

**ANNUAL AUDIT AND
FINANCIAL REPORT**

CHADDS FORD TOWNSHIP

DECEMBER 31, 2020



CHADDS FORD TOWNSHIP

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CYNTHIA FELZER LEITZELL, CPA
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LEITZELL & ECONOMIDIS, PC
CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Board of Supervisors
Chadds Ford Township
Chadds Ford, Pennsylvania

We have audited the Annual Audit and Financial Report, Form DCED-CLGS-30 of CHADDS FORD TOWNSHIP, which comprise the balance sheet for each fund type as of December 31, 2020, and the related statement of revenues and expenditures for the year then ended.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of this financial report in accordance with the financial reporting provisions of Commonwealth of Pennsylvania Department of Community and Economic Development (DCED). Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial reports that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this financial report based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

The financial report was prepared in conformity with the accounting practices prescribed or permitted by the Department of Community and Economic Development (DCED). CHADDS FORD TOWNSHIP prepares its financial report on the regulatory (modified accrual) basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial report of the variances between the regulatory basis of accounting and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial report referred to in the first paragraph does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the fund balances of CHADDS FORD TOWNSHIP as of December 31, 2020, or the changes in its fund balances for the year then ended.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial report referred to above presents fairly, in all material respects, the balance sheet of CHADDS FORD TOWNSHIP as of December 31, 2020 and the revenues it received and expenditures it paid for the year then ended in accordance with the financial reporting provisions of the Commonwealth of Pennsylvania Department of Community and Economic Development as noted above.

Leitzell & Economidis, PC

LEITZELL & ECONOMIDIS, PC
Certified Public Accountants

March 29, 2021
Media, Pennsylvania

Balance Sheet

December 31st, 2020

ASSETS AND OTHER DEBITS		Governmental Funds			
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
100-120	Cash and Investments.....	\$ 1,802,723	\$ 1,714,447	\$ 1,975,498	\$ -
140-144	Tax Receivable.....	18,710	3,774	-	-
121-129 145-149	Account Receivable (excluding taxes).....	72,216	-	11,000	-
130	Due From Other Funds.....	-	3,172	-	-
131-139 150-159	Other Current Assets.....	13,449	25,000	-	-
160-169	Fixed Assets.....	-	-	-	-
180-189	Other Debits/Amounts to be Provided.....	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS.....		\$ 1,907,098	\$ 1,746,393	\$ 1,986,498	\$ -

LIABILITIES AND OTHER CREDITS					
210-229	Payroll Taxes and Other Payroll Withholdings.....	269	-	-	-
200-209 231-239	All Other Current Liabilities.....	358,531	873	-	-
230	Due To Other Funds.....	3,172	-	-	-
260-269	Long Term Liabilities.....	3,840	132,182	11,000	-
240-259	Current Portion Of Long-Term Debt & Other Credits	-	-	-	-
TOTAL LIABILITIES AND OTHER CREDITS.....		\$ 365,812	\$ 133,055	\$ 11,000	\$ -

FUND AND ACCOUNT GROUP EQUITY					
281-284	Contributed Capital.....	-	-	-	-
290	Investments in General Fixed Assets.....	-	-	-	-
270-289	Fund Balance / Retained Earnings 12/31.....	1,541,286	1,613,338	1,975,498	-
291-299	Other Equity.....	-	-	-	-
TOTAL FUND AND ACCOUNT GROUP EQUITY.....		\$ 1,541,286	\$ 1,613,338	\$ 1,975,498	\$ -

Balance Sheet

December 31st, 2020

	Proprietary Funds		Fiduciary Funds	Account Groups		Total
	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long Term Debt	Memorandum Only
ASSETS AND OTHER DEBITS						
100-120	Cash and Investments.....	\$ -	\$ -	\$ -	\$ -	\$ 5,492,668
140-144	Tax Receivable.....	-	-	-	-	22,484
121-129 145-149	Account Receivable (excluding taxes).....	-	-	-	-	83,216
130	Due From Other Funds.....	-	-	-	-	3,172
131-139 150-159	Other Current Assets.....	-	-	-	-	38,449
160-169	Fixed Assets.....	-	-	-	2,551,820	2,551,820
180-189	Other Debits/Amounts to be Provided.....	-	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS.....		\$ -	\$ -	\$ -	\$ 2,551,820	\$ 8,191,809

LIABILITIES AND OTHER CREDITS						
210-229	Payroll Taxes and Other Payroll Withholdings.....	-	-	-	-	269
200-209 231-239	All Other Current Liabilities.....	-	-	-	-	359,404
230	Due To Other Funds.....	-	-	-	-	3,172
260-269	Long Term Liabilities.....	-	-	-	-	147,022
240-259	Current Portion Of Long-Term Debt & Other Credits.....	-	-	-	-	-
TOTAL LIABILITIES AND OTHER CREDITS.....		\$ -	\$ -	\$ -	\$ -	\$ 509,867

FUND AND ACCOUNT GROUP EQUITY						
281-284	Contributed Capital.....	-	-	-	-	-
290	Investments in General Fixed Assets.....	-	-	-	2,551,820	2,551,820
270-289	Fund Balance / Retained Earnings 12/31.....	-	-	-	-	5,130,122
291-299	Other Equity.....	-	-	-	-	-
TOTAL FUND AND ACCOUNT GROUP EQUITY.....		\$ -	\$ -	\$ -	\$ 2,551,820	\$ 7,681,942

TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY**\$ 8,191,809**

Statement of Revenues and Expenditures

December 31st, 2020

REVENUES	GOVERNMENTAL FUNDS			
Taxes	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
301.00 Real Estate Taxes.....	\$ 280,497	\$ 177,394	\$ -	\$ -
305.00 Occupation Taxes (levied under municipal code)..	-	-	-	-
308.00 Residence Taxes (levied by cities of 3rd class).. Regional Asset District Sales Tax	-	-	-	-
309.00 (Allegheny County municipalities only).....	-	-	-	-
310.00 Per Capita Taxes.....	-	-	-	-
310.10 Real Estate Transfer Taxes.....	143,536	-	-	-
310.20 Earned Income Taxes/Wage Taxes.....	-	-	-	-
310.30 Business Gross Receipts Taxes.....	54,299	-	-	-
310.40 Occupation Taxes (levied under act 511).....	-	-	-	-
310.50 Local Services Tax**	211,231	-	-	-
310.60 Amusement/Admission Taxes.....	-	-	-	-
310.70 Mechanical Device Taxes.....	-	-	-	-
310.90 Other Local Tax Enabling Act/Act511/Taxes	-	-	-	-
TOTAL TAXES.....	\$ 689,563	\$ 177,394	\$ -	\$ -

LICENSES & PERMITS	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
320-322 All Other Licenses and Permits.....	115,401	-	-	-
321.80 Cable Television Franchise Fees.....	94,668	-	-	-
TOTAL LICENSES & PERMITS.....	\$ 210,069	\$ -	\$ -	\$ -

FINES AND FORFEITS	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
330-332 Fines and Forfeits.....	950	-	-	-
TOTAL FINES AND FORFEITS	\$ 950	\$ -	\$ -	\$ -

INTEREST, RENTS, & ROYALTIES	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
341.00 Interest Earnings.....	7,390	27,367	25,425	-
342.00 Rents and Royalties.....	-	-	-	-
TOTAL INTEREST, RENTS, & ROYALTIES.....	\$ 7,390	\$ 27,367	\$ 25,425	\$ -

Statement of Revenues and Expenditures

December 31st, 2020

REVENUES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
Taxes				
301.00 Real Estate Taxes.....	\$ -	\$ -	\$ -	\$ 457,891
305.00 Occupation Taxes (levied under municipal code).	-	-	-	-
308.00 Residence Taxes (levied by cities of 3rd class).. Regional Asset District Sales Tax	-	-	-	-
309.00 (Allegheny County municipalities only).....	-	-	-	-
310.00 Per Capita Taxes.....	-	-	-	-
310.10 Real Estate Transfer Taxes.....	-	-	-	143,536
310.20 Earned Income Taxes/Wage Taxes.....	-	-	-	-
310.30 Business Gross Receipts Taxes.....	-	-	-	54,299
310.40 Occupation Taxes (levied under act 511).....	-	-	-	-
310.50 Local Services Tax**	-	-	-	211,231
310.60 Amusement/Admission Taxes.....	-	-	-	-
310.70 Mechanical Device Taxes.....	-	-	-	-
310.90 Other Local Tax Enabling Act/Act511/Taxes	-	-	-	-
TOTAL TAXES	\$ -	\$ -	\$ -	\$ 866,957

LICENSES & PERMITS

320-322 All Other Licenses and Permits.....	-	-	-	115,401
321.80 Cable Television Franchise Fees.....	-	-	-	94,668
TOTAL LICENSES & PERMITS.....	\$ -	\$ -	\$ -	\$ 210,069

FINES AND FORFEITS

330-332 Fines and Forfeits.....	-	-	-	950
TOTAL FINES AND FORFEITS	\$ -	\$ -	\$ -	\$ 950

INTEREST, RENTS, & ROYALTIES

341.00 Interest Earnings.....	-	-	-	60,182
342.00 Rents and Royalties.....	-	-	-	-
TOTAL INTEREST, RENTS, & ROYALTIES	\$ -	\$ -	\$ -	\$ 60,182

Statement of Revenues and Expenditures

December 31st, 2020

INTERGOVERNMENTAL REVENUES		GOVERNMENTAL FUNDS			
FEDERAL		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
351.03	Highways and Streets.....	-	-	-	-
351.09	Community Development.....	-	-	-	-
351.00	All Other Federal Capital and Operating Grants....	-	-	-	-
352.01	National Forest	-	-	-	-
352.00	All Other Federal Shared Revenue & Entitlements	-	-	-	-
353.00	Federal Payments in Lieu of Taxes.....	-	-	-	-
TOTAL FEDERAL.....		\$ -	\$ -	\$ -	\$ -

STATE		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
354.03	Highway and Streets.....	-	-	-	-
354.09	Community Development.....	-	-	-	-
354.15	Recycling/Act 101.....	7,076	-	-	-
354.00	All Other State Capital and Operating Grants.....	-	-	-	-
355.01	Public Utility Realty Tax (PURTA).....	762	-	-	-
355.02 -	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State	-	114,395	-	-
355.03	Road Turnback.....	-	-	-	-
355.04	Alcoholic Beverage License Licenses.....	2,000	-	-	-
355.05	General Municipal Pension System State Aid.....	-	-	-	-
355.07	Foreign Fire Insurance Tax Distribution**	42,747	-	-	-
355.08	Local Share Assessment/Gaming Proceeds**	-	-	-	-
355.00	All Other State Shared Revenues & Entitlements.	-	-	-	-
355.09	Marcellus Shale Impact Fee Distribution	-	-	-	-
356.00	State Payment in Lieu of Taxes.....	-	-	-	-
TOTAL STATE.....		\$ 52,585	\$ 114,395	\$ -	\$ -

LOCAL GOVERNMENT UNITS		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
357.03	Highways and Streets.....	2,700	-	-	-
357.00	All Other Local Governmental Units Capital and Operating Grants.....	-	100,000	-	-
358.00	Local Governmental Unit Shared Payments for Contracted Intergovernmental Services.....	508	-	-	-
359.00	Local Governmental Units and Authorities Payments in Lieu of Taxes.....	1,570	-	-	-
TOTAL LOCAL GOVERNMENT UNITS.....		\$ 4,778	\$ 100,000	\$ -	\$ -

Statement of Revenues and Expenditures

December 31st, 2020

INTERGOVERNMENTAL REVENUES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
FEDERAL	Enterprise	Internal Service	Trust and Agency	Memorandum Only
351.03 Highways and Streets.....	-	-	-	-
351.09 Community Development.....	-	-	-	-
351.00 All Other Federal Capital and Operating Grants....	-	-	-	-
352.01 National Forest	-	-	-	-
352.00 All Other Federal Shared Revenue & Entitlements	-	-	-	-
353.00 Federal Payments in Lieu of Taxes.....	-	-	-	-
TOTAL FEDERAL.....	\$ -	\$ -	\$ -	\$ -

STATE	Enterprise	Internal Service	Trust and Agency	TOTAL
354.03 Highway and Streets.....	-	-	-	-
354.09 Community Development.....	-	-	-	-
354.15 Recycling/Act 101.....	-	-	-	7,076
354.00 All Other State Capital and Operating Grants.....	-	-	-	-
355.01 Public Utility Realty Tax (PURTA).....	-	-	-	762
355.02 - Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State	-	-	-	114,395
355.03 Road Turnback.....	-	-	-	2,000
355.04 Alcoholic Beverage License Licenses.....	-	-	-	-
355.05 General Municipal Pension System State Aid.....	-	-	-	-
355.07 Foreign Fire Insurance Tax Distribution**	-	-	-	42,747
355.08 Local Share Assessment/Gaming Proceeds**	-	-	-	-
355.00 All Other State Shared Revenues & Entitlements.	-	-	-	-
355.09 Marcellus Shale Impact Fee Distribution	-	-	-	-
356.00 State Payment in Lieu of Taxes.....	-	-	-	-
TOTAL STATE.....	\$ -	\$ -	\$ -	\$ 166,980

LOCAL GOVERNMENT UNITS	Enterprise	Internal Service	Trust and Agency	TOTAL
357.03 Highways and Streets.....	-	-	-	2,700
357.00 All Other Local Governmental Units Capital and Operating Grants.....	-	-	-	100,000
358.00 Local Governmental Unit Shared Payments for Contracted Intergovernmental Services.....	-	-	-	508
359.00 Local Governmental Units and Authorities Payments in Lieu of Taxes.....	-	-	-	1,570
TOTAL LOCAL GOVERNMENT UNITS.....	\$ -	\$ -	\$ -	\$ 104,778

TOTAL INTERGOVERNMENTAL REVENUES	\$ 271,758
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Statement of Revenues and Expenditures

December 31st, 2020

REVENUES	GOVERNMENTAL FUNDS			
CHARGES FOR SERVICE	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
361.00 General Government.....	141,078	-	-	-
362.00 Public Safety.....	-	-	-	-
363.20 Parking.....	-	-	-	-
363.00 All Other Charges for Highway & Street Services..	-	-	-	-
364.10 Wastewater/Sewage Charges.....	-	-	-	-
364.30 Solid Waste Collection & Disposal Charge (trash)	-	-	-	-
364.60 Host Municipality Fee for Solid Waste Facility.....	-	-	-	-
364.00 All Other Charges for Sanitation Services.....	-	-	-	-
365.00 Health.....	-	-	-	-
366.00 Human Services.....	-	-	-	-
367.00 Culture and Recreation.....	-	26,879	-	-
368.00 Airports.....	-	-	-	-
369.00 Bars.....	-	-	-	-
370.00 Cemeteries.....	-	-	-	-
372.00 Electric System.....	-	-	-	-
373.00 Gas System.....	-	-	-	-
374.00 Housing System.....	-	-	-	-
375.00 Markets.....	-	-	-	-
377.00 Transit Systems.....	-	-	-	-
378.00 Water System.....	-	-	-	-
379.00 All Other Charges for Services.....	-	-	-	-
TOTAL CHARGES FOR SERVICE.....	\$ 141,078	\$ 26,879	\$ -	\$ -
UNCLASSIFIED OPERATING REVENUES				
383.00 Assessments.....	-	-	-	-
386.00 Escheats (sale of personal property).....	-	-	-	-
387.00 Contributions & Donations from Private Sectors...	-	-	-	-
388.00 Fiduciary Fund Pension Contributions.....	-	-	-	-
389.00 All Other Unclassified Operating Revenues.....	239	190	-	-
TOTAL UNCLASSIFIED OPERATING REVENUES.....	\$ 239	\$ 190	\$ -	\$ -
OTHER FINANCING SOURCES				
391.00 Proceeds of General Fixed Asset Disposition.....	-	-	11,000	-
392.00 Interfund Operating Transfers.....	29,537	2,700	-	-
393.00 Proceeds of General Long Term Debt.....	-	-	-	-
394.00 Proceeds of Short-Term debt	-	-	-	-
395.00 Refunds of Prior Year Expenditures.....	-	-	-	-
TOTAL OTHER FINANCING SOURCES.....	\$ 29,537	\$ 2,700	\$ 11,000	\$ -
TOTAL REVENUES.....	\$ 1,136,189	\$ 448,925	\$ 36,425	\$ -

Statement of Revenues and Expenditures

December 31st, 2020

REVENUES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
CHARGES FOR SERVICE				
361.00 General Government.....	-	-	-	141,078
362.00 Public Safety.....	-	-	-	-
363.20 Parking.....	-	-	-	-
363.00 All Other Charges for Highway & Street Services..	-	-	-	-
364.10 Wastewater/Sewage Charges.....	-	-	-	-
364.30 Solid Waste Collection & Disposal Charge (trash)	-	-	-	-
364.60 Host Municipality Fee for Solid Waste Facility.....	-	-	-	-
364.00 All Other Charges for Sanitation Services.....	-	-	-	-
365.00 Health.....	-	-	-	-
366.00 Human Services.....	-	-	-	-
367.00 Culture and Recreation.....	-	-	-	26,879
368.00 Airports.....	-	-	-	-
369.00 Bars.....	-	-	-	-
370.00 Cemeteries.....	-	-	-	-
372.00 Electric System.....	-	-	-	-
373.00 Gas System.....	-	-	-	-
374.00 Housing System.....	-	-	-	-
375.00 Markets.....	-	-	-	-
377.00 Transit Systems.....	-	-	-	-
378.00 Water System.....	-	-	-	-
379.00 All Other Charges for Services.....	-	-	-	-
TOTAL CHARGES FOR SERVICE.....	\$ -	\$ -	\$ -	\$ 167,957
UNCLASSIFIED OPERATING REVENUES				
383.00 Assessments.....	-	-	-	-
386.00 Escheats (sale of personal property).....	-	-	-	-
387.00 Contributions & Donations from Private Sectors...	-	-	-	-
388.00 Fiduciary Fund Pension Contributions.....	-	-	-	-
389.00 All Other Unclassified Operating Revenues.....	-	-	-	429
TOTAL UNCLASSIFIED OPERATING REVENUES.....	\$ -	\$ -	\$ -	\$ 429
OTHER FINANCING SOURCES				
391.00 Proceeds of General Fixed Asset Disposition.....	-	-	-	11,000
392.00 Interfund Operating Transfers.....	-	-	-	32,237
393.00 Proceeds of General Long Term Debt.....	-	-	-	-
394.00 Proceeds of Short-Term debt	-	-	-	-
395.00 Refunds of Prior Year Expenditures.....	-	-	-	-
TOTAL OTHER FINANCING SOURCES.....	\$ -	\$ -	\$ -	\$ 43,237
TOTAL REVENUES.....	\$ -	\$ -	\$ -	\$ 1,621,539

Statement of Revenues and Expenditures

December 31st, 2020

EXPENDITURES	GOVERNMENTAL FUNDS			
GENERAL GOVERNMENT	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
400.00 Legislative (Governing) Body.....	5,473	-	-	-
401.00 Executive (Manager or Mayor).....	68,336	-	-	-
402.00 Auditing Services/Financial Administration.....	12,550	-	-	-
403.00 Tax Collection.....	29,381	-	-	-
404.00 Solicitor/Legal Services.....	59,355	-	-	-
405.00 Secretary/Clerk.....	113,258	-	-	-
406.00 Other General Government Administration.....	25,812	67	21,773	-
407.00 IT-Networking Services-Data Processing.....	10,213	-	-	-
408.00 Engineering Services.....	134,541	-	-	-
409.00 General Government Buildings and Plant.....	42,661	-	20,954	-
TOTAL GENERAL GOVERNMENT.....	\$ 501,580	\$ 67	\$ 42,727	\$ -
PUBLIC SAFETY				
410.00 Police.....	-	-	-	-
411.00 Fire	135,858	-	-	-
412.00 Ambulance/Rescue.....	-	-	-	-
413.00 UCC and Code Enforcement.....	77,109	-	-	-
414.00 Planning and Zoning.....	84,654	-	-	-
415.00 Emergency Management & Communications.....	-	-	-	-
416.00 Militia and Armories.....	-	-	-	-
417.00 Examination of Licensed Occupations.....	-	-	-	-
418.00 Public Scales (weights and measures).....	-	-	-	-
419.00 Other Public Safety.....	4,187	-	-	-
TOTAL PUBLIC SAFETY.....	\$ 301,808	\$ -	\$ -	\$ -
HEALTH AND HUMAN SERVICES				
420.00 -	-	-	-	-
425.00 Health and Human Services.....	-	-	-	-
PUBLIC WORKS - SANITATION				
426.00 Recycling Collection and Disposal.....	-	-	-	-
427.00 Solid Waste Collection and Disposal (trash).....	-	-	-	-
428.00 Weed Control.....	-	-	-	-
429.00 Wastewater/Sewage Collection and Treatment....	-	-	-	-
TOTAL PUBLIC WORKS - SANITATION.....	\$ -	\$ -	\$ -	\$ -

Statement of Revenues and Expenditures

December 31st, 2020

EXPENDITURES	PROPRIETARY FUNDS		FIDUCIARY FUND	Total
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
GENERAL GOVERNMENT				
400.00 Legislative (Governing) Body.....	-	-	-	5,473
401.00 Executive (Manager or Mayor).....	-	-	-	68,336
402.00 Auditing Services/Financial Administration.....	-	-	-	12,550
403.00 Tax Collection.....	-	-	-	29,381
404.00 Solicitor/Legal Services.....	-	-	-	59,355
405.00 Secretary/Clerk.....	-	-	-	113,258
406.00 Other General Government Administration.....	-	-	-	47,652
407.00 IT-Networking Services-Data Processing.....	-	-	-	10,213
408.00 Engineering Services.....	-	-	-	134,541
409.00 General Government Buildings and Plant.....	-	-	-	63,615
TOTAL GENERAL GOVERNMENT.....	\$ -	\$ -	\$ -	\$ 544,374

PUBLIC SAFETY				
410.00 Police.....	-	-	-	-
411.00 Fire.....	-	-	-	135,858
412.00 Ambulance/Rescue.....	-	-	-	-
413.00 UCC and Code Enforcement.....	-	-	-	77,109
414.00 Planning and Zoning.....	-	-	-	84,654
415.00 Emergency Management & Communications.....	-	-	-	-
416.00 Militia and Armories.....	-	-	-	-
417.00 Examination of Licensed Occupations.....	-	-	-	-
418.00 Public Scales (weights and measures).....	-	-	-	-
419.00 Other Public Safety.....	-	-	-	4,187
TOTAL PUBLIC SAFETY.....	\$ -	\$ -	\$ -	\$ 301,808

HEALTH AND HUMAN SERVICES				
420.00 -	-	-	-	-
425.00 Health and Human Services.....	-	-	-	-

PUBLIC WORKS - SANITATION				
426.00 Recycling Collection and Disposal.....	-	-	-	-
427.00 Solid Waste Collection and Disposal (trash).....	-	-	-	-
428.00 Weed Control.....	-	-	-	-
429.00 Wastewater/Sewage Collection and Treatment....	-	-	-	-
TOTAL PUBLIC WORKS - SANITATION.....	\$ -	\$ -	\$ -	\$ -

Statement of Revenues and Expenditures

December 31st, 2020

EXPENDITURES	GOVERNMENTAL FUNDS			
PUBLIC WORKS - HIGHWAYS AND STREETS	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
430.00 General Services - Administration.....	7,936	-	-	-
431.00 Cleaning of Streets and Gutters.....	-	-	-	-
432.00 Winter Maintenance - Snow Removal.....	30,175	-	-	-
433.00 Traffic Control Devices.....	15,827	-	-	-
434.00 Street Lighting.....	1,940	-	-	-
435.00 Sidewalks and Crosswalks.....	-	-	-	-
436.00 Storm Sewers and Drains.....	10,876	-	-	-
437.00 Repairs of Tools and Machinery.....	-	-	-	-
438.00 Maintenance & Repairs of Roads and Bridges.....	101,512	-	-	-
439.00 Highway Construction and Rebuilding Projects....	-	154,070	-	-
TOTAL PUBLIC WORKS - HIGHWAYS AND STREETS..	\$ 168,266	\$ 154,070	\$ -	\$ -

PUBLIC WORKS - OTHER SERVICES	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
440.00 Airports.....	-	-	-	-
441.00 Cemeteries.....	-	-	-	-
442.00 Electric System.....	-	-	-	-
443.00 Gas System.....	-	-	-	-
444.00 Markets.....	-	-	-	-
445.00 Parking	-	-	-	-
446.00 Storm Water and Flood Control.....	-	-	-	-
447.00 Transit System.....	-	-	-	-
448.00 Water System.....	-	-	-	-
449.00 Water Transport and Terminals.....	-	-	-	-
TOTAL PUBLIC WORKS - OTHER SERVICES.....	\$ -	\$ -	\$ -	\$ -

CULTURE AND RECREATION	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
451.00 Culture-Recreation Administration.....	-	-	-	-
452.00 Participant Recreation.....	-	-	-	-
453.00 Spectator Recreation.....	-	-	-	-
454.00 Parks.....	12,257	100,278	-	-
455.00 Shade Trees.....	-	-	-	-
456.00 Libraries.....	8,000	-	-	-
457.00 Civil and Military Celebrations.....	-	-	-	-
458.00 Senior Citizen Centers.....	-	-	-	-
459.00 Other Culture and Recreation.....	8,000	-	-	-
TOTAL CULTURE AND RECREATION.....	\$ 28,257	\$ 100,278	\$ -	\$ -

COMMUNITY DEVELOPMENT	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
461.00 Conservation of Natural Resources.....	-	12,637	-	-
462.00 Community Development and Housing.....	-	-	-	-
463.00 Economic Development	-	-	-	-
464.00 Economic Opportunity.....	-	-	-	-
465-469 All other Community Development.....	-	22,883	-	-
TOTAL COMMUNITY DEVELOPMENT.....	\$ -	\$ 35,520	\$ -	\$ -

Statement of Revenues and Expenditures

December 31st, 2020

EXPENDITURES	PROPRIETARY FUNDS		FIDUCIARY FUND	Total
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
PUBLIC WORKS - HIGHWAYS AND STREETS				
430.00 General Services - Administration.....		-	-	7,936
431.00 Cleaning of Streets and Gutters.....	-	-	-	-
432.00 Winter Maintenance - Snow Removal.....	-	-	-	30,175
433.00 Traffic Control Devices.....	-	-	-	15,827
434.00 Street Lighting.....	-	-	-	1,940
435.00 Sidewalks and Crosswalks.....	-	-	-	-
436.00 Storm Sewers and Drains.....	-	-	-	10,876
437.00 Repairs of Tools and Machinery.....	-	-	-	-
438.00 Maintenance & Repairs of Roads and Bridges.....	-	-	-	101,512
439.00 Highway Construction and Rebuilding Projects.....	-	-	-	154,070
TOTAL PUBLIC WORKS - HIGHWAYS AND STREETS.....	\$ -	\$ -	\$ -	\$ 322,336
PUBLIC WORKS - OTHER SERVICES				
440.00 Airports.....	-	-	-	-
441.00 Cemeteries.....	-	-	-	-
442.00 Electric System.....	-	-	-	-
443.00 Gas System.....	-	-	-	-
444.00 Markets.....	-	-	-	-
445.00 Parking.....	-	-	-	-
446.00 Storm Water and Flood Control.....	-	-	-	-
447.00 Transit System.....	-	-	-	-
448.00 Water System.....	-	-	-	-
449.00 Water Transport and Terminals.....	-	-	-	-
TOTAL PUBLIC WORKS - OTHER SERVICES.....	\$ -	\$ -	\$ -	\$ -
CULTURE AND RECREATION				
451.00 Culture-Recreation Administration.....	-	-	-	-
452.00 Participant Recreation.....	-	-	-	-
453.00 Spectator Recreation.....	-	-	-	-
454.00 Parks.....	-	-	-	112,535
455.00 Shade Trees.....	-	-	-	-
456.00 Libraries.....	-	-	-	8,000
457.00 Civil and Military Celebrations.....	-	-	-	-
458.00 Senior Citizen Centers.....	-	-	-	-
459.00 Other Culture and Recreation.....	-	-	-	8,000
TOTAL CULTURE AND RECREATION.....	\$ -	\$ -	\$ -	\$ 128,535
COMMUNITY DEVELOPMENT				
461.00 Conservation of Natural Resources.....	-	-	-	12,637
462.00 Community Development and Housing.....	-	-	-	-
463.00 Economic Development.....	-	-	-	-
464.00 Economic Opportunity.....	-	-	-	-
465-469 All other Community Development.....	-	-	-	22,883
TOTAL COMMUNITY DEVELOPMENT.....	\$ -	\$ -	\$ -	\$ 35,520

Statement of Revenues and Expenditures

December 31st, 2020

EXPENDITURES	GOVERNMENTAL FUNDS			
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
DEBT SERVICE				
471.00 Debt Principal (short-term and long-term).....	-	-	-	-
472.00 Debt Interest (short-term and long-term).....	-	-	-	-
475.00 Fiscal Agent Fees.....	-	-	-	-
TOTAL DEBT SERVICE.....	\$ -	\$ -	\$ -	\$ -
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS				
Employer Paid Withholding Taxes and				
481.00 Unemployment Compensation.....	22,975	-	-	-
482.00 Judgments and Losses.....	-	-	-	-
483.00 Pension/Retirement Fund Contributions.....	-	-	-	-
484.00 Workers Compensation Insurance.....	1,004	-	-	-
487.00 Other Group Insurance Benefits.....	24,269	-	-	-
TOTAL EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS.....	\$ 48,248	\$ -	\$ -	\$ -
INSURANCE				
486.00 Insurance, Casually, and Surety.....	31,493	-	-	-
UNCLASSIFIED OPERATING EXPENDITURES				
488.00 Fiduciary Fund Benefits and Refunds Paid.....	-	-	-	-
489.00 All Other Unclassified Expenditures.....	-	-	-	-
TOTAL UNCLASSIFIED OPERATING EXPENDITURES...	\$ -	\$ -	\$ -	\$ -
OTHER FINANCING USES				
491.00 Refund of Prior Year Revenues.....	1,022	-	-	-
492.00 Interfund Operating Transfers.....	2,700	29,537	-	-
493.00 Other Financing Uses.....	-	-	-	-
TOTAL OTHER FINANCING USES.....	\$ 3,722	\$ 29,537	\$ -	\$ -
TOTAL EXPENDITURES.....	\$ 1,083,374	\$ 319,472	\$ 42,727	\$ -
EXCESS/DEFICIT OF REVENUE OVER EXPENDITURES	\$ 52,815	\$ 129,453	\$ (6,302)	\$ -

Statement of Revenues and Expenditures

December 31st, 2020

EXPENDITURES	PROPRIETARY FUNDS		FIDUCIARY FUND	Total
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
DEBT SERVICE				
471.00 Debt Principal (short-term and long-term).....	-	-	-	-
472.00 Debt Interest (short-term and long-term).....	-	-	-	-
475.00 Fiscal Agent Fees.....	-	-	-	-
TOTAL DEBT SERVICE.....	\$ -	\$ -	\$ -	\$ -
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS				
Employer Paid Withholding Taxes and				
481.00 Unemployment Compensation.....	-	-	-	22,975
482.00 Judgments and Losses.....	-	-	-	-
483.00 Pension/Retirement Fund Contributions.....	-	-	-	-
484.00 Workers Compensation Insurance.....	-	-	-	1,004
487.00 Other Group Insurance Benefits.....	-	-	-	24,269
TOTAL EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS.....	\$ -	\$ -	\$ -	\$ 48,248
INSURANCE				
486.00 Insurance, Casualty, and Surety.....	-	-	-	31,493
UNCLASSIFIED OPERATING EXPENDITURES				
488.00 Fiduciary Fund Benefits and Refunds Paid.....	-	-	-	-
489.00 All Other Unclassified Expenditures.....	-	-	-	-
TOTAL UNCLASSIFIED OPERATING EXPENDITURES.....	\$ -	\$ -	\$ -	\$ -
OTHER FINANCING USES				
491.00 Refund of Prior Year Revenues.....	-	-	-	1,022
492.00 Interfund Operating Transfers.....	-	-	-	32,237
493.00 Other Financing Uses.....	-	-	-	-
TOTAL OTHER FINANCING USES.....	\$ -	\$ -	\$ -	\$ 33,259
TOTAL EXPENDITURES.....	\$ -	\$ -	\$ -	\$ 1,445,573
EXCESS/DEFICIT OF REVENUE OVER EXPENDITURES	\$ -	\$ -	\$ -	\$ 175,966

STATEMENT OF CAPITAL EXPENDITURES

Category	Capital Purchases	Capital Construction	Total
Electric	\$ -	\$ -	\$ -
Fire			-
Gas System			-
General Government	19,652		19,652
Health			-
Housing			-
Libraries			-
Mass Transit			-
Parks		101,992	101,992
Police			-
Recreation			-
Sewer			-
Solid Waste			-
Streets/Highways			-
Water			-
Other (Please Specify)			-
Traffic Lights	8,487		8,487
Community Development	25,000	11,258	36,258

TOTAL CAPITAL EXPENDITURES \$ 166,389

EMPLOYEE COMPENSATION

EMPLOYEE COMPENSATION:

Total salaries, wages, commissions, etc. paid this year (including all employees and elected officials) * \$ 239,773

* Use income from box 16 of the W-3 Statement

**CHADDS FOR TOWNSHIP
SUPPLEMENTARY INFORMATION
DECEMBER 31, 2020**

Note 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting entity

The annual audit and financial report of Chadds Ford Township ("the Township") comply with the financial reporting provisions of the Department of Community and Economic Development (DCED) of the Commonwealth of Pennsylvania and includes departments and other organizational units over which the Board of Supervisors exercises oversight responsibility including general government, public safety, public works and culture and recreation.

Basis of Presentation

The three major types of governmental funds are each presented in a single column. Fiduciary fund financial statements are also presented in a single column. Account groups are presented by purpose.

The Township reports the following governmental funds:

- The General Fund is the government's primary operating fund. It accounts for all financial resources of the general government, except for those required to be accounted for in another fund.
- The Special Revenue Fund accounts for the proceeds of specific revenue sources that are restricted for expenditures for specified purposes. Included in the Special Revenue Fund are the State Highway Fund (Liquid Fuels), Open Space Fund, Fee in Lieu Fund and Stormwater Fund.
- The Capital Projects Fund accounts for the resources accumulated to be used for the acquisition or construction and maintenance of major capital assets. The Capital Improvement Fund and Infrastructure Fund are included as part of the Capital Projects Fund.

Additionally, the Township reports the following fund type:

- The Escrow Fund (a fiduciary fund) accounts for assets held on behalf of developers, contractors and residents.

All governmental funds are accounted for using the modified accrual basis of accounting and the current financial resources measurement focus. Under this basis of accounting, the revenues are recognized in the accounting period in which they become measurable and available. Expenditures are recognized in the accounting period in which the fund liability is incurred, if measurable.

**CHADDS FORD TOWNSHIP
SUPPLEMENTARY INFORMATION
DECEMBER 31, 2020**

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Revenue Recognition

Under the modified accrual basis, certain revenue sources are deemed both measurable and available (i.e., collectible within the current year or within 60 days of the year end and available to pay obligations of the current period). This includes investment earnings, real estate transfer taxes, real estate taxes, and certain fees for services. Revenues for state and federally funded projects are recognized at the time eligibility requirements have been satisfied. Such eligibility requirements include timing requirements which specify the year when the resources are required to be used or the year when first permitted; matching requirements, for which the Township must provide local resources to be used for the specific purpose; and expenditure requirements, for which the resources are provided to the Township on a reimbursement basis.

Other revenues, including certain other charges for services and miscellaneous revenues, are recorded as revenue when received in cash because they are generally not measurable until actually received.

Expenditure Recognition

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Most expenditures are measurable and are recorded with the related fund liability is incurred. However, principal and interest on general long-term debt which has not yet matured are recognized when paid. Further, certain governmental fund liabilities and expenditures such as for compensated absences, are recognized to the extent the liabilities come due for payment each period. Allocations of costs as in depreciation or amortization are not recognized in the governmental funds.

Fiduciary Funds

The Fiduciary Fund is used to account for assets held by the Township in a trustee capacity. The escrow account is presented as a fiduciary fund of the Township.

Account Group

The General Fixed Asset Account Group is where the Township accounts for fixed assets from funds that use the modified accrual basis of accounting. The amount shown is net of depreciation.

**CHADDS FORD TOWNSHIP
SUPPLEMENTARY INFORMATION
DECEMBER 31, 2020**

Note 1

SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Interfund Receivable and Payable

Interfund receivables and payables arise from interfund transactions. Principally, these amounts result from operating subsidies or loans. Interfund receivables and payables are eliminated within the government-wide financial statements but are shown on the governmental fund statements. At the balance sheet date, the amount of interfund receivables is equal to the amount of interfund payables.

Transfers are used to 1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them; 2) move receipts restricted to debt service from the funds collecting the receipts as debt service payments become due; and 3) use unassigned and uncommitted revenues collected in the general fund to finance various programs accounting for in other funds in accordance with budgetary authorizations.

Fixed Assets

Fixed assets, which include property, plant, and equipment, are reported in the general fixed asset account group of the financial statements net of accumulated depreciation. Fixed assets are defined by the Township as assets with an initial individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost if purchased or constructed. Donated fixed assets are recorded at estimated fair value at the date of donation.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets' lives are not capitalized. Major outlays for fixed assets and improvements are capitalized as projects are constructed, inclusive of ancillary costs.

Property, plant, and equipment of the Township are depreciated using the straight-line method over the following estimated useful lives:

Land improvements	20 Years
Buildings and improvements	5 - 40 Years
Equipment	5 - 10 Years

**CHADDS FORD TOWNSHIP
SUPPLEMENTARY INFORMATION
DECEMBER 31, 2020**

Note 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (continued)

Real Estate Taxes

For 2020, the following tax was levied on the assessed value of real estate:

	<u>Properties within Hydrant Districts</u>	<u>All Other Properties</u>
General Purpose	.495 mills	.495 mills
Open Space	.280 mills	.28 mills
Rachel Kohl Community Library	.012 mills	.012 mills
Fire Hydrant Districts	.095 mills	-

The tax collection calendar is as follows:

Initial Billing	February 1
Discount Period	February 1 - March 31
Face Period	April 1 - May 31
Penalty Period	June 1 and thereafter
Lien Date	December 31

NOTE 2 DEPOSITS AND INVESTMENTS

Deposits

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. At December 31, 2020, the carrying amount of the Township's deposits was \$5,492,668, and the bank balance was \$5,587,418. Of the bank balance, \$750,000 was covered by federal depository insurance. Deposits in excess of the Federal Depository Insurance Corporation's ("FDIC") limit of \$250,000 per financial institution are collateralized under Pennsylvania Act 72, wherein financial institutions pledge collateral on a pooled basis to secure public deposits in excess of the FDIC insurance limits. Of the Township's deposits, \$4,742,668 was covered by collateral pledged under Act 72.

NOTE 3 INSTALLMENT SALE RECEIVABLE

On August 25, 2011, the Township sold a building for \$120,000, receiving a \$10,000 down payment with the remaining balance payable in 10 equal installments of \$11,000 through 2021. The balance of the receivable at December 31, 2020 was \$11,000.

**CHADDS FORD TOWNSHIP
SUPPLEMENTARY INFORMATION
DECEMBER 31, 2020**

NOTE 4 FIXED ASSETS

Fixed asset activity for the year ended December 31, 2020 was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance
Fixed assets not being depreciated:				
Land	\$ 534,922	\$ -	\$ -	\$ 534,922
Construction in progress	305,402	113,249	-	418,651
	<u>\$ 840,324</u>	<u>\$ 113,249</u>	<u>\$ -</u>	<u>\$ 953,573</u>
	Beginning Balance	Increases	Decreases	Ending Balance
Fixed assets being depreciated:				
Land improvements	\$ 114,293	\$ -	\$ -	\$ 114,293
Buildings and improvements	2,263,795	4,056	-	2,267,851
Equipment	136,121	24,082	-	160,203
Total fixed assets being depreciated	2,514,209	28,138	-	2,542,347
Less accumulated depreciation	877,065	67,035	-	944,100
Total fixed assets being depreciated, net	1,637,144	\$ (38,897)	-	1,598,247
Total fixed assets, net	<u>\$2,477,468</u>	<u>\$ 74,352</u>	<u>\$ -</u>	<u>\$ 2,551,820</u>

NOTE 5 INTERFUND RECEIVABLES AND PAYABLES AND TRANSFERS

Interfund receivables and payables arise from interfund transactions. Principally, these amounts result from operating subsidies or loans. Interfund receivables and payables are eliminated within the government-wide financial statements but are shown on the governmental fund statements. At the balance sheet date, the amount of interfund receivables is equal to the amount of interfund payables as follows:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$ -	\$ 3,172
Open Space Fund	3,172	-
	<u>\$ 3,172</u>	<u>\$ 3,172</u>

**CHADDS FORD TOWNSHIP
SUPPLEMENTARY INFORMATION
DECEMBER 31, 2020**

NOTE 5 INTERFUND RECEIVABLES AND PAYABLES AND TRANSFERS(continued)

Transfers are used to 1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them; 2) move receipts restricted to debt service from the funds collecting the receipts as debt service payments become due; and 3) use unassigned and uncommitted revenues collected in the general fund to finance various programs accounting for in other funds in other funds in accordance with budgetary authorizations.

Interfund transfers were as follows:

Fund	Transfers from Other Funds	Transfers to Other funds
General Fund	\$ 29,537	\$ 2,700
Special Revenue Fund	-	29,537
Highway Fund	2,700	-
	\$ 32,237	\$ 32,237

NOTE 6 GUARANTEE OF SEWER AUTHORITY NOTE

The Township has guaranteed the debt of Chadds Ford Township Sewer Authority. The outstanding debt balance of the Authority at December 31, 2020 was \$879,227. Of this amount, \$776,099 was paid in full by the Sewer Authority subsequent to balance sheet date. The Sewer Authority incurred additional debt in March, 2021 in the amount of \$1,734,061, also guaranteed by the Township.

NOTE 7 RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; natural disasters; and claims in the normal course of business. The Township manages these various risks by purchasing commercial insurance policies.

NOTE 8 SUBSEQUENT EVENTS

Since the balance sheet date, as a result of the COVID-19 outbreak in the United States of America, certain economic uncertainties have arisen, although the Township has maintained its level services to its residents. The ultimate financial impact of the economic and market conditions is unknown at this time.

The Township has evaluated all subsequent events through March 29, 2021, the date on which the financial statements were available to be issued.