

**ANNUAL AUDIT AND
FINANCIAL REPORT**

BOROUGH OF EDDYSTONE

DECEMBER 31, 2022



BOROUGH OF EDDYSTON

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

INDEPENDENT AUDITOR'S REPORT

Members of Council
Borough of Eddystone
Eddystone, Pennsylvania

Report on the Audit of the Financial Statements

Opinions

We have audited the Annual Audit and Financial Report, Form DCED-CLGS-30 of EDDYSTONE BOROUGH as of and for the year ended December 31, 2022.

Unmodified Opinions on Regulatory Basis of Accounting

In our opinion the accompanying financial report referred to above presents fairly, in all material respects, the cash balances of EDDYSTONE BOROUGH as of December 31, 2022 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.

Adverse Opinions on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinions 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 financial position of EDDYSTONE BOROUGH as of December 31, 2022, or the changes in its financial position for the year then ended.

Basis for Opinions

We conducted our audit in accordance with the auditing standards generally accepted in the United States of America (GAAS) and the *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Borough and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence that we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinions 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). EDDYSTONE BOROUGH prepares its financial report on the cash basis of accounting, which is a comprehensive 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 and pervasive.

Responsibilities of Management 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 Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we

- exercise professional judgment and maintain professional skepticism throughout the audit
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts 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 Borough's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of the 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 Borough'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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated January 25, 2023 on our consideration of the Borough's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township's internal control over financial reporting or on compliance. That report is

an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Eddystone's internal control over financial reporting and compliance.

Leitzell & Economidis, PC

LEITZELL & ECONOMIDIS, PC
Certified Public Accountants

January 25, 2023
Media, Pennsylvania

Balance Sheet

December 31st, 2022

ASSETS AND OTHER DEBITS	Governmental Funds			
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
100-120 Cash and Investments.....	\$ 1,434,438	\$ 19,391	\$ -	\$ -
140-144 Tax Receivable.....	-	-	-	-
121-129 145-149 Account Receivable (excluding taxes).....	1,737	-	-	-
130 Due From Other Funds.....	29,009	70,000	-	-
131-139 150-159 Other Current Assets.....	-	-	-	-
160-169 Fixed Assets.....	-	-	-	-
180-189 Other Debits/Amounts to be Provided.....	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS.....	\$ 1,465,184	\$ 89,391	\$ -	\$ -

LIABILITIES AND OTHER CREDITS	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
210-229 Payroll Taxes and Other Payroll Withholdings.....	\$ 13,578	\$ -	\$ -	\$ -
200-209 231-239 All Other Current Liabilities.....	2,894	-	-	-
230 Due To Other Funds.....	70,000	-	-	-
260-269 Long Term Liabilities.....	81,102	-	-	-
240-259 Current Portion Of Long-Term Debt & Other Credits	-	-	-	-
TOTAL LIABILITIES AND OTHER CREDITS.....	167,574	-	-	-

FUND AND ACCOUNT GROUP EQUITY	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
281-284 Contributed Capital.....	-	-	-	-
290 Investments in General Fixed Assets.....	-	-	-	-
270-289 Fund Balance / Retained Earnings 12/31.....	1,297,610	89,391	-	-
291-299 Other Equity.....	-	-	-	-
TOTAL FUND AND ACCOUNT GROUP EQUITY.....	\$ 1,297,610	\$ 89,391	\$ -	\$ -

Balance Sheet

December 31st, 2022

ASSETS AND OTHER DEBITS	Proprietary Funds		Fiduciary Funds		Account Groups		Total
	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long Term Debt	Memorandum Only	
	100-120 Cash and Investments.....	\$ 156,601	\$ -	\$ -	\$ -	\$ -	\$ -
140-144 Tax Receivable.....	-	-	-	-	-	-	-
121-129 145-149 Account Receivable (excluding taxes).....	-	-	-	-	-	-	1,737
130 Due From Other Funds.....	-	-	-	-	-	-	99,009
131-139 150-159 Other Current Assets.....	-	-	-	-	-	-	-
160-169 Fixed Assets.....	-	-	-	-	-	-	-
180-189 Other Debits/Amounts to be Provided.....	-	-	-	-	2,021,393	-	2,021,393
TOTAL ASSETS AND OTHER DEBITS.....	\$ 156,601	\$ -	\$ -	\$ -	\$ 2,021,393	\$ -	\$ 3,732,569

LIABILITIES AND OTHER CREDITS							
210-229 Payroll Taxes and Other Payroll Withholdings.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 13,578
200-209 231-239 All Other Current Liabilities.....	3,600	-	-	-	-	-	6,494
230 Due To Other Funds.....	29,009	-	-	-	-	-	99,009
260-269 Long Term Liabilities.....	-	-	-	-	1,800,684	-	1,881,786
240-259 Current Portion Of Long-Term Debt & Other Credits.....	-	-	-	-	220,709	-	220,709
TOTAL LIABILITIES AND OTHER CREDITS.....	32,609	-	-	-	2,021,393	-	2,221,576

FUND AND ACCOUNT GROUP EQUITY							
281-284 Contributed Capital.....	-	-	-	-	-	-	-
290 Investments in General Fixed Assets.....	-	-	-	-	-	-	-
270-289 Fund Balance / Retained Earnings 12/31.....	123,992	-	-	-	-	-	1,510,993
291-299 Other Equity.....	-	-	-	-	-	-	-
TOTAL FUND AND ACCOUNT GROUP EQUITY.....	\$ 123,992	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,510,993

TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY

\$ 3,732,569

Statement of Revenues and Expenditures

December 31st, 2022

REVENUES	GOVERNMENTAL FUNDS			
Taxes	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
301.00 Real Estate Taxes.....	\$ 1,878,481	\$ -	\$ -	\$ -
305.00 Occupation Taxes (levied under municipal code)..	-	-	-	-
308.00 Residence Taxes (levied by cities of 3rd class)..	-	-	-	-
Regional Asset District Sales Tax (Allegheny County municipalities only).....	-	-	-	-
310.00 Per Capita Taxes.....	-	-	-	-
310.10 Real Estate Transfer Taxes.....	1,216,772	-	-	-
310.20 Earned Income Taxes/Wage Taxes.....	1,361,690	-	-	-
310.30 Business Gross Receipts Taxes.....	-	-	-	-
310.40 Occupation Taxes (levied under act 511).....	-	-	-	-
310.50 Local Services Tax**	134,625	-	-	-
310.60 Amusement/Admission Taxes.....	-	-	-	-
310.70 Mechanical Device Taxes.....	-	-	-	-
310.90 Other Local Tax Enabling Act/Act511/Taxes	-	-	-	-
TOTAL TAXES.....	4,591,568	-	-	-

LICENSES & PERMITS				
320-322 All Other Licenses and Permits.....	223,711	-	-	-
321.80 Cable Television Franchise Fees.....	32,011	-	-	-
TOTAL LICENSES & PERMITS.....	255,722	-	-	-

FINES AND FORFEITS				
330-332 Fines and Forfeits.....	25,812	-	-	-
TOTAL FINES AND FORFEITS	25,812	-	-	-

INTEREST, RENTS, & ROYALTIES				
341.00 Interest Earnings.....	733	48	-	-
342.00 Rents and Royalties.....	10,950	-	-	-
TOTAL INTEREST, RENTS, & ROYALTIES.....	11,683	48	-	-

Statement of Revenues and Expenditures

December 31st, 2022

REVENUES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
Taxes	Enterprise	Internal Service	Trust and Agency	Memorandum Only
301.00 Real Estate Taxes.....	\$ -	\$ -	\$ -	\$ 1,878,481
305.00 Occupation Taxes (levied under municipal code).	-	-	-	-
308.00 Residence Taxes (levied by cities of 3rd class)..	-	-	-	-
Regional Asset District Sales Tax (Allegheny				
309.00 County municipalities only).....	-	-	-	-
310.00 Per Capita Taxes.....	-	-	-	-
310.10 Real Estate Transfer Taxes.....	-	-	-	1,216,772
310.20 Earned Income Taxes/Wage Taxes.....	-	-	-	1,361,690
310.30 Business Gross Receipts Taxes.....	-	-	-	-
310.40 Occupation Taxes (levied under act 511).....	-	-	-	-
310.50 Local Services Tax**	-	-	-	134,625
310.60 Amusement/Admission Taxes.....	-	-	-	-
310.70 Mechanical Device Taxes.....	-	-	-	-
310.90 Other Local Tax Enabling Act/Act511/Taxes	-	-	-	-
TOTAL TAXES	-	-	-	4,591,568

LICENSES & PERMITS

320-322 All Other Licenses and Permits.....	-	-	-	223,711
321.80 Cable Television Franchise Fees.....	-	-	-	32,011
TOTAL LICENSES & PERMITS.....	-	-	-	255,722

FINES AND FORFEITS

330-332 Fines and Forfeits.....	-	-	-	25,812
TOTAL FINES AND FORFEITS	-	-	-	25,812

INTEREST, RENTS, & ROYALTIES

341.00 Interest Earnings.....	55	-	-	836
342.00 Rents and Royalties.....	-	-	-	10,950
TOTAL INTEREST, RENTS, & ROYALTIES	55	-	-	11,786

Statement of Revenues and Expenditures

December 31st, 2022

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	126,630	-	-	-
353.00 Federal Payments in Lieu of Taxes.....	-	-	-	-
TOTAL FEDERAL.....	126,630	-	-	-

STATE	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
354.03 Highway and Streets.....	43,460	-	-	-
354.09 Community Development.....	-	-	-	-
354.15 Recycling/Act 101.....	-	-	-	-
354.00 All Other State Capital and Operating Grants.....	-	-	-	-
355.01 Public Utility Realty Tax (PURTA).....	3,440	-	-	-
355.02 - Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State	-	58,253	-	-
355.03 Road Turnback.....	-	-	-	-
355.04 Alcoholic Beverage License Licenses.....	-	-	-	-
355.05 General Municipal Pension System State Aid.....	93,248	-	-	-
355.07 Foreign Fire Insurance Tax Distribution**	18,415	-	-	-
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.....	158,563	58,253	-	-

LOCAL GOVERNMENT UNITS	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
357.03 Highways and Streets.....	-	-	-	-
357.00 All Other Local Governmental Units Capital and Operating Grants.....	-	-	-	-
358.00 Local Governmental Unit Shared Payments for Contracted Intergovernmental Services.....	19,355	-	-	-
359.00 Local Governmental Units and Authorities Payments in Lieu of Taxes.....	-	-	-	-
TOTAL LOCAL GOVERNMENT UNITS.....	19,355	-	-	-

Statement of Revenues and Expenditures

December 31st, 2022

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.....	-	-	-	126,630

STATE	Enterprise	Internal Service	Trust and Agency	Memorandum Only
354.03 Highway and Streets.....	-	-	-	43,460
354.09 Community Development.....	-	-	-	-
354.15 Recycling/Act 101.....	-	-	-	-
354.00 All Other State Capital and Operating Grants.....	-	-	-	-
355.01 Public Utility Realty Tax (PURTA).....	-	-	-	3,440
355.02 - Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State	-	-	-	-
355.03 Road Turnback.....	-	-	-	58,253
355.04 Alcoholic Beverage License Licenses.....	-	-	-	-
355.05 General Municipal Pension System State Aid.....	-	-	-	93,248
355.07 Foreign Fire Insurance Tax Distribution**	-	-	-	18,415
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.....	-	-	-	216,816

LOCAL GOVERNMENT UNITS	Enterprise	Internal Service	Trust and Agency	Memorandum Only
357.03 Highways and Streets.....	-	-	-	-
357.00 All Other Local Governmental Units Capital and Operating Grants.....	-	-	-	-
358.00 Local Governmental Unit Shared Payments for Contracted Intergovernmental Services.....	-	-	-	19,355
359.00 Local Governmental Units and Authorities Payments in Lieu of Taxes.....	-	-	-	-
TOTAL LOCAL GOVERNMENT UNITS.....	-	-	-	19,355

TOTAL INTERGOVERNMENTAL REVENUES	\$ 362,801
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Statement of Revenues and Expenditures

December 31st, 2022

REVENUES	GOVERNMENTAL FUNDS			
CHARGES FOR SERVICE	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
361.00 General Government.....	-	-	-	-
362.00 Public Safety.....	68,544	-	-	-
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)	2,670	-	-	-
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.....	5,111	-	-	-
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.....	76,325	-	-	-
UNCLASSIFIED OPERATING REVENUES				
383.00 Assessments.....	-	-	-	-
386.00 Escheats (sale of personal property).....	-	-	-	-
387.00 Contributions & Donations from Private Sectors...	120,150	-	-	-
388.00 Fiduciary Fund Pension Contributions.....	-	-	-	-
389.00 All Other Unclassified Operating Revenues.....	689	-	-	-
TOTAL UNCLASSIFIED OPERATING REVENUES.....	120,839	-	-	-
OTHER FINANCING SOURCES				
391.00 Proceeds of General Fixed Asset Disposition.....	25,555	-	-	-
392.00 Interfund Operating Transfers.....	-	-	-	-
393.00 Proceeds of General Long Term Debt.....	-	-	-	-
394.00 Proceeds of Short-Term debt	300,000	-	-	-
395.00 Refunds of Prior Year Expenditures.....	98,142	-	-	-
TOTAL OTHER FINANCING SOURCES.....	423,697	-	-	-
TOTAL REVENUES.....	5,810,194	58,301	-	-

Statement of Revenues and Expenditures

December 31st, 2022

REVENUES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
CHARGES FOR SERVICE	Enterprise	Internal Service	Trust and Agency	Memorandum Only
361.00 General Government.....	-	-	-	-
362.00 Public Safety.....	-	-	-	68,544
363.20 Parking.....	-	-	-	-
363.00 All Other Charges for Highway & Street Services..	-	-	-	-
364.10 Wastewater/Sewage Charges.....	489,619	-	-	489,619
364.30 Solid Waste Collection & Disposal Charge (trash)	-	-	-	2,670
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.....	-	-	-	5,111
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.....	489,619	-	-	565,944
UNCLASSIFIED OPERATING REVENUES				
383.00 Assessments.....	-	-	-	-
386.00 Escheats (sale of personal property).....	-	-	-	-
387.00 Contributions & Donations from Private Sectors...	-	-	-	120,150
388.00 Fiduciary Fund Pension Contributions.....	-	-	-	-
389.00 All Other Unclassified Operating Revenues.....	-	-	-	689
TOTAL UNCLASSIFIED OPERATING REVENUES.....	-	-	-	120,839
OTHER FINANCING SOURCES				
391.00 Proceeds of General Fixed Asset Disposition.....	-	-	-	25,555
392.00 Interfund Operating Transfers.....	-	-	-	-
393.00 Proceeds of General Long Term Debt.....	-	-	-	-
394.00 Proceeds of Short-Term debt	-	-	-	300,000
395.00 Refunds of Prior Year Expenditures.....	-	-	-	98,142
TOTAL OTHER FINANCING SOURCES.....	-	-	-	423,697
TOTAL REVENUES.....	489,674	-	-	6,358,169

Statement of Revenues and Expenditures

December 31st, 2022

EXPENDITURES	GOVERNMENTAL FUNDS			
GENERAL GOVERNMENT	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
400.00 Legislative (Governing) Body.....	12,708	-	-	-
401.00 Executive (Manager or Mayor).....	77,036	-	-	-
402.00 Auditing Services/Financial Administration.....	84,432	-	-	-
403.00 Tax Collection.....	10,365	-	-	-
404.00 Solicitor/Legal Services.....	114,153	-	-	-
405.00 Secretary/Clerk.....	43,252	-	-	-
406.00 Other General Government Administration.....	168,345	-	-	-
407.00 IT-Networking Services-Data Processing.....	-	-	-	-
408.00 Engineering Services.....	67,449	-	-	-
409.00 General Government Buildings and Plant.....	85,565	-	-	-
TOTAL GENERAL GOVERNMENT.....	663,305	-	-	-
PUBLIC SAFETY				
410.00 Police.....	2,201,145	-	-	-
411.00 Fire	145,295	-	-	-
412.00 Ambulance/Rescue.....	-	-	-	-
413.00 UCC and Code Enforcement.....	142,327	-	-	-
414.00 Planning and Zoning.....	-	-	-	-
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.....	-	-	-	-
TOTAL PUBLIC SAFETY.....	2,488,767	-	-	-
HEALTH AND HUMAN SERVICES				
420.00 -				
425.00 Health and Human Services.....	365	-	-	-
PUBLIC WORKS - SANITATION				
426.00 Recycling Collection and Disposal.....	-	-	-	-
427.00 Solid Waste Collection and Disposal (trash).....	155,776	-	-	-
428.00 Weed Control.....	-	-	-	-
429.00 Wastewater/Sewage Collection and Treatment....	-	-	-	-
TOTAL PUBLIC WORKS - SANITATION.....	155,776	-	-	-

Statement of Revenues and Expenditures

December 31st, 2022

EXPENDITURES	PROPRIETARY FUNDS		FIDUCIARY FUND	Total
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
GENERAL GOVERNMENT				
400.00 Legislative (Governing) Body.....	-	-	-	12,708
401.00 Executive (Manager or Mayor).....	-	-	-	77,036
402.00 Auditing Services/Financial Administration.....	-	-	-	84,432
403.00 Tax Collection.....	-	-	-	10,365
404.00 Solicitor/Legal Services.....	-	-	-	114,153
405.00 Secretary/Clerk.....	-	-	-	43,252
406.00 Other General Government Administration.....	-	-	-	168,345
407.00 IT-Networking Services-Data Processing.....	-	-	-	-
408.00 Engineering Services.....	-	-	-	67,449
409.00 General Government Buildings and Plant.....	-	-	-	85,565
TOTAL GENERAL GOVERNMENT.....	-	-	-	663,305
PUBLIC SAFETY				
410.00 Police.....	-	-	-	2,201,145
411.00 Fire	-	-	-	145,295
412.00 Ambulance/Rescue.....	-	-	-	-
413.00 UCC and Code Enforcement.....	-	-	-	142,327
414.00 Planning and Zoning.....	-	-	-	-
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.....	-	-	-	-
TOTAL PUBLIC SAFETY.....	-	-	-	2,488,767
HEALTH AND HUMAN SERVICES				
420.00 -				
425.00 Health and Human Services.....	-	-	-	365
PUBLIC WORKS - SANITATION				
426.00 Recycling Collection and Disposal.....	-	-	-	-
427.00 Solid Waste Collection and Disposal (trash).....	-	-	-	155,776
428.00 Weed Control.....	-	-	-	-
429.00 Wastewater/Sewage Collection and Treatment....	475,069	-	-	475,069
TOTAL PUBLIC WORKS - SANITATION.....	475,069	-	-	630,845

Statement of Revenues and Expenditures

December 31st, 2022

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.....	239,140	-	-	-
431.00 Cleaning of Streets and Gutters.....	-	-	-	-
432.00 Winter Maintenance - Snow Removal.....	-	1,662	-	-
433.00 Traffic Control Devices.....	-	17,027	-	-
434.00 Street Lighting.....	-	24,944	-	-
435.00 Sidewalks and Crosswalks.....	-	-	-	-
436.00 Storm Sewers and Drains.....	-	-	-	-
437.00 Repairs of Tools and Machinery.....	-	-	-	-
438.00 Maintenance & Repairs of Roads and Bridges....	26,945	1,977	-	-
439.00 Highway Construction and Rebuilding Projects....	-	59,718	-	-
TOTAL PUBLIC WORKS - HIGHWAYS AND STREETS..	266,085	105,328	-	-

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.....	71,050	-	-	-
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.....	71,050	-	-	-

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.....	47,726	-	-	-
455.00 Shade Trees.....	-	-	-	-
456.00 Libraries.....	-	-	-	-
457.00 Civil and Military Celebrations.....	-	-	-	-
458.00 Senior Citizen Centers.....	-	-	-	-
459.00 Other Culture and Recreation.....	-	-	-	-
TOTAL CULTURE AND RECREATION.....	47,726	-	-	-

COMMUNITY DEVELOPMENT	General Fund	Special Revenue (including State Liquid Fuels)	Capital Projects	Debt Service
461.00 Conservation of Natural Resources.....	-	-	-	-
462.00 Community Development and Housing.....	-	-	-	-
463.00 Economic Development.....	-	-	-	-
464.00 Economic Opportunity.....	-	-	-	-
465-469 All other Community Development.....	-	-	-	-
TOTAL COMMUNITY DEVELOPMENT.....	-	-	-	-

Statement of Revenues and Expenditures

December 31st, 2022

EXPENDITURES	PROPRIETARY FUNDS		FIDUCIARY FUND	Total
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
PUBLIC WORKS - HIGHWAYS AND STREETS				
430.00 General Services - Administration.....	-	-	-	239,140
431.00 Cleaning of Streets and Gutters.....	-	-	-	-
432.00 Winter Maintenance - Snow Removal.....	-	-	-	1,662
433.00 Traffic Control Devices.....	-	-	-	17,027
434.00 Street Lighting.....	-	-	-	24,944
435.00 Sidewalks and Crosswalks.....	-	-	-	-
436.00 Storm Sewers and Drains.....	-	-	-	-
437.00 Repairs of Tools and Machinery.....	-	-	-	-
438.00 Maintenance & Repairs of Roads and Bridges.....	-	-	-	28,922
439.00 Highway Construction and Rebuilding Projects....	-	-	-	59,718
TOTAL PUBLIC WORKS - HIGHWAYS AND STREETS.....	-	-	-	371,413
PUBLIC WORKS - OTHER SERVICES				
440.00 Airports.....	-	-	-	-
441.00 Cemeteries.....	-	-	-	-
442.00 Electric System.....	-	-	-	71,050
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.....	-	-	-	71,050
CULTURE AND RECREATION				
451.00 Culture-Recreation Administration.....	-	-	-	-
452.00 Participant Recreation.....	-	-	-	-
453.00 Spectator Recreation.....	-	-	-	-
454.00 Parks.....	-	-	-	47,726
455.00 Shade Trees.....	-	-	-	-
456.00 Libraries.....	-	-	-	-
457.00 Civil and Military Celebrations.....	-	-	-	-
458.00 Senior Citizen Centers.....	-	-	-	-
459.00 Other Culture and Recreation.....	-	-	-	-
TOTAL CULTURE AND RECREATION.....	-	-	-	47,726
COMMUNITY DEVELOPMENT				
461.00 Conservation of Natural Resources.....	-	-	-	-
462.00 Community Development and Housing.....	-	-	-	-
463.00 Economic Development	-	-	-	-
464.00 Economic Opportunity.....	-	-	-	-
465-469 All other Community Development.....	-	-	-	-
TOTAL COMMUNITY DEVELOPMENT.....	-	-	-	-

Statement of Revenues and Expenditures

December 31st, 2022

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).....	514,515	8,000	-	-
472.00 Debt Interest (short-term and long-term).....	64,245	722	-	-
475.00 Fiscal Agent Fees.....	-	-	-	-
TOTAL DEBT SERVICE.....	578,760	8,722	-	-
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS				
Employer Paid Withholding Taxes and				
481.00 Unemployment Compensation.....		-	-	-
482.00 Judgments and Losses.....	-	-	-	-
483.00 Pension/Retirement Fund Contributions.....	288,298	-	-	-
484.00 Workers Compensation Insurance.....	105,203	-	-	-
487.00 Other Group Insurance Benefits.....	-	-	-	-
TOTAL EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS.....	393,501	-	-	-
INSURANCE				
486.00 Insurance, Casualty, and Surety.....	-	-	-	-
UNCLASSIFIED OPERATING EXPENDITURES				
488.00 Fiduciary Fund Benefits and Refunds Paid.....	-	-	-	-
489.00 All Other Unclassified Expenditures.....	10,820	-	-	-
TOTAL UNCLASSIFIED OPERATING EXPENDITURES...	10,820	-	-	-
OTHER FINANCING USES				
491.00 Refund of Prior Year Revenues.....	-	-	-	-
492.00 Interfund Operating Transfers.....	-	-	-	-
493.00 Other Financing Uses.....	-	-	-	-
TOTAL OTHER FINANCING USES.....	-	-	-	-
TOTAL EXPENDITURES.....	4,676,155	114,050	-	-
EXCESS/DEFICIT OF REVENUE OVER EXPENDITURES	\$ 1,134,039	\$ (55,749)	\$ -	\$ -

Statement of Revenues and Expenditures

December 31st, 2022

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).....	-	-	-	522,515
472.00 Debt Interest (short-term and long-term).....	-	-	-	64,967
475.00 Fiscal Agent Fees.....	-	-	-	-
TOTAL DEBT SERVICE.....	-	-	-	587,482
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS				
Employer Paid Withholding Taxes and				
481.00 Unemployment Compensation.....	-	-	-	-
482.00 Judgments and Losses.....	-	-	-	-
483.00 Pension/Retirement Fund Contributions.....	-	-	-	288,298
484.00 Workers Compensation Insurance.....	-	-	-	105,203
487.00 Other Group Insurance Benefits.....	-	-	-	-
TOTAL EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS.....	-	-	-	393,501
INSURANCE				
486.00 Insurance, Casualty, and Surety.....	-	-	-	-
UNCLASSIFIED OPERATING EXPENDITURES				
488.00 Fiduciary Fund Benefits and Refunds Paid.....	-	-	-	-
489.00 All Other Unclassified Expenditures.....	-	-	-	10,820
TOTAL UNCLASSIFIED OPERATING EXPENDITURES.....	-	-	-	10,820
OTHER FINANCING USES				
491.00 Refund of Prior Year Revenues.....	-	-	-	-
492.00 Interfund Operating Transfers.....	-	-	-	-
493.00 Other Financing Uses.....	-	-	-	-
TOTAL OTHER FINANCING USES.....	-	-	-	-
TOTAL EXPENDITURES.....	475,069	-	-	5,265,274
EXCESS/DEFICIT OF REVENUE OVER EXPENDITURES	\$ 14,605	\$ -	\$ -	\$ 1,092,895



CYNTHIA FELZER LEITZELL, CPA
STELLA C. ECONOMIDIS, CPA

LEITZELL & ECONOMIDIS, PC
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL
STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

Borough Council
Eddystone Borough
Eddystone, Pennsylvania

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the Annual Audit and Financial Report, Form DCED-CLGS-30 of EDDYSTONE BOROUGH, Eddystone, Pennsylvania, as of and for the year ended December 31, 2022 and have issued our report thereon dated January 25, 2023 .

Report on Internal Control Over Financial Reporting

In planning and performing our audit, we considered Eddystone Borough's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, we do not express an opinion on the effectiveness of Eddystone Borough's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the Borough's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in the internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that have not been identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Eddystone Borough's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an

opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Borough's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Leitzell & Economidis, PC

LEITZELL & ECONOMIDIS, PC
Certified Public Accountants

Media, Pennsylvania
January 25, 2023