

**ANNUAL AUDIT AND
FINANCIAL REPORT**

PROSPECT PARK BOROUGH

DECEMBER 31, 2023



CYNTHIA FELZER LEITZELL, CPA
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 CERTIFIED PUBLIC ACCOUNTANTS

PROSPECT PARK BOROUGH

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CYNTHIA FELZER LEITZELL, CPA
STELLA C. ECONOMIDIS, CPA

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CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Members of Council
Borough of Prospect Park
Prospect Park, Pennsylvania

Report on the Audit of the Financial Statements

Opinions

We have audited the Annual Audit and Financial Report, Form DCED-CLGS-30 of BOROUGH OF PROSPECT PARK as of and for the year ended December 31, 2023.

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 BOROUGH OF PROSPECT PARK as of December 31, 2023 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 BOROUGH OF PROSPECT PARK 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 auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *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 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 Commonwealth of Pennsylvania Department of Community and Economic Development (DCED). BOROUGH OF PROSPECT PARK 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 the 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 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 Matters

The Borough maintains its books and records on the cash basis of accounting, and cash receipts and cash disbursements are reported as such within these statements. Tax collections as reported herein represents those which were deposited by the tax collector to the Borough and does not necessarily represent all collections received by the Tax Collector for and within this period. The Tax Collector's activities were not audited nor made a part of these financial statements and we do not provide an opinion on the Tax Collector procedures or collections within the parameters of this report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated February 25, 2024 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 Prospect Park's internal control over financial reporting and compliance.

Leitzell & Economidis, PC

LEITZELL & ECONOMIDIS, PC
Certified Public Accountants

February 25, 2024
Newtown Square, Pennsylvania

Balance Sheet
 December 31st, 2023

ASSETS AND OTHER DEBITS		Governmental Funds			
		General Fund	Special Revenue (including State Liquid Fuels)	Capital Projects	Debt Service
100-120	Cash and Investments.....	\$ 1,929,590	\$ 438,521	\$ -	\$ -
140-144	Tax Receivable.....	-	-	-	-
121-129 145-149	Account Receivable (excluding taxes).....	-	-	-	-
130	Due From Other Funds.....	58,434	96,002	-	-
131-139 150-159	Other Current Assets.....	-	-	-	-
160-169	Fixed Assets.....	-	-	-	-
180-189	Other Debits/Amounts to be Provided.....	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS.....		\$ 1,988,024	\$ 534,523	\$ -	\$ -

LIABILITIES AND OTHER CREDITS					
210-229	Payroll Taxes and Other Payroll Withholdings.....	\$ 1,330	\$ -	\$ -	\$ -
200-209 231-239	All Other Current Liabilities.....	-	-	-	-
230	Due To Other Funds.....	96,002	3,168	-	-
260-269	Long Term Liabilities.....	858,643	-	-	-
240-259	Current Portion Of Long-Term Debt & Other Credits	-	-	-	-
TOTAL LIABILITIES AND OTHER CREDITS.....		\$ 955,975	\$ 3,168	\$ -	\$ -

FUND AND ACCOUNT GROUP EQUITY					
281-284	Contributed Capital.....	\$ -	\$ -	\$ -	\$ -
290	Investments in General Fixed Assets.....	-	-	-	-
270-289	Fund Balance / Retained Earnings 12/31.....	1,032,049	531,355	-	-
291-299	Other Equity.....	-	-	-	-
TOTAL FUND AND ACCOUNT GROUP EQUITY.....		\$ 1,032,049	\$ 531,355	\$ -	\$ -

Balance Sheet
 December 31st, 2023

	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.....	\$ 42,190	\$ -	\$ 5,240,420	\$ -	\$ -	\$ 7,650,721
140-144 Tax Receivable.....	-	-	-	-	-	-
121-129 145-149 Account Receivable (excluding taxes).....	-	-	3,828	-	-	3,828
130 Due From Other Funds.....	-	-	-	-	-	154,436
131-139 150-159 Other Current Assets.....	-	-	39,398	-	-	39,398
160-169 Fixed Assets.....	-	-	-	-	-	-
180-189 Other Debits/Amounts to be Provided.....	-	-	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS.....	\$ 42,190	\$ -	\$ 5,283,646	\$ -	\$ -	\$ 7,848,383

LIABILITIES AND OTHER CREDITS						
210-229 Payroll Taxes and Other Payroll Withholdings.....	\$ -	\$ -	\$ -	\$ -	\$ -	1,330
200-209 231-239 All Other Current Liabilities.....	-	-	-	-	-	-
230 Due To Other Funds.....	55,266	-	-	-	-	154,436
260-269 Long Term Liabilities.....	-	-	-	-	-	858,643
240-259 Current Portion Of Long-Term Debt & Other Credits.....	-	-	-	-	-	-
TOTAL LIABILITIES AND OTHER CREDITS.....	\$ 55,266	\$ -	\$ -	\$ -	\$ -	\$ 1,014,409

FUND AND ACCOUNT GROUP EQUITY						
281-284 Contributed Capital.....	\$ -	\$ -	\$ -	\$ -	\$ -	-
290 Investments in General Fixed Assets.....	-	-	-	-	-	-
270-289 Fund Balance / Retained Earnings 12/31.....	(13,076)	-	-	-	-	1,550,328
291-299 Other Equity.....	-	-	5,283,646	-	-	5,283,646
TOTAL FUND AND ACCOUNT GROUP EQUITY.....	\$ (13,076)	\$ -	\$ 5,283,646	\$ -	\$ -	\$ 6,833,974

TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY

\$ 7,848,383

Statement of Revenues and Expenditures

December 31st, 2023

REVENUES	GOVERNMENTAL FUNDS			
Taxes	General Fund	Special Revenue (including State Liquid Fuels)	Capital Projects	Debt Service
301.00 Real Estate Taxes.....	\$ 2,156,613	\$ -	\$ -	\$ -
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.....	29,673	-	-	-
310.10 Real Estate Transfer Taxes.....	93,880	-	-	-
310.20 Earned Income Taxes/Wage Taxes.....	1,751,584	-	-	-
310.30 Business Gross Receipts Taxes.....	-	-	-	-
310.40 Occupation Taxes (levied under act 511).....	-	-	-	-
310.50 Local Services Tax**	69,381	-	-	-
310.60 Amusement/Admission Taxes.....	-	-	-	-
310.70 Mechanical Device Taxes.....	-	-	-	-
310.80 Lien Payment Revenue	-	-	-	-
310.90 Other Local Tax Enabling Act/Act511/Taxes	-	-	-	-
TOTAL TAXES.....	\$ 4,101,131	\$ -	\$ -	\$ -

LICENSES & PERMITS

320-322 All Other Licenses and Permits.....	\$ 262,368	\$ -	\$ -	\$ -
321.80 Cable Television Franchise Fees.....	98,444	-	-	-
TOTAL LICENSES & PERMITS.....	\$ 360,812	\$ -	\$ -	\$ -

FINES AND FORFEITS

330-332 Fines and Forfeits.....	\$ 18,692	\$ -	\$ -	\$ -
TOTAL FINES AND FORFEITS	\$ 18,692	\$ -	\$ -	\$ -

INTEREST, RENTS, & ROYALTIES

341.00 Interest Earnings.....	\$ 26,885	\$ 5,028	\$ -	\$ -
342.00 Rents and Royalties.....	-	-	-	-
TOTAL INTEREST, RENTS, & ROYALTIES.....	\$ 26,885	\$ 5,028	\$ -	\$ -

Statement of Revenues and Expenditures

December 31st, 2023

REVENUES		PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
		Enterprise	Internal Service	Trust and Agency	Memorandum Only
Taxes					
301.00	Real Estate Taxes.....	\$ -	\$ -	\$ -	\$ 2,156,613
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).....	-	-	-	-
309.00	County municipalities only).....	-	-	-	-
310.00	Per Capita Taxes.....	-	-	-	29,673
310.10	Real Estate Transfer Taxes.....	-	-	-	93,880
310.20	Earned Income Taxes/Wage Taxes.....	-	-	-	1,751,584
310.30	Business Gross Receipts Taxes.....	-	-	-	-
310.40	Occupation Taxes (levied under act 511).....	-	-	-	-
310.50	Local Services Tax**.....	-	-	-	69,381
310.60	Amusement/Admission Taxes.....	-	-	-	-
310.70	Mechanical Device Taxes.....	-	-	-	-
310.80	Lien Payment Revenue.....	-	-	-	-
310.90	Other Local Tax Enabling Act/Act511/Taxes	-	-	-	-
TOTAL TAXES		\$ -	\$ -	\$ -	\$ 4,101,131

LICENSES & PERMITS					
320-322	All Other Licenses and Permits.....	\$ -	\$ -	\$ -	\$ 262,368
321.80	Cable Television Franchise Fees.....	-	-	-	98,444
TOTAL LICENSES & PERMITS.....		\$ -	\$ -	\$ -	\$ 360,812

FINES AND FORFEITS					
330-332	Fines and Forfeits.....	\$ -	\$ -	\$ -	\$ 18,692
TOTAL FINES AND FORFEITS		\$ -	\$ -	\$ -	\$ 18,692

INTEREST, RENTS, & ROYALTIES					
341.00	Interest Earnings.....	\$ 5,135	\$ -	\$ 797,769	\$ 834,817
342.00	Rents and Royalties.....	-	-	-	-
TOTAL INTEREST, RENTS, & ROYALTIES		\$ 5,135	\$ -	\$ 797,769	\$ 834,817

Statement of Revenues and Expenditures

December 31st, 2023

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.....	43,750	-	-	-
354.15 Recycling/Act 101.....	-	3,672	-	-
354.00 All Other State Capital and Operating Grants.....	-	-	-	-
355.01 Public Utility Realty Tax (PURTA).....	3,587	-	-	-
355.02 - Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State	-	156,249	-	-
355.03 Road Turnback.....	-	-	-	-
355.04 Alcoholic Beverage Beverage Licenses.....	-	-	-	-
355.05 General Municipal Pension System State Aid.....	151,525	-	-	-
355.07 Foreign Fire Insurance Tax Distribution**	36,449	-	-	-
355.08 Local Share Assessment/Gaming Proceeds**	-	-	-	-
355.09 Marcellus Shale Impact Fee Distribution	-	-	-	-
355.00 All Other State Shared Revenues & Entitlements.	-	-	-	-
356.00 State Payment in Lieu of Taxes.....	-	-	-	-
TOTAL STATE.....	\$ 235,311	\$ 159,921	\$ -	\$ -

LOCAL GOVERNMENT UNITS	General Fund	Special Revenue (including State Liquid Fuels)	Capital Projects	Debt Service
357.03 Highways and Streets.....	\$ 6,048	\$ -	\$ -	\$ -
357.00 All Other Local Governmental Units Capital and Operating Grants.....	-	-	-	-
358.00 Local Governmental Unit Shared Payments for Contracted Intergovernmental Services.....	26,004	-	-	-
359.00 Local Governmental Units and Authorities Payments in Lieu of Taxes.....	-	-	-	-
TOTAL LOCAL GOVERNMENT UNITS.....	\$ 32,052	\$ -	\$ -	\$ -

Statement of Revenues and Expenditures

December 31st, 2023

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				
354.03 Highway and Streets.....	\$ -	\$ -	\$ -	\$ -
354.09 Community Development.....	-	-	-	43,750
354.15 Recycling/Act 101.....	-	-	-	3,672
354.00 All Other State Capital and Operating Grants.....	-	-	-	-
355.01 Public Utility Realty Tax (PURTA).....	-	-	-	3,587
355.02 - Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State				
355.03 Road Turnback.....	-	-	-	156,249
355.04 Alcoholic Beverage License.....	-	-	-	-
355.05 General Municipal Pension System State Aid.....	-	-	-	151,525
355.07 Foreign Fire Insurance Tax Distribution**	-	-	-	36,449
355.08 Local Share Assessment/Gaming Proceeds**	-	-	-	-
355.09 Marcellus Shale Impact Fee Distribution	-	-	-	-
355.00 All Other State Shared Revenues & Entitlements.	-	-	-	-
356.00 State Payment in Lieu of Taxes.....	-	-	-	-
TOTAL STATE.....	\$ -	\$ -	\$ -	\$ 395,232

LOCAL GOVERNMENT UNITS				
357.03 Highways and Streets.....	\$ -	\$ -	\$ -	\$ 6,048
357.00 All Other Local Governmental Units Capital and Operating Grants.....	-	-	-	-
358.00 Local Governmental Unit Shared Payments for Contracted Intergovernmental Services.....	-	-	-	26,004
359.00 Local Governmental Units and Authorities Payments in Lieu of Taxes.....	-	-	-	-
TOTAL LOCAL GOVERNMENT UNITS.....	\$ -	\$ -	\$ -	\$ 32,052

TOTAL INTERGOVERNMENTAL REVENUES				\$ 427,284
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Statement of Revenues and Expenditures

December 31st, 2023

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.....	108,831	-	-	-
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)	499,532	-	-	-
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.....	250	-	-	-
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.....	\$ 608,613	\$ -	\$ -	\$ -

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.....	946	-	-	-
TOTAL UNCLASSIFIED OPERATING REVENUES.....	\$ 946	\$ -	\$ -	\$ -

OTHER FINANCING SOURCES				
391.00 Proceeds of General Fixed Asset Disposition.....	\$ 11,354	\$ -	\$ -	\$ -
392.00 Interfund Operating Transfers.....	-	-	-	-
393.00 Proceeds of General Long Term Debt.....	-	-	-	-
394.00 Proceeds of Short-Term debt	600,000	-	-	-
395.00 Refunds of Prior Year Expenditures.....	165,695	-	-	-
TOTAL OTHER FINANCING SOURCES.....	\$ 777,049	\$ -	\$ -	\$ -

TOTAL REVENUES.....	\$ 6,161,491	\$ 164,949	\$ -	\$ -
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Statement of Revenues and Expenditures

December 31st, 2023

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.....	-	-	-	108,831
363.20 Parking.....	-	-	-	-
363.00 All Other Charges for Highway & Street Services..	-	-	-	-
364.10 Wastewater/Sewage Charges.....	1,183,202	-	-	1,183,202
364.30 Solid Waste Collection & Disposal Charge (trash)	-	-	-	499,532
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.....	-	-	-	250
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.....	\$ 1,183,202	\$ -	\$ -	\$ 1,791,815
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.....	-	-	406,593	406,593
389.00 All Other Unclassified Operating Revenues.....	-	-	-	946
TOTAL UNCLASSIFIED OPERATING REVENUES.....	\$ -	\$ -	\$ 406,593	\$ 407,539
OTHER FINANCING SOURCES				
391.00 Proceeds of General Fixed Asset Disposition.....	\$ -	\$ -	\$ -	\$ 11,354
392.00 Interfund Operating Transfers.....	250,000	-	-	250,000
393.00 Proceeds of General Long Term Debt.....	-	-	-	-
394.00 Proceeds of Short-Term debt	-	-	-	600,000
395.00 Refunds of Prior Year Expenditures.....	-	-	-	165,695
TOTAL OTHER FINANCING SOURCES.....	\$ 250,000	\$ -	\$ -	\$ 1,027,049
TOTAL REVENUES.....	\$ 1,438,337	\$ -	\$ 1,204,362	\$ 8,969,139

Statement of Revenues and Expenditures

December 31st, 2023

EXPENDITURES	GOVERNMENTAL FUNDS			
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
GENERAL GOVERNMENT				
400.00 Legislative (Governing) Body.....	\$ 12,500	\$ -	\$ -	\$ -
401.00 Executive (Manager or Mayor).....	1,800	-	-	-
402.00 Auditing Services/Financial Administration.....	12,200	-	-	-
403.00 Tax Collection.....	9,170	-	-	-
404.00 Solicitor/Legal Services.....	59,336	-	-	-
405.00 Secretary/Clerk.....	109,255	-	-	-
406.00 Other General Government Administration.....	109,617	-	-	-
407.00 IT-Networking Services-Data Processing.....	-	-	-	-
408.00 Engineering Services.....	203,955	4,568	-	-
409.00 General Government Buildings and Plant.....	156,885	-	-	-
TOTAL GENERAL GOVERNMENT.....	\$ 674,718	\$ 4,568	\$ -	\$ -
PUBLIC SAFETY				
410.00 Police.....	\$ 2,284,525	\$ -	\$ -	\$ -
411.00 Fire.....	204,707	-	-	-
412.00 Ambulance/Rescue.....	-	-	-	-
413.00 UCC and Code Enforcement.....	15,812	-	-	-
414.00 Planning and Zoning.....	138,309	-	-	-
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.....	1,725	-	-	-
TOTAL PUBLIC SAFETY.....	\$ 2,645,078	\$ -	\$ -	\$ -
HEALTH AND HUMAN SERVICES				
420.00 -				
425.00 Health and Human Services.....	\$ 5,468	\$ -	\$ -	\$ -
PUBLIC WORKS - SANITATION				
426.00 Recycling Collection and Disposal.....	\$ -	\$ 38,899	\$ -	\$ -
427.00 Solid Waste Collection and Disposal (trash).....	419,112	-	-	-
428.00 Weed Control.....	-	-	-	-
429.00 Wastewater/Sewage Collection and Treatment....	4,968	-	-	-
TOTAL PUBLIC WORKS - SANITATION.....	\$ 424,080	\$ 38,899	\$ -	\$ -

Statement of Revenues and Expenditures

December 31st, 2023

EXPENDITURES	PROPRIETARY FUNDS		FIDUCIARY FUND	Total
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
GENERAL GOVERNMENT				
400.00 Legislative (Governing) Body.....	\$ -	\$ -	\$ -	\$ 12,500
401.00 Executive (Manager or Mayor).....	-	-	-	1,800
402.00 Auditing Services/Financial Administration.....	-	-	-	12,200
403.00 Tax Collection.....	-	-	-	9,170
404.00 Solicitor/Legal Services.....	-	-	-	59,336
405.00 Secretary/Clerk.....	-	-	-	109,255
406.00 Other General Government Administration.....	1,685	-	-	111,302
407.00 IT-Networking Services-Data Processing.....	-	-	-	-
408.00 Engineering Services.....	-	-	-	208,523
409.00 General Government Buildings and Plant.....	-	-	-	156,885
TOTAL GENERAL GOVERNMENT.....	\$ 1,685	\$ -	\$ -	\$ 680,971

PUBLIC SAFETY				
410.00 Police.....	\$ -	\$ -	\$ -	\$ 2,284,525
411.00 Fire.....	-	-	-	204,707
412.00 Ambulance/Rescue.....	-	-	-	-
413.00 UCC and Code Enforcement.....	-	-	-	15,812
414.00 Planning and Zoning.....	-	-	-	138,309
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.....	300	-	-	2,025
TOTAL PUBLIC SAFETY.....	\$ 300	\$ -	\$ -	\$ 2,645,378

HEALTH AND HUMAN SERVICES				
420.00 -				
425.00 Health and Human Services.....	\$ -	\$ -	\$ -	\$ 5,468

PUBLIC WORKS - SANITATION				
426.00 Recycling Collection and Disposal.....	\$ -	\$ -	\$ -	\$ 38,899
427.00 Solid Waste Collection and Disposal (trash).....	-	-	-	419,112
428.00 Weed Control.....	-	-	-	-
429.00 Wastewater/Sewage Collection and Treatment....	1,460,577	-	-	1,465,545
TOTAL PUBLIC WORKS - SANITATION.....	\$ 1,460,577	\$ -	\$ -	\$ 1,923,556

Statement of Revenues and Expenditures

December 31st, 2023

EXPENDITURES	GOVERNMENTAL FUNDS			
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
PUBLIC WORKS - HIGHWAYS AND STREETS				
430.00 General Services - Administration.....	\$ 380,100	\$ 3,835	\$ -	\$ -
431.00 Cleaning of Streets and Gutters.....	-	-	-	-
432.00 Winter Maintenance - Snow Removal.....	-	2,030	-	-
433.00 Traffic Control Devices.....	1,963	2,531	-	-
434.00 Street Lighting.....	94,606	-	-	-
435.00 Sidewalks and Crosswalks.....	-	-	-	-
436.00 Storm Sewers and Drains.....	11,121	-	-	-
437.00 Repairs of Tools and Machinery.....	-	-	-	-
438.00 Maintenance & Repairs of Roads and Bridges....	-	-	-	-
439.00 Highway Construction and Rebuilding Projects....	7,400	-	-	-
TOTAL PUBLIC WORKS - HIGHWAYS AND STREETS..	\$ 495,190	\$ 8,396	\$ -	\$ -

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.....	81,147	-	-	-
455.00 Shade Trees.....	-	-	-	-
456.00 Libraries.....	50,888	-	-	-
457.00 Civil and Military Celebrations.....	-	-	-	-
458.00 Senior Citizen Centers.....	-	-	-	-
459.00 Other Culture and Recreation.....	103,270	-	-	-
TOTAL CULTURE AND RECREATION.....	\$ 235,305	\$ -	\$ -	\$ -

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, 2023

EXPENDITURES	PROPRIETARY FUNDS		FIDUCIARY FUND	Total
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
PUBLIC WORKS - HIGHWAYS AND STREETS				
430.00 General Services - Administration.....	\$ -	\$ -	\$ -	\$ 383,935
431.00 Cleaning of Streets and Gutters.....	-	-	-	-
432.00 Winter Maintenance - Snow Removal.....	-	-	-	2,030
433.00 Traffic Control Devices.....	-	-	-	4,494
434.00 Street Lighting.....	-	-	-	94,606
435.00 Sidewalks and Crosswalks.....	-	-	-	-
436.00 Storm Sewers and Drains.....	-	-	-	11,121
437.00 Repairs of Tools and Machinery.....	-	-	-	-
438.00 Maintenance & Repairs of Roads and Bridges....	-	-	-	-
439.00 Highway Construction and Rebuilding Projects...	-	-	-	7,400
TOTAL PUBLIC WORKS - HIGHWAYS AND STREETS.....	\$ -	\$ -	\$ -	\$ 503,586
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.....	-	-	-	81,147
455.00 Shade Trees.....	-	-	-	-
456.00 Libraries.....	-	-	-	50,888
457.00 Civil and Military Celebrations.....	-	-	-	-
458.00 Senior Citizen Centers.....	-	-	-	-
459.00 Other Culture and Recreation.....	-	-	-	103,270
TOTAL CULTURE AND RECREATION.....	\$ -	\$ -	\$ -	\$ 235,305
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, 2023

EXPENDITURES	GOVERNMENTAL FUNDS			
DEBT SERVICE	General Fund	Special Revenue (including State Liquid Fuels)	Capital Projects	Debt Service
471.00 Debt Principal (short-term and long-term).....	\$ 731,472	\$ -	\$ -	\$ -
472.00 Debt Interest (short-term and long-term).....	65,106	-	-	-
475.00 Fiscal Agent Fees.....	-	-	-	-
TOTAL DEBT SERVICE.....	\$ 796,578	\$ -	\$ -	\$ -
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS				
Employer Paid Withholding Taxes and				
481.00 Unemployment Compensation.....	\$ 62,455	\$ -	\$ -	\$ -
482.00 Judgments and Losses.....	-	-	-	-
483.00 Pension/Retirement Fund Contributions.....	354,636	-	-	-
484.00 Workers Compensation Insurance.....	22,219	-	-	-
487.00 Other Group Insurance Benefits.....	238,798	-	-	-
TOTAL EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS.....	\$ 678,108	\$ -	\$ -	\$ -
INSURANCE				
486.00 Insurance, Casualty, and Surety.....	\$ 149,085	\$ -	\$ -	\$ -
UNCLASSIFIED OPERATING EXPENDITURES				
488.00 Fiduciary Fund Benefits and Refunds Paid.....	\$ -	\$ -	\$ -	\$ -
489.00 All Other Unclassified Expenditures.....	1,442	-	-	-
TOTAL UNCLASSIFIED OPERATING EXPENDITURES...	\$ 1,442	\$ -	\$ -	\$ -
OTHER FINANCING USES				
491.00 Refund of Prior Year Revenues.....	\$ 4,129	\$ -	\$ -	\$ -
492.00 Interfund Operating Transfers.....	250,000	-	-	-
493.00 Other Financing Uses.....	-	-	-	-
TOTAL OTHER FINANCING USES.....	\$ 254,129	\$ -	\$ -	\$ -
TOTAL EXPENDITURES.....	\$ 6,359,181	\$ 51,863	\$ -	\$ -
EXCESS/DEFICIT OF REVENUE OVER EXPENDITURES	\$ (197,690)	\$ 113,086	\$ -	\$ -

Statement of Revenues and Expenditures

December 31st, 2023

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).....	\$ -	\$ -	\$ -	\$ 731,472
472.00 Debt Interest (short-term and long-term).....	-	-	-	65,106
475.00 Fiscal Agent Fees.....	-	-	-	-
TOTAL DEBT SERVICE.....	\$ -	\$ -	\$ -	\$ 796,578
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS				
Employer Paid Withholding Taxes and				
481.00 Unemployment Compensation.....	\$ -	\$ -	\$ -	\$ 62,455
482.00 Judgments and Losses.....	-	-	-	-
483.00 Pension/Retirement Fund Contributions.....	-	-	-	354,636
484.00 Workers Compensation Insurance.....	-	-	-	22,219
487.00 Other Group Insurance Benefits.....	-	-	-	238,798
TOTAL EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS.....	\$ -	\$ -	\$ -	\$ 678,108
INSURANCE				
486.00 Insurance, Casualty, and Surety.....	\$ -	\$ -	\$ -	\$ 149,085
UNCLASSIFIED OPERATING EXPENDITURES				
488.00 Fiduciary Fund Benefits and Refunds Paid.....	\$ -	\$ -	\$ 446,306	\$ 446,306
489.00 All Other Unclassified Expenditures.....	-	-	20,115	21,557
TOTAL UNCLASSIFIED OPERATING EXPENDITURES.....	\$ -	\$ -	\$ 466,421	\$ 467,863
OTHER FINANCING USES				
491.00 Refund of Prior Year Revenues.....	\$ -	\$ -	\$ -	\$ 4,129
492.00 Interfund Operating Transfers.....	-	-	-	250,000
493.00 Other Financing Uses.....	-	-	-	-
TOTAL OTHER FINANCING USES.....	\$ -	\$ -	\$ -	\$ 254,129
TOTAL EXPENDITURES.....	\$ 1,462,562	\$ -	\$ 466,421	\$ 8,340,027
EXCESS/DEFICIT OF REVENUE OVER EXPENDITURES	\$ (24,225)	\$ -	\$ 737,941	\$ 629,112

DEBT STATEMENT

Type Purpose Bond (B) Note (N)	Issue Date (year)	Maturity Date (year)	Original Amount of Issue	Outstanding Beginning of Year (1)	Principal Incurred This Year	Principal Paid This Year	Current Year Accretion of Compound Interest Bonds	Outstanding Year End (1)	Plus (less) Unamortized Premium (Discount)	Total Balances
General Obligation Bonds and Notes										
General Obligation Bond 2014 DelVal	2014	2034	\$ 1,500,000	\$ 1,007,000	\$ -	\$ 71,000	\$ -	\$ 936,000	\$ -	\$ 936,000
General Obligation Note	2020	2040	300,000	275,000	-	13,000	-	262,000	-	262,000
Pennvest	2021	2043	728,248	689,423	-	39,174	-	650,249	-	650,249
Revenue Bonds and Notes										
Lease Rental Debt/General Leases										
2020 Dodge Durango	2020	2023	32,426	8,298	-	8,298	-	-	-	-
Tax and Revenue Anticipation Notes										
2023 Tax Anticipation Note	2023	2023	600,000	-	600,000	600,000	-	-	-	-
Other										

Total bonds and notes outstanding	\$ 1,848,249
Capitalized lease obligations	-
Other debt	-
TOTAL OUTSTANDING DEBT	\$ 1,848,249
Minus assets held in bond reserve funds, and bond redemption funds	-
Minus lease rental payments receivable	-
NET DEBT	\$ 1,848,249



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
Borough of Prospect Park
Prospect Park, 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 PROSPECT PARK BOROUGH, Prospect Park, Pennsylvania, as of and for the year ended December 31, 2023 and have issued our report thereon dated February 25, 2024 .

Report on Internal Control Over Financial Reporting

In planning and performing our audit, we considered Prospect Park 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 Prospect Park 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 or significant deficiencies may exist that have not been identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether Prospect Park 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

Newtown Square, Pennsylvania
February 25, 2024