



Hutchinson, Gillahan & Freeh

Operating as a Division of MVA Audit PLLC

May 31, 2024

INDEPENDENT AUDITOR'S REPORT

Township Supervisors
President Judge of the Court of Common Pleas
Secretary of Community & Economic Development

Qualified Opinion

We have audited the accompanying Municipal Annual Audit and Financial Report (DCED-CLGS-30) of Tincum Township, as of and for the year ended December 31, 2023.

In our opinion, except for the omission of the Pension Plan information, described in the Basis for Qualified Opinion section of our report, the financial statements referred to above present fairly, in all material respects, the financial position of Tincum Township, as of December 31, 2023, and the results of its operations for the year then ended, in accordance with the cash basis of accounting described below.

Basis for Qualified Opinion

The Township maintains a Non-Uniform Pension Plan. The Plan is a member of the Statewide Pennsylvania Municipal Retirement System (PMRS) which is an agent multiple-employer Public Employee Retirement System. Since the plan is managed and maintained by PMRS, and not the Township, it is not practical to audit the information. The pension plan information has not been included in this report.

We conducted our audit in accordance with auditing standards generally accepted in the United State of America. 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 Tincum Township 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 qualified audit opinion.

Basis of Accounting

The financial statements are prepared on a cash basis of accounting as prescribed by the financial reporting provisions of the Department of Community and Economic Development of Pennsylvania, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to that matter.

Responsibility of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the Annual Audit and Financial Report (DCED-CLGS-30) in accordance with the financial reporting provision of the Department of Community and Economic Development of Pennsylvania. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to error or fraud.

In preparing the financial statements, management is required to evaluate whether there are conditions or events considered in the aggregate, that raise substantial doubt about Tincum Township's ability to continue as a going concern within one year after the date that the financial statements are available to be issued.

Auditor's Responsibilities for the Audit of the Financial statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. 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 generally accepted 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, including omissions, 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 generally accepted auditing standards, we:

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

Restriction on Use

This report is intended solely for the information and use of the Township Council, management of Tincum Township and for filing with State and County agencies and should not be used by anyone other than these specified parties.

***Hutchinson, Gillahan & Freeh
and
MVA Audit PLLC***

DCED-CLGS-30 (9-09)

Received by DCED: 07/11/2024

Approved by DCED:

Department of Community & Economic Development
Governor's Center for Local Government Services
Commonwealth Keystone Building
400 North Street, 4th Floor
Harrisburg, PA 17120-0225
Ph: 888-223-6837 | fax: 717-783-1402

**2023 MUNICIPAL ANNUAL AUDIT
AND
FINANCIAL REPORT**

091295 TINICUM TWP, BUCKS COUNTY

TINICUM TWP, BUCKS County
BALANCE SHEET
 December 31, 2023

		Governmental Funds				Proprietary Funds		Fid. Fund	Account Groups		Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long Term Debt	Memorandum Only
Liabilities and Other Credits											
260-269	Long-Term-Liabilities										
240-259	Current Portion of Long-Term Debt and Other Credits										
Total Liabilities and Other Credits		79,648						310,600			390,248
Fund and Account Group Equity											
281-284	Contributed Capital										
290.00	Investment in General Fixed Assets										
270-289	Fund Balance / Retained Earnings on 12/31	2,594,284	3,154,720	872,645							6,621,649
291-299	Other Equity										
Total Fund and Account Group Equity		2,594,284	3,154,720	872,645							6,621,649
TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY											7,011,897

TINICUM TWP, BUCKS County
STATEMENT OF REVENUES AND EXPENDITURES
 December 31, 2023

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

REVENUES

Taxes							
301.00	Real Estate Taxes	482,794	199,251				682,045
305.00	Occupation Taxes (levied under municipal code)						
308.00	Residence Taxes (levied by cities of the 3rd Class)						
309.00	Regional Asset District Sales Tax (Allegheny County municipalities only)						
310.00	Per Capita Taxes						
310.10	Real Estate Transfer Taxes	220,772					220,772
310.20	Earned Income Taxes / Wage Taxes	886,257	412,746				1,299,003
310.30	Business Gross Receipts Taxes						
310.40	Occupation Taxes (levied under Act 511)						
310.50	Local Services Tax **						
310.60	Amusement / Admission Taxes	21,169					21,169
310.70	Mechanical Device Taxes						
310.90	Other: _____						
	Other: _____						
Total Taxes		1,610,992	611,997				2,222,989

Licenses and Permits							
320-322	All Other Licenses and Permits	50,248					50,248
321.80	Cable Television Franchise Fees						
Total Licenses and Permits		50,248					50,248

Fines and Forfeits							
330-332	Fines and Forfeits	13,590					13,590
Total Fines and Forfeits		13,590					13,590

TINICUM TWP, BUCKS County
STATEMENT OF REVENUES AND EXPENDITURES
 December 31, 2023

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

REVENUES

Interest, Rents and Royalties							
341.00	Interest Earnings	114,063	98,238	28,239			240,540
342.00	Rents and Royalties						
Total Interest, Rents and Royalties		114,063	98,238	28,239			240,540

Federal							
351.03	Highways and Streets						
351.09	Community Development						
351.00	All Other Federal Capital and Operating Grants	230,386					230,386
352.01	National Forest						
352.00	All Other Federal Shared Revenue and Entitlements						
353.00	Federal Payments in Lieu of Taxes						
Total Federal		230,386					230,386

State							
354.03	Highways and Streets						
354.09	Community Development						
354.15	Recycling / Act 101						
354.00	All Other State Capital and Operating Grants	205,882					205,882
355.01	Public Utility Realty Tax (PURTA)	2,077					2,077
355.02- 355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		266,543				266,543
355.04	Alcoholic Beverage Licenses	600					600
355.05	General Municipal Pension System State Aid	43,342					43,342
355.07	Foreign Fire Insurance Tax Distribution	50,066					50,066
355.08	Local Share Assessment/Gaming Proceeds						
355.09	Marcellus Shale Impact Fee Distribution						

TINICUM TWP, BUCKS County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

REVENUES

State								
355.00	All Other State Shared Revenues and Entitlements							
356.00	State Payments in Lieu of Taxes	763						763
Total State		302,730	266,543					569,273

Local Government Units								
357.03	Highways and Streets							
357.00	All Other Local Governmental Units Capital and Operating Grants							
358.00	Local Government Unit Shared Payments for Contracted Intergovernmental Services							
359.00	Local Governmental Units and Authorities Payments in Lieu of Taxes							
Total Local Government Units								

Charges for Service								
361.00	General Government	132,637						132,637
362.00	Public Safety	3,282						3,282
363.20	Parking							
363.00	All Other Charges for Highway & Street Services							
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)							
364.30	Solid Waste Collection and Disposal Charge (trash)							
364.60	Host Municipality Benefit 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							
368.00	Airports							

TINICUM TWP, BUCKS County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

REVENUES

Charges for Service								
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 Service							
Total Charges for Service		135,919						135,919

Unclassified Operating Revenues								
383.00	Special Assessments							
386.00	Escheats (sale of personal property)							
387.00	Contributions and Donations from Private Sectors							
388.00	Fiduciary Fund Pension Contributions							
389.00	All Other Unclassified Operating Revenues	17,988						17,988
Total Unclassified Operating Revenues		17,988						17,988

Other Financing Sources								
391.00	Proceeds of General Fixed Asset Disposition	27,225						27,225
392.00	Interfund Operating Transfers		462,587					462,587
393.00	Proceeds of General Long-Term Debt							
394.00	Proceeds of Short Term-Debt							

TINICUM TWP, BUCKS County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

REVENUES

Other Financing Sources								
395.00	Refunds of Prior Year Expenditures	6,950	4,034					10,984
Total Other Financing Sources		34,175	4,034	462,587				500,796

TOTAL REVENUES	2,510,091	980,812	490,826					3,981,729
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EXPENDITURES

General Government								
400.00	Legislative (Governing) Body	6,058						6,058
401.00	Executive (Manager or Mayor)							
402.00	Auditing Services / Financial Administration	6,900						6,900
403.00	Tax Collection	12,268						12,268
404.00	Solicitor / Legal Services	57,769	253					58,022
405.00	Secretary / Clerk	191,447						191,447
406.00	Other General Government Administration	99,993						99,993
407.00	IT-Networking Services-Data Processing							
408.00	Engineering Services	41,584						41,584
409.00	General Government Buildings and Plant	41,561		29,421				70,982
Total General Government		457,580	253	29,421				487,254

Public Safety								
410.00	Police	612,533		24,806				637,339
411.00	Fire	74,453	88,929	10,000				173,382
412.00	Ambulance / Rescue	8,939	42,061					51,000
413.00	UCC and Code Enforcement	107,212						107,212

TINICUM TWP, BUCKS County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

EXPENDITURES

Public Safety							
414.00	Planning and Zoning	15,579					15,579
415.00	Emergency Management and 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		818,716	130,990	34,806			984,512

Health and Human Services							
420.00-425.00	Health and Human Services						
Total Health and Human Services							

Public Works - Sanitation							
426.00	Recycling Collection and Disposal						
427.00	Solid Waste Collection and Disposal (garbage)						
428.00	Weed Control						
429.00	Wastewater / Sewage Treatment and Collection						
Total Public Works - Sanitation							

Public Works - Highways and Streets							
430.00	General Services - Administration	398,950	96,500	38,995			534,445
431.00	Cleaning of Streets and Gutters						
432.00	Winter Maintenance – Snow Removal		8,287				8,287
433.00	Traffic Control Devices		8,441				8,441
434.00	Street Lighting						

TINICUM TWP, BUCKS County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

EXPENDITURES

Public Works - Highways and Streets							
435.00	Sidewalks and Crosswalks						
436.00	Storm Sewers and Drains						
437.00	Repairs of Tools and Machinery		26,957				26,957
438.00	Maintenance and Repairs of Roads and Bridges	128,139	140,299	15,125			283,563
439.00	Highway Construction and Rebuilding Projects						
Total Public Works - Highways and Streets		527,089	280,484	54,120			861,693

Other Public Works Enterprises							
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 Other Public Works Enterprises							

Culture and Recreation							
451.00	Culture-Recreation Administration						
452.00	Participant Recreation						
453.00	Spectator Recreation						
454.00	Parks						

TINICUM TWP, BUCKS County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

EXPENDITURES

Culture and Recreation								
455.00	Shade Trees							
456.00	Libraries							
457.00	Civil and Military Celebrations							
458.00	Senior Citizens' Centers							
459.00	All Other Culture and Recreation							
Total Culture and Recreation								

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								

Debt Service								
471.00	Debt Principal (short-term and long-term)		219,000					219,000
472.00	Debt Interest (short-term and long-term)		129,839					129,839
475.00	Fiscal Agent Fees							
Total Debt Service			348,839					348,839

Employer Paid Benefits and Withholding Items								
481.00	Employer Paid Withholding Taxes and Unemployment Compensation							
482.00	Judgments and Losses							
483.00	Pension / Retirement Fund Contributions	41,368						41,368

TINICUM TWP, BUCKS County
STATEMENT OF REVENUES AND EXPENDITURES
 December 31, 2023

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

EXPENDITURES

Employer Paid Benefits and Withholding Items							
484.00	Worker Compensation Insurance						
487.00	Other Group Insurance Benefits						
Total Employer Paid Benefits and Withholding Items		41,368					41,368

Insurance							
486.00	Insurance, Casualty, and Surety						
		23,525					23,525
Total Insurance		23,525					23,525

Unclassified Operating Expenditures							
488.00	Fiduciary Fund Benefits and Refunds Paid						
489.00	All Other Unclassified Expenditures	4,151	75				4,226
Total Unclassified Operating Expenditures		4,151	75				4,226

Other Financing Uses							
491.00	Refund of Prior Year Revenues						
		1,637					1,637
492.00	Interfund Operating Transfers	462,587					462,587
493.00	All Other Financing Uses						
Total Other Financing Uses		464,224					464,224

TOTAL EXPENDITURES	2,336,653	760,641	118,347				3,215,641
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EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES	173,438	220,171	372,479				766,088
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TINICUM TWP
December 31, 2023

DEBT STATEMENT

OUTSTANDING BONDS AND NOTES

Listed below are all currently outstanding bond and note issues according to our files, excluding bond issues redeemed or refunded and defeased. Please show the principal payments and make any other necessary corrections and additions.

Purpose	Bond (B) Capital Lease (C) Lease Rental (L) Note (N)	Issue Year (yyyy)	Maturity Year (yyyy)	Original Amount of Issue	Outstanding Beginning of Year (1)	Principal Incurred This Year	Principal Paid This Year	Current Year Accretion on Compound Interest Bonds	Outstanding at Year End (1)	Plus (less) Unamortized Premium (Discount)	Total Balance
General Obligation Bonds and Notes											
Series 12	Note	2012	2042	7,505,000	5,574,000		219,000		5,355,000		5,355,000
Revenue Bonds and Notes											
Lease Rental Debt											
Other											

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding	5,355,000
Capitalized lease obligations	0
Net debt	5,355,000

TINICUM TWP, BUCKS County
STATEMENT OF CAPITAL EXPENDITURES

December 31, 2023

Category	Capital Purchases	Capital Construction	Total
Community Development			
Electric			
Fire			
Gas System			
General Government	96,500		96,500
Health			
Housing			
Libraries			
Mass Transit			
Parks			
Police	24,806		24,806
Recreation			
Sewer			
Solid Waste			
Streets / Highways	38,995		38,995
Water			
Other: _____			
TOTAL CAPITAL EXPENDITURES	160,301		160,301

EMPLOYEE COMPENSATION

Total salaries, wages, commissions, etc. paid this year (including all employees and elected officials)

855,817

Independent Public Accountant/Certified Public Accountant Submission Page
Opinion page was provided in lieu of signature page.

SIGNATURE AND VERIFICATION

Signed: Cheri H. Freeh, CPA, Appointed Auditor/CPA
CGMA

December 31, 2023

NOTES / COMMENTS

The 2023 Municipal Annual Audit and Financial Report (DCED-CLGS-30) does not include the pension trust funds held and managed by the Pennsylvania Municipal Retirement System (PMRS) due to the fact that the Township has no control over these assets.

**TINICUM TOWNSHIP
 CONCISE BALANCE SHEET - ALL FUNDS AND ACCOUNT GROUPS
 FOR THE YEAR ENDING DECEMBER 31, 2023**

ASSETS	
Cash	\$ 6,932,249
Other Current Assets	-
Land, Building, Machinery and Equipment	-
TOTAL ASSETS	<u>\$ 6,932,249</u>
LIABILITIES	
All Other Current Liabilities	\$ -
Escrow Deposits	310,600
TOTAL LIABILITIES	<u>310,600</u>
FUND BALANCES	
Fund Balances	6,621,649
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 6,932,249</u>

**TINICUM TOWNSHIP
 CONCISE STATEMENT OF REVENUE, EXPENDITURES AND
 CHANGES IN FUND BALANCES
 FOR THE YEAR ENDING DECEMBER 31, 2023**

REVENUES	
Real Estate Taxes	\$ 682,045
Transfer Taxes	220,772
Earned Income Taxes	1,299,003
Other Taxes	21,169
Licenses and Permits	50,248
Fines, Forfeits and Costs	13,590
Interest Earnings	240,540
Intergovernmental Revenues	799,659
Charges for Services	135,919
Miscellaneous Earnings	17,988
TOTAL REVENUES	<u>3,480,933</u>
EXPENDITURES	
General Government	487,254
Public Safety	984,512
Public Works	861,693
Culture and Recreation	-
Community Development	-
Benefits and Insurance	64,893
Debt Service Payments	348,839
Miscellaneous Expense	4,226
Fiscal Agent Fees	-
Fiduciary Benefits Paid	-
TOTAL EXPENDITURES	<u>2,751,417</u>
EXCESS OF REVENUE OVER EXPENDITURES	729,516
OTHER FINANCING SOURCES (USES)	
Refunds of Prior Year Expenditures	10,984
Proceeds of General Fixed Asset Disposition	27,225
Refunds of Prior Year Revenues	(1,637)
TOTAL OTHER FINANCING SOURCES (USES)	<u>36,572</u>
NET INCREASE (DECREASE) IN FUND BALANCES	766,088
FUND BALANCES, BEGINNING	<u>5,855,561</u>
FUND BALANCES, ENDING	<u>\$ 6,621,649</u>
TOTAL ASSESSED VALUATION OF THE TOWNSHIP - Taxable	\$ 81,183,176
DEBT OBLIGATIONS AT DECEMBER 31, 2023	\$ 5,355,000

These concise financial statements are published pursuant to the Second Class Township code as amended. The information reported herewith is derived from the DCED-CLGS-30 filed with the Pennsylvania Department of Economic Development. A copy of the Township's DCED-CLGS-30 Annual Audit and Financial Report issued by Hutchinson, Gillahan & Freeh, P.C. (a division of MVA Audit, PLLC) Independent Auditors, is on file in the Township's office for public inspection.