

## **INDEPENDENT AUDITORS' REPORT**

Board of Commissioners  
Township of Tincum  
Tincum, PA

We have audited the accompanying financial statements included in the Municipal Annual Audit and Financial Report (DCED-CLGS-30), a prescribed form, of the Township of Tincum (the Township) as of December 31, 2020 and for the year then ended.

### **Management's Responsibility for the Financial Report**

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Pennsylvania Department of Community and Economic Development and with the basis of accounting described below; this includes determining that the presentation and the use of the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. 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 fraud or error.

### **Auditor's Responsibility**

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

An audit involves performing procedures to obtain audit evidence about the amounts in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Township's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

### **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the modified cash basis financial position of the Township of Tincum as of December 31, 2020 and the revenue it received and expenditures it paid for the year then ended in the prescribed form in conformity with the basis of accounting described below.

### **Basis of Accounting**

The Township's policy is to prepare its financial statements for inclusion in the Municipal Annual Audit and Financial Report (DCED-CLGS-30), a prescribed form, on a prescribed basis of accounting that demonstrates compliance with the modified cash basis and budget laws of the Department of Community and Economic Development, which is a special purpose framework other than accounting principles generally accepted in the United States of America. As permitted by DCED, the Township of Tincum prepares its annual audit and financial report on the modified cash basis of accounting; consequently, certain revenue and related assets are recognized when received rather than when earned and certain expenditures are recognized when paid rather than when the liability is incurred. Additionally, in accordance with the prescribed accounting practices permitted by DCED, the Township does not include footnote disclosures. Our opinion is not modified with respect to this matter.

**Restriction on Use**

This report is intended solely for the information and use of management and the Members of the Board of Commissioners and for filing with the Department of Community and Economic Development and the Office of the Prothonotary and should not be used by anyone other than these specified parties.

*Mingis, Gutowski & Company, LLP*

Media, Pennsylvania  
August 31, 2021

**2020 MUNICIPAL ANNUAL AUDIT  
AND  
FINANCIAL REPORT**

**231294 TINICUM TWP, DELAWARE COUNTY**



# BALANCE SHEET

DCED-CLGS-30 (08-09)

**TINICUM TWP, DELAWARE County**  
**BALANCE SHEET**  
 December 31, 2020

	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				
<b>Assets and Other Debits</b>														
100-120 Cash and Investments	15,346,064	157,809	3,940,558		111,833									19,556,264
140-144 Tax Receivable														
121-129, 145-149 Accounts Receivable (excluding taxes)														
130.00 Due From Other Funds	510,425													510,425
131-139, 150-159 Other Current Assets	636,501													636,501
160-169 Fixed Assets														
180-189 Other Debits														
<b>Total Assets and Other Debits</b>	<b>16,492,990</b>	<b>157,809</b>	<b>3,940,558</b>		<b>111,833</b>						<b>11,166,000</b>	<b>11,166,000</b>		<b>31,869,190</b>

<b>Liabilities and Other Credits</b>										
210-229 Payroll Taxes and Other Payroll Withholdings	25,859									25,859
200-209, 231-239 All Other Current Liabilities	636,501									636,501
230.00 Due To Other Funds		440	405,471	104,514						510,425

TINICUM TWP, DELAWARE County  
**BALANCE SHEET**  
 December 31, 2020

	Governmental Funds						Fid. Fund	Account Groups		Total
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service		General Fixed Assets	General Long Term Debt	
<b>Liabilities and Other Credits</b>										
260-269 Long-Term-Liabilities								10,120,000		10,120,000
240-259 Current Portion of Long-Term Debt and Other Credits								1,046,000		1,046,000
<b>Total Liabilities and Other Credits</b>	662,360	440	405,471		104,514			11,166,000		12,338,785
<b>Fund and Account Group Equity</b>										
281-284 Contributed Capital										
290.00 Investment in General Fixed Assets										
270-289 Fund Balance / Retained Earnings on 12/31	15,830,630	157,369	3,535,087		7,319					19,530,405
291-299 Other Equity										
<b>Total Fund and Account Group Equity</b>	15,830,630	157,369	3,535,087		7,319					19,530,405

<b>TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY</b>	<b>31,869,190</b>
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**TINICUM TWP, DELAWARE County**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
 December 31, 2020

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

**REVENUES**

Interest, Rents and Royalties	
341.00 Interest Earnings	10,863
342.00 Rents and Royalties	521,637
<b>Total Interest, Rents and Royalties</b>	<b>532,500</b>

Federal	
351.03 Highways and Streets	6,698
351.09 Community Development	105
351.00 All Other Federal Capital and Operating Grants	4,060
352.01 National Forest	6,112
352.00 All Other Federal Shared Revenue and Entitlements	2,580
353.00 Federal Payments in Lieu of Taxes	4,060
<b>Total Federal</b>	<b>8,692</b>

State	
354.03 Highways and Streets	10,012
354.09 Community Development	17,098
354.15 Recycling / Act 101	142,850
354.00 All Other State Capital and Operating Grants	3,450
355.01 Public Utility Realty Tax (PURTA)	246,192
355.02-355.03 Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback	41,817
355.04 Alcoholic Beverage Licenses	27,110
355.05 General Municipal Pension System State Aid	142,850
355.07 Foreign Fire Insurance Tax Distribution	3,450
355.08 Local Share Assessment/Gaming Proceeds	246,192
355.09 Marcellus Shale Impact Fee Distribution	41,817

Memorandum Only

**TINICUM TWP, DELAWARE COUNTY**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
 December 31, 2020

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

**REVENUES**

State		
355.00	All Other State Shared Revenues and Entitlements	
356.00	State Payments in Lieu of Taxes	
	<b>Total State</b>	
301,471	159,948	461,419

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	
	<b>Total Local Government Units</b>	
	1,433	1,433

Charges for Service								
361.00	General Government	69,916						69,916
362.00	Public Safety	40,443						40,443
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)					550,579		550,579
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, DELAWARE County**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
 December 31, 2020

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

**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	186,533						186,533
379.00	All Other Charges for Service		2,886					2,886
	<b>Total Charges for Service</b>	296,892	2,886			550,579		850,357

Unclassified Operating Revenues								
383.00	Special Assessments	1,621,333						1,621,333
386.00	Escheats (sale of personal property)							
387.00	Contributions and Donations from Private Sectors	15,029	102					15,131
388.00	Fiduciary Fund Pension Contributions							
389.00	All Other Unclassified Operating Revenues	32,813			1,360			34,173
	<b>Total Unclassified Operating Revenues</b>	1,669,175	102		1,360			1,670,637

Other Financing Sources								
391.00	Proceeds of General Fixed Asset Disposition	1,000						1,000
392.00	Interfund Operating Transfers	250,000	276,280		1,151,681			1,677,961
393.00	Proceeds of General Long-Term Debt							
394.00	Proceeds of Short Term-Debt							



**TINICUM TWP, DELAWARE County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2020

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

**EXPENDITURES**

Public Safety	
414.00	Planning and Zoning
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
<b>4,084,009</b>	<b>Total Public Safety</b>

<b>9,538</b>	<b>Total Health and Human Services</b>
<b>9,538</b>	

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
<b>141,808</b>	<b>Total Public Works - Sanitation</b>

Public Works - Highways and Streets	
430.00	General Services - Administration
431.00	Cleaning of Streets and Gutters
432.00	Winter Maintenance - Snow Removal
433.00	Traffic Control Devices
434.00	Street Lighting
<b>917,715</b>	<b>Total Public Works - Highways and Streets</b>
<b>1,671</b>	
<b>150,473</b>	

<b>141,808</b>	<b>Total Public Works - Sanitation</b>
<b>1,184,363</b>	
<b>1,184,363</b>	
<b>141,808</b>	

<b>917,715</b>	<b>Total Public Works - Highways and Streets</b>
<b>1,671</b>	
<b>150,473</b>	

TINICUM TWP, DELAWARE County  
**STATEMENT OF REVENUES AND EXPENDITURES**  
 December 31, 2020

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

**EXPENDITURES**

Public Works - Highways and Streets	
435.00	Sidewalks and Crosswalks
436.00	Storm Sewers and Drains
437.00	Repairs of Tools and Machinery
438.00	Maintenance and Repairs of Roads and Bridges
439.00	Highway Construction and Rebuilding Projects
311,418	
1,381,277	<b>Total Public Works - Highways and Streets</b>

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
	<b>Total Other Public Works Enterprises</b>

Culture and Recreation	
451.00	Culture-Recreation Administration
452.00	Participant Recreation
453.00	Spectator Recreation
454.00	Parks
108,267	
	<b>Total Culture and Recreation</b>

TINICUM TWP, DELAWARE County  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2020

	Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service		
		162,717						162,717
	2,141							2,141
	110,408	162,717						273,125

**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
	<b>Total Culture and Recreation</b>

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
	<b>Total Community Development</b>

Debt Service	
471.00	Debt Principal (short-term and long-term)
472.00	Debt Interest (short-term and long-term)
475.00	Fiscal Agent Fees
	<b>Total Debt Service</b>

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

**TINICUM TWP, DELAWARE County**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
 December 31, 2020

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

**EXPENDITURES**

<b>Employer Paid Benefits and Withholding Items</b>								
484.00	Worker Compensation Insurance	231,015						231,015
487.00	Other Group Insurance Benefits	768,807						768,807
<b>Total Employer Paid Benefits and Withholding Items</b>		1,268,498			28,437			1,296,935

<b>Insurance</b>								
486.00	Insurance, Casualty, and Surety	263,186			78,475			341,661
<b>Total Insurance</b>		263,186			78,475			341,661

<b>Unclassified Operating Expenditures</b>								
488.00	Fiduciary Fund Benefits and Refunds Paid							
489.00	All Other Unclassified Expenditures							
<b>Total Unclassified Operating Expenditures</b>								

<b>Other Financing Uses</b>								
491.00	Refund of Prior Year Revenues	2,333						2,333
492.00	Interfund Operating Transfers	1,427,961	250,000					1,677,961
493.00	All Other Financing Uses							
<b>Total Other Financing Uses</b>		1,430,294	250,000					1,680,294

<b>TOTAL EXPENDITURES</b>	12,433,112	530,927			1,601,264			14,565,303
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<b>EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES</b>	772,460	-90,173	4,060		102,356			788,703
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TINICUM TWP  
December 31, 2020

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
<b>General Obligation Bonds and Notes</b>											
DVRFA Notes	Note	2002	2028	1,550,000	876,000		62,000		814,000		814,000
DVRFA Notes	Note	2002	2022	3,500,000	677,000		222,000		455,000		455,000
DVRFA Notes	Note	2001	2031	1,525,000	589,000		60,000		529,000		529,000
DVRFA Notes	Note	2008	2028	1,150,000	642,000		64,000		578,000		578,000
GOB Series A	Bond	2016	2021	1,690,000	440,000		405,000		35,000		35,000
GOB Series B	Bond	2016	2036	8,305,000	8,305,000				8,305,000		8,305,000
<b>Revenue Bonds and Notes</b>											
Sewer Revenue Bonds	Bond	2003	2022	3,225,000	660,000		210,000		450,000		450,000
<b>Lease Rental Debt</b>											
<b>Other</b>											

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding

Capitalized lease obligations

Net debt

11,166,000  
0  
11,166,000

**TINCUM TWP, DELAWARE County**  
**STATEMENT OF CAPITAL EXPENDITURES**

December 31, 2020

Category	Capital Purchases	Capital Construction	Total
Community Development			
Electric			
Fire	35,444		35,444
Gas System			
General Government	786,047	34,446	820,493
Health			
Housing			
Libraries			
Mass Transit			
Parks	4,145	51,722	55,867
Police	70,556	15,997	86,553
Recreation			
Sewer			
Solid Waste		19,880	19,880
Streets / Highways	35,364	282,699	318,063
Water			
Other			
<b>TOTAL CAPITAL EXPENDITURES</b>	<b>931,556</b>	<b>404,744</b>	<b>1,336,300</b>

**EMPLOYEE COMPENSATION**

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

3,708,647

December 31, 2020

**NOTES / COMMENTS**

Other Current Assets and Other Current Liabilities include \$636,501 representing escrow deposits maintained on behalf of developers.

Account #383 - Special Assessments represents cash received pursuant to a settlement agreement with the City of Philadelphia involving land used by the Philadelphia International Airport.

Pension information has been omitted from the Fiduciary Fund because the independent audit firm was not engaged to audit the pension fund.