

**BOROUGH OF EAST PETERSBURG
FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024**

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FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024**

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WHITE, RUDY LLC
CPAs and Consultants

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INDEPENDENT AUDITORS' REPORT

To the Council members
Borough of East Petersburg, Commonwealth of Pennsylvania
East Petersburg, Pennsylvania

Opinions

We have audited the accompanying financial statements of Borough of East Petersburg, Commonwealth of Pennsylvania, which comprise the assets and other debits, liabilities and other credits, and fund and account group equity – regulatory basis as of December 31, 2024 and the statement of revenues and expenditures – regulatory basis for the year ended December 31, 2024, for the general fund, special revenue funds, capital projects funds, enterprise funds, and trust and agency fund, and the related statements of debt, capital expenditures, and employee compensation included in the Department of Community and Economic Development's (DCED) prescribed form using the modified cash basis of accounting.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the regulatory basis assets and other debits, liabilities and other credits, and fund and account group equity as of December 31, 2024, and the regulatory basis revenues and expenditures of the general fund, special revenue funds, capital projects funds, enterprise funds, and trust and agency fund, and the regulatory basis debt, capital expenditures and employee compensation of Borough of East Petersburg, Commonwealth of Pennsylvania, as of December 31, 2024 and its revenues and expenditures for the year then ended, on the modified cash basis of accounting described below.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" section of our report, the accompanying financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund of Borough of East Petersburg, Commonwealth of Pennsylvania, as of December 31, 2024, or the changes in financial position thereof 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). 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 Borough of East Petersburg, Commonwealth of Pennsylvania, 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 Opinion on U.S. Generally Accepted Accounting Principles

As described below, the Borough prepared these financial statements included in DCED's prescribed form using the modified cash basis of accounting that is permitted by the Pennsylvania Department of Community and Economic Development, Governor's Center for Local Government Services, which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statements of the significant variances between the modified cash basis of accounting and accounting principles generally accepted in the United States of America are that revenues are recorded when received rather than earned and expenditures are recognized when paid rather than incurred. Fixed assets, improvements and infrastructure assets are not capitalized or depreciated; capital acquisitions and construction are reflected as expenditures. Accounts payable, accrued expenses and long-term debt are not recognized as liabilities under the modified cash basis. When the proceeds of the debt are received, they are recorded as revenues and other financing sources. As the debt and expenses are paid, the principal payments are recorded as expenditures.

In addition, in accordance with the prescribed accounting practices permitted by the DCED, Borough of East Petersburg, Commonwealth of Pennsylvania, has not presented a statement of cash flows and has not included footnote disclosures, which are a part of the basic financial statements according to the Governmental Accounting Standards Board. Also, management of Borough of East Petersburg, Commonwealth of Pennsylvania, has not presented a management's discussion and analysis and budgetary comparison information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the financial reporting provisions of DCED's prescribed form using the modified cash basis of accounting that is permitted by the Pennsylvania Department of Community and Economic Development, Governor's Center for Local Government Services. 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.

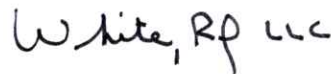
Auditors' Responsibilities for the Audit of the Financial Statements

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 auditors' 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 GAAS 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS, 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 Borough of East Petersburg, Commonwealth of Pennsylvania'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 Borough of East Petersburg, Commonwealth of Pennsylvania'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.



White, Rudy LLC
Certified Public Accountants

February 13, 2025



BALANCE SHEET

DCED-CLGS-30 (09-09)

EAST PETERSBURG BORO, LANCASTER County

BALANCE SHEET

December 31, 2024

		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
Assets and Other Debits											
100-120	Cash and Investments	1,665,946	538,743	4,978,487		3,073,969		529,702			10,786,847
140-144	Tax Receivable										
121-129, 145-149	Accounts Receivable (excluding taxes)										
130.00	Due From Other Funds			15,000		15,416					30,416
131-139, 150-159	Other Current Assets										
160-169	Fixed Assets										
180-189	Other Debits										
Total Assets and Other Debits		1,665,946	538,743	4,993,487		3,089,385		529,702			10,817,263
Liabilities and Other Credits											
210-229	Payroll Taxes and Other Payroll Withholdings	2,269									2,269
200-209, 231-239	All Other Current Liabilities	6,324									6,324
230.00	Due To Other Funds	30,416									30,416

See Independent Auditors' Report

EAST PETERSBURG BORO, LANCASTER County

BALANCE SHEET

December 31, 2024

		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		39,009									39,009
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	1,626,937	538,743	4,993,487		3,089,385		529,702			10,778,254
291-299	Other Equity										
Total Fund and Account Group Equity		1,626,937	538,743	4,993,487		3,089,385		529,702			10,778,254
TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY											10,817,263

See Independent Auditors' Report

EAST PETERSBURG BORO, LANCASTER County
STATEMENT OF REVENUES AND EXPENDITURES
December 31, 2024

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	1,499,880	246,400						1,746,280
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	231,775							231,775
310.20	Earned Income Taxes / Wage Taxes	748,990							748,990
310.30	Business Gross Receipts Taxes								
310.40	Occupation Taxes (levied under Act 511)								
310.50	Local Services Tax **	65,959							65,959
310.60	Amusement / Admission Taxes								
310.70	Mechanical Device Taxes								
310.90	Other: _____								
	Other: _____								
Total Taxes		2,546,604	246,400						2,793,004

Licenses and Permits									
320-322	All Other Licenses and Permits	200							200
321.80	Cable Television Franchise Fees	75,523							75,523
Total Licenses and Permits		75,723							75,723

Fines and Forfeits									
330-332	Fines and Forfeits	7,636							7,636
Total Fines and Forfeits		7,636							7,636

EAST PETERSBURG BORO, LANCASTER County
STATEMENT OF REVENUES AND EXPENDITURES
December 31, 2024

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	19,647	5,998	197,425		86,126		362,740
342.00	Rents and Royalties	9,010				92,337		101,347
Total Interest, Rents and Royalties		28,657	5,998	197,425		178,463	53,544	464,087

Federal								
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 and Entitlements							
353.00	Federal Payments in Lieu of Taxes							
Total Federal								

State								
354.03	Highways and Streets							
354.09	Community Development							
354.15	Recycling / Act 101				6,033			6,033
354.00	All Other State Capital and Operating Grants		280,845					280,845
355.01	Public Utility Realty Tax (PURTA)	2,255						2,255
355.02-355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		127,706					127,706
355.04	Alcoholic Beverage Licenses	400						400
355.05	General Municipal Pension System State Aid	19,998			21,024			41,022
355.07	Foreign Fire Insurance Tax Distribution	27,694						27,694
355.08	Local Share Assessment/Gaming Proceeds							
355.09	Marcellus Shale Impact Fee Distribution							

EAST PETERSBURG BORO, LANCASTER County
STATEMENT OF REVENUES AND EXPENDITURES
December 31, 2024

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							
Total State		50,347	127,706	280,845	27,057			485,955

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	9,770						9,770
362.00	Public Safety	155,922						155,922
363.20	Parking							
363.00	All Other Charges for Highway & Street Services	42,782						42,782
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)							
364.30	Solid Waste Collection and Disposal Charge (trash)				802,351			802,351
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							

EAST PETERSBURG BORO, LANCASTER County
STATEMENT OF REVENUES AND EXPENDITURES
December 31, 2024

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				968,120				968,120
379.00	All Other Charges for Service								
Total Charges for Service		208,474			1,770,471				1,978,945

Unclassified Operating Revenues									
383.00	Special Assessments								
386.00	Escheats (sale of personal property)								
387.00	Contributions and Donations from Private Sectors			287					287
388.00	Fiduciary Fund Pension Contributions						60,795		60,795
389.00	All Other Unclassified Operating Revenues	4,422							4,422
Total Unclassified Operating Revenues		4,422		287			60,795		65,504

Other Financing Sources									
391.00	Proceeds of General Fixed Asset Disposition			37,984					37,984
392.00	Interfund Operating Transfers	15,000	80,000	1,143,823		100,000			1,338,823
393.00	Proceeds of General Long-Term Debt								
394.00	Proceeds of Short Term-Debt								

See Independent Auditors' Report

EAST PETERSBURG BORO, LANCASTER County
STATEMENT OF REVENUES AND EXPENDITURES
December 31, 2024

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	6,200						6,200
Total Other Financing Sources		21,200	80,000	1,181,807		100,000		1,383,007

TOTAL REVENUES

2,943,063	460,104	1,660,364		2,075,991		114,339	7,253,861
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EXPENDITURES

General Government								
400.00	Legislative (Governing) Body							
401.00	Executive (Manager or Mayor)	51,417						51,417
402.00	Auditing Services / Financial Administration	7,465						7,465
403.00	Tax Collection	36						36
404.00	Solicitor / Legal Services	7,033						7,033
405.00	Secretary / Clerk	89,944						89,944
406.00	Other General Government Administration							
407.00	IT-Networking Services-Data Processing							
408.00	Engineering Services							
409.00	General Government Buildings and Plant	76,609	16,763					93,372
Total General Government		232,504	16,763					249,267

Public Safety								
410.00	Police	860,785						860,785
411.00	Fire	28,202	334,023					362,225
412.00	Ambulance / Rescue	13,299						13,299
413.00	UCC and Code Enforcement							

EAST PETERSBURG BORO, LANCASTER County
STATEMENT OF REVENUES AND EXPENDITURES
December 31, 2024

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	137,177							137,177
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		1,039,463	334,023						1,373,486

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				597,494				597,494
427.00	Solid Waste Collection and Disposal (garbage)								
428.00	Weed Control								
429.00	Wastewater / Sewage Treatment and Collection								
Total Public Works - Sanitation					597,494				597,494

Public Works - Highways and Streets									
430.00	General Services - Administration	133,823	126,424	99,162					359,409
431.00	Cleaning of Streets and Gutters								
432.00	Winter Maintenance – Snow Removal	2,009							2,009
433.00	Traffic Control Devices	8,438							8,438
434.00	Street Lighting	79,818							79,818

EAST PETERSBURG BORO, LANCASTER County
STATEMENT OF REVENUES AND EXPENDITURES
December 31, 2024

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	93,202					93,202
437.00	Repairs of Tools and Machinery		88,956				88,956
438.00	Maintenance and Repairs of Roads and Bridges		215,809				215,809
439.00	Highway Construction and Rebuilding Projects						
Total Public Works - Highways and Streets		317,290	126,424	403,927			847,641

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	192,680	55,010	952,315			1,200,005
449.00	Water Transport and Terminals						
Total Other Public Works Enterprises		192,680	55,010	952,315			1,200,005

Culture and Recreation							
451.00	Culture-Recreation Administration	1,461					1,461
452.00	Participant Recreation	9,695					9,695
453.00	Spectator Recreation						
454.00	Parks	102,574	20,535				123,109

EAST PETERSBURG BORO, LANCASTER County
STATEMENT OF REVENUES AND EXPENDITURES
 December 31, 2024

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	3,300						3,300
457.00	Civil and Military Celebrations							
458.00	Senior Citizens' Centers							
459.00	All Other Culture and Recreation							
Total Culture and Recreation		117,030	20,535					137,565

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)							
472.00	Debt Interest (short-term and long-term)							
475.00	Fiscal Agent Fees							
Total Debt Service								

Employer Paid Benefits and Withholding Items								
481.00	Employer Paid Withholding Taxes and Unemployment Compensation	22,312						22,312
482.00	Judgments and Losses							
483.00	Pension / Retirement Fund Contributions							

See Independent Auditors' Report

EAST PETERSBURG BORO, LANCASTER County
STATEMENT OF REVENUES AND EXPENDITURES
December 31, 2024

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	8,299						8,299
487.00	Other Group Insurance Benefits	45,687						45,687
Total Employer Paid Benefits and Withholding Items		76,298						76,298

Insurance

486.00	Insurance, Casualty, and Surety	45,787						45,787
Total Insurance		45,787						45,787

Unclassified Operating Expenditures

488.00	Fiduciary Fund Benefits and Refunds Paid							
489.00	All Other Unclassified Expenditures							
Total Unclassified Operating Expenditures								

Other Financing Uses

491.00	Refund of Prior Year Revenues							
492.00	Interfund Operating Transfers	1,210,256	100,000		28,567			1,338,823
493.00	All Other Financing Uses							
Total Other Financing Uses		1,210,256	100,000		28,567			1,338,823

TOTAL EXPENDITURES

		3,231,308	460,447	596,235		1,578,376		5,866,366
EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES		-288,245	-343	1,064,129		497,615	114,339	1,387,495

EAST PETERSBURG BORO
December 31, 2024

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											
Revenue Bonds and Notes											
Lease Rental Debt											
Other											

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding

0

Capitalized lease obligations

0

Net debt

0

See Independent Auditors' Report

EAST PETERSBURG BORO, LANCASTER County
STATEMENT OF CAPITAL EXPENDITURES
December 31, 2024

Category	Capital Purchases	Capital Construction	Total
Community Development			
Electric			
Fire			
Gas System			
General Government	280,823	24,600	305,423
Health			
Housing			
Libraries			
Mass Transit			
Parks	17,000		17,000
Police			
Recreation			
Sewer			
Solid Waste			
Streets / Highways			
Water	43,250		43,250
Other: _____			
TOTAL CAPITAL EXPENDITURES	341,073	24,600	365,673

EMPLOYEE COMPENSATION

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

613,905

See Independent Auditors' Report