eligibility requirements. Full-time employees hired before January 1, 2012, are eligible for lifetime retiree health benefits once they are eligible to receive retirement income from the Employee Retirement Plan and have five years of service. Full-time employees hired January 1, 2012, through December 31, 2018, are eligible for retiree health benefits until Medicare eligibility once they are eligible to receive retirement income from the Employee Retirement Plan and have 20 years of service. Employees hired on or after January 1, 2019, are not eligible for retiree health benefits. Eligibility requirements to receive retirement income from the Employee Retirement Plan are as follows:

- Normal Retirement: Earlier of (a) age 55 with 20 years of service or (b) age 60 (no service requirement).
- Early Retirement: 20 years of service.

*Contributions*

Since the County funds its OPEB on a pay-as-you-go basis and has no plan assets used specifically for paying the post-retirement medical benefits, premiums under the plan for post-employment healthcare benefits are funded by retirees desiring such coverage via co-pays paid to the County in accordance with rates established by the County and by the County itself from appropriate governmental funds. For 2024, contribution rates for plan members under 65 equaled \$57.74 per participant per month. Contribution rates for plan members 65 and over equaled \$42.50 per participant per month.

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**12. Other Post-Employment Benefits (continued)**

*Contributions (continued)*

For the year ended December 31, 2024, plan members receiving benefits paid \$376,607, which was used to offset the County’s total outlays to insurance carriers equaling \$2,182,090 for current year premiums due. The net outlay from the County, which equaled \$1,805,483, represents the County’s net cost paid for the current year premiums due.

*Discount Rate*

The discount rate used to measure the total OPEB liability was 4.28% for the current measurement period. GASB 75 specifies that the discount rate should be selected based on a yield or index rate for 20-year, tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher (or equivalent quality on another rating scale). As prescribed by GASB 75, since the County does not fund the plan, the discount rate is set equal to the 20-year municipal bond rate, which was 4.28% as of December 31, 2024.

*Sensitivity of Total OPEB Liability to Changes in the Discount Rate*

The following presents the total OPEB liability of the County, calculated using the discount rate of 4.00%, as well as what the County’s total OPEB liability would be if it were calculated using a discount rate that is one-percentage-point lower (3.00%) or one-percentage-point higher (5.00%) than the current rate:

|                                  | 1%<br>Decrease<br><u>(3.28%)</u> | Current<br>Discount<br>Rate <u>(4.28%)</u> | 1%<br>Increase<br><u>(5.28%)</u> |
|----------------------------------|----------------------------------|--|----------------------------------|
| County’s total<br>OPEB liability | \$55,009,326                     | \$49,719,239                               | \$45,154,269                     |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**12. Other Post-Employment Benefits (continued)**

*Sensitivity of Total OPEB Liability to Changes in the Healthcare Cost Trend*

The healthcare trend assumption used in the valuation was developed using the Society of Actuaries (SOA) Long-Run Medical Cost Trend Model. The healthcare trend assumptions are shown below:

| <u>Year</u>     | <u>Annual Trend</u> |
|-----------------|---------------------|
| 2024            | 5.72%               |
| 2025            | 6.20%               |
| 2026            | 5.60%               |
| 2027            | 5.50%               |
| 2028            | 5.39%               |
| 2030            | 5.18%               |
| 2040            | 4.73%               |
| 2050            | 4.65%               |
| 2060            | 4.60%               |
| 2070            | 4.35%               |
| 2075 & Ultimate | 4.14%               |

The following presents the total OPEB liability of the County, calculated using the annual healthcare cost trend assumption noted, as well as what the County’s total OPEB liability would be if it were calculated using a trend rate that is one-percentage-point lower or one-percentage-point higher than the current trend:

|                                  | <u>1%<br/>Decrease</u> | <u>Current<br/>Trend Rate</u> | <u>1%<br/>Increase</u> |
|----------------------------------|------------------------|-------------------------------|------------------------|
| County’s total<br>OPEB liability | \$43,474,608           | \$49,719,239                  | \$57,348,124           |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**12. Other Post-Employment Benefits (continued)**

*Total OPEB Liability*

The total OPEB liability was determined by an actuarial valuation as of January 1, 2024, and projected forward to December 31, 2024, using the following actuarial assumptions, applied to all periods included in the measurement:

|                        |  |
|------------------------|--|
| Inflation              | 2.60%  |
| Salary increases       | 4.00%  |
| Discount rate          | 4.28% measurement date   |
| Mortality table        | Pub-2010 General Employees / Retirees<br>Headcount-Weighted projected fully<br>generationally using MP-2021. |
| Healthcare cost trends | 5.72% for 2024, decreasing to an<br>ultimate rate of 4.14% by 2075.  |

*Changes in Total OPEB Liability*

During the year ended December 31, 2024, the following changes occurred in total OPEB liability:

|   | Increases (Decreases)          |                                       |                                    |
|---|--------------------------------|---------------------------------------|------------------------------------|
|   | Total OPEB<br>Liability<br>(a) | Plan Fiduciary<br>Net Position<br>(b) | Total OPEB<br>Liability<br>(a)-(b) |
| Balances at 12/31/2023                                | \$ 51,631,180                  | \$ -                                  | \$ 51,631,180                      |
| Changes for the Year:                                 |                                |                                       |                                    |
| Service Cost  | 962,112                        | -                                     | 962,112                            |
| Interest  | 2,067,976                      | -                                     | 2,067,976                          |
| Changes in Benefit Terms                              | -                              | -                                     | -                                  |
| Differences Between Expected<br>and Actual Experience | (1,734,130)                    | -                                     | (1,734,130)                        |
| Changes in Assumptions or<br>Other Inputs             | (1,402,416)                    | -                                     | (1,402,416)                        |
| Contributions   | -                              | 1,805,483                             | 1,805,483                          |
| Benefit Payments                                      | (1,805,483)                    | (1,805,483)                           | -                                  |
| Administrative Expenses                               | -                              | -                                     | -                                  |
| Net Changes   | (1,911,941)                    | -                                     | (1,911,941)                        |
| Balances at 12/31/2024                                | \$ 49,719,239                  | \$ -                                  | \$ 49,719,239                      |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**12. Other Post-Employment Benefits (continued)**

*OPEB Expense and Deferred Outflows and Deferred Inflows of Resources*

For the 2024 measurement period, the County recognized pension expense of \$(16,172,000) and reported deferred outflows of resources / (deferred inflows of resources) related to pensions from the following sources:

|  | <u>Deferred Outflows</u> | <u>(Deferred Inflows)</u> |
|--|--------------------------|---------------------------|
| Differences between expected and actual experience | \$ 2,604,919             | \$ (32,956,201)           |
| Change of assumptions or other inputs              | <u>2,943,530</u>         | <u>(17,616,599)</u>       |
| Total  | <u>\$ 5,548,449</u>      | <u>\$ (50,572,800)</u>    |

*OPEB Expense and Deferred Outflows and Deferred Inflows of Resources (continued)*

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

|                      |                        |
|----------------------|------------------------|
| <b>Years ending:</b> |                        |
| 2025                 | \$ (16,872,706)        |
| 2026                 | (14,711,358)           |
| 2027                 | (10,497,044)           |
| 2028                 | (2,420,487)            |
| 2029                 | (522,756)              |
| Thereafter           | <u>-</u>               |
|                      | <u>\$ (45,024,351)</u> |

For the 2024 measurement period, the County had no outstanding amount of contributions for the OPEB required for the year ended December 31, 2024.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **13. Employee Retirement Plan (Pension Trust Fund)**

##### *Summary of Significant Accounting Policies*

The Lancaster County Employee Retirement Plan's (the Plan) financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the Plan are recognized when due and the employer has made a formal commitment to provide the contributions. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan.

Plan 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. By contract, an independent appraisal is obtained once every year to determine the fair value of the real estate assets.

##### *Description of Plan*

The County maintains a single-employer contributory defined benefit pension plan covering substantially all County employees. The Plan provides retirement, disability, and death benefits to plan members and their beneficiaries. The Plan is considered part of the County's financial reporting entity and is included in the County's financial statements as a Pension Trust Fund. The Plan does not issue a stand-alone financial report.

##### *Plan Administration*

The Plan is governed by the 1971 County Pension Law, Act 96, of the General Assembly of the Commonwealth of Pennsylvania, as amended, cited as the County Pension Law (the Act). The Act provides for the creation, maintenance, and operation of this Plan. Benefit and contribution provisions of the Plan are established and can be amended as provided by the Act.

Management of the Plan is vested in the Retirement Board, which consists of five members – three elected County Commissioners, the County Controller, and the County Treasurer.

Administrative costs of the Plan, in accordance with a 1991 amendment to the Act, may be paid from Plan assets unless it is determined by the actuary that such payment will impair the actuarial soundness of the Plan. During 2024, administrative costs totaling \$94,193 were paid from Plan assets.

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**13. Employee Retirement Plan (Pension Trust Fund) (continued)**

The Act makes no provision for termination of the Plan.

*Plan Membership*

Membership in the Plan is mandatory for all full-time County employees. As of December 31, 2024, the Plan's membership consisted of the following:

|   |                     |
|---|---------------------|
| Retirees and beneficiaries receiving benefits                   | 1,478               |
| Terminated Plan members enrolled but not yet receiving benefits | 308                 |
| Active Plan members   | <u>1,691</u>        |
| Total members   | <u><u>3,477</u></u> |

*Benefits Provided*

The Plan provides retirement, disability, and death benefits. Retirement benefits for plan members are calculated as a percent of the members' highest three-year average salary times the member's years of service depending on class basis. Retirement benefits vest after five years of credited service. Employees who retire at age 60 or with 20 years of service, if at least 55 years of age, are entitled to an unreduced annual retirement benefit. Employees are eligible for a reduced annual retirement benefit after accumulating 20 years of service prior to reaching age 55.

All plan members are eligible for disability benefits after five years of service if disabled while in service and unable to continue as a County employee. Disability retirement benefits are equal to 25% of the highest average salary at time of retirement.

Death benefits for a member who dies with ten years of service prior to retirement is the total present value of member's retirement paid in a lump sum.

Employees that are involuntarily terminated from County employment are eligible for a reduced annual retirement benefit after accumulating eight years of service under certain circumstances.

A plan member who leaves County service with less than five years of service may withdraw their contributions, plus any accrued interest.

The general annual benefit is from 0.833% to 1.25% (depending on the date the employee entered the Plan) of the employee's highest three-year salary times years of service.

## County of Lancaster, Pennsylvania

### Notes to Financial Statements (continued)

#### **13. Employee Retirement Plan (Pension Trust Fund) (continued)**

##### *Benefits Provided (continued)*

On an ad hoc basis, cost-of-living adjustments (COLA) 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 County elect to give one, is a percentage of the change in the Consumer Price Index.

##### *Contributions*

Covered employees are required by the Act to contribute to the Plan at a rate of 5% of their annual covered salary. Employees may contribute up to an additional 10% of gross pay, at their option. The contributions are recorded in an individually identified account which is also credited with interest, calculated to yield between 4.0% - 5.5% (as determined by the Retirement Board) compounded annually. Accumulated employee contributions and credited interest, which amounted to \$89,937,830 as of December 31, 2024, vest immediately and are returned upon termination of service if the employee is not eligible for other benefits.

An actuarially determined contribution is recommended by the plan 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 an unfunded accrued liability. For the 2024 measurement period, the active member contribution rate was 5.0% of annual pay, and the County average contribution rate was 5.42% of annual payroll.

The Plan's funding policy provides for periodic member contributions as discussed above and employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are sufficient to accumulate sufficient assets to pay benefits when due.

The actuarial cost method used to determine the Plan's funding requirements is the entry age normal method. Under this method, an actuarial accrued liability is determined as the actuarial present value of projected benefits for all participants minus the actuarial present value of future normal costs. The normal cost is determined as the annual amount required to fund between entry age and assumed exit age the actuarial present value of projected benefits for each active participant under the assumed retirement age. Significant actuarial assumptions used to compute the annual employer required contributions for the current year are the same as those used to compute the net pension liability.

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**13. Employee Retirement Plan (Pension Trust Fund) (continued)**

*Discount Rate*

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense, and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by 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 pension plan's target asset allocation for the 2024 measurement period 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%                                      |

The discount rate used to measure the total pension liability was 7.00%. 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. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Sensitivity of Total Pension Liability to Changes in the Discount Rate*

The following presents the total pension liability of the County, calculated using the discount rate of 7.00%, as well as what the County's net pension liability would be if it were calculated using a discount rate that is one-percentage-point lower, 6.00%, or one-percentage-point higher, 8.00%, than the current rate:

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**13. Employee Retirement Plan (Pension Trust Fund) (continued)**

|                                  |                                |  |                                |
|----------------------------------|--------------------------------|--|--------------------------------|
|                                  | 1%<br>Decrease<br><u>6.00%</u> | Current<br>Discount<br><u>Rate 7.00%</u> | 1%<br>Increase<br><u>8.00%</u> |
| County's total pension liability | \$68,650,824                   | \$20,638,022                             | \$(19,340,225)                 |

*Investments*

The Plan's investments are held in a bank-administered trust fund. The pension plan's policy in regard to the allocation of invested assets is established and may be amended by the Board by a majority vote of its members. It is the policy of the Board to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The following was the Board's asset allocation policy for the 2024 measurement period:

| <u>Asset Class</u>        | <u>Target Allocation</u> |
|---------------------------|--------------------------|
| Domestic equity           | 25%                      |
| International equity      | 25%                      |
| Fixed income              | 24%                      |
| Real estate / Alternative | 25%                      |
| Cash                      | 1%                       |

The Plan's investment policy does not allow for an investment of 5% or more of Plan investments in any single corporation or group of affiliated corporations.

For the 2024 measurement period, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense, was 9.80%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

*Total Pension Liability*

The total pension liability was determined by an actuarial valuation for the 2024 measurement period as of January 1 and rolled-forward to December 31 using the following actuarial assumptions, applied to all periods included in the measurement:

|                                  |   |
|----------------------------------|---|
| Inflation                        | 3.00%   |
| Salary increases                 | 4.00% average, including inflation                                |
| Investment rate of return        | 7.00% net of pension plan investment expense, including inflation |
| Postretirement benefit increases | none  |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**13. Employee Retirement Plan (Pension Trust Fund) (continued)**

Mortality rates were based on the PubG-2010 Mortality Table for males and females with generational mortality improvement using MP19.

*Total Pension Liability*

The components of the total pension liability (asset) of the County for the 2024 measurement period were as follows:

|   |                      |
|---|----------------------|
| Total pension liability   | \$ 418,601,310       |
| Plan fiduciary net pension  | <u>397,963,288</u>   |
| County's total pension liability (asset)                                      | <u>\$ 20,638,022</u> |
| <br>  |                      |
| Plan fiduciary net position as a percentage<br>of the total pension liability | 95.07%               |

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 during 2016; however, no modifications to assumptions were made as a result.

The amortization of the unfunded actuarial accrued liability is over a 30-year period on a closed basis. There are no legal or contractual funding limitations that would potentially affect the projection of benefits for financial accounting purposes.

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**13. Employee Retirement Plan (Pension Trust Fund) (continued)**

*Changes in Total Pension Liability (Asset)*

During the year ended December 31, 2024, the following changes occurred in total pension liability (asset):

|  | Increases (Decreases)             |                                       |   |
|--|-----------------------------------|---------------------------------------|---|
|  | Total Pension<br>Liability<br>(a) | Plan Fiduciary<br>Net Position<br>(b) | Total Pension<br>Liability (Asset)<br>(a)-(b) |
| Balances at 12/31/2023   | \$ 400,635,390                    | \$ 370,621,366                        | \$ 30,014,024                                 |
| Changes for the Year:  |                                   |                                       |   |
| Service Cost   | 7,581,934                         | -                                     | 7,581,934                                     |
| Interest   | 28,138,777                        | -                                     | 28,138,777                                    |
| Differences Between Expected<br>and Actual Experience          | 4,902,015                         | -                                     | 4,902,015                                     |
| Changes in Assumptions   | -                                 | -                                     | -   |
| Contributions – Employer                                       | -                                 | 5,412,015                             | (5,412,015)                                   |
| Contributions – Member   | -                                 | 8,793,906                             | (8,793,906)                                   |
| Net Investment Income  | -                                 | 35,887,000                            | (35,887,000)                                  |
| Benefit Payments, Including<br>Refunds of Member Contributions | (22,656,806)                      | (22,656,806)                          | -   |
| Administrative Expenses  | -                                 | (62,386)                              | 62,386  |
| Other  | -                                 | (31,807)                              | 31,807  |
| Net Changes  | 17,965,920                        | 27,341,922                            | (9,376,002)                                   |
| Balances at 12/31/2024   | <u>\$ 418,601,310</u>             | <u>\$ 397,963,288</u>                 | <u>\$ 20,638,022</u>                          |

*Pension Expense and Deferred Outflows and Deferred Inflows of Resources*

For the 2024 measurement period, the County recognized pension expense of \$8,494,499 and reported deferred outflows of resources / (deferred inflows of resources) related to pensions from the following sources:

|   | <u>Deferred Outflows</u> | <u>(Deferred Inflows)</u> |
|---|--------------------------|---------------------------|
| Differences between expected and<br>actual experience                               | \$ 10,009,429            | \$ -                      |
| Change of assumptions   | -                        | -                         |
| Net difference between projected and actual<br>earnings on pension plan investments | 2,104,088                | -                         |
| Total   | <u>\$ 12,113,517</u>     | <u>\$ -</u>               |

County of Lancaster, Pennsylvania

Notes to Financial Statements (continued)

**13. Employee Retirement Plan (Pension Trust Fund) (continued)**

*Pension Expense and Deferred Outflows and Deferred Inflows of Resources (continued)*

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

| <b>Years ending:</b> |                      |
|----------------------|----------------------|
| 2025                 | \$ 7,261,293         |
| 2026                 | 11,273,957           |
| 2027                 | (4,493,792)          |
| 2028                 | <u>(1,927,941)</u>   |
|                      | <u>\$ 12,113,517</u> |

For the 2024 measurement period, the County had no outstanding amount of contributions to the pension plan required for the year ended December 31, 2024.

*Legally Required Reserves*

As of December 31, 2024, the Plan has a balance of \$89,937,830 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 Plan has a balance of \$74,443,248 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.

This is the account out of which regular interest is credited to the Members' Annuity Reserve Account and Retired Members' Reserve Account, administrative expenses may be paid, and the pension obligations of the County are funded.

When a County annuity is scheduled to commence for a particular member, sufficient monies are transferred from the County Annuity Reserve Account to the Retired Members' Reserve Account to provide for such County annuities actually entered upon.

The Retired Members' Reserve Account is the account out of which monthly retirement allowances including cost-of-living increases and death benefits are paid. The assets allocated to this reserve account as of December 31, 2024, amount to \$197,577,255. The corresponding liability for those annuitants on the roll is identical.

## **Required Supplementary Information**

County of Lancaster, Pennsylvania

Schedule of Changes in the County's Total

Other Post-Employment Benefits Liability and Related Ratios

|   | <u>2018</u>    | <u>2019</u>    | <u>2020</u>    | <u>2021</u>   | <u>2022</u>   | <u>2023</u>   | <u>2024</u>   |
|---|----------------|----------------|----------------|---------------|---------------|---------------|---------------|
| <b>Total OPEB liability</b>   |                |                |                |               |               |               |               |
| Service cost  | \$ 4,564,894   | \$ 3,968,035   | \$ 3,701,022   | \$ 2,874,612  | \$ 2,171,200  | \$ 1,491,464  | \$ 962,112    |
| Interest  | 5,305,611      | 5,955,015      | 3,755,842      | 2,374,879     | 1,521,489     | 2,645,062     | 2,067,976     |
| Changes of benefit terms  | -              | -              | -              | -             | -             | -             | -             |
| Differences between expected and actual experience                        | -              | (22,781,809)   | (5,336,460)    | (42,142,397)  | 5,209,840     | (13,006,222)  | (1,734,130)   |
| Changes of assumptions  | (16,305,682)   | 7,652,357      | (24,163,728)   | 1,797,694     | (19,087,992)  | 1,619,843     | (1,402,416)   |
| Benefit payments  | (2,297,673)    | (2,326,238)    | (2,352,103)    | (2,006,962)   | (2,002,635)   | (1,974,880)   | (1,805,483)   |
| Net change in total OPEB liability  | (8,732,850)    | (7,532,640)    | (24,395,427)   | (37,102,174)  | (12,188,098)  | (9,224,733)   | (1,911,941)   |
| Total OPEB liability - beginning  | 150,807,102    | 142,074,252    | 134,541,612    | 110,146,185   | 73,044,011    | 60,855,913    | 51,631,180    |
| Total OPEB liability - ending (a)   | \$ 142,074,252 | \$ 134,541,612 | \$ 110,146,185 | \$ 73,044,011 | \$ 60,855,913 | \$ 51,631,180 | \$ 49,719,239 |
| <b>Plan fiduciary net position</b>  |                |                |                |               |               |               |               |
| Contributions - employer  | \$ 2,297,673   | \$ 2,326,238   | \$ 2,352,103   | \$ 2,006,962  | \$ 2,002,635  | \$ 1,974,880  | \$ 1,805,483  |
| Contributions - member  | -              | -              | -              | -             | -             | -             | -             |
| Net investment income   | -              | -              | -              | -             | -             | -             | -             |
| Benefit payments  | (2,297,673)    | (2,326,238)    | (2,352,103)    | (2,006,962)   | (2,002,635)   | (1,974,880)   | (1,805,483)   |
| Administrative expenses   | -              | -              | -              | -             | -             | -             | -             |
| Net change in plan fiduciary net position                                 | \$ -           | \$ -           | \$ -           | \$ -          | \$ -          | \$ -          | \$ -          |
| Plan fiduciary net position - beginning                                   | -              | -              | -              | -             | -             | -             | -             |
| Plan fiduciary net position - ending (b)                                  | \$ -           | \$ -           | \$ -           | \$ -          | \$ -          | \$ -          | \$ -          |
| County's total OPEB liability (asset) - ending (a) - (b)                  | \$ 142,074,252 | \$ 134,541,612 | \$ 110,146,185 | \$ 73,044,011 | \$ 60,855,913 | \$ 51,631,180 | \$ 49,719,239 |
| Plan fiduciary net position as a percentage of the total OPEB liability   | 0.00%          | 0.00%          | 0.00%          | 0.00%         | 0.00%         | 0.00%         | 0.00%         |
| Covered employee payroll  | \$ 82,059,110  | \$ 79,099,450  | \$ 71,863,769  | \$ 67,403,970 | \$ 64,642,458 | \$ 57,115,030 | \$ 65,685,468 |
| County's total OPEB liability as a percentage of covered employee payroll | 173.14%        | 170.09%        | 153.27%        | 108.37%       | 94.14%        | 90.40%        | 75.69%        |

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, information for those years for which information is available is shown.

Notes To Schedule:

Effective 12/31/24, the discount rate assumption increased from 4.00% to 4.28%.

There are no assets accumulated in a trust to pay related benefits for the OPEB plan.

County of Lancaster, Pennsylvania  
Schedule of Changes in the County's Total  
Pension Liability and Related Ratios

|  | 2015           | 2016           | 2017           | 2018           | 2019           | 2020           | 2021            | 2022           | 2023           | 2024           |
|--|----------------|----------------|----------------|----------------|----------------|----------------|-----------------|----------------|----------------|----------------|
| <b>Total pension liability</b>   |                |                |                |                |                |                |                 |                |                |                |
| Service cost   | \$ 7,406,881   | \$ 7,580,247   | \$ 7,837,482   | \$ 6,883,927   | \$ 7,045,808   | \$ 5,911,178   | \$ 5,996,330    | \$ 5,856,013   | \$ 6,717,419   | \$ 7,581,934   |
| Interest   | 18,633,288     | 19,529,550     | 20,145,143     | 21,101,524     | 21,978,922     | 23,703,120     | 24,602,532      | 25,643,490     | 26,966,578     | 28,138,777     |
| Changes of benefit terms   | -              | -              | -              | -              | -              | -              | -               | -              | -              | -              |
| Differences between expected and actual experience                         | (737,485)      | 56,883         | (1,685,093)    | (958,324)      | 1,308,820      | 41,328         | 2,250,779       | 5,599,054      | 8,783,142      | 4,902,015      |
| Changes of assumptions   | -              | -              | 3,718,617      | 4,712,326      | -              | 25,105,791     | -               | -              | -              | -              |
| Benefit of payments, including refunds of member contributions             | (13,356,419)   | (15,177,732)   | (15,958,384)   | (17,178,995)   | (17,535,471)   | (17,613,126)   | (20,641,081)    | (21,751,236)   | (22,751,247)   | (22,656,806)   |
| Other  | -              | -              | -              | -              | -              | -              | -               | -              | -              | -              |
| Net change in total pension liability                                      | 11,946,265     | 11,988,948     | 14,057,765     | 14,560,458     | 12,798,079     | 37,148,291     | 12,208,560      | 15,347,321     | 19,715,892     | 17,965,920     |
| Total pension liability - beginning  | 250,863,811    | 262,810,076    | 274,799,024    | 288,856,789    | 303,417,247    | 316,215,326    | 353,363,617     | 365,572,177    | 380,919,498    | 400,635,390    |
| Total pension liability - ending (a)                                       | \$ 262,810,076 | \$ 274,799,024 | \$ 288,856,789 | \$ 303,417,247 | \$ 316,215,326 | \$ 353,363,617 | \$ 365,572,177  | \$ 380,919,498 | \$ 400,635,390 | \$ 418,601,310 |
| <b>Plan fiduciary net position</b>   |                |                |                |                |                |                |                 |                |                |                |
| Contributions - employer   | \$ 5,228,813   | \$ 4,580,199   | \$ 4,424,334   | \$ 4,399,055   | \$ 5,048,537   | \$ 4,918,872   | \$ 5,142,723    | \$ 3,903,385   | \$ 5,159,368   | \$ 5,412,015   |
| Contributions - member   | 4,973,865      | 5,110,678      | 5,401,676      | 5,597,884      | 5,762,873      | 6,074,437      | 6,270,764       | 6,924,354      | 7,703,397      | 8,793,906      |
| Net investment income (loss)   | (954,010)      | 18,635,668     | 39,274,752     | (14,027,352)   | 54,392,796     | 38,178,785     | 50,512,619      | (40,946,244)   | 42,598,160     | 35,887,000     |
| Benefit payments, including refunds of member contributions                | (13,356,419)   | (15,177,732)   | (15,958,384)   | (17,178,995)   | (17,535,471)   | (17,613,126)   | (20,641,081)    | (21,751,236)   | (22,751,247)   | (22,656,806)   |
| Administrative expense   | (44,558)       | (71,633)       | (47,599)       | (48,413)       | (56,025)       | (61,597)       | (43,928)        | (57,475)       | (80,520)       | (62,386)       |
| Other  | (22,027)       | 63,908         | 46,555         | (42,173)       | (30,910)       | (29,043)       | (53,076)        | (18,181)       | (31,067)       | (31,807)       |
| Net change in plan fiduciary net position                                  | (4,174,336)    | 13,141,088     | 33,141,334     | (21,299,994)   | 47,581,800     | 31,468,328     | 41,188,021      | (51,945,397)   | 32,598,091     | 27,341,922     |
| Plan fiduciary net position - beginning                                    | 248,922,431    | 244,748,095    | 257,889,183    | 291,030,517    | 269,730,523    | 317,312,323    | 348,780,651     | 389,968,672    | 338,023,275    | 370,621,366    |
| Plan fiduciary net position - ending (b)                                   | \$ 244,748,095 | \$ 257,889,183 | \$ 291,030,517 | \$ 269,730,523 | \$ 317,312,323 | \$ 348,780,651 | \$ 389,968,672  | \$ 338,023,275 | \$ 370,621,366 | \$ 397,963,288 |
| County's total pension liability (asset) - ending (a) - (b)                | \$ 18,061,981  | \$ 16,909,841  | \$ (2,173,728) | \$ 33,686,724  | \$ (1,096,997) | \$ 4,582,966   | \$ (24,396,495) | \$ 42,896,223  | \$ 30,014,024  | \$ 20,638,022  |
| Plan fiduciary net position as a percentage of the total pension liability | 93.13%         | 93.85%         | 100.75%        | 88.90%         | 100.35%        | 98.70%         | 106.67%         | 88.74%         | 92.51%         | 95.07%         |
| Covered payroll  | \$ 79,478,129  | \$ 81,355,686  | \$ 80,039,687  | \$ 82,059,110  | \$ 83,892,412  | \$ 83,386,323  | \$ 84,337,086   | \$ 81,800,905  | \$ 92,217,959  | \$ 99,808,810  |
| County's total pension liability as a percentage of covered payroll        | 22.73%         | 20.79%         | (2.72%)        | 41.05%         | (1.31%)        | 5.50%          | (28.93%)        | 52.44%         | 32.55%         | 20.68%         |

County of Lancaster, Pennsylvania

Schedule of County Contributions

|  | <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>   |
|--|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| Actuarially determined contribution                                  | \$ 5,228,813  | \$ 4,580,199  | \$ 4,424,334  | \$ 4,399,055  | \$ 5,048,537  | \$ 4,918,872  | \$ 5,142,723  | \$ 3,903,385  | \$ 5,159,368  | \$ 5,412,015  |
| Contributions in relation to the actuarially determined contribution | 5,228,813     | 4,580,199     | 4,424,334     | 4,399,055     | 5,048,537     | 4,918,872     | 5,142,723     | 3,903,385     | 5,159,368     | 5,412,015     |
| Contribution deficiency (excess)                                     | \$ -          | \$ -          | \$ -          | \$ -          | \$ -          | \$ -          | \$ -          | \$ -          | \$ -          | \$ -          |
| Covered payroll  | \$ 79,478,129 | \$ 81,355,686 | \$ 80,039,687 | \$ 82,059,110 | \$ 83,892,412 | \$ 83,386,323 | \$ 84,337,086 | \$ 81,800,905 | \$ 92,217,959 | \$ 99,808,810 |
| Contributions as a percentage of covered payroll                     | 6.58%         | 5.63%         | 5.53%         | 5.36%         | 6.02%         | 5.90%         | 6.10%         | 4.77%         | 5.59%         | 5.42%         |

**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

Actuarially determined contribution rates are calculated as of January 1, one year prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates.

|                               |  |
|-------------------------------|--|
| Actuarial cost method         | Entry age  |
| Amortization method           | Level dollar   |
| Remaining amortization period | 16 years   |
| Asset valuation method        | Market value adjusted for unrecognized gains and losses from prior years                           |
| Inflation                     | 3.0%   |
| Salary increases              | 4.00% average, including inflation   |
| Investment rate of return     | 7.00%, 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 with generational mortality improvement using MP19 |

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 | 0.00%       | 8.10%       | 15.87%      | (4.55%)     | 20.84%      | 12.99%      | 14.86%      | (11.18%)    | 13.31%      | 9.80%       |

County of Lancaster, Pennsylvania

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
Budgetary Basis - General Fund

For the Year Ended December 31, 2024

|   | Budgeted Amounts       |                        | Actual<br>Amounts    | Variance with<br>Final Budget --<br>Positive<br>(Negative) |
|---|------------------------|------------------------|----------------------|--|
|   | Original               | Final                  |                      |  |
| <b>REVENUES</b>   |                        |                        |                      |  |
| Real estate taxes   | \$ 129,108,428         | \$ 129,108,428         | \$ 128,531,859       | \$ (576,569)   |
| Intergovernmental   | 8,002,563              | 48,153,413             | 33,132,376           | (15,021,037)   |
| Departmental  | 28,228,441             | 28,228,441             | 27,649,828           | (578,613)  |
| Fines and costs   | 3,023,006              | 3,023,006              | 3,211,771            | 188,765  |
| Investment earnings                                       | 9,500,000              | 9,500,000              | 5,135,572            | (4,364,428)  |
| Other   | 4,799,203              | 4,815,401              | 13,542,549           | 8,727,148  |
| Total revenues  | <u>182,661,641</u>     | <u>222,828,689</u>     | <u>211,203,955</u>   | <u>(11,624,734)</u>  |
| <b>EXPENDITURES</b>                                       |                        |                        |                      |  |
| Current:  |                        |                        |                      |  |
| General government  | 48,285,747             | 87,622,759             | 52,649,722           | 34,973,037   |
| Public Safety   | 14,054,680             | 14,037,630             | 10,240,902           | 3,796,728  |
| Judicial  | 55,832,775             | 56,141,810             | 57,740,022           | (1,598,212)  |
| Corrections   | 36,013,705             | 35,997,183             | 39,775,613           | (3,778,430)  |
| Cultural and recreation                                   | 3,391,761              | 3,380,851              | 2,591,792            | 789,059  |
| Capital outlay  | 7,989,713              | 8,518,797              | 7,736,291            | 782,506  |
| Debt service:   |                        |                        |                      |  |
| Principal retirement                                      | 14,145,000             | 14,145,000             | 13,340,331           | 804,669  |
| Interest and fiscal charges                               | 5,357,776              | 5,357,776              | 5,163,149            | 194,627  |
| Total expenditures  | <u>185,071,157</u>     | <u>225,201,806</u>     | <u>189,237,822</u>   | <u>35,963,984</u>  |
| Excess (deficiency) of revenues over (under) expenditures | (2,409,516)            | (2,373,117)            | 21,966,133           | 24,339,250   |
| Transfers out   | (13,794,916)           | (13,794,916)           | (18,962,872)         | (5,167,956)  |
| Total other financing sources (uses)                      | <u>(13,794,916)</u>    | <u>(13,794,916)</u>    | <u>(18,962,872)</u>  | <u>(5,167,956)</u>   |
| Net change in fund balances                               | <u>\$ (16,204,432)</u> | <u>\$ (16,168,033)</u> | 3,003,261            | <u>\$ 19,171,294</u>                                       |
| Net decrease in due from other funds                      |                        |                        | 8,075,584            |  |
| Fund balance, January 1, cash basis                       |                        |                        | 62,909,676           |  |
| Fund balance, December 31, cash basis                     |                        |                        | <u>73,988,521</u>    |  |
| Differences from modified accrual basis:                  |                        |                        |                      |  |
| Receivables:  |                        |                        |                      |  |
| Taxes, net  |                        |                        | 1,525,852            |  |
| Fines and costs, net                                      |                        |                        | 4,213,518            |  |
| Accounts  |                        |                        | 4,039,483            |  |
| Due from other governments                                |                        |                        | 4,172,955            |  |
| Accounts payable  |                        |                        | (4,129,458)          |  |
| Retainage payable   |                        |                        | (84,098)             |  |
| Deferred inflows of resources                             |                        |                        | (4,187,612)          |  |
| Payroll related accruals                                  |                        |                        | (5,352,402)          |  |
| Fund balance at December 31, modified accrual basis       |                        |                        | <u>\$ 74,186,759</u> |  |

County of Lancaster, Pennsylvania

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
Budgetary Basis - Children and Youth Services Fund

For the Year Ended December 31, 2024

|   | Budgeted Amounts    |                     | Actual<br>Amounts   | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|---|---------------------|---------------------|---------------------|---|
|   | Original            | Final               |                     |   |
| <b>REVENUES</b>   |                     |                     |                     |   |
| Intergovernmental   | \$ 40,897,423       | \$ 40,897,423       | \$ 54,087,157       | \$ 13,189,734   |
| Departmental  | 537,717             | 537,717             | 230,914             | (306,803)   |
| Total revenues  | <u>41,435,140</u>   | <u>41,435,140</u>   | <u>54,318,071</u>   | <u>12,882,931</u>   |
| <b>EXPENDITURES</b>                                       |                     |                     |                     |   |
| Current:  |                     |                     |                     |   |
| Health, education, and welfare:                           |                     |                     |                     |   |
| Children and youth  | 53,056,550          | 53,172,258          | 52,312,403          | 859,855   |
| Capital outlay  | 278,894             | 163,186             | 155,085             | 8,101   |
| Total expenditures  | <u>53,335,444</u>   | <u>53,335,444</u>   | <u>52,467,488</u>   | <u>867,956</u>  |
| Excess (deficiency) of revenues over (under) expenditures | (11,900,304)        | (11,900,304)        | 1,850,583           | 13,750,887  |
| <b>OTHER FINANCING SOURCES (USES)</b>                     |                     |                     |                     |   |
| Transfers in  | 11,703,576          | 11,703,576          | 8,482,493           | (3,221,083)   |
| Net change in fund balances                               | <u>\$ (196,728)</u> | <u>\$ (196,728)</u> | <u>10,333,076</u>   | <u>\$ 10,529,804</u>                                      |
| Net increase (decrease) in due to other funds             |                     |                     | (8,075,584)         |   |
| Fund balance, January 1, cash basis                       |                     |                     | <u>85,467</u>       |   |
| Fund balance, December 31, cash basis                     |                     |                     | 2,342,959           |   |
| Differences from modified accrual basis:                  |                     |                     |                     |   |
| Due from other governments                                |                     |                     | 3,560,410           |   |
| Accounts payable  |                     |                     | (2,896,932)         |   |
| Payroll related accruals                                  |                     |                     | <u>(717,457)</u>    |   |
| Fund balance at December 31, modified accrual basis       |                     |                     | <u>\$ 2,288,980</u> |   |

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
Budgetary Basis - Behavioral Health and Developmental Services Fund

For the Year Ended December 31, 2024

|   | Budgeted Amounts |               | Actual        | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|---|------------------|---------------|---------------|---|
|   | Original         | Final         | Amounts       |   |
| <b>REVENUES</b>   |                  |               |               |   |
| Intergovernmental   | \$ 31,694,587    | \$ 31,694,587 | \$ 27,740,802 | \$ (3,953,785)  |
| Departmental  | 3,979,292        | 3,979,292     | 3,101,350     | (877,942)   |
| Total revenues  | 35,673,879       | 35,673,879    | 30,842,152    | (4,831,727)   |
| <b>EXPENDITURES</b>                                       |                  |               |               |   |
| Current:  |                  |               |               |   |
| Health, education, and welfare:                           |                  |               |               |   |
| Behavioral Health & Developmental Services                | 36,533,596       | 36,368,531    | 33,820,430    | 2,548,101   |
| Capital outlay  | 217,362          | 382,427       | 294,240       | 88,187  |
| Debt service:   |                  |               |               |   |
| Principal retirement                                      | -                | -             | 189,058       | (189,058)   |
| Interest and fiscal charges                               | -                | -             | 310,966       | (310,966)   |
| Total expenditures  | 36,750,958       | 36,750,958    | 34,614,694    | 2,136,264   |
| Excess (deficiency) of revenues over (under) expenditures | (1,077,079)      | (1,077,079)   | (3,772,542)   | (2,695,463)   |
| <b>OTHER FINANCING SOURCES (USES)</b>                     |                  |               |               |   |
| Transfers in  | 1,063,660        | 1,063,660     | 1,071,163     | 7,503   |
| Net change in fund balances                               | \$ (13,419)      | \$ (13,419)   | (2,701,379)   | \$ (2,687,960)  |
| Fund balance, January 1, cash basis                       |                  |               | 2,922,686     |   |
| Fund balance, December 31, cash basis                     |                  |               | 221,307       |   |
| Differences from modified accrual basis:                  |                  |               |               |   |
| Due from other governments                                |                  |               | 4,873,057     |   |
| Accounts payable  |                  |               | (4,518,631)   |   |
| Payroll related accruals                                  |                  |               | (575,733)     |   |
| Fund balance at December 31, modified accrual basis       |                  |               | \$ -          |   |

County of Lancaster, Pennsylvania

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
Budgetary Basis - Domestic Relations Special Revenue Fund

For the Year Ended December 31, 2024

|   | Budgeted Amounts   |                     | Actual<br>Amounts    | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|---|--------------------|---------------------|----------------------|---|
|   | Original           | Final               |                      |   |
| <b>REVENUES</b>   |                    |                     |                      |   |
| Intergovernmental   | \$ 4,784,342       | \$ 4,784,342        | \$ 6,484,948         | \$ 1,700,606  |
| Departmental  | 15,000             | 15,000              | 11,179               | (3,821)   |
| Investment earnings                                       | 400,000            | 400,000             | 850,421              | 450,421   |
| Total revenues  | <u>5,199,342</u>   | <u>5,199,342</u>    | <u>7,346,548</u>     | <u>2,147,206</u>  |
| <b>EXPENDITURES</b>                                       |                    |                     |                      |   |
| Current:  |                    |                     |                      |   |
| Judicial  | 7,640,434          | 7,785,734           | 8,344,747            | (559,013)   |
| Capital outlay  | 34,000             | 34,000              | 16,330               | 17,670  |
| Total expenditures  | <u>7,674,434</u>   | <u>7,819,734</u>    | <u>8,361,077</u>     | <u>(541,343)</u>  |
| Excess (deficiency) of revenues over (under) expenditures | (2,475,092)        | (2,620,392)         | (1,014,529)          | 1,605,863   |
| <b>OTHER FINANCING SOURCES (USES)</b>                     |                    |                     |                      |   |
| Transfers in  | 2,378,889          | 2,378,889           | 1,751,892            | (626,997)   |
| Net change in fund balances                               | <u>\$ (96,203)</u> | <u>\$ (241,503)</u> | <u>737,363</u>       | <u>\$ 978,866</u>   |
| Fund balance, January 1, cash basis                       |                    |                     | <u>16,833,133</u>    |   |
| Fund balance, December 31, cash basis                     |                    |                     | <u>17,570,496</u>    |   |
| Differences from modified accrual basis:                  |                    |                     |                      |   |
| Due from other governments                                |                    |                     | 1,044,034            |   |
| Accounts payable  |                    |                     | (5,673)              |   |
| Payroll related accruals                                  |                    |                     | (276,438)            |   |
| Fund balance at December 31, modified accrual basis       |                    |                     | <u>\$ 18,332,419</u> |   |

County of Lancaster, Pennsylvania

Notes to Required Supplementary Information

**1. Budgetary Basis of Accounting**

The County's budgetary basis is substantially on a cash basis but includes some payroll related accruals and related interfund transactions.

**2. Budgetary Basis Differences**

The County's basis of accounting for budgetary purposes differs from its basis of accounting for GAAP reporting purposes.

|   |                       |
|---|-----------------------|
| General Fund revenues per schedule of revenues, expenditures, and changes in fund balances – budget and actual – budgetary basis – General Fund     | \$ 211,203,955        |
| Net adjustment to General Fund revenues based on differences in revenue recognition between the budgetary basis and GAAP basis                      | <u>(1,080,619)</u>    |
| General Fund revenues per statement of revenues, expenditures, and changes in fund balances – General Fund  | <u>\$ 210,123,336</u> |
| General Fund expenditures per schedule of revenues, expenditures, and changes in fund balances – budget and actual – budgetary basis – General Fund | \$ 189,237,822        |
| Net adjustment to General Fund expenditures based on differences in expenditure recognition between the budgetary basis and GAAP basis              | <u>3,388,564</u>      |
| General Fund expenditures per statement of revenues, expenditures, and changes in fund balances – General Fund                                      | <u>\$ 192,626,386</u> |

## County of Lancaster, Pennsylvania

### Combining and Individual Fund Statements and Schedules

The following nonmajor governmental funds include special revenue funds used to account for revenues that are legally restricted to expenditures for particular purposes.

#### **Office of Aging Fund**

This fund is used to account for amounts received from various federal, state, and local sources. These funds are restricted to operating programs which assist citizens aged 60 and older to maintain maximum independence and dignity in a home environment.

#### **Drug and Alcohol Fund**

This fund is used to account for amounts received from various federal, state, and local sources. These funds are restricted to plan, coordinate and administer service programs for the control of alcohol and drug abuse.

#### **Liquid Fuels Fund**

This fund is used to account for amounts received from the Commonwealth. These funds are restricted to building and improving local roads and bridges.

#### **Agricultural Land Preservation Fund**

This fund is used to account for amounts restricted for payments of easements to farmers within the County in efforts to preserve agricultural land.

#### **Community Development Block Grant Fund**

This fund is used to account for amounts received from various federal and state sources. These funds are restricted and passed through to the Lancaster County Redevelopment Authority to be used for the development of decent housing, a suitable living environment, and expanded economic opportunities within the County.

County of Lancaster, Pennsylvania

Combining Balance Sheet - Nonmajor Governmental Funds

December 31, 2024

|  | Office of<br>Aging  | Drug and<br>Alcohol | Liquid Fuels        | Agricultural<br>Land<br>Preservation | Community<br>Development<br>Block Grant | Total Nonmajor<br>Governmental<br>Funds |
|--|---------------------|---------------------|---------------------|--------------------------------------|---|---|
| <b>ASSETS</b>  |                     |                     |                     |                                      |   |   |
| Cash and investments:  |                     |                     |                     |                                      |   |   |
| Operating  | \$ 3,974,560        | \$ 545,912          | \$ 2,234,218        | \$ 1,150,412                         | \$ -                                    | \$ 7,905,102                            |
| Other  | 234,760             | -                   | -                   | -                                    | -                                       | 234,760                                 |
| Other receivables  | -                   | -                   | -                   | -                                    | -                                       | -                                       |
| Due from other governments   | 455,140             | 1,007,912           | 49,148              | -                                    | -                                       | 1,512,200                               |
| <b>Total assets</b>  | <b>\$ 4,664,460</b> | <b>\$ 1,553,824</b> | <b>\$ 2,283,366</b> | <b>\$ 1,150,412</b>                  | <b>\$ -</b>                             | <b>\$ 9,652,062</b>                     |
| <b>LIABILITIES</b>   |                     |                     |                     |                                      |   |   |
| Liabilities:   |                     |                     |                     |                                      |   |   |
| Accounts payable   | \$ 523,314          | \$ 1,518,516        | \$ 221,401          | \$ 750                               | \$ -                                    | \$ 2,263,981                            |
| Retainage payable  | -                   | -                   | 17,463              | -                                    | -                                       | 17,463                                  |
| Unearned revenue-intergovernmental   | -                   | -                   | 906,298             | -                                    | -                                       | 906,298                                 |
| Payroll related accruals   | 227,166             | 35,308              | -                   | -                                    | -                                       | 262,474                                 |
| <b>Total liabilities</b>   | <b>750,480</b>      | <b>1,553,824</b>    | <b>1,145,162</b>    | <b>750</b>                           | <b>-</b>                                | <b>3,450,216</b>                        |
| <b>FUND BALANCES</b>   |                     |                     |                     |                                      |   |   |
| Restricted   |                     |                     |                     |                                      |   |   |
| Health, education, and welfare   | 3,913,980           | -                   | -                   | -                                    | -                                       | 3,913,980                               |
| Roads and bridges  | -                   | -                   | 1,138,204           | -                                    | -                                       | 1,138,204                               |
| Community development  | -                   | -                   | -                   | 1,149,662                            | -                                       | 1,149,662                               |
| <b>Total fund balances</b>   | <b>3,913,980</b>    | <b>-</b>            | <b>1,138,204</b>    | <b>1,149,662</b>                     | <b>-</b>                                | <b>6,201,846</b>                        |
| <b>Total liabilities, deferred inflows of resources and fund balances (deficits)</b> | <b>\$ 4,664,460</b> | <b>\$ 1,553,824</b> | <b>\$ 2,283,366</b> | <b>\$ 1,150,412</b>                  | <b>\$ -</b>                             | <b>\$ 9,652,062</b>                     |

County of Lancaster, Pennsylvania

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds

For the Year Ended December 31, 2024

|   | Office of Aging | Drug and Alcohol | Liquid Fuels | Agricultural Land Preservation | Community Development Block Grant | Total Nonmajor Governmental Funds |
|---|-----------------|------------------|--------------|--------------------------------|-----------------------------------|-----------------------------------|
| <b>REVENUES</b>   |                 |                  |              |                                |                                   |                                   |
| Intergovernmental   | \$ 12,431,056   | \$ 6,508,273     | \$ 880,509   | \$ -                           | \$ 6,320,982                      | \$ 26,140,820                     |
| Departmental  | 54,870          | -                | -            | -                              | -                                 | 54,870                            |
| Investment earnings                                       | -               | 12,512           | 95,178       | -                              | -                                 | 107,690                           |
| Other   | 6,077           | 162,811          | 6,993        | 68,459                         | -                                 | 244,340                           |
| Total revenues  | \$ 12,492,003   | \$ 6,683,596     | \$ 982,680   | \$ 68,459                      | \$ 6,320,982                      | \$ 26,547,720                     |
| <b>EXPENDITURES</b>                                       |                 |                  |              |                                |                                   |                                   |
| Current:  |                 |                  |              |                                |                                   |                                   |
| Roads and bridges   | \$ -            | \$ -             | \$ 403,480   | \$ -                           | \$ -                              | \$ 403,480                        |
| Health, education, and welfare:                           |                 |                  |              |                                |                                   |                                   |
| Drug and alcohol  | -               | 6,872,598        | -            | -                              | -                                 | 6,872,598                         |
| Office of aging   | 11,872,504      | -                | -            | -                              | -                                 | 11,872,504                        |
| Community development                                     | -               | -                | -            | -                              | 6,320,982                         | 6,320,982                         |
| Capital outlay  | 2,636           | -                | 1,279,639    | -                              | -                                 | 1,282,275                         |
| Total expenditures  | 11,875,140      | 6,872,598        | 1,683,119    | -                              | 6,320,982                         | 26,751,839                        |
| Excess (deficiency) of revenues over (under) expenditures | 616,863         | (189,002)        | (700,439)    | 68,459                         | -                                 | (204,119)                         |
| <b>OTHER FINANCING SOURCES</b>                            |                 |                  |              |                                |                                   |                                   |
| Transfers in  | 901,422         | 189,002          | -            | -                              | -                                 | 1,090,424                         |
| Total other financing sources                             | 901,422         | 189,002          | -            | -                              | -                                 | 1,090,424                         |
| Net change in fund balances                               | 1,518,285       | -                | (700,439)    | 68,459                         | -                                 | 886,305                           |
| Fund balances, January 1                                  | 2,395,695       | -                | 1,838,643    | 1,081,203                      | -                                 | 5,315,541                         |
| Fund balances, December 31                                | \$ 3,913,980    | \$ -             | \$ 1,138,204 | \$ 1,149,662                   | \$ -                              | \$ 6,201,846                      |

County of Lancaster, Pennsylvania

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
Budgetary Basis - Office of Aging Special Revenue Fund

For the Year Ended December 31, 2024

|   | Budgeted Amounts   |                    | Actual<br>Amounts   | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|---|--------------------|--------------------|---------------------|---|
|   | Original           | Final              |                     |   |
| <b>REVENUES</b>   |                    |                    |                     |   |
| Intergovernmental   | \$ 12,761,234      | \$ 12,761,234      | 12,195,823          | \$ (565,411)  |
| Departmental  | 54,870             | 54,870             | 54,870              | -   |
| Other   | 548,361            | 548,361            | 6,077               | (542,284)   |
| Total revenues  | <u>13,364,465</u>  | <u>13,364,465</u>  | <u>12,256,770</u>   | <u>(1,107,695)</u>  |
| <b>EXPENDITURES</b>                                       |                    |                    |                     |   |
| Current:  |                    |                    |                     |   |
| Health, education, and welfare:                           |                    |                    |                     |   |
| Office of Aging   | 14,051,261         | 14,346,611         | 11,752,051          | 2,594,560   |
| Capital outlay  | 765,000            | 469,650            | 2,636               | 467,014   |
| Total expenditures  | <u>14,816,261</u>  | <u>14,816,261</u>  | <u>11,754,687</u>   | <u>3,061,574</u>  |
| Excess (deficiency) of revenues over (under) expenditures | (1,451,796)        | (1,451,796)        | 502,083             | 1,953,879   |
| <b>OTHER FINANCING SOURCES (USES)</b>                     |                    |                    |                     |   |
| Transfers in  | 1,440,353          | 1,440,353          | 901,422             | (538,931)   |
| Net change in fund balances                               | <u>\$ (11,443)</u> | <u>\$ (11,443)</u> | <u>1,403,505</u>    | <u>\$ 1,414,948</u>                                       |
| Fund balance, January 1, cash basis                       |                    |                    | <u>2,805,815</u>    |   |
| Fund balance, December 31, cash basis                     |                    |                    | 4,209,320           |   |
| Differences from modified accrual basis:                  |                    |                    |                     |   |
| Due from other governments                                |                    |                    | 455,140             |   |
| Accounts payable  |                    |                    | (523,314)           |   |
| Payroll related accruals                                  |                    |                    | (227,166)           |   |
| Fund balance at December 31, modified accrual basis       |                    |                    | <u>\$ 3,913,980</u> |   |

County of Lancaster, Pennsylvania

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
Budgetary Basis - Drug and Alcohol Special Revenue Fund

For the Year Ended December 31, 2024

|   | Budgeted Amounts  |                   | Actual<br>Amounts | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|---|-------------------|-------------------|-------------------|---|
|   | Original          | Final             |                   |   |
| <b>REVENUES</b>   |                   |                   |                   |   |
| Intergovernmental   | \$ 6,877,455      | \$ 6,877,455      | \$ 5,266,673      | \$ (1,610,782)  |
| Departmental  | 814,158           | 814,158           | -                 | (814,158)   |
| Investment earnings                                       | 6,924             | 6,924             | 12,512            | 5,588   |
| Other   | 10,770            | 10,770            | 162,811           | 152,041   |
| Total revenues  | <u>7,709,307</u>  | <u>7,709,307</u>  | <u>5,441,996</u>  | <u>(2,267,311)</u>  |
| <b>EXPENDITURES</b>                                       |                   |                   |                   |   |
| Current:  |                   |                   |                   |   |
| Health, education, and welfare:                           |                   |                   |                   |   |
| Drug and alcohol  | 7,899,400         | 7,899,400         | 5,929,735         | 1,969,665   |
| Total expenditures  | <u>7,899,400</u>  | <u>7,899,400</u>  | <u>5,929,735</u>  | <u>1,969,665</u>  |
| Excess (deficiency) of revenues over (under) expenditures | (190,093)         | (190,093)         | (487,739)         | (297,646)   |
| <b>OTHER FINANCING SOURCES (USES)</b>                     |                   |                   |                   |   |
| Transfers in  | 189,000           | 189,000           | 189,002           | 2   |
| Net change in fund balances                               | <u>\$ (1,093)</u> | <u>\$ (1,093)</u> | <u>(298,737)</u>  | <u>\$ (297,644)</u>                                       |
| Fund balance, January 1, cash basis                       |                   |                   | <u>844,649</u>    |   |
| Fund balance, December 31, cash basis                     |                   |                   | <u>545,912</u>    |   |
| Differences from modified accrual basis:                  |                   |                   |                   |   |
| Due from other governments                                |                   |                   | 1,007,912         |   |
| Accounts payable  |                   |                   | (1,518,516)       |   |
| Payroll related accruals                                  |                   |                   | <u>(35,308)</u>   |   |
| Fund balance at December 31, modified accrual basis       |                   |                   | <u>\$ -</u>       |   |

County of Lancaster, Pennsylvania

Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget and Actual  
Budgetary Basis - Liquid Fuels Special Revenue Fund

For the Year Ended December 31, 2024

|   | Budgeted Amounts      |                       | Actual<br>Amounts   | Variance with<br>Final Budget -<br>Positive<br>(Negative) |
|---|-----------------------|-----------------------|---------------------|---|
|   | Original              | Final                 |                     |   |
| <b>REVENUES</b>   |                       |                       |                     |   |
| Intergovernmental   | \$ 1,891,375          | \$ 1,891,735          | \$ 1,457,907        | \$ (433,828)  |
| Investment earnings                                       | 1,000                 | 1,000                 | 95,178              | 94,178  |
| Other   | -                     | -                     | 6,993               | 6,993   |
| Total revenues  | <u>1,892,375</u>      | <u>1,892,735</u>      | <u>1,560,078</u>    | <u>(332,657)</u>  |
| <b>EXPENDITURES</b>                                       |                       |                       |                     |   |
| Current:  |                       |                       |                     |   |
| Roads and bridges   | 479,733               | 479,733               | 393,732             | 86,001  |
| Capital outlay  | 2,955,503             | 2,955,503             | 1,117,269           | 1,838,234   |
| Total expenditures  | <u>3,435,236</u>      | <u>3,435,236</u>      | <u>1,511,001</u>    | <u>1,924,235</u>  |
| Excess (deficiency) of revenues over (under) expenditures | (1,542,861)           | (1,542,501)           | 49,077              | (2,256,892)   |
| <b>OTHER FINANCING SOURCES (USES)</b>                     |                       |                       |                     |   |
| Net change in fund balances                               | <u>\$ (1,542,861)</u> | <u>\$ (1,542,501)</u> | <u>\$ 49,077</u>    | <u>\$ (2,256,892)</u>                                     |
| Fund balance, January 1, cash basis                       |                       |                       | <u>2,185,141</u>    |   |
| Fund balance, December 31, cash basis                     |                       |                       | <u>2,234,218</u>    |   |
| Differences from modified accrual basis:                  |                       |                       |                     |   |
| Due from other governments                                |                       |                       | 49,148              |   |
| Accounts payable  |                       |                       | (221,401)           |   |
| Retainage payable   |                       |                       | (17,463)            |   |
| Unearned revenue - intergovernmental                      |                       |                       | (906,298)           |   |
| Fund balance at December 31, modified accrual basis       |                       |                       | <u>\$ 1,138,204</u> |   |



## STATISTICAL SECTION

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

| <b>Contents</b>   | <b>Page No.</b> |
|---|-----------------|
| Financial Trends<br>These schedules contain trend information to help the reader understand how the government's financial performance and well-being have changed over time.   | 116             |
| Revenue Capacity<br>These schedules contain information to help the reader assess the government's most significant local revenue source, the property tax.   | 120             |
| Debt Capacity<br>These schedules present information to help the reader assess the affordability of the government's current levels of outstanding debt and the government's ability to issue additional debt in the future.                            | 125             |
| Demographic and Economic Information<br>These schedules offer demographic and economic indicators to help the reader understand the environment within which the government's financial activities take place.  | 131             |
| Operating Information<br>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs. | 134             |
| Miscellaneous Information<br>These schedules contain principal officials, salaries, amounts of surety bonds, and insurance information.   | 139             |

### Sources:

Unless otherwise noted, the information in these schedules is derived from the annual comprehensive financial reports for the relevant year.

County of Lancaster, Pennsylvania  
 Net Position by Component  
 Last Ten Fiscal Years  
 (accrual basis of accounting)

Table 1

|  | <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>         |
|--|---------------------|---------------------|---------------------|----------------------|----------------------|----------------------|---------------------|---------------------|---------------------|---------------------|
| Governmental activities                    |                     |                     |                     |                      |                      |                      |                     |                     |                     |                     |
| Net investment in capital assets           | \$ 64,556,495       | \$ 75,140,193       | \$ 80,877,957       | \$ 93,658,350        | \$ 109,267,372       | \$ 125,380,916       | \$ 138,618,561      | \$ 153,202,347      | \$ 174,227,914      | \$ 193,786,818      |
| Restricted for:                            |                     |                     |                     |                      |                      |                      |                     |                     |                     |                     |
| Federal and state grant programs           | 20,536,531          | 21,327,572          | 22,585,892          | 25,228,498           | 22,582,791           | 23,659,563           | 23,894,084          | 25,677,799          | 27,864,335          | 38,474,425          |
| Capital projects                           | 1,879,240           | 1,161,931           | 8,967,292           | 4,322,534            | 11,357,475           | 10,254,171           | 5,302,635           | 2,677,499           | 813,704             | -                   |
| Public Safety                              | 2,239,642           | 583,382             | 614,273             | 4,041,083            | 1,714,607            | 2,617,106            | 1,962,353           | 2,822,083           | 3,289,583           | 5,527,288           |
| Community Development                      | 1,880,814           | 1,468,899           | 1,698,379           | 1,878,548            | 1,607,534            | 1,196,748            | 1,036,562           | 1,234,044           | 1,081,203           | 1,149,662           |
| Unrestricted (deficit)                     | <u>(76,842,980)</u> | <u>(63,591,276)</u> | <u>(66,249,267)</u> | <u>(158,229,087)</u> | <u>(160,230,998)</u> | <u>(146,845,287)</u> | <u>(93,776,511)</u> | <u>(72,478,515)</u> | <u>(57,221,180)</u> | <u>(44,995,024)</u> |
| Total governmental activities net position | \$ 14,249,742       | \$ 36,090,701       | \$ 48,494,526       | \$ (29,100,074)      | \$ (13,701,219)      | \$ 16,263,217        | \$ 77,037,684       | \$ 113,135,257      | \$ 150,055,559      | \$ 193,943,169      |

County of Lancaster, Pennsylvania  
Changes in Net Position  
Last Ten Fiscal Years  
(accrual basis of accounting)

Table 2

|   | 2015             | 2016            | 2017             | 2018             | 2019             | 2020            | 2021            | 2022            | 2023            | 2024            |
|---|------------------|-----------------|------------------|------------------|------------------|-----------------|-----------------|-----------------|-----------------|-----------------|
| <b>Expenses</b>   |                  |                 |                  |                  |                  |                 |                 |                 |                 |                 |
| <b>Governmental activities:</b>                           |                  |                 |                  |                  |                  |                 |                 |                 |                 |                 |
| General government  | \$ 49,312,867    | \$ 49,177,536   | \$ 49,950,520    | \$ 55,746,397    | \$ 49,021,353    | \$ 121,743,085  | \$ 62,541,277   | \$ 84,392,730   | \$ 54,486,681   | \$ 46,155,609   |
| Public Safety   | 15,845,032       | 9,599,612       | 8,350,879        | 13,440,839       | 13,768,065       | 13,221,475      | 12,353,393      | 14,083,456      | 15,381,520      | 19,068,734      |
| Roads and bridges   | 1,287,186        | 669,583         | 1,211,032        | 793,224          | 870,158          | 1,041,649       | 1,073,484       | 1,144,439       | 876,524         | 1,448,277       |
| Health, education, and welfare                            | 156,728,546      | 177,315,144     | 188,162,861      | 186,450,247      | 141,006,233      | 72,878,166      | 73,356,007      | 76,937,364      | 84,561,551      | 93,532,167      |
| Judicial  | 41,683,823       | 44,902,740      | 47,806,347       | 47,799,112       | 49,770,156       | 50,527,621      | 50,334,968      | 53,105,998      | 56,344,706      | 65,013,449      |
| Corrections   | 26,710,816       | 28,250,573      | 30,680,241       | 28,560,290       | 29,626,093       | 27,053,428      | 30,764,447      | 34,233,373      | 37,861,182      | 41,946,681      |
| Cultural and recreation                                   | 1,560,006        | 2,182,493       | 3,038,838        | 2,511,087        | 2,367,887        | 2,541,811       | 2,718,435       | 2,868,264       | 2,884,511       | 3,331,464       |
| Community development                                     | 6,855,968        | 4,173,840       | 3,819,420        | 3,094,339        | 5,599,461        | 3,204,230       | 6,184,668       | 6,034,625       | 7,795,948       | 6,285,524       |
| Bond issuance costs                                       | -                | -               | 82,135           | -                | -                | -               | -               | -               | -               | -               |
| Interest on long-term debt                                | 9,539,788        | 8,665,991       | 7,993,434        | 7,988,477        | 7,516,540        | 7,230,109       | 7,044,609       | 7,504,799       | 6,659,240       | 5,233,025       |
| Total governmental activities expenses                    | 309,524,032      | 324,937,512     | 341,095,707      | 346,384,012      | 299,545,946      | 299,441,574     | 246,371,288     | 280,305,048     | 266,851,863     | 282,014,930     |
| <b>Program Revenues</b>                                   |                  |                 |                  |                  |                  |                 |                 |                 |                 |                 |
| <b>Governmental activities:</b>                           |                  |                 |                  |                  |                  |                 |                 |                 |                 |                 |
| Charges for services:                                     |                  |                 |                  |                  |                  |                 |                 |                 |                 |                 |
| General government  | 9,111,789        | 15,650,427      | 5,988,278        | 8,847,608        | 8,602,524        | 9,272,750       | 10,656,561      | 10,974,601      | 9,682,450       | 19,600,955      |
| Public Safety   | 5,827,034        | 5,551,904       | 9,857,390        | 10,258,066       | 10,159,895       | 10,436,521      | 10,541,822      | 10,279,893      | 10,523,613      | 10,247,612      |
| Roads and bridges   | 15,653           | 2,910           | 1,200            | -                | 7,032            | 82,726          | -               | -               | -               | 6,993           |
| Health, education, and welfare                            | 4,115,277        | 5,297,066       | 3,701,464        | 4,049,782        | 3,056,680        | 3,304,717       | 3,277,698       | 3,866,803       | 2,029,539       | 3,556,023       |
| Judicial  | 6,851,144        | 7,862,100       | 7,900,002        | 8,637,187        | 8,600,636        | 6,186,625       | 6,284,040       | 5,480,788       | 6,690,145       | 6,762,236       |
| Corrections   | 1,245,477        | 1,437,909       | 1,715,839        | 1,237,516        | 1,217,984        | 1,291,998       | 1,732,120       | 2,418,358       | 1,792,057       | 1,805,328       |
| Cultural and recreation                                   | 305,651          | 298,106         | 315,900          | 312,231          | 337,464          | 110,679         | 248,279         | 271,645         | 362,307         | 424,643         |
| Community development                                     | 145,882          | 11,062          | 229,480          | 180,169          | 21,860           | 22,550          | -               | -               | -               | -               |
| Operating grants and contributions:                       |                  |                 |                  |                  |                  |                 |                 |                 |                 |                 |
| General government  | 5,322,572        | 2,977,602       | 3,263,623        | 4,126,082        | 4,372,584        | 88,307,954      | 58,874,886      | 63,793,407      | 27,667,691      | 26,341,574      |
| Public Safety   | 168,559          | 73,584          | 326,179          | 172,690          | 325,797          | 171,169         | 283,015         | 164,912         | 1,275,846       | 6,508,404       |
| Roads and bridges   | 1,472,544        | 1,323,720       | 2,368,908        | 1,154,552        | 1,453,746        | 1,460,292       | 3,062,132       | 2,613,634       | 1,980,193       | 880,509         |
| Health, education, and welfare                            | 154,564,650      | 174,008,002     | 183,992,998      | 186,589,930      | 138,648,506      | 72,658,897      | 72,764,143      | 73,540,900      | 83,637,459      | 96,240,174      |
| Judicial  | 6,758,492        | 8,771,902       | 8,847,099        | 8,174,387        | 7,518,974        | 8,217,494       | 7,531,473       | 9,011,929       | 8,840,471       | 10,324,670      |
| Corrections   | 264,310          | 323,313         | 378,845          | 239,044          | 412,232          | 398,271         | 16,325          | 283,737         | 7,101,876       | 1,452,104       |
| Cultural and recreation                                   | 33,057           | -               | -                | -                | -                | -               | -               | -               | -               | -               |
| Community development                                     | 6,468,065        | 3,730,895       | 3,866,225        | 2,976,983        | 5,416,618        | 3,278,169       | 6,110,290       | 5,509,912       | 7,373,198       | 6,320,982       |
| Total governmental activities program revenues            | 202,670,156      | 227,320,502     | 232,753,430      | 236,956,227      | 190,152,532      | 205,200,812     | 181,382,784     | 188,210,519     | 168,956,845     | 190,472,207     |
| Total government net expense                              | \$ (106,853,876) | \$ (97,617,010) | \$ (108,342,277) | \$ (109,427,785) | \$ (109,393,414) | \$ (94,240,762) | \$ (64,988,504) | \$ (92,094,529) | \$ (97,895,018) | \$ (91,542,723) |
| <b>General Revenues and Other Changes in Net Position</b> |                  |                 |                  |                  |                  |                 |                 |                 |                 |                 |
| <b>Governmental activities:</b>                           |                  |                 |                  |                  |                  |                 |                 |                 |                 |                 |
| Property taxes  | \$ 118,030,667   | \$ 119,276,761  | \$ 120,289,592   | \$ 121,588,905   | \$ 122,367,004   | \$ 123,724,847  | \$ 125,470,686  | \$ 126,380,559  | \$ 128,111,579  | \$ 128,336,152  |
| Unrestricted investment earnings(loss)                    | 158,622          | 181,209         | 628,929          | 1,671,559        | 2,425,265        | 480,351         | 292,285         | 1,811,543       | 6,703,741       | 7,094,181       |
| Gain on sale of capital assets                            | -                | -               | (172,419)        | -                | -                | -               | -               | -               | -               | -               |
| Total governmental activities                             | \$ 118,189,289   | \$ 119,457,970  | \$ 120,746,102   | \$ 123,260,464   | \$ 124,792,269   | \$ 124,205,198  | \$ 125,762,971  | \$ 128,192,102  | \$ 134,815,320  | \$ 135,430,333  |
| <b>Change in Net Position</b>                             |                  |                 |                  |                  |                  |                 |                 |                 |                 |                 |
| Governmental activities                                   | \$ 11,335,413    | \$ 21,840,960   | \$ 12,403,825    | \$ 13,832,679    | \$ 15,398,855    | \$ 29,964,436   | \$ 60,774,467   | \$ 36,097,573   | \$ 36,920,302   | \$ 43,887,610   |

County of Lancaster, Pennsylvania  
Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

Table 3

|  | 2015                 | 2016                 | 2017                 | 2018                 | 2019                 | 2020                 | 2021                  | 2022                  | 2023                  | 2024                  |
|--|----------------------|----------------------|----------------------|----------------------|----------------------|----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| <b>General fund</b>                                  |                      |                      |                      |                      |                      |                      |                       |                       |                       |                       |
| Nonspendable   | \$ -                 | \$ -                 | \$ -                 | \$ -                 | \$ -                 | \$ -                 | \$ -                  | \$ -                  | \$ -                  | \$ -                  |
| Restricted:  |                      |                      |                      |                      |                      |                      |                       |                       |                       |                       |
| Health, education, and welfare                       | -                    | -                    | -                    | -                    | -                    | -                    | -                     | -                     | -                     | 7,334,204             |
| Roads and bridges                                    | 1,546,324            | 1,806,246            | 2,452,086            | 2,608,700            | 2,489,093            | 1,354,422            | 1,188,605             | 769,030               | 1,848,600             | 1,698,853             |
| Capital Projects                                     | -                    | -                    | -                    | -                    | 46                   | -                    | -                     | -                     | -                     | -                     |
| General government                                   | 2,201,107            | 2,176,792            | 1,643,674            | 2,003,966            | 1,923,884            | 1,895,170            | 1,210,463             | 2,186,948             | 1,836,061             | 2,077,483             |
| Public safety  | 2,239,642            | 583,382              | 614,273              | 4,041,083            | 1,714,607            | 2,617,106            | 1,962,353             | 2,822,083             | 3,289,583             | 5,527,288             |
| Judicial   | 1,403,881            | 1,013,222            | 695,666              | 777,530              | 670,722              | 1,033,229            | 1,185,590             | 1,475,135             | 1,660,375             | 1,690,302             |
| Committed:   |                      |                      |                      |                      |                      |                      |                       |                       |                       |                       |
| Capital projects                                     | -                    | -                    | -                    | -                    | -                    | -                    | -                     | -                     | -                     | -                     |
| Assigned:  |                      |                      |                      |                      |                      |                      |                       |                       |                       |                       |
| Capital projects                                     | 560,614              | 560,614              | 2,668,380            | 627,051              | -                    | -                    | -                     | -                     | -                     | -                     |
| Future benefits                                      | 1,500,000            | 1,183,724            | 1,106,718            | 1,014,267            | 1,030,640            | 1,029,327            | 1,070,183             | 1,236,409             | 945,880               | 1,200,474             |
| Healthcare benefits                                  | 1,773,084            | 1,773,084            | 1,921,684            | 2,028,402            | 2,042,669            | 2,073,309            | 2,102,636             | 2,172,819             | 2,409,228             | 2,454,976             |
| Corrections  | -                    | -                    | -                    | 1,380,972            | 1,408,387            | 1,832,801            | 2,482,794             | 2,102,934             | 1,815,760             | 1,032,483             |
| Judicial   | -                    | -                    | -                    | -                    | 591,891              | 215,127              | 381,862               | -                     | -                     | -                     |
| Postemployment benefits                              | 4,387,135            | 2,522,436            | 559,689              | -                    | -                    | -                    | -                     | 600,000               | -                     | -                     |
| Unassigned   | 2,482,025            | 13,992,905           | 20,809,820           | 24,206,010           | 31,265,754           | 38,280,253           | 49,649,874            | 53,419,626            | 55,350,379            | 51,170,696            |
| <b>Total general fund</b>                            | <b>\$ 18,093,812</b> | <b>\$ 25,612,405</b> | <b>\$ 32,471,990</b> | <b>\$ 38,687,981</b> | <b>\$ 43,137,693</b> | <b>\$ 50,330,744</b> | <b>\$ 61,234,360</b>  | <b>\$ 66,784,984</b>  | <b>\$ 69,155,866</b>  | <b>\$ 74,186,759</b>  |
| <b>All other governmental funds</b>                  |                      |                      |                      |                      |                      |                      |                       |                       |                       |                       |
| Restricted:  |                      |                      |                      |                      |                      |                      |                       |                       |                       |                       |
| Health, education, and welfare                       | \$ 2,474,219         | \$ 2,114,191         | \$ 2,188,149         | \$ 4,251,854         | \$ 3,626,200         | \$ 4,825,894         | \$ 4,595,828          | \$ 3,560,819          | \$ 2,621,250          | \$ 6,202,960          |
| Capital projects                                     | 1,879,240            | 1,161,931            | 6,298,912            | 3,695,483            | 11,357,429           | 10,254,171           | 5,302,635             | 2,677,499             | 813,704               | -                     |
| Roads and bridges                                    | 2,314,828            | 2,988,751            | 3,262,585            | 2,476,305            | -                    | -                    | 83,351                | 1,198,326             | 1,838,643             | 1,138,204             |
| Judicial   | 10,596,172           | 11,228,370           | 12,343,732           | 13,110,143           | 13,872,892           | 14,550,848           | 15,630,247            | 16,487,541            | 18,059,406            | 18,332,419            |
| Community development                                | 1,880,814            | 1,468,899            | 1,698,379            | 1,878,548            | 1,607,534            | 1,196,748            | 1,036,562             | 1,234,044             | 1,081,203             | 1,149,662             |
| Committed:   |                      |                      |                      |                      |                      |                      |                       |                       |                       |                       |
| Capital projects                                     | -                    | -                    | -                    | -                    | -                    | -                    | 13,317,755            | 19,144,538            | 18,477,739            | 20,294,361            |
| <b>Total all other governmental funds</b>            | <b>\$ 19,145,273</b> | <b>\$ 18,962,142</b> | <b>\$ 25,791,757</b> | <b>\$ 25,412,333</b> | <b>\$ 30,464,055</b> | <b>\$ 30,827,661</b> | <b>\$ 39,966,378</b>  | <b>\$ 44,302,767</b>  | <b>\$ 42,891,945</b>  | <b>\$ 47,117,606</b>  |
| <b>Total fund balances of all governmental funds</b> | <b>\$ 37,239,085</b> | <b>\$ 44,574,547</b> | <b>\$ 58,263,747</b> | <b>\$ 64,100,314</b> | <b>\$ 73,601,748</b> | <b>\$ 81,158,405</b> | <b>\$ 101,200,738</b> | <b>\$ 111,087,751</b> | <b>\$ 112,047,811</b> | <b>\$ 121,304,365</b> |

County of Lancaster, Pennsylvania  
Changes in Fund Balances of Governmental Funds  
Last Ten Fiscal Years  
(modified accrual basis of accounting)

Table 4

|  | <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>         |
|--|------------------------|---------------------|----------------------|---------------------|---------------------|---------------------|----------------------|---------------------|--------------------|---------------------|
| <b>Revenues</b>  |                        |                     |                      |                     |                     |                     |                      |                     |                    |                     |
| Taxes  | \$ 118,053,482         | \$ 119,727,563      | \$ 120,155,825       | \$ 121,488,947      | \$ 122,914,746      | \$ 123,876,011      | \$ 125,593,195       | \$ 126,284,829      | \$ 128,107,427     | \$ 128,762,886      |
| Intergovernmental  | 172,736,021            | 189,095,657         | 200,539,898          | 200,752,880         | 155,468,518         | 171,802,848         | 145,860,330          | 152,295,621         | 135,129,119        | 145,017,902         |
| Departmental   | 24,720,276             | 24,923,631          | 25,194,997           | 28,324,797          | 27,088,191          | 27,120,132          | 29,236,641           | 28,802,632          | 28,015,682         | 29,855,496          |
| Fines and costs  | 3,264,006              | 3,148,094           | 3,396,081            | 3,437,868           | 3,481,423           | 2,870,590           | 2,950,879            | 2,496,213           | 2,493,959          | 3,264,102           |
| Interest   | 118,044                | 181,209             | 628,929              | 1,671,559           | 2,425,265           | 480,351             | 292,285              | 1,811,543           | 6,252,163          | 7,094,181           |
| Other  | 1,889,819              | 5,250,330           | 2,401,533            | 2,008,674           | 1,762,615           | 1,867,080           | 1,938,888            | 2,240,238           | 2,173,341          | 11,059,804          |
| Health Choices revenues                                      | 1,611,549              | 2,274,595           | 1,408,862            | 1,987,630           | 1,883,259           | 2,161,469           | 1,887,711            | 2,856,527           | 950,287            | 1,357,879           |
| Total revenues   | <u>322,393,197</u>     | <u>344,601,079</u>  | <u>353,726,125</u>   | <u>359,672,355</u>  | <u>315,024,017</u>  | <u>330,178,481</u>  | <u>307,759,929</u>   | <u>316,787,603</u>  | <u>303,121,978</u> | <u>326,412,250</u>  |
| <b>Expenditures</b>  |                        |                     |                      |                     |                     |                     |                      |                     |                    |                     |
| General government   | 33,341,399             | 29,230,902          | 26,558,053           | 28,814,022          | 29,586,708          | 110,879,887         | 66,721,272           | 72,587,518          | 48,325,109         | 45,912,513          |
| Public safety  | 12,835,662             | 10,545,603          | 11,451,563           | 11,315,166          | 9,246,079           | 12,132,068          | 11,166,686           | 9,238,584           | 9,657,885          | 10,459,837          |
| Roads and bridges  | 764,722                | 133,735             | 643,259              | 172,458             | 155,629             | 217,992             | 189,086              | 203,589             | 96,991             | 403,480             |
| Health, education and welfare                                | 167,453,600            | 189,992,167         | 199,452,208          | 199,005,660         | 153,133,757         | 85,291,824          | 86,408,826           | 89,686,462          | 101,016,025        | 106,296,337         |
| Judicial   | 43,756,961             | 47,064,579          | 48,650,871           | 49,639,857          | 50,853,793          | 50,898,826          | 52,456,995           | 54,693,939          | 58,138,081         | 66,353,097          |
| Corrections  | 25,234,661             | 26,668,718          | 28,789,244           | 26,883,888          | 27,766,818          | 25,279,538          | 29,325,948           | 32,461,941          | 35,893,263         | 39,923,877          |
| Cultural and recreation                                      | 1,343,717              | 2,084,548           | 2,226,828            | 2,168,802           | 2,233,046           | 2,195,785           | 2,427,147            | 2,462,628           | 2,616,744          | 3,180,931           |
| Community development  | 6,468,065              | 4,153,872           | 3,866,225            | 2,976,983           | 5,709,492           | 3,711,505           | 6,270,476            | 5,700,911           | 7,817,114          | 6,320,982           |
| Capital outlay   | 17,751,098             | 3,485,951           | 2,937,498            | 8,173,866           | 17,738,263          | 20,388,573          | 11,233,198           | 13,900,435          | 14,389,785         | 28,456,842          |
| Debt service (1):  |                        |                     |                      |                     |                     |                     |                      |                     |                    |                     |
| Principal  | 14,633,587             | 15,361,100          | 17,053,400           | 17,009,700          | 16,549,400          | 17,026,400          | 14,391,600           | 18,845,120          | 19,892,787         | 13,547,553          |
| Interest and fiscal charges                                  | 9,656,490              | 8,901,565           | 8,176,693            | 7,845,689           | 7,473,374           | 7,286,046           | 7,126,362            | 7,559,860           | 6,610,606          | 5,464,285           |
| Bond issuance costs  | -                      | -                   | 82,135               | -                   | 123,691             | 115,927             | -                    | -                   | -                  | -                   |
| Total expenditures   | <u>333,239,962</u>     | <u>337,622,740</u>  | <u>349,887,977</u>   | <u>354,006,091</u>  | <u>320,570,050</u>  | <u>335,424,371</u>  | <u>287,717,596</u>   | <u>307,340,987</u>  | <u>304,454,390</u> | <u>326,319,734</u>  |
| Excess (deficiency) of revenues<br>over (under) expenditures | (10,846,765)           | 6,978,339           | 3,838,148            | 5,666,264           | (5,546,033)         | (5,245,890)         | 20,042,333           | 9,446,616           | (1,332,412)        | 92,516              |
| <b>Other financing sources (uses)</b>                        |                        |                     |                      |                     |                     |                     |                      |                     |                    |                     |
| Transfers in   | 11,651,165             | 13,642,251          | 15,595,569           | 13,194,524          | 13,337,856          | 13,867,285          | 26,844,024           | 25,816,574          | 19,565,951         | 22,249,247          |
| Transfers out  | (11,651,165)           | (13,642,251)        | (15,595,569)         | (13,194,524)        | (13,337,856)        | (13,867,285)        | (26,844,024)         | (25,816,574)        | (19,565,951)       | (22,249,247)        |
| Discount on refunding bonds issued                           | -                      | -                   | -                    | -                   | -                   | -                   | -                    | -                   | -                  | -                   |
| Premium on refunding bonds issued                            | 2,170,372              | 3,087,988           | 3,202,917            | 860,303             | 571,904             | 4,543,478           | -                    | -                   | 1,598,292          | 2,918,018           |
| Face amount of refunding bonds issued                        | 28,900,000             | 26,495,000          | 40,620,000           | 13,320,000          | 8,455,000           | 28,550,000          | -                    | -                   | 14,695,000         | 24,715,000          |
| Payment to refunded bond escrow agent                        | (30,670,188)           | (29,225,865)        | (43,337,812)         | (14,010,000)        | (8,935,285)         | (32,767,153)        | -                    | -                   | (16,095,000)       | (27,360,622)        |
| Premium on bonds issued                                      | -                      | -                   | -                    | -                   | 353,691             | 1,855,927           | -                    | -                   | -                  | -                   |
| Face amount of bonds issued                                  | -                      | -                   | 6,255,000            | -                   | 11,770,000          | 10,560,000          | -                    | -                   | -                  | -                   |
| Discount on bonds issued                                     | -                      | -                   | (61,161)             | -                   | -                   | -                   | -                    | -                   | -                  | -                   |
| Premium on swaption issued                                   | -                      | -                   | -                    | -                   | -                   | -                   | -                    | -                   | -                  | -                   |
| Payment for refunded swaption issued                         | -                      | -                   | -                    | -                   | -                   | -                   | -                    | -                   | -                  | -                   |
| Leases (as lessee)   | -                      | -                   | -                    | -                   | 2,832,157           | 60,295              | -                    | 440,397             | 432,396            | -                   |
| Subscriptions  | -                      | -                   | -                    | -                   | -                   | -                   | -                    | -                   | 1,661,784          | 8,891,642           |
| Sale of capital assets                                       | -                      | -                   | 3,172,108            | -                   | -                   | -                   | -                    | -                   | -                  | -                   |
| Total other financing sources (uses)                         | <u>400,184</u>         | <u>357,123</u>      | <u>9,851,052</u>     | <u>170,303</u>      | <u>15,047,467</u>   | <u>12,802,547</u>   | <u>-</u>             | <u>440,397</u>      | <u>2,292,472</u>   | <u>9,164,038</u>    |
| Net change in fund balances                                  | <u>\$ (10,446,581)</u> | <u>\$ 7,335,462</u> | <u>\$ 13,689,200</u> | <u>\$ 5,836,567</u> | <u>\$ 9,501,434</u> | <u>\$ 7,556,657</u> | <u>\$ 20,042,333</u> | <u>\$ 9,887,013</u> | <u>\$ 960,060</u>  | <u>\$ 9,256,554</u> |
| Debt service as a percentage of<br>noncapital expenditures   | 7.7%                   | 7.3%                | 7.3%                 | 7.2%                | 7.9%                | 7.7%                | 7.8%                 | 9.0%                | 9.1%               | 6.4%                |

(1) Amounts do not include debt service payments for bond issues refunded pursuant to advance refunding.

County of Lancaster, Pennsylvania  
Assessed and Estimated Actual Value of Taxable Property  
Last Ten Fiscal Years

Table 5

| Year | Assessed Value    | Less:<br>Tax Exempt Property | Total Taxable Assessed Value | Total Direct Tax Rate | Estimated Actual Taxable Value | Assessed Value As A Percentage of Actual Value |
|------|-------------------|------------------------------|------------------------------|-----------------------|--------------------------------|--|
| 2015 | \$ 36,156,664,400 | \$ 3,917,166,800             | \$ 32,239,497,600            | 3.735                 | \$ 32,239,497,600              | 100%   |
| 2016 | 36,426,137,300    | 3,937,204,000                | 32,488,933,300               | 3.735                 | 32,488,933,300                 | 100%   |
| 2017 | 36,503,647,800    | 3,974,265,300                | 32,529,382,500               | 3.735                 | 32,529,382,500                 | 100%   |
| 2018 | 47,551,615,300    | 5,060,205,600                | 42,491,409,700               | 2.911                 | 42,491,409,700                 | 100%   |
| 2019 | 48,013,465,300    | 5,082,549,700                | 42,930,915,600               | 2.911                 | 42,930,915,600                 | 100%   |
| 2020 | 48,441,156,100    | 5,133,330,300                | 43,307,825,800               | 2.911                 | 43,307,825,800                 | 100%   |
| 2021 | 48,944,945,500    | 5,143,200,000                | 43,801,745,500               | 2.911                 | 43,801,745,500                 | 100%   |
| 2022 | 49,592,201,000    | 5,271,312,800                | 44,320,888,200               | 2.911                 | 44,320,888,200                 | 100%   |
| 2023 | 50,016,175,300    | 5,367,379,000                | 44,648,796,300               | 2.911                 | 44,648,796,300                 | 100%   |
| 2024 | 50,388,354,200    | 5,375,330,100                | 45,013,024,100               | 2.911                 | 45,013,024,100                 | 100%   |

Source: County of Lancaster Assessment Office

Note: Property in Lancaster County is assessed based upon 100 percent of the base year estimated market value.

Note: Assessed value by major component not available.

Real Property Assessment Data

|        | Market            | Assessed          | Common |
|--------|-------------------|-------------------|--------|
| 2015   | \$ 41,599,351,742 | \$ 32,239,497,600 | .7750  |
| 2016   | 43,031,699,735    | 32,488,933,300    | .7550  |
| 2017   | 44,137,561,058    | 32,529,382,500    | .7370  |
| 2018   | 42,491,409,700    | 42,491,409,700    | .0000  |
| 2019** | 49,402,664,672    | 42,930,915,600    | .8690  |
| 2020** | 51,990,187,035    | 43,307,825,800    | .8330  |
| 2021   | 56,084,181,178    | 43,801,745,500    | .7810  |
| 2022   | 65,149,034,544    | 44,320,888,200    | .6803  |
| 2023   | 74,118,187,749    | 44,648,796,300    | .6024  |
| 2024   | 79,683,172,420    | 45,013,024,100    | .5649  |

Source: County of Lancaster Assessment Office

\*\*Corrected Common Level Ratio from 2019 & 2020

County of Lancaster, Pennsylvania  
Property Tax Rates  
Direct and Overlapping Governments (1)  
Last Ten Fiscal Years  
(In Mills)

Table 6

|                    | <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> |
|--------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Total Direct Rate: | 3.7350      | 3.7350      | 3.7350      | 2.9110      | 2.9110      | 2.9110      | 2.9110      | 2.9110      | 2.9110      | 2.9110      |
| City rate:         |             |             |             |             |             |             |             |             |             |             |
| Lancaster          | 14.0200     | 14.0200     | 14.4400     | 10.7000     | 11.7000     | 11.7000     | 11.7000     | 11.7000     | 12.6400     | 12.6400     |
| Borough rates:     |             |             |             |             |             |             |             |             |             |             |
| Adamstown          | 2.5000      | 2.5000      | 2.5000      | 2.0410      | 2.0410      | 2.0410      | 2.0410      | 2.0410      | 2.0410      | 2.0410      |
| Akron              | 2.7500      | 2.7500      | 2.7500      | 2.3200      | 3.0000      | 3.0000      | 3.0000      | 3.0000      | 3.0000      | 3.3000      |
| Christiana         | 5.0000      | 5.0000      | 5.0000      | 3.6110      | 3.6110      | 3.6110      | 3.6110      | 3.6110      | 4.3610      | 4.3610      |
| Columbia           | 8.0000      | 8.0000      | 8.0000      | 6.6000      | 8.0000      | 8.0000      | 8.0000      | 8.0000      | 8.0000      | 8.0000      |
| Denver             | 3.0000      | 3.0000      | 3.1500      | 2.5270      | 2.5300      | 2.6600      | 2.7900      | 2.7900      | 3.2000      | 3.7000      |
| East Petersburg    | 3.3940      | 3.3940      | 3.3940      | 2.7470      | 4.7470      | 4.7470      | 4.7470      | 4.7470      | 4.7470      | 4.7470      |
| Elizabethtown      | 5.2000      | 5.5000      | 5.6000      | 4.3000      | 4.4000      | 4.6000      | 4.6000      | 5.1000      | 5.5000      | 6.0000      |
| Ephrata            | 2.0700      | 2.0700      | 2.2800      | 1.7625      | 1.7625      | 1.7625      | 1.7625      | 1.7625      | 2.2500      | 2.2500      |
| Lititz             | 2.6000      | 2.6000      | 2.6000      | 2.0000      | 2.0000      | 2.0000      | 2.0000      | 2.0000      | 3.2500      | 3.2500      |
| Manheim            | 4.8500      | 5.0500      | 5.8500      | 4.6400      | 4.6400      | 4.8900      | 4.8900      | 4.8900      | 4.8900      | 5.1400      |
| Marietta           | 6.5000      | 6.5000      | 6.5000      | 5.1500      | 5.1500      | 6.1500      | 6.1500      | 6.1500      | 6.1500      | 6.1500      |
| Millersville       | 5.7200      | 6.2000      | 6.4000      | 4.9000      | 5.1500      | 5.5000      | 5.5000      | 5.8000      | 5.8000      | 5.8000      |
| Mount Joy          | 4.9100      | 4.9100      | 4.9100      | 3.7540      | 3.7540      | 3.9800      | 3.9800      | 3.9800      | 4.2000      | 4.4700      |
| Mountville         | 2.6000      | 2.6000      | 2.6000      | 2.0700      | 2.0700      | 2.0700      | 2.0700      | 2.0700      | 2.0700      | 2.0700      |
| New Holland        | 3.4000      | 3.4000      | 3.4000      | 2.7500      | 2.7500      | 3.2500      | 3.2500      | 3.2500      | 3.2500      | 3.7500      |
| Quarryville        | 4.7500      | 6.0000      | 6.0000      | 4.6300      | 4.6300      | 4.6300      | 4.6300      | 4.8800      | 4.8800      | 4.8800      |
| Strasburg          | 3.2800      | 3.2800      | 3.2800      | 2.6500      | 2.8600      | 3.0300      | 3.0300      | 3.0300      | 3.0300      | 3.0300      |
| Terre Hill         | 5.0000      | 5.0000      | 5.0000      | 4.2500      | 4.2500      | 4.2500      | 4.2500      | 4.2500      | 4.2500      | 4.2500      |
| Township rates:    |             |             |             |             |             |             |             |             |             |             |
| Bart               | 0.6000      | 0.6000      | 0.6000      | 0.4750      | 0.4750      | 0.4750      | 0.4750      | 0.4750      | 0.4750      | 1.0000      |
| Brecknock          | 0.2690      | 0.2690      | 0.2690      | 0.2330      | 0.2563      | 0.4063      | 0.5563      | 0.8063      | 0.9063      | 1.0000      |
| Caernarvon         | 0.0150      | 0.0150      | 0.0150      | 0.0117      | 0.0117      | 0.0117      | 0.0117      | 0.0117      | 0.0117      | 0.0117      |
| Clay               | 1.3000      | 1.3000      | 1.3000      | 1.1700      | 1.1700      | 1.1700      | 1.1700      | 1.1700      | 1.1700      | 1.1700      |
| Colerain           | 0.6620      | 0.6620      | 0.6620      | 0.5180      | 0.5180      | 0.5180      | 0.5180      | 0.5180      | 0.5180      | 0.5180      |
| Conestoga          | 1.1000      | 1.1000      | 1.1000      | 0.8710      | 0.8710      | 0.8710      | 0.8710      | 0.8710      | 0.8710      | 0.8710      |
| Conoy              | 0.0000      | 0.0000      | 0.0000      | 0.0000      | 0.0000      | 0.0000      | 0.0000      | 0.0000      | 0.0000      | 0.5000      |
| Drumore            | 1.0000      | 1.0000      | 1.0000      | 0.8459      | 0.8459      | 0.8459      | 0.8459      | 0.8459      | 0.9000      | 0.9000      |
| Earl               | 1.2500      | 1.2500      | 1.2500      | 0.9780      | 0.9780      | 0.9780      | 0.9780      | 0.9780      | 0.9780      | 0.9780      |
| East Cocalico      | 2.0500      | 2.0500      | 2.0500      | 1.6460      | 1.7330      | 1.7330      | 1.7680      | 1.7680      | 1.7680      | 1.8000      |
| East Donegal       | 3.9500      | 3.9500      | 3.9500      | 3.1165      | 3.1165      | 3.1165      | 3.1165      | 3.1165      | 3.1165      | 3.1165      |
| East Drumore       | 0.3900      | 0.3900      | 0.3900      | 0.3300      | 0.3300      | 0.3300      | 0.3300      | 0.3300      | 0.3300      | 0.3300      |
| East Earl          | 1.9000      | 2.0500      | 2.0500      | 1.7000      | 1.7000      | 1.7000      | 1.7000      | 1.7000      | 1.7000      | 1.7000      |
| East Hempfield     | 1.1200      | 1.1200      | 1.1200      | 0.8500      | 0.8500      | 0.8500      | 0.8500      | 0.8500      | 0.8500      | 0.8500      |
| East Lampeter      | 1.6000      | 1.7300      | 1.9900      | 1.7500      | 1.9000      | 1.9000      | 1.9000      | 1.9000      | 1.9000      | 1.9570      |
| Eden               | 0.9500      | 1.0500      | 1.1500      | 0.9320      | 0.9500      | 1.0000      | 1.0200      | 1.0500      | 1.1000      | 1.1300      |
| Elizabeth          | 0.0000      | 0.0000      | 0.0000      | 0.0000      | 0.5000      | 0.5000      | 0.5000      | 0.5000      | 0.5000      | 0.5000      |
| Ephrata            | 1.3700      | 1.3700      | 1.4700      | 1.1700      | 1.1700      | 1.2700      | 1.2700      | 1.2700      | 1.2700      | 1.2700      |
| Fulton             | 0.2100      | 0.2100      | 0.2100      | 0.1648      | 0.2100      | 0.2100      | 0.2100      | 0.2100      | 0.4200      | 0.4200      |
| Lancaster          | 0.6000      | 0.6000      | 1.2000      | 0.9100      | 0.9100      | 0.9100      | 0.9100      | 0.9100      | 1.9100      | 1.9100      |
| Leacock            | 0.4300      | 0.4300      | 0.4300      | 0.4300      | 0.4300      | 0.4300      | 0.4300      | 0.4300      | 0.4300      | 0.4300      |
| Little Britian     | 0.3900      | 0.3900      | 0.3900      | 0.3010      | 0.3010      | 0.3010      | 0.3010      | 0.3010      | 0.3010      | 0.3010      |

(Continued)

County of Lancaster, Pennsylvania  
Property Tax Rates  
Direct and Overlapping Governments (1)  
Last Ten Fiscal Years  
(In Mills)

Table 6 (Cont.)

|                          | <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> |
|--------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Manheim                  | 2.2300      | 2.2300      | 2.2300      | 1.7173      | 1.7173      | 1.7173      | 1.7173      | 1.7173      | 1.7173      | 1.7173      |
| Manor                    | 0.7800      | 0.7800      | 0.7800      | 0.6100      | 0.6100      | 0.6100      | 0.6100      | 0.6100      | 0.6100      | 0.6100      |
| Martic                   | 0.0000      | 0.0000      | 0.0000      | 0.0000      | 0.5100      | 0.5100      | 0.5100      | 0.5100      | 0.5100      | 0.5100      |
| Mount Joy Part (2)       | 1.7500      | 1.7500      | 2.2500      | 1.7400      | 1.8400      | 2.0400      | 2.0400      | 2.0400      | 2.3400      | 2.3400      |
| Mount Joy Part (3)       | 1.7500      | 1.7500      | 2.2500      | 1.7400      | 1.8400      | 2.0400      | 2.0400      | 2.0400      | 2.3400      | 2.3400      |
| Paradise                 | 1.3200      | 1.3200      | 1.3200      | 1.1082      | 1.1082      | 1.1082      | 1.1082      | 1.1082      | 1.1082      | 1.1082      |
| Penn                     | 1.8000      | 1.8000      | 1.8000      | 1.4326      | 1.4326      | 1.4326      | 1.4326      | 1.4326      | 1.4326      | 1.4326      |
| Pequea                   | 1.9000      | 1.9000      | 1.9000      | 1.5670      | 1.5670      | 1.5670      | 1.5670      | 1.5670      | 1.5670      | 1.5670      |
| Providence               | 0.9500      | 0.8075      | 0.6300      | 0.3810      | 0.3810      | 0.3810      | 0.3810      | 0.3810      | 0.3810      | 0.3810      |
| Rapho                    | 1.7500      | 1.7500      | 1.7500      | 1.3700      | 1.3700      | 1.5000      | 1.5000      | 1.5000      | 1.7500      | 1.7500      |
| Sadsbury                 | 0.8000      | 0.8000      | 0.8500      | 0.7760      | 0.7760      | 0.7760      | 0.7760      | 0.7760      | 0.7760      | 0.7760      |
| Salisbury                | 0.1800      | 0.1800      | 0.1800      | 0.0000      | 0.0000      | 0.0000      | 0.0000      | 0.0000      | 0.0000      | 0.0000      |
| Strasburg                | 0.6000      | 0.7000      | 0.7000      | 0.5550      | 0.5550      | 0.5550      | 0.5550      | 0.5550      | 0.5550      | 0.5550      |
| Upper Leacock            | 1.7000      | 1.7000      | 2.0000      | 1.6950      | 1.6950      | 1.6950      | 1.6950      | 1.6950      | 1.6950      | 1.6950      |
| Warwick                  | 0.2740      | 0.2740      | 0.2740      | 0.2325      | 0.2325      | 0.2325      | 0.2325      | 0.2325      | 0.2325      | 0.2325      |
| West Cocalico            | 2.1750      | 2.1750      | 2.1750      | 1.8200      | 1.9100      | 1.9100      | 1.9100      | 1.9100      | 1.9100      | 1.9100      |
| West Donegal             | 1.6000      | 2.0000      | 2.0000      | 1.6000      | 1.6000      | 1.8000      | 1.8000      | 1.8000      | 1.8000      | 1.8000      |
| West Earl                | 1.5900      | 1.5900      | 1.5900      | 1.2666      | 1.2666      | 1.2666      | 1.2666      | 1.2666      | 1.3170      | 1.3700      |
| West Hempfield           | 1.3400      | 1.3400      | 1.8500      | 1.4500      | 1.7500      | 1.7500      | 1.7500      | 1.7500      | 1.7500      | 1.7500      |
| West Lampeter            | 1.1000      | 1.2000      | 1.2000      | 0.9689      | 0.9689      | 1.1500      | 1.1500      | 1.1500      | 1.1500      | 1.2500      |
| School district rates:   |             |             |             |             |             |             |             |             |             |             |
| Cocalico                 | 22.8200     | 22.8200     | 23.1600     | 18.6935     | 18.9739     | 18.9739     | 18.9739     | 19.6190     | 20.1978     | 21.2683     |
| Columbia Borough         | 28.2000     | 29.3400     | 30.1910     | 25.8163     | 26.4600     | 26.4600     | 26.4600     | 26.4600     | 26.4600     | 26.4600     |
| Conestoga Valley         | 15.2064     | 15.9240     | 16.3220     | 13.3940     | 13.7940     | 14.1526     | 14.4739     | 14.9660     | 15.3776     | 15.7620     |
| Donegal                  | 22.0243     | 22.4640     | 22.8790     | 18.1670     | 18.6211     | 19.0866     | 19.0866     | 19.2774     | 19.3737     | 19.5674     |
| Eastern Lancaster County | 14.6879     | 15.0404     | 15.3850     | 12.3854     | 12.5711     | 12.5711     | 12.8500     | 13.0400     | 13.2981     | 13.5973     |
| Elizabethtown Area       | 19.1048     | 19.9000     | 20.8450     | 16.6063     | 17.0878     | 16.6068     | 16.6063     | 18.6089     | 18.6089     | 19.7900     |
| Ephrata Area             | 19.6000     | 20.4500     | 20.4500     | 16.9500     | 16.9500     | 16.9500     | 16.9500     | 21.2300     | 18.8200     | 19.3700     |
| Hempfield                | 19.6530     | 20.1246     | 20.3260     | 16.0034     | 16.3474     | 16.3474     | 16.6743     | 18.1079     | 17.6893     | 18.3084     |
| Lampeter-Strasburg       | 19.8683     | 20.2458     | 20.5490     | 16.6440     | 16.9269     | 16.9269     | 17.2485     | 17.5762     | 17.9629     | 18.4120     |
| Lancaster                | 26.6793     | 26.6793     | 28.2570     | 28.2568     | 21.8734     | 21.8734     | 22.6731     | 23.3531     | 24.0186     | 24.4389     |
| Manheim Central          | 17.3566     | 17.3566     | 17.7730     | 17.7731     | 17.7731     | 17.7731     | 17.7731     | 17.7731     | 16.0438     | 16.7657     |
| Manheim Township         | 18.6409     | 19.0509     | 19.4130     | 19.4128     | 19.4128     | 19.4128     | 15.7729     | 16.1277     | 16.1277     | 17.2429     |
| Octorara Area            | 27.2000     | 28.7300     | 29.4500     | 25.3500     | 25.6600     | 25.5500     | 25.8000     | 26.0600     | 26.0600     | 26.0600     |
| Penn Manor               | 18.0100     | 19.2700     | 20.0600     | 16.4000     | 16.9800     | 16.9800     | 17.5230     | 17.9363     | 17.9363     | 18.4744     |
| Pequea Valley            | 17.4735     | 18.1217     | 18.4840     | 14.6806     | 14.9225     | 15.1463     | 15.2933     | 15.6797     | 16.2980     | 16.7860     |
| Solanco                  | 12.0990     | 12.4499     | 12.8110     | 10.4590     | 10.8251     | 10.9604     | 11.3440     | 11.7977     | 12.2696     | 12.7604     |
| Warwick                  | 20.1627     | 20.1627     | 21.1620     | 16.3711     | 16.3711     | 16.3711     | 16.3711     | 16.3711     | 16.4611     | 16.5845     |

Source: [www.dced.state.pa.us](http://www.dced.state.pa.us) website; County of Lancaster Assessment Office

Note: There are no components of the County's total direct rate.

(1) Includes millage for municipal, school, and county real estate tax per \$1,000 of assessed value.

(2) Applicable to the portion of Mount Joy situated in the Donegal School District.

(3) Applicable to the portion of Mount Joy situated in the Elizabethtown School District.

County of Lancaster, Pennsylvania  
Principal Property Taxpayers  
December 31, 2024

Table 7

| Taxpayer                        | 2024                    |      |  | 2015                   |      |  |
|---------------------------------|-------------------------|------|--|------------------------|------|--|
|                                 | Taxable Assessed Value  | Rank | Percentage of Total Taxable Assessed Value | Taxable Assessed Value | Rank | Percentage of Total Taxable Assessed Value |
| Willow Valley Communities       | \$ 258,879,600          | 1    | 0.58%                                      | *                      |      |  |
| Lancaster General               | 159,813,800             | 2    | 0.36%                                      | 101,617,800            | 4    | 0.32%                                      |
| High Properties Et Al           | 151,852,700             | 3    | 0.34%                                      | 129,519,400            | 2    | 0.40%                                      |
| Park City Center Business Trust | 142,325,700             | 4    | 0.32%                                      | 139,083,200            | 1    | 0.43%                                      |
| High Properties                 | 133,344,500             | 5    | 0.30%                                      | 74,178,000             | 6    | 0.23%                                      |
| Mennonite Home                  | 76,723,400              | 6    | 0.17%                                      | *                      |      | 0.00%                                      |
| Granite Properties              | 65,616,700              | 7    | 0.15%                                      | 59,245,200             | 7    | 0.18%                                      |
| Garden Spot Village Inc         | 61,948,100              | 8    | 0.14%                                      | 52,829,200             | 8    | 0.16%                                      |
| Dart Container Corp of PA       | 54,094,900              | 9    | 0.12%                                      | 50,938,200             | 9    | 0.16%                                      |
| Constellation Energy Generation | 52,902,200              | 10   | 0.12%                                      | *                      |      | 0.00%                                      |
| Willow Valley Manor             | *                       |      |  | 96,060,900             | 5    | 0.30%                                      |
| Rockvale Group                  | *                       |      |  | 48,663,800             | 10   | 0.15%                                      |
| Willow Valley Retirement        | *                       |      |  | 109,009,500            | 3    | 0.34%                                      |
| <b>Total</b>                    | <b>\$ 1,157,501,600</b> |      | <b>2.57%</b>                               | <b>\$ 861,145,200</b>  |      | <b>2.67%</b>                               |

Source: County of Lancaster Assessment Office

\* Company not included in top 10 ranking for the year

County of Lancaster, Pennsylvania  
Property Tax Levies and Collections  
Last Ten Fiscal Years

Table 8

| Fiscal Years Ended December-31 | Tax Levy for Fiscal Year | Interim Tax Levy for Fiscal Year | Total Tax Levy for Fiscal Year (1) | Amount of Taxes Collected | Percent of Levy | Delinquent Tax Collections (2) | Total Tax Collections (3) | Ratio of Total Tax Collections to Total Tax Levy |
|--------------------------------|--------------------------|----------------------------------|------------------------------------|---------------------------|-----------------|--------------------------------|---------------------------|--|
| 2015                           | \$ 119,282,012           | \$ 637,417                       | \$ 119,919,429                     | \$ 115,819,600            | 96.58%          | \$ 2,203,937                   | \$ 118,023,537            | 98.42%   |
| 2016                           | 120,414,571              | 660,834                          | 121,075,405                        | 117,104,809               | 96.72%          | 2,272,903                      | 119,377,712               | 98.60%   |
| 2017                           | 121,346,214              | 485,908                          | 121,832,122                        | 118,253,252               | 97.06%          | 2,161,249                      | 120,414,501               | 98.84%   |
| 2018                           | 121,915,364              | 1,383,688                        | 123,299,052                        | 119,572,950               | 96.98%          | 2,075,150                      | 121,648,100               | 98.66%   |
| 2019                           | 123,692,509              | 810,424                          | 124,502,933                        | 120,780,705               | 97.01%          | 1,931,491                      | 122,712,196               | 98.56%   |
| 2020                           | 126,069,096              | 784,599                          | 126,853,695                        | 121,794,520               | 96.01%          | 1,844,838                      | 123,639,358               | 97.47%   |
| 2021                           | 127,506,896              | 850,576                          | 128,357,471                        | 123,332,935               | 96.09%          | 2,661,385                      | 125,994,320               | 98.16%   |
| 2022                           | 128,703,211              | 752,100                          | 129,455,311                        | 124,576,922               | 96.23%          | 1,884,716                      | 126,461,638               | 97.69%   |
| 2023                           | 129,972,661              | 960,092                          | 130,932,753                        | 126,163,691               | 96.36%          | 1,865,554                      | 128,029,246               | 97.78%   |
| 2024                           | 131,032,928              | 707,719                          | 131,740,647                        | 126,811,138               | 96.26%          | 1,720,721                      | 128,531,859               | 97.56%   |

Source: County of Lancaster Assessment Office, Controller's Office, and Tax Claim Bureau

Notes:

(1) Does not include discounts, penalties, and exonerations.

(2) Delinquent tax collections include collections for multiple years; software currently in use does not make it possible to identify collections by the year in which it was levied.

(3) Includes penalties and other adjustments.

Assessment by Land Use

| Years | Residential       | Industrial       | Commercial       | Agriculture      | Other          | Total             |
|-------|-------------------|------------------|------------------|------------------|----------------|-------------------|
| 2015  | \$ 22,537,454,000 | \$ 1,240,765,800 | \$ 5,977,568,600 | \$ 1,985,879,600 | \$ 194,600,900 | \$ 31,936,268,900 |
| 2016  | 22,726,338,100    | 1,241,110,300    | 6,040,992,400    | 2,036,483,100    | 194,573,700    | 32,239,497,600    |
| 2017  | 22,878,084,500    | 1,212,154,200    | 6,128,189,800    | 2,071,116,200    | 199,388,600    | 32,488,933,300    |
| 2018  | 29,803,108,000    | 1,538,224,900    | 8,117,791,700    | 2,185,193,100    | 236,598,900    | 41,880,916,600    |
| 2019  | 30,213,741,300    | 1,542,891,000    | 8,287,542,700    | 2,200,825,200    | 246,409,500    | 42,491,409,700    |
| 2020  | 30,721,161,500    | 1,504,339,000    | 8,565,489,000    | 2,253,294,600    | 263,541,700    | 43,307,825,800    |
| 2021  | 30,985,098,900    | 1,536,559,000    | 8,743,718,900    | 2,266,371,800    | 269,996,900    | 43,801,745,500    |
| 2022  | 31,233,963,900    | 1,542,885,600    | 8,882,616,100    | 2,278,232,800    | 275,010,900    | 44,212,709,300    |
| 2023  | 31,485,420,700    | 1,535,788,700    | 9,043,220,800    | 2,305,645,700    | 278,720,400    | 44,648,796,300    |
| 2024  | 31,681,382,400    | 1,586,864,200    | 9,139,760,700    | 2,319,511,100    | 285,505,700    | 45,013,024,100    |

Source: County of Lancaster Assessment Office

County of Lancaster, Pennsylvania  
Ratio of Outstanding Debt by Type  
Last Ten Fiscal Years

Table 9

| Years | Governmental Activities                   |                                       |   |  |                             |                           |                                   | Total<br>Primary<br>Government | Percentage<br>of Personal<br>Income (1) | Debt<br>Per<br>Capita (1) |
|-------|---|---------------------------------------|---|--|-----------------------------|---------------------------|-----------------------------------|--------------------------------|---|---------------------------|
|       | General<br>Obligation<br>Bonds<br>Payable | Net<br>Premium on<br>Bonds<br>Payable | General Obligation<br>Notes and Direct<br>Borrowings<br>Payable | Installment<br>Purchase<br>Agreements<br>Payable | **<br>Financed<br>Purchases | ***<br>Lease<br>Liability | ****<br>Subscription<br>Liability |                                |   |                           |
| 2015  | \$ 200,455,000                            | \$ 7,916,958                          | \$ 33,929,400   | \$ 799,000                                       | \$ 22,099,009               | \$ -                      | \$ -                              | \$ 265,199,367                 | 1.10%                                   | \$ 494.20                 |
| 2016  | 185,135,000                               | 9,113,173                             | 33,215,500  | 436,000  | 18,826,729                  | -                         | -                                 | 246,726,402                    | 1.00%                                   | 458.17                    |
| 2017  | 177,885,000                               | 8,580,239                             | 30,367,100  | 436,000  | 17,181,601                  | -                         | -                                 | 234,449,940                    | 0.88%                                   | 431.84                    |
| 2018  | 163,160,000                               | 8,357,567                             | 27,392,400  | 436,000  | 15,484,093                  | -                         | -                                 | 214,830,060                    | 0.75%                                   | 395.23                    |
| 2019  | 161,175,000                               | 7,842,642                             | 24,283,000  | 436,000  | 16,564,695                  | -                         | -                                 | 210,301,337                    | 0.71%                                   | 385.36                    |
| 2020  | 154,680,000                               | 13,051,121                            | 21,036,600  | 436,000  | 14,284,206                  | -                         | -                                 | 203,487,927                    | 0.64%                                   | 371.68                    |
| 2021  | 143,685,000                               | 11,759,898                            | 17,640,000  | 436,000  | 11,866,853                  | -                         | -                                 | 185,387,751                    | 0.54%                                   | 334.85                    |
| 2022  | 130,290,000                               | 10,495,952                            | 16,095,000  | 226,000  | 9,372,354                   | 12,271,619                | 228,293                           | 178,979,218                    | 0.51%                                   | 321.54                    |
| 2023  | 129,645,000                               | 10,711,460                            | -   | -  | 6,798,249                   | 11,337,295                | 1,504,115                         | 159,996,119                    | 0.43%                                   | 286.43                    |
| 2024  | 97,095,000                                | 10,916,852                            | 24,715,000  | -  | 4,141,997                   | 10,266,899                | 5,979,852                         | 153,115,600                    | *                                       | 271.82                    |

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

(1) See Schedule of Demographic and Economic Statistics for personal income and population data; data reflects updated estimates by Bureau of Economic Analysis, U.S. Department of Commerce.

\* Data not available.

\*\*Due to GASB 87 implementation in 2022, Capital Leases are now referenced as Financed Purchases.

\*\*\*GASB 87 Implemented in 2022; Leased liability is right to use leased buildings and equipment

\*\*\*\*GASB 96 Implemented in 2023

County of Lancaster, Pennsylvania  
Ratio of General Debt Outstanding  
Last Ten Fiscal Years

Table 10

| Years | Total General<br>Obligation Debt | Percentage of<br>Estimated Actual Taxable<br>Value of Property (1) | Debt Per<br>Capita (2) |
|-------|----------------------------------|--|------------------------|
| 2015  | \$ 265,199,367                   | 0.82%  | \$ 494.20              |
| 2016  | 246,726,402                      | 0.76%  | 458.17                 |
| 2017  | 234,449,940                      | 0.72%  | 431.84                 |
| 2018  | 214,830,060                      | 0.51%  | 395.23                 |
| 2019  | 210,301,337                      | 0.49%  | 385.36                 |
| 2020  | 203,487,927                      | 0.47%  | 371.68                 |
| 2021  | 185,387,750                      | 0.42%  | 354.07                 |
| 2022  | 166,479,306                      | 0.38%  | 317.95                 |
| 2023  | 140,356,460                      | 0.31%  | 251.27                 |
| 2024  | 132,726,852                      | 0.29%  | 235.63                 |

Note: Details regarding the County's outstanding debt can be found in the notes to the financial statements.

(1) See the Schedule of Assessed and Estimated Actual Value of Taxable Property for property value data.

(2) Population data can be found in the Schedule of Demographic and Economic Statistics.

County of Lancaster, Pennsylvania  
Direct and Overlapping Governmental Activities Debt  
As of December 31, 2024

Table 11

| Jurisdiction:                                  | (1)<br>Total<br>Debt<br>Outstanding | Estimated<br>Percentage<br>Applicable | Estimated<br>Share of<br>Overlapping<br>Debt |
|--|-------------------------------------|---------------------------------------|--|
| County of Lancaster                            | \$ 128,400,600                      | 100%                                  | \$ 128,400,600                               |
| Overlapping:                                   |                                     |                                       |  |
| City of Lancaster                              | *                                   |                                       | —  |
| School Districts:                              |                                     |                                       |  |
| Cocalico School District                       | 26,780,000                          | 100%                                  | 26,780,000                                   |
| Columbia Borough                               | 4,996,765                           | 100%                                  | 4,996,765                                    |
| Conestoga Valley                               | 124,220,202                         | 100%                                  | 124,220,202                                  |
| Donegal  | 31,359,592                          | 100%                                  | 31,359,592                                   |
| Elizabethtown Area                             | 59,475,000                          | 100%                                  | 59,475,000                                   |
| Ephrata Area                                   | 22,640,000                          | 100%                                  | 22,640,000                                   |
| Hempfield                                      | 79,111,820                          | 100%                                  | 79,111,820                                   |
| Lampeter-Strasburg                             | 43,415,746                          | 100%                                  | 43,415,746                                   |
| Lancaster                                      | 14,793,349                          | 100%                                  | 14,793,349                                   |
| Manheim Central                                | 108,450,000                         | 100%                                  | 108,450,000                                  |
| Manheim Township                               | 111,119,988                         | 100%                                  | 111,119,988                                  |
| Penn Manor                                     | 85,795,339                          | 100%                                  | 85,795,339                                   |
| Pequea Valley                                  | 78,500,000                          | 100%                                  | 78,500,000                                   |
| Solanco  | 21,404,500                          | 100%                                  | 21,404,500                                   |
| Warwick  | 51,610,000                          | 100%                                  | 51,610,000                                   |
| Total School Districts                         |                                     |                                       | <u>863,672,301</u>                           |
| Municipal Authorities:                         |                                     |                                       |  |
| Akron Borough                                  | 390,660                             | 100%                                  | 390,660                                      |
| Christiana Borough Authority                   | 524,118                             | 100%                                  | 524,118                                      |
| Denver Borough                                 | 1,268,227                           | 100%                                  | 1,268,227                                    |
| Earl Township Sewer Authority                  | 2,682,000                           | 100%                                  | 2,682,000                                    |
| East Cocalico Township Water & Sewer Authority | 7,211,845                           | 100%                                  | 7,211,845                                    |
| East Lampeter Sewer Authority                  | 11,190,000                          | 100%                                  | 11,190,000                                   |
| East Lampeter Township                         | 5,720,000                           | 100%                                  | 5,720,000                                    |
| Elizabethtown Regional Sewer Authority         | 1,126,576                           | 100%                                  | 1,126,576                                    |
| Ephrata Area Joint Authority                   | 3,485,000                           | 100%                                  | 3,485,000                                    |
| Ephrata Borough Authority                      | 27,080,000                          | 100%                                  | 27,080,000                                   |
| Lancaster Area Sewer Authority                 | 56,704,664                          | 100%                                  | 56,704,664                                   |

(Continued)

County of Lancaster, Pennsylvania  
Direct and Overlapping Governmental Activities Debt  
As of December 31, 2024

Table 11 (Cont.)

| Jurisdiction:                             | (1)<br>Total<br>Debt<br>Outstanding | Estimated<br>Percentage<br>Applicable | Estimated<br>Share of<br>Overlapping<br>Debt |
|---|-------------------------------------|---------------------------------------|--|
| Lancaster County Hospital Authority       | **                                  |                                       | -  |
| Lancaster-Lebanon Joint Authority         | 1,500,000                           | 100%                                  | 1,500,000                                    |
| Leacock Township Municipal Authority      | 3,395,959                           | 100%                                  | 3,395,959                                    |
| Manheim Area Water and Sewer Authority    | 10,869,328                          | 100%                                  | 10,869,328                                   |
| Manheim Township                          | 2,843,000                           | 100%                                  | 2,843,000                                    |
| Marietta-Donegal Joint Authority          | 2,329,000                           | 100%                                  | 2,329,000                                    |
| Mount Joy Borough Authority               | 15,055,000                          | 100%                                  | 15,055,000                                   |
| Northern Lancaster County Sewer Authority | 3,237,234                           | 100%                                  | 3,237,234                                    |
| Penn Township                             | 606,896                             | 100%                                  | 606,896                                      |
| Quarryville Borough                       | 411,161                             | 100%                                  | 411,161                                      |
| Suburban Lancaster Sewer Authority        | 20,955,000                          | 100%                                  | 20,955,000                                   |
| Warwick Township Municipal Authority      | 1,850,000                           | 100%                                  | 1,850,000                                    |
| Weaverland Valley Authority               | 30,997,755                          | 100%                                  | 30,997,755                                   |
| West Cocalico Township Authority          | 14,265,000                          | 100%                                  | 14,265,000                                   |
| West Earl Water Authority                 | 420,000                             | 100%                                  | 420,000                                      |
| Total Municipalities                      |                                     |                                       | <u>226,118,423</u>                           |
| Total Overlapping Debt                    |                                     |                                       | <u>1,089,790,724</u>                         |
| Total direct and overlapping debt         |                                     |                                       | <u>\$ 1,218,191,324</u>                      |

Source: Individual school districts, municipal authorities, and City of Lancaster; percent applicable to the County of Lancaster is 100 percent.

Note: Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the County. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of Lancaster County. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government. Percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the County's boundaries and dividing it by each unit's total taxable assessed value.

(1) The debt of the city and school districts is tax based and the majority of the municipal authorities are self-supporting.

\* Data not available.

\*\* Due to changes in the financial reporting standards, the Lancaster County Hospital Authority, as a conduit lender, no longer reflects any debt owned by it as of December 31, 2023

County of Lancaster, Pennsylvania  
Legal Debt Margin Information  
Last Ten Fiscal Years

Table 12

|  | <u>2015</u>           | <u>2016</u>           | <u>2017</u>           | <u>2018</u>           | <u>2019</u>           |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Borrowing base revenues (1):   |                       |                       |                       |                       |                       |
| Two years prior  | \$ 154,407,832        | \$ 145,177,124        | \$ 149,627,502        | \$ 155,464,284        | \$ 153,011,136        |
| Prior year   | 145,177,124           | 149,627,502           | 155,464,285           | 153,011,136           | 158,457,096           |
| Current year   | <u>149,627,502</u>    | <u>155,464,285</u>    | <u>153,011,136</u>    | <u>158,457,096</u>    | <u>158,785,543</u>    |
| Total borrowing base revenues  | <u>\$ 449,212,458</u> | <u>\$ 450,268,911</u> | <u>\$ 458,102,923</u> | <u>\$ 466,932,516</u> | <u>\$ 470,253,775</u> |
| Average borrowing base revenues                                      | \$ 149,737,486        | \$ 150,089,637        | \$ 152,700,974        | \$ 155,644,172        | \$ 156,751,258        |
| Net Nonelectoral Debt Limit:   |                       |                       |                       |                       |                       |
| Average borrowing base revenues                                      | \$ 149,737,486        | \$ 150,089,637        | \$ 152,700,974        | \$ 155,644,172        | \$ 156,751,258        |
| Debt limit percentage  | <u>300%</u>           | <u>300%</u>           | <u>300%</u>           | <u>300%</u>           | <u>300%</u>           |
| Net Nonelectoral Debt Limit  | 449,212,458           | 450,268,911           | 458,102,923           | 466,932,516           | 470,253,775           |
| Total amount of debt applicable to debt limit                        | <u>234,384,400</u>    | <u>218,350,500</u>    | <u>208,252,100</u>    | <u>190,552,400</u>    | <u>185,458,000</u>    |
| Total Remaining Nonelectoral Debt Capacity                           | <u>\$ 214,828,058</u> | <u>\$ 231,918,411</u> | <u>\$ 249,850,823</u> | <u>\$ 276,380,116</u> | <u>\$ 284,795,775</u> |
| Total net debt applicable to the limit as a percentage of debt limit | 52.18%                | 48.49%                | 45.46%                | 40.81%                | 39.44%                |
| Combined Net Nonelectoral Debt and<br>Net Lease Rental Debt Limit    |                       |                       |                       |                       |                       |
| Average borrowing base revenues                                      | \$ 149,737,486        | \$ 150,089,637        | \$ 152,700,974        | \$ 155,644,172        | \$ 156,751,258        |
| Debt limit percentage  | <u>400%</u>           | <u>400%</u>           | <u>400%</u>           | <u>400%</u>           | <u>400%</u>           |
| Combined Net Nonelectoral Debt and Net Lease Rental Debt Limit       | 598,949,944           | 600,358,548           | 610,803,897           | 622,576,688           | 627,005,033           |
| Less: Non-electoral Debt and Lease Rental Debt                       | <u>235,183,400</u>    | <u>218,786,500</u>    | <u>208,688,100</u>    | <u>190,988,400</u>    | <u>185,894,000</u>    |
| Remaining Nonelectoral Debt and Lease Rental Debt Capacity           | <u>\$ 363,766,544</u> | <u>\$ 381,572,048</u> | <u>\$ 402,115,797</u> | <u>\$ 431,588,288</u> | <u>\$ 441,111,033</u> |
| Total net debt applicable to the limit as a percentage of debt limit | 39.27%                | 36.44%                | 34.17%                | 30.68%                | 29.65%                |

Source: Lancaster County Controller's Office

Note: Under state finance law, the County of Lancaster's outstanding non-electoral debt should not exceed 300% of the three-year average of General, Special Revenue, and Permanent funds' revenue. The outstanding net non-electoral and lease rental debt should not exceed 400% of the three-year average of General, Special Revenue, and Permanent funds' revenue. By law, the net non-electoral and lease rental debt may be offset by amounts set aside for repaying general obligation bonds.

(1) Borrowing base revenues represents total revenues less governmental grants received for a specific purpose.

(Continued)

County of Lancaster, Pennsylvania  
Legal Debt Margin Information  
Last Ten Fiscal Years

Table 12 (Cont.)

|  | <u>2020</u>           | <u>2021</u>           | <u>2022</u>           | <u>2023</u>           | <u>2024</u>           |
|--|-----------------------|-----------------------|-----------------------|-----------------------|-----------------------|
| Borrowing base revenues (1):   |                       |                       |                       |                       |                       |
| Two years prior  | \$ 158,457,096        | \$ 158,785,543        | \$ 158,159,443        | \$ 161,862,156        | \$ 164,115,560        |
| Prior year   | 158,785,543           | 158,159,443           | 161,862,156           | 164,115,560           | 166,678,995           |
| Current year   | <u>158,159,443</u>    | <u>161,862,156</u>    | <u>164,115,560</u>    | <u>166,678,995</u>    | <u>179,864,094</u>    |
| Total borrowing base revenues  | <u>\$ 475,402,082</u> | <u>\$ 478,807,142</u> | <u>\$ 484,137,159</u> | <u>\$ 492,656,711</u> | <u>\$ 510,658,649</u> |
| Average borrowing base revenues                                      | \$ 158,467,361        | \$ 159,602,381        | \$ 161,379,053        | \$ 164,218,904        | \$ 170,219,550        |
| Net Nonelectoral Debt Limit:   |                       |                       |                       |                       |                       |
| Average borrowing base revenues                                      | \$ 158,467,361        | \$ 159,602,381        | \$ 161,379,053        | \$ 164,218,904        | \$ 170,219,550        |
| Debt limit percentage  | <u>300%</u>           | <u>300%</u>           | <u>300%</u>           | <u>300%</u>           | <u>300%</u>           |
| Net Nonelectoral Debt Limit  | 475,402,082           | 478,807,142           | 484,137,159           | 492,656,711           | 510,658,649           |
| Total amount of debt applicable to debt limit                        | <u>175,716,600</u>    | <u>161,325,000</u>    | <u>146,385,000</u>    | <u>129,645,000</u>    | <u>121,810,000</u>    |
| Total Remaining Nonelectoral Debt Capacity                           | <u>\$ 299,685,482</u> | <u>\$ 317,482,142</u> | <u>\$ 337,752,159</u> | <u>\$ 363,011,711</u> | <u>\$ 388,848,649</u> |
| Total net debt applicable to the limit as a percentage of debt limit | 36.96%                | 33.69%                | 30.24%                | 26.32%                | 23.85%                |
| Combined Net Nonelectoral Debt and<br>Net Lease Rental Debt Limit    |                       |                       |                       |                       |                       |
| Average borrowing base revenues                                      | \$ 158,467,361        | \$ 159,602,381        | \$ 161,379,053        | \$ 164,218,904        | \$ 170,219,550        |
| Debt limit percentage  | <u>400%</u>           | <u>400%</u>           | <u>400%</u>           | <u>400%</u>           | <u>400%</u>           |
| Combined Net Nonelectoral Debt and Net Lease Rental Debt Limit       | 633,869,443           | 638,409,523           | 645,516,212           | 656,875,615           | 680,878,199           |
| Less: Non-electoral Debt and Lease Rental Debt                       | <u>176,152,600</u>    | <u>161,761,000</u>    | <u>146,611,000</u>    | <u>129,645,000</u>    | <u>121,810,000</u>    |
| Remaining Nonelectoral Debt and Lease Rental Debt Capacity           | <u>\$ 457,716,843</u> | <u>\$ 476,648,523</u> | <u>\$ 498,905,212</u> | <u>\$ 527,230,615</u> | <u>\$ 559,068,199</u> |
| Total net debt applicable to the limit as a percentage of debt limit | 27.79%                | 25.34%                | 22.71%                | 19.74%                | 17.89%                |

Source: Lancaster County Controller's Office

Note: Under state finance law, the County of Lancaster's outstanding non-electoral debt should not exceed 300% of the three-year average of General, Special Revenue, and Permanent funds' revenue. The outstanding net non-electoral and lease rental debt should not exceed 400% of the three-year average of General, Special Revenue, and Permanent funds' revenue.

By law, the net non-electoral and lease rental debt may be offset by amounts set aside for repaying general obligation bonds.

(1) Borrowing base revenues represents total revenues less governmental grants received for a specific purpose.

County of Lancaster, Pennsylvania  
Demographic and Economic Statistics  
Last Ten Fiscal Years

Table 13

| Years | Population (1) | Personal<br>Income<br>(amounts<br>expressed in<br>thousands) (2) | Per Capita<br>Personal<br>Income (3) | Median Age<br>(4) | School<br>Enrollment (5) | Local<br>Unemployment<br>Rate (6) |
|-------|----------------|--|--------------------------------------|-------------------|--------------------------|-----------------------------------|
| 2015  | 536,624        | \$ 24,145,511  | \$ 44,995                            | 38.4              | 84,634                   | 3.0%                              |
| 2016  | 538,500        | 24,684,347   | 45,839                               | 38.5              | 84,481                   | 3.7%                              |
| 2017  | 542,903        | 26,714,515   | 49,207                               | 38.5              | 84,824                   | 3.3%                              |
| 2018  | 543,557        | 28,625,770   | 52,664                               | 38.7              | 85,249                   | 3.4%                              |
| 2019  | 545,724        | 29,640,682   | 54,314                               | 38.6              | 84,808                   | 3.3%                              |
| 2020  | 546,192        | 31,916,314   | 58,434                               | 38.7              | 85,157                   | 5.2%                              |
| 2021  | 553,652        | 34,075,719   | 61,547                               | 38.7              | 81,003                   | 3.3%                              |
| 2022  | 556,629        | 35,091,885   | 63,044                               | 38.7              | 82,418                   | 2.9%                              |
| 2023  | 558,589        | 37,356,476   | 66,876                               | 39                | 82,334                   | 2.3%                              |
| 2024  | 563,293        | *  | *                                    | 39.1              | 82,708                   | 2.5%                              |

Sources:

- (1) Population: US Census Bureau
- (2) Personal Income: Bureau of Economic Analysis
- (3) Per Capita Personal Income: Bureau of Economic Analysis
- (4) Median Age: Population Estimates, US Census Bureau; based on Fiscal Year
- (5) School Enrollment: PA Department of Education
- (6) Local Unemployment Rate: U.S. Department of Labor, Bureau of Labor Statistics

Note: Prior year data has been updated to the most current information available.

\* Data not available.

County of Lancaster, Pennsylvania  
Principal Employers  
December 31, 2024

Table 14

| Employer (1)                               | 2024               |          |                                       | 2015               |          |                                       |
|--|--------------------|----------|---------------------------------------|--------------------|----------|---------------------------------------|
|  | Employees (2)      | Rank (1) | Percentage of Total County Employment | Employees (2)      | Rank (1) | Percentage of Total County Employment |
| Lancaster General Hospital                 | 9,433              | 1        | 3.73%                                 | 7,569              | 1        | 3.28%                                 |
| Giant Food Stores                          | **                 | 2        |                                       | 1,344              | 10       | 0.58%                                 |
| Eurofins Lancaster Laboratories Inc        | **                 | 4        |                                       | *                  |          |                                       |
| County of Lancaster                        | 1,846              | 3        | 0.73%                                 | 1,899              | 2        | 0.82%                                 |
| Lancaster School District                  | 1,610              | 5        |                                       | 1,504              | 7        | 0.65%                                 |
| Dart Container Corporation                 | **                 | 6        |                                       | 1,847              | 3        | 0.80%                                 |
| Masonic Villages of the Grand Lodge        | 1,643              | 7        | 0.65%                                 | 1,582              | 6        | 0.68%                                 |
| Willow Valley Retirement Communities       | **                 | 8        |                                       | *                  |          |                                       |
| Lancaster Lebanon Intermediate Unit        | 1,746              | 9        | 0.69%                                 | *                  |          |                                       |
| Weis Markets                               | 1,207              | 10       | 0.48%                                 | *                  |          |                                       |
| Wellspring Ephrata Community Hospital Inc. | *                  |          |                                       | *                  |          |                                       |
| R.R. Donnely & Sons Company                | *                  |          |                                       | **                 | 4        | **                                    |
| Armstrong World Industries                 | *                  |          |                                       | 1,500              | 8        | 0.65%                                 |
| Manheim Remarketing Inc                    | *                  |          |                                       | 1,460              | 9        | 0.63%                                 |
| Turkey Hill Co Inc                         | *                  |          |                                       | 1,767              | 5        | 0.76%                                 |
| Nordstrom Inc                              | *                  |          |                                       | *                  |          |                                       |
| Total                                      | **                 |          |                                       | **                 |          |                                       |
| Total Employees in County                  | <u>252,699 (1)</u> |          |                                       | <u>231,110 (1)</u> |          |                                       |

Source: (1) Center for Workforce Information & Analysis, PA Department of Labor & Industry  
(2) Individual Employers

\* Company not included in top 10 ranking for the year

\*\* Data not available

County of Lancaster, Pennsylvania  
 Full-time County Government Employees by Function  
 Last Ten Fiscal Years

Table 15

|                                      | <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>  |
|--------------------------------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|--------------|
| <b>Function/Program:</b>             |              |              |              |              |              |              |              |              |              |              |
| <b>Governmental Activities</b>       |              |              |              |              |              |              |              |              |              |              |
| General government                   | 234          | 233          | 232          | 240          | 194          | 235          | 229          | 229          | 269          | 270          |
| Public safety                        | 102          | 98           | 102          | 96           | 128          | 96           | 89           | 97           | 109          | 104          |
| Health, education, and welfare       | 349          | 357          | 369          | 376          | 367          | 352          | 333          | 352          | 417          | 450          |
| Judicial                             | 586          | 608          | 608          | 608          | 598          | 594          | 572          | 559          | 640          | 669          |
| Corrections                          | 318          | 334          | 334          | 334          | 316          | 302          | 253          | 310          | 312          | 323          |
| Cultural and recreation              | 13           | 12           | 13           | 13           | 13           | 12           | 13           | 12           | 22           | 24           |
| Community development                | 5            | 5            | 5            | 6            | 6            | 6            | 5            | 6            | 6            | 6            |
| <b>Total governmental activities</b> | <b>1,607</b> | <b>1,647</b> | <b>1,663</b> | <b>1,673</b> | <b>1,622</b> | <b>1,597</b> | <b>1,494</b> | <b>1,565</b> | <b>1,775</b> | <b>1,846</b> |

Source: County of Lancaster Controller's Office

County of Lancaster, Pennsylvania  
Operating Indicators by Function  
Last Ten Fiscal Years

Table 16

|   | 2015    | 2016    | 2017    | 2018    | 2019    | 2020    | 2021    | 2022    | 2023    | 2024    |
|---|---------|---------|---------|---------|---------|---------|---------|---------|---------|---------|
| <b>Function</b>   |         |         |         |         |         |         |         |         |         |         |
| <b>General Government</b>                               |         |         |         |         |         |         |         |         |         |         |
| General Election Information:                           |         |         |         |         |         |         |         |         |         |         |
| Registered voters                                       | 309,581 | 335,791 | 321,046 | 329,492 | 325,296 | 354,296 | 344,202 | 352,895 | 345,598 | 365,989 |
| Votes cast  | 65,388  | 246,938 | 72,326  | 203,944 | 88,660  | 282,538 | 96,840  | 223,684 | 124,472 | 292,019 |
| Percent of votes cast                                   | 21.12%  | 73.54%  | 22.53%  | 61.90%  | 27.26%  | 79.75%  | 28.17%  | 63.40%  | 36.00%  | 80.00%  |
| Property transfers recorded                             | 11,985  | 12,604  | 13,087  | 12,609  | 12,806  | 12,093  | 13,832  | 11,759  | *       | *       |
| 9-1-1 calls   | 231,151 | 274,898 | 215,369 | 218,201 | 216,511 | 226,350 | 165,449 | 218,229 | 227,961 | 177,138 |
| Text to 9-1-1   | 179     | 345     | 195     | 147     | 114     | 198     | 171     | 175     | 183     | 1,987   |
| 10-Digit 9-1-1 Calls                                    | *       | *       | *       | *       | *       | *       | 175,448 | 239,423 | 245,184 | 231,957 |
| County ordinances approved                              | 57      | 13      | ***     | ***     | ***     | ***     | ***     | ***     | ***     | ***     |
| Municipal ordinances reviewed                           | 226     | 306     | 275     | 297     | 316     | 343     | 327     | 357     | 314     | 482     |
| <b>Judicial</b>   |         |         |         |         |         |         |         |         |         |         |
| Estates and wills probated                              | 1,778   | 1,761   | 1,743   | 1,754   | 1,692   | 1,562   | 3,040   | 2,551   | 2,591   | 2,569   |
| Marriage licenses issued                                | 3,487   | 3,629   | 3,527   | 3,512   | 3,317   | 2,093   | 3,072   | 3,631   | 3,410   | 3,548   |
| Child adoptions   | 230     | 249     | 246     | 246     | 199     | 166     | 154     | 198     | 153     | 138     |
| Child relinquishments                                   | 163     | 143     | 181     | 45      | 52      | 95      | 112     | 66      | 49      | 56      |
| Criminal cases filed                                    | 6,176   | 6,483   | 6,645   | 7,500   | 7,001   | 7,015   | 7,461   | 7,085   | 7,394   | 9,683   |
| Criminal cases disposed                                 | 5,003   | 5,474   | 5,289   | 5,086   | 5,271   | 3,829   | 4,332   | 4,498   | 4,127   | 4,327   |
| Civil suits filed                                       | 3,248   | 3,084   | 2,899   | 2,634   | 3,143   | 2,299   | 2,527   | 1,583   | 2,338   | 2,656   |
| Civil judgments filed                                   | 7,922   | 11,110  | 10,818  | 9,363   | 9,595   | 6,003   | 6,551   | 6,245   | 6,658   | 8,015   |
| Divorces filed  | 1,839   | 1,438   | 1,439   | 1,335   | 1,379   | 1,071   | 1,161   | 1,054   | 1,079   | 1,077   |
| Protection from abuse cases filed                       | 1,018   | 1,017   | 1,004   | 1,181   | 1,180   | 1,161   | 1,205   | 1,161   | 1,099   | 1,129   |
| Naturalizations   | 261     | 193     | 200     | 207     | 255     | 68      | 107     | 158     | 106     | 95      |
| Real estate executions<br>(mortgage foreclosures) filed | 755     | 705     | 721     | 296     | 375     | 204     | 125     | 22      | 53      | 67      |
| District judge case filings                             | 87,889  | 93,076  | 104,211 | 111,469 | 104,393 | 73,570  | 86,987  | 92,650  | 101,777 | 97,417  |
| Domestic relations active cases                         | 17,357  | 16,897  | 16,512  | 15,800  | 15,341  | 14,218  | 13,162  | 12,306  | 11,483  | 10,787  |
| New juvenile probation cases                            | 948     | 957     | 999     | 917     | 941     | 619     | 572     | 858     | 994     | 807     |
| Juvenile probation placement days                       | 22,797  | 20,711  | 18,476  | 17,135  | 15,943  | 7,728   | 5,422   | 4,774   | 8,351   | 3,716   |
| New adult probation and parole cases                    | 3,426   | 4,565   | 4,379   | 4,350   | 4,596   | 3,441   | 2,215   | 3,688   | 3,290   | 3,130   |
| <b>Corrections</b>                                      |         |         |         |         |         |         |         |         |         |         |
| Average daily population                                | 978     | 963     | 898     | 871     | 785     | 675     | 699     | 756     | 758     | 780     |
| Annual admissions                                       | 5,454   | 5,110   | 5,742   | 6,206   | 6,006   | 3,462   | 3,750   | 3,863   | 4,263   | 4,150   |
| <b>Culture and Recreation</b>                           |         |         |         |         |         |         |         |         |         |         |
| Pool attendance   | 27,186  | 27,163  | 24,774  | 23,095  | 22,391  | 2,666   | 8,920   | 6,679   | 16,891  | 22,727  |
| <b>Community Development</b>                            |         |         |         |         |         |         |         |         |         |         |
| Easements added   | 23      | 26      | 21      | 16      | 23      | 18      | 18      | 24      | 19      | 15      |
| Easement acreage added                                  | 1,560   | 1,781   | 1,534   | 1,250   | 1,902   | 1,422   | 1,337   | 1,392   | 1,535   | 1,250   |

Source: Various County Departments.

Note: \* Data not available.

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\*\*\*\*\* Starting in 2022, the County began tracking inpatient hospital rehab clients, but the statistic was not recorded until 2023.

\*\*\*\*\* Starting in 2024, the County began tracking intensive behavioral health services.

(Continued)

County of Lancaster, Pennsylvania  
 Operating Indicators by Function  
 Last Ten Fiscal Years

Table 16 (Cont.)

|  | <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> |
|--|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| <b>Function</b>                          |             |             |             |             |             |             |             |             |             |             |
| <b>Health, education, and welfare</b>    |             |             |             |             |             |             |             |             |             |             |
| Drug and Alcohol:                        |             |             |             |             |             |             |             |             |             |             |
| Information and referral contacts        | 709         | 1,084       | 663         | 466         | 409         | -           | 258         | 260         | 329         | 635         |
| Inpatient non-hospital detox clients     | 428         | 206         | 257         | 313         | 375         | 13          | 170         | 124         | 106         | 159         |
| Inpatient non-hospital rehab clients     | 327         | 197         | 226         | 319         | 393         | 13          | 170         | 124         | 121         | 145         |
| Inpatient non-hospital halfway house cli | 15          | 19          | 7           | 9           | 8           | -           | 2           | 4           | 7           | 23          |
| Inpatient hospital detox clients         | 1           | 1           | 1           | 1           | -           | 2           | 1           | -           | 1           | -           |
| Inpatient hospital rehab clients         | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 1           | 1           |
| Partial hospitalization clients          | 39          | 17          | 16          | 27          | 11          | -           | 36          | 55          | 65          | 83          |
| Outpatient drug free clients             | 964         | 628         | 619         | 631         | 645         | 2           | 320         | 274         | 242         | 312         |
| Methadone maintenance clients            | 34          | 12          | 12          | 16          | 15          | -           | 24          | 15          | 16          | 11          |
| Suboxone maintenance clients             | ****        | ****        | ****        | 17          | 1           | *           | -           | 14          | 8           | 12          |
| Intensive outpatient clients             | 155         | 117         | 113         | 137         | 134         | 2           | 68          | 52          | 47          | 74          |
| Website visitors                         | 13,297      | 14,356      | **          | **          | **          | **          | **          | **          | **          | **          |
| Mental Health:                           |             |             |             |             |             |             |             |             |             |             |
| Emergency/crisis intervention hours      | 3,436       | 11,677      | 3,450       | 3,105       | 5,065       | 4,295       | 3,165       | 4,019       | 4,490       | 4,333       |
| Community residential days               | 27,801      | 27,404      | 27,371      | 28,094      | 25,960      | 30,821      | 26,362      | 22,771      | 22,607      | 22,630      |
| Community employment hours               | 18,365      | 4,554       | 4,523       | 8,368       | 7,688       | 7,132       | 3,577       | 3,339       | 3,013       | 3,404       |
| Service case management clients          | 3,387       | 3,231       | 3,363       | 3,985       | 3,391       | 2,503       | 3,280       | 2,385       | 2,357       | 2,663       |
| Day treatment hours                      | 366         | 347         | 417         | 392         | 841         | 1,994       | 150         | 15          | 249         | 8           |
| Outpatient hours                         | 1,727       | 1,201       | 1,245       | 885         | 748         | 408         | 372         | 546         | 535         | 460         |
| Family based hours                       | -           | -           | 275         | 204         | 94          | 335         | 78          | 101         | 225         | 337         |
| Psychiatric rehab hours                  | 23,345      | 20,129      | 23,719      | 7,824       | 8,075       | 5,713       | 3,820       | 4,337       | 3,354       | 3,496       |
| Social rehab hours                       | 24,475      | 21,195      | 22,360      | 25,125      | 25,600      | 19,982      | 12,028      | 16,208      | 19,645      | 20,316      |
| Drop-in-Center hours                     | 63,709      | 60,122      | 53,663      | 43,477      | 40,651      | 29,606      | 6,890       | 20,133      | 34,183      | 47,279      |
| Supported housing hours                  | 9,221       | 9,190       | 9,483       | 8,858       | 8,083       | 8,446       | 6,624       | 7,025       | 5,465       | 4,735       |
| Intellectual Disabilities                |             |             |             |             |             |             |             |             |             |             |
| Specialized support hours                | 3,167       | 2,944       | 1,148       | 393         | 123         | 191         | 222         | 340         | 654         | 570         |
| Transportation trips                     | 5,241       | 4,877       | 4,324       | 3,898       | 3,290       | 2,780       | 790         | 680         | 707         | 718         |
| Employment hours                         | 3,363       | 2,711       | 3,501       | 4,557       | 1,404       | 1,148       | 230         | 144         | 223         | 109         |
| Residential services clients             | 33          | 32          | 40          | 34          | 33          | 32          | 30          | 34          | 35          | 35          |
| Early intervention clients               | 1,201       | 1,234       | 1,273       | 1,225       | 1,937       | 2,200       | 2,144       | 2,154       | 2,655       | 2,776       |
| Pre-Vocational hours                     | 10,497      | 9,974       | 8,436       | 11,333      | 6,949       | 3,510       | 1,356       | 2,774       | 1,418       | 1,203       |
| Respite clients                          | 120         | 105         | 44          | 18          | 20          | 14          | 4           | 4           | 8           | 7           |
| Home & community service hours           | 4,876       | 3,570       | 3,554       | 3,246       | 4,850       | 6,458       | 5,501       | 4,544       | 6,796       | 10,321      |
| Family driven clients                    | 132         | 194         | 171         | 7           | 141         | 75          | 53          | 90          | 94          | 83          |
| Community habilitation hours             | 4,945       | 4,615       | 4,522       | 4,758       | 5,320       | 2,381       | 2,489       | 2,650       | 617         | 7,058       |

Source: Various County Departments.

Note: \* Data not available.

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\*\*\*\*\* Starting in 2024, the County began tracking intensive behavioral health services.

(Continued)

County of Lancaster, Pennsylvania  
 Operating Indicators by Function  
 Last Ten Fiscal Years

Table 16 (Cont.)

| Function                                    | 2015      | 2016      | 2017      | 2018      | 2019      | 2020      | 2021    | 2022      | 2023      | 2024    |
|---|-----------|-----------|-----------|-----------|-----------|-----------|---------|-----------|-----------|---------|
| <b>Health Choices</b>                       |           |           |           |           |           |           |         |           |           |         |
| Inpatient psychiatric:                      |           |           |           |           |           |           |         |           |           |         |
| Members served                              | 1,257     | 1,452     | 1,383     | 1,393     | 1,376     | 1,410     | 1,431   | 1,432     | 1,458     | 1,329   |
| Days of service                             | 21,556    | 23,163    | 20,339    | 25,416    | 28,491    | 33,975    | 33,922  | 32,587    | 33,220    | 33,087  |
| Outpatient psychiatric:                     |           |           |           |           |           |           |         |           |           |         |
| Members served                              | 14,707    | 17,695    | 18,398    | 16,363    | 16,169    | 17,151    | 15,148  | 15,513    | 15,408    | 15,385  |
| Units of service                            | 286,814   | 307,581   | 346,721   | 348,233   | 282,709   | 289,397   | 288,111 | 399,083   | 244,141   | 240,957 |
| Inpatient drug and alcohol:                 |           |           |           |           |           |           |         |           |           |         |
| Members served                              | 53        | 105       | 99        | 68        | 66        | 27        | 18      | 44        | 31        | 23      |
| Days of service                             | 453       | 949       | 828       | 541       | 436       | 242       | 216     | 386       | 182       | 459     |
| Non-hospital drug and alcohol:              |           |           |           |           |           |           |         |           |           |         |
| Members served                              | 940       | 2,004     | 2,169     | 1,444     | 1,511     | 1,512     | 1,408   | 1,403     | 1,303     | *****   |
| Days of service                             | 35,983    | 52,162    | 57,297    | 57,852    | 58,534    | 60,357    | 56,083  | 55,694    | 52,692    | *****   |
| Outpatient drug and alcohol:                |           |           |           |           |           |           |         |           |           |         |
| Members served                              | 2,386     | 3,698     | 3,947     | 3,400     | 3,350     | 2,818     | 2,738   | 2,888     | 2,093     | *****   |
| Units of service                            | 199,395   | 239,576   | 265,777   | 269,309   | 251,955   | 234,225   | 230,408 | 238,439   | 182,805   | *****   |
| Behavioral health rehabilitation:           |           |           |           |           |           |           |         |           |           |         |
| Members served                              | 2,426     | 5,552     | 6,509     | 2,630     | 2,346     | 2,040     | 2,002   | 1,648     | 1,489     | *****   |
| Units of service                            | 2,106,614 | 1,800,425 | 1,646,757 | 1,741,514 | 1,605,640 | 1,099,290 | 861,241 | 1,045,115 | 1,222,714 | *****   |
| Residential treatment facility:             |           |           |           |           |           |           |         |           |           |         |
| JCAHO:                                      |           |           |           |           |           |           |         |           |           |         |
| Members served                              | 98        | 108       | 97        | 92        | 85        | 74        | 74      | 75        | 71        | *****   |
| Days of service                             | 16,880    | 18,734    | 17,666    | 12,194    | 17,440    | 13,832    | 12,601  | 14,523    | 13,166    | *****   |
| Non JCAHO:                                  |           |           |           |           |           |           |         |           |           |         |
| Members served                              | 15        | 17        | 21        | 24        | 19        | 17        | 17      | 15        | 10        | *****   |
| Days of service                             | 3,333     | 3,765     | 4,840     | 5,374     | 3,972     | 4,479     | 4,292   | 3,775     | 1,483     | *****   |
| <b>Intensive Behavioral Health Services</b> |           |           |           |           |           |           |         |           |           |         |
| Psychiatric evaluation:                     |           |           |           |           |           |           |         |           |           |         |
| Members served                              | *****     | *****     | *****     | *****     | *****     | *****     | *****   | *****     | *****     | 342     |
| Units of service                            | *****     | *****     | *****     | *****     | *****     | *****     | *****   | *****     | *****     | 358     |
| Assessment:                                 |           |           |           |           |           |           |         |           |           |         |
| Members served                              | *****     | *****     | *****     | *****     | *****     | *****     | *****   | *****     | *****     | 280     |
| Units of service                            | *****     | *****     | *****     | *****     | *****     | *****     | *****   | *****     | *****     | 711     |
| Behavioral consultant:                      |           |           |           |           |           |           |         |           |           |         |
| Members served                              | *****     | *****     | *****     | *****     | *****     | *****     | *****   | *****     | *****     | 265     |
| Units of Service                            | *****     | *****     | *****     | *****     | *****     | *****     | *****   | *****     | *****     | 55,920  |
| Onsite Supervision:                         |           |           |           |           |           |           |         |           |           |         |
| Members served                              | *****     | *****     | *****     | *****     | *****     | *****     | *****   | *****     | *****     | 23      |
| Units of service                            | *****     | *****     | *****     | *****     | *****     | *****     | *****   | *****     | *****     | 459     |
| Mobile therapy:                             |           |           |           |           |           |           |         |           |           |         |
| Members served                              | *****     | *****     | *****     | *****     | *****     | *****     | *****   | *****     | *****     | 99      |
| Units of service                            | *****     | *****     | *****     | *****     | *****     | *****     | *****   | *****     | *****     | 13,016  |
| Behavioral Health Technician:               |           |           |           |           |           |           |         |           |           |         |
| Members served                              | *****     | *****     | *****     | *****     | *****     | *****     | *****   | *****     | *****     | 154     |
| Units of service                            | *****     | *****     | *****     | *****     | *****     | *****     | *****   | *****     | *****     | 176,486 |

Source: Various County Departments.

Note: \* Data not available.

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\*\*\*\*\* Starting in 2024, the County began tracking intensive behavioral health services.

(Continued)

County of Lancaster, Pennsylvania  
Operating Indicators by Function  
Last Ten Fiscal Years

Table 16 (Cont.)

| Function                                      | <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> |
|---|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| Behavioral Health Group Services:             |             |             |             |             |             |             |             |             |             |             |
| Members served                                | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 68          |
| Units of service                              | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 85,092      |
| Applied behavioral analysis:                  |             |             |             |             |             |             |             |             |             |             |
| Behavioral consultant:                        |             |             |             |             |             |             |             |             |             |             |
| Members served                                | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 510         |
| Units of service                              | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 76,458      |
| Behavioral treatment:                         |             |             |             |             |             |             |             |             |             |             |
| Members served                                | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 488         |
| Units of service                              | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 840,914     |
| Board certified behavioral analysis:          |             |             |             |             |             |             |             |             |             |             |
| Members served                                | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 435         |
| Units of service                              | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 113,315     |
| Applied behavioral analysis group:            |             |             |             |             |             |             |             |             |             |             |
| Members served                                | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 79          |
| Units of service                              | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 17,621      |
| Group applied behavioral analysis:            |             |             |             |             |             |             |             |             |             |             |
| Members served                                | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 39          |
| Units of service                              | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 16,232      |
| Group grad level applied behavioral analysis: |             |             |             |             |             |             |             |             |             |             |
| Members served                                | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 1           |
| Units of service                              | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 8           |
| EPSDT:  |             |             |             |             |             |             |             |             |             |             |
| Members served                                | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 311         |
| Units of service                              | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 1,634       |
| EPSDT community residential rehab:            |             |             |             |             |             |             |             |             |             |             |
| Members served                                | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 4           |
| Units of service                              | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | *****       | 217         |
| Office of Aging:                              |             |             |             |             |             |             |             |             |             |             |
| Case management clients                       | 833         | 606         | 744         | 1,089       | 999         | 812         | 910         | 717         | 720         | 922         |
| Protective services clients                   | 1,690       | 1,594       | 1,857       | 2,039       | 2,543       | 2,455       | 2,631       | 2,575       | 2,192       | 2,780       |
| Transportation clients                        | 374         | 474         | 483         | 488         | 421         | 283         | 188         | 238         | 271         | 286         |
| Meals provided                                | 114,665     | 132,493     | 153,305     | 174,143     | 155,743     | 135,183     | 147,035     | 176,865     | 181,036     | 184,003     |
| In-home services clients                      | 555         | 497         | 589         | 639         | 521         | 503         | 441         | 361         | 334         | 386         |
| Adult day care clients                        | 55          | 96          | 117         | 110         | 84          | 54          | 51          | 55          | 49          | 52          |
| PDA waiver clients                            | 350         | 273         | 217         | 179         | 174         | ****        | ****        | ****        | ****        | ****        |
| Children and Youth:                           |             |             |             |             |             |             |             |             |             |             |
| Children served                               | 6,966       | 10,548      | 10,825      | 11,576      | 12,272      | 10,881      | 10,762      | 10,104      | 7,947       | 8,207       |
| Placement days                                | 177,027     | 183,822     | 192,760     | 186,924     | 165,722     | 145,842     | 123,030     | 120,201     | 110,032     | 98,916      |
| Child abuse reports                           | 1,744       | 2,391       | 2,506       | 2,509       | 1,825       | 1,749       | 1,855       | 1,897       | 1,944       | 1,727       |
| Intake reports                                | 1,967       | 2,830       | 3,257       | 3,369       | 3,448       | 2,952       | 3,653       | 2,523       | 2,036       | 2,364       |

Source: Various County Departments.

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\*\*\*\*\* Starting in 2024, the County no longer tracks Health Choices: Non-hospital drug and alcohol, Outpatient drug and alcohol, Behavioral health rehabilitation, Residential treatment facility JCAHO and Non JCAHO

County of Lancaster, Pennsylvania  
Capital Asset by Function  
Last Ten Fiscal Years

Table 17

|                                       | <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> |
|---------------------------------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|-------------|
| <b>Function/Program:</b>              |             |             |             |             |             |             |             |             |             |             |
| <b>Governmental Activities</b>        |             |             |             |             |             |             |             |             |             |             |
| <b>General government</b>             |             |             |             |             |             |             |             |             |             |             |
| Motor vehicles                        | 8           | 6           | 4           | 3           | 3           | 3           | 3           | 2           | 2           | –           |
| Office buildings                      | 3           | 3           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           |
| <b>Public safety</b>                  |             |             |             |             |             |             |             |             |             |             |
| Motor vehicles                        | 20          | 19          | 17          | 14          | 13          | 13          | 13          | 11          | 12          | 13          |
| Office buildings                      | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           |
| <b>Roads and bridges</b>              |             |             |             |             |             |             |             |             |             |             |
| Motor vehicles                        | 8           | 5           | 6           | 6           | 5           | 5           | 5           | 5           | 5           | 5           |
| County-owned bridges                  | 64          | 63          | 63          | 62          | 62          | 60          | 60          | 59          | 63          | 63          |
| <b>Health, education, and welfare</b> |             |             |             |             |             |             |             |             |             |             |
| Motor vehicles                        | 5           | 5           | 3           | 3           | 3           | 1           | –           | –           | –           | –           |
| Office buildings                      | –           | –           | –           | –           | –           | –           | –           | –           | –           | –           |
| <b>Judicial</b>                       |             |             |             |             |             |             |             |             |             |             |
| Motor vehicles                        | 65          | 52          | 38          | 30          | 17          | 14          | 12          | 12          | 11          | 7           |
| Office buildings                      | 4           | 4           | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           |
| <b>Corrections</b>                    |             |             |             |             |             |             |             |             |             |             |
| Motor vehicles                        | 8           | 8           | 7           | 7           | 4           | 3           | 3           | 3           | 3           | 2           |
| Office buildings                      | 2           | 2           | 2           | 2           | 2           | 2           | 2           | 2           | 3           | 3           |
| <b>Cultural and recreation</b>        |             |             |             |             |             |             |             |             |             |             |
| Motor vehicles                        | 39          | 34          | 29          | 26          | 23          | 24          | 16          | 24          | 24          | 18          |
| Number of parks                       | 9           | 9           | 9           | 9           | 9           | 9           | 9           | 9           | 9           | 9           |
| Park acreage                          | 1,995       | 1,995       | 1,995       | 1,995       | 1,996       | 1,996       | 1,966       | 1,966       | 1,966       | 1,966       |
| Pavilions                             | 11          | 11          | 11          | 11          | 11          | 11          | 11          | 11          | 11          | 11          |
| Swimming pools                        | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           |
| Environmental/Educational buildings   | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           | 1           |
| Office buildings                      | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           | 3           |
| Storage buildings                     | 5           | 5           | 5           | 5           | 5           | 5           | 5           | 5           | 5           | 5           |
| Tenant Properties                     | 5           | 5           | 5           | 5           | 5           | 5           | 4           | 4           | 4           | 4           |
| <b>Community development</b>          |             |             |             |             |             |             |             |             |             |             |
| Easement acreage                      | 50,133      | 51,914      | 53,448      | 54,698      | 56,600      | 58,022      | 59,389      | 60,781      | 62,317      | 63,567      |

Source: Various County Departments.

Note: Numbers have been updated to reflect the most current data available.

County of Lancaster, Pennsylvania  
Salaries and Surety Bonds of Principal Officials  
For the year ended December 31, 2024

Table 18

| <u>Name and Title of Official</u>   | <u>Annual Salary</u>           | <u>Amount of<br/>Surety Bond</u> |
|-------------------------------------|--------------------------------|----------------------------------|
| Joshua G. Parsons, Commissioner     | \$ 100,410                     | (1)                              |
| Ray D'Agostino, Commissioner        | 99,410                         | (1)                              |
| Alice Yoder, Commissioner           | 99,410                         | (1)                              |
| Lawrence M. George, Chief Clerk     | 132,770                        | (1)                              |
| Nicole Woods, Clerk of Courts       | 86,527                         | (1)                              |
| Lisa K. Colón, Controller           | 86,527                         | (1)                              |
| Stephen Diamantoni, Coroner         | 86,527                         | (1)                              |
| Heather L. Adams, District Attorney | 218,933                        | (2)                              |
| Andrew E. Spade, Prothonotary       | 86,527                         | (1)                              |
| Ann M. Hess, Recorder of Deeds      | 86,527                         | (1)                              |
| Anne L. Cooper, Register of Wills   | 88,527                         | (1)                              |
| Christopher R. Leppler, Sheriff     | 86,527                         | (1)                              |
| Amber L. Martin, Treasurer          | 86,527                         | \$ 1,000,000                     |
|                                     | \$0.75 per parcel<br>collected | \$ 55,363,380 (3)                |

Source: Lancaster County Commissioner's Office

- (1) Effective November 2011, Act 106 authorized counties to obtain crime insurance covering county officers, replacing prior requirements that certain individual officers of the County have separate bonds. The Travelers Crime policy meets the required bond limits for county officers; the full limit of \$2,000,000 is available for loss.
- (2) No bond required under Title 16, Section 420 of the County Code.
- (3) The dollar value is stated at 75% of total county and municipal tax levied in 2019 for those districts with tax collectors and is updated annually. Bonds are valid for the tax collector's term, January 2022 - January 2026.

County of Lancaster, Pennsylvania  
Schedule of Insurance In-Force  
December 31, 2024

Table 19

| Name of Company/ Type of Coverage   | Policy Number | Policy Period   | Premium                | Details of Coverage and Co-Insurance %  | Liability Limit  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
|---|---------------|---|------------------------|---|--|----|-------------|--------------------|----|-------------|---|----|-------------|----------------|----|-------------|---|----|-----------|-----------------------|----|------------|---|----|------------|---|----|---------------|-----------------|----|-----------|-------------------------------|----|-----------|-----------|----|-----------|------------|----|-------------|--|----|---------|--|----|---------|--|
| <b>PGU Package Policy</b><br>General Liability  | AMRPE00001-03 | January 1, 2024 to<br>January 1, 2025   | \$ 257,910<br>Included | General liability<br>Package policy terrorism coverage<br><br>Sexual Abuse Liability<br>Employee Benefit Plans Administration Liability<br>Employee Benefit Plans Administration Liab.  | <table style="width: 100%; border-collapse: collapse;"> <tr><td style="width: 20%; text-align: right;">\$</td><td style="width: 20%; text-align: right;">5,000,000</td><td style="width: 60%;">Aggregate</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">5,000,000</td><td>Products And Completed Work Total Limit</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">5,000,000</td><td>Bodily injury</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">5,000,000</td><td>Personal and Advertising Injury</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">5,000,000</td><td>Each Occurrence Limit</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">100,000</td><td>Rented Property Limit</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">500,000</td><td>Deductible</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">1,000,000</td><td>Each Occurrence</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">5,000,000</td><td>Claims Made/Each Wrongful Act</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">5,000,000</td><td>Aggregate</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">500,000</td><td>Deductible</td></tr> </table>  | \$ | 5,000,000   | Aggregate          | \$ | 5,000,000   | Products And Completed Work Total Limit | \$ | 5,000,000   | Bodily injury  | \$ | 5,000,000   | Personal and Advertising Injury   | \$ | 5,000,000 | Each Occurrence Limit | \$ | 100,000    | Rented Property Limit                         | \$ | 500,000    | Deductible                                    | \$ | 1,000,000     | Each Occurrence | \$ | 5,000,000 | Claims Made/Each Wrongful Act | \$ | 5,000,000 | Aggregate | \$ | 500,000   | Deductible |    |             |  |    |         |  |    |         |  |
| \$  | 5,000,000     | Aggregate   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 5,000,000     | Products And Completed Work Total Limit   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 5,000,000     | Bodily injury   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 5,000,000     | Personal and Advertising Injury   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 5,000,000     | Each Occurrence Limit   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 100,000       | Rented Property Limit   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 500,000       | Deductible  |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 1,000,000     | Each Occurrence   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 5,000,000     | Claims Made/Each Wrongful Act   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 5,000,000     | Aggregate   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 500,000       | Deductible  |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| <b>PGU Package Policy</b><br>Public Officials   | AMRPE00001-03 | January 1, 2024 to<br>January 1, 2025   | \$ 62,254              | Public Officials E&O<br>Retro Date: 02/01/94  | <table style="width: 100%; border-collapse: collapse;"> <tr><td style="width: 20%; text-align: right;">\$</td><td style="width: 20%; text-align: right;">5,000,000</td><td style="width: 60%;">Each Wrongful Act</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">5,000,000</td><td>Aggregate</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">500,000</td><td>Retention</td></tr> </table>  | \$ | 5,000,000   | Each Wrongful Act  | \$ | 5,000,000   | Aggregate                               | \$ | 500,000     | Retention      |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 5,000,000     | Each Wrongful Act   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 5,000,000     | Aggregate   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 500,000       | Retention   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| <b>PGU Package Policy</b><br>Employment Practices Liability   | AMRPE00001-03 | January 1, 2024 to<br>January 1, 2025   | \$ 67,590              | Public Officials Employment Practices<br>Retro Date: 02/01/94   | <table style="width: 100%; border-collapse: collapse;"> <tr><td style="width: 20%; text-align: right;">\$</td><td style="width: 20%; text-align: right;">5,000,000</td><td style="width: 60%;">Each Wrongful Act</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">5,000,000</td><td>Aggregate</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">500,000</td><td>Retention</td></tr> </table>  | \$ | 5,000,000   | Each Wrongful Act  | \$ | 5,000,000   | Aggregate                               | \$ | 500,000     | Retention      |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 5,000,000     | Each Wrongful Act   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 5,000,000     | Aggregate   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 500,000       | Retention   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| <b>PGU Package Policy</b><br>Auto Liability   | AMRPE00001-03 | January 1, 2024 to<br>January 1, 2025   | \$ 205,142             | Auto Liability<br>Hired/Non Owned Liability   | <table style="width: 100%; border-collapse: collapse;"> <tr><td style="width: 20%; text-align: right;">\$</td><td style="width: 20%; text-align: right;">5,000,000</td><td style="width: 60%;"></td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">5,000,000</td><td></td></tr> </table>   | \$ | 5,000,000   |                    | \$ | 5,000,000   |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 5,000,000     |   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 5,000,000     |   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| <b>Selective Auto Policy</b><br>Physical Damage   | S2560389      | January 1,2024 to<br>January 1, 2025  | \$ 90,109              | Comprehensive/Collision   | per schedule   |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| <b>CNA Property Policy</b><br>Commercial Property<br>Building Blanket Limit<br>Business Personal Property Blanket<br>Blanket EDP coverage<br>Business Income<br><br>Extra Expense<br>Earthquake<br>Flood<br>Ordinance and Law<br>Additional Commercial Coverage Highlights<br><br>Equipment Breakdown | RMP7034834332 | January 1, 2024<br>January 1, 2025  | \$ 428,027             | Prescribed Location only<br>Scheduled buildings<br>Property off Premise - other locations<br>Property off Premise - trade show<br>Valuable papers<br><br>Expediting expense<br>Spoilage | <table style="width: 100%; border-collapse: collapse;"> <tr><td style="width: 20%; text-align: right;">\$</td><td style="width: 20%; text-align: right;">300,000,000</td><td style="width: 60%;">Per occurrence</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">300,000,000</td><td>Per occurrence</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">300,000,000</td><td>Per occurrence</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">300,000,000</td><td>Waiting period 48 hours, Period of Indemnity<br/>12 months, Civil Authority30 days</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">2,500,000</td><td></td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">25,000,000</td><td>Per occurrence/aggregate,\$100,000 deductible</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">25,000,000</td><td>Per occurrence/aggregate,\$250,000 deductible</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">\$300,000,000</td><td></td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">100,000</td><td></td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">100,000</td><td></td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">1,000,000</td><td></td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">300,000,000</td><td></td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">500,000</td><td></td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">100,000</td><td></td></tr> </table> | \$ | 300,000,000 | Per occurrence     | \$ | 300,000,000 | Per occurrence                          | \$ | 300,000,000 | Per occurrence | \$ | 300,000,000 | Waiting period 48 hours, Period of Indemnity<br>12 months, Civil Authority30 days | \$ | 2,500,000 |                       | \$ | 25,000,000 | Per occurrence/aggregate,\$100,000 deductible | \$ | 25,000,000 | Per occurrence/aggregate,\$250,000 deductible | \$ | \$300,000,000 |                 | \$ | 100,000   |                               | \$ | 100,000   |           | \$ | 1,000,000 |            | \$ | 300,000,000 |  | \$ | 500,000 |  | \$ | 100,000 |  |
| \$  | 300,000,000   | Per occurrence  |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 300,000,000   | Per occurrence  |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 300,000,000   | Per occurrence  |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 300,000,000   | Waiting period 48 hours, Period of Indemnity<br>12 months, Civil Authority30 days |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 2,500,000     |   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 25,000,000    | Per occurrence/aggregate,\$100,000 deductible                                     |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 25,000,000    | Per occurrence/aggregate,\$250,000 deductible                                     |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | \$300,000,000 |   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 100,000       |   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 100,000       |   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 1,000,000     |   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 300,000,000   |   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 500,000       |   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 100,000       |   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| <b>Travelers Cyber Policy</b><br>Cyber Insurance  | 106788704     | January 1, 2024 to<br>January 1, 2025   | \$ 39,633              | Cyber Liability<br>Breach<br>Extortion<br>Funds Transfer Fraud  | <table style="width: 100%; border-collapse: collapse;"> <tr><td style="width: 20%; text-align: right;">\$</td><td style="width: 20%; text-align: right;">1,000,000</td><td style="width: 60%;">Retention \$25,000</td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">1,000,000</td><td></td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">1,000,000</td><td></td></tr> <tr><td style="text-align: right;">\$</td><td style="text-align: right;">1,000,000</td><td></td></tr> </table>   | \$ | 1,000,000   | Retention \$25,000 | \$ | 1,000,000   |   | \$ | 1,000,000   |                | \$ | 1,000,000   |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 1,000,000     | Retention \$25,000  |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 1,000,000     |   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 1,000,000     |   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |
| \$  | 1,000,000     |   |                        |   |  |    |             |                    |    |             |   |    |             |                |    |             |   |    |           |                       |    |            |   |    |            |   |    |               |                 |    |           |                               |    |           |           |    |           |            |    |             |  |    |         |  |    |         |  |

(Continued)

County of Lancaster, Pennsylvania  
Schedule of Insurance In-Force  
December 31, 2024

Table 19 (Cont.)

| Name of Company/ Type of Coverage  | Policy Number   | Policy Period                         | Premium    | Details of Coverage and Co-Insurance %  | Liability Limit  |  |
|--|-----------------|---------------------------------------|------------|---|--|--|
| <b>Travelers Cyber Policy (continued)</b>  |                 |                                       |            | Social Engineering<br>Privacy and Security<br>Media<br>Computer Fraud<br>Telecom Fraud<br>Business Interruption/Extra Expense       | \$ 100,000<br>\$ 1,000,000<br>\$ 1,000,000<br>\$ 1,000,000<br>\$ 100,000<br>\$ 1,000,000 |  |
| <b>Travelers Crime Policy</b><br>Fidelity  | 105562115       | January 1, 2024 to<br>January 1, 2025 | \$ 12,660  | Employee Theft<br>On Premises<br>In Transit<br>Claims Expense   | \$ 2,000,000<br>\$ 100,000<br>\$ 100,000<br>\$ 5,000                                     | \$30,000 Retention<br>\$30,000 Retention<br>\$30,000 Retention   |
| <b>Lexington Law Enforcement Policy</b><br>Law Enforcement Liability                         | 038246905-01    | January 1, 2024 to<br>January 1, 2025 | \$ 371,858 | Law Enforcement Liability   | \$ 5,000,000   | Each Claim/Aggregate<br>\$100,000 Deductible   |
| <b>National Fire Drone Policy</b><br>Drone Liability   | UM 662845339-03 | January 1, 2024 to<br>January 1, 2025 | \$ 2,244   | Drone Liability<br>Medical Expense  | \$ 1,000,000<br>\$ 5,000   | Each Claim/Aggregate   |
| <b>Federal Insurance Company</b><br>Fiduciary Liability Employee Retirement Plan             | J06129651       | January 1, 2024 to<br>January 1, 2025 | \$ 10,525  | Fiduciary Liability<br>Estates and Legal Representative and Spousal Liability<br>Defense within the limits<br>Territory - Worldwide | \$ 1,000,000<br>\$ 1,000,000<br>\$ 15,000  | Each Loss<br>Each Policy Period<br>deductible  |
| <b>MIDWEST EMPLOYERS CASUALTY CO</b><br>Workers Compensation                                 | EWC009808       | January 1, 2024 to<br>January 1, 2025 | \$ 165,700 | Excess Workers Compensation<br>Employers Liability  | Statutory<br>\$ 1,000,000<br>\$ 500,000  | Each Accident/Limit Each Employee Per Disease<br>Each Accident/Limit Each Employee Per Disease<br>Self insured retention |
| Brottenmarkle Insurance / Foster Parent Professionals<br>Rockwood Casualty Insurance Company | FPL-139         | July 1, 2024 to<br>July 1, 2025       | \$ 9,055   | Liability and Property Damage   | \$ 300,000   | Per Person, Per Occurrence   |

(1) Contracted directly by Children and Youth Agency

Source: Lancaster County Commissioner's Office

Note: Safety Training Facility General Liability and Umbrella included in current Insurance Program.

**DISCLAIMER - GENERAL**

This document is for illustrative purposes. It contains generalized information and is not to be a full and complete description of the actual insurance policies. You must read the policies for any specific policy provisions or details.

(Conclusion of the report)