

**ANNUAL AUDIT AND
FINANCIAL REPORT**

UPPER PROVIDENCE TOWNSHIP

DECEMBER 31, 2023



CYNTHIA FELZER LEITZELL, CPA
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CERTIFIED PUBLIC ACCOUNTANTS

UPPER PROVIDENCE TOWNSHIP

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CERTIFIED PUBLIC ACCOUNTANTS

INDEPENDENT AUDITOR'S REPORT

Township Council
Upper Providence
Upper Providence, Pennsylvania

Report on the Audit of the Financial Statements

Opinions

We have audited the Annual Audit and Financial Report, Form DCED-CLGS-30 of UPPER PROVIDENCE TOWNSHIP 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 UPPER PROVIDENCE TOWNSHIP 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 (DCED).

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 UPPER PROVIDENCE TOWNSHIP as of December 31, 2023, or the changes in its financial position for the year then ended.

Basis for Opinions

We conducted our audit in accordance with the auditing standards generally accepted in the United States of America (GAAS) and the 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 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 audit opinions.

Basis for Adverse Opinions on U.S. Generally Accepted Accounting Principles

The financial report was prepared in conformity with the accounting practices prescribed or permitted by the Department of Community and Economic Development (DCED). UPPER PROVIDENCE TOWNSHIP prepares its financial report on the cash basis of accounting used for regulatory reporting, which is a 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 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.

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 the Township's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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 Township's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of the accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events considered in the aggregate, that raise substantial doubt about the 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.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated May 1, 2024 on our consideration of the Township'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 Township's internal control over financial reporting and compliance.

Leitzell & Economidis, PC

LEITZELL & ECONOMIDIS, PC
Certified Public Accountants

May 1, 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
0	Cash and Investments.....	\$ 1,932,717	\$ 648,721	\$ 1,093,617	\$ -
140-144	Tax Receivable.....	-	-	-	-
121-129 145-149	Account Receivable (excluding taxes).....	36,897	-	-	-
130	Due From Other Funds.....	334	47,723	-	-
131-139 150-159	Other Current Assets.....	2,868	-	-	-
160-169	Fixed Assets.....	-	-	-	-
180-189	Other Debits.....	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS.....		\$ 1,972,816	\$ 696,444	\$ 1,093,617	\$ -

LIABILITIES AND OTHER CREDITS					
210-229	Payroll Taxes and Other Payroll Withholdings.....	\$ 4,136	\$ -	\$ -	\$ -
200-209 231-239	All Other Current Liabilities.....	-	-	-	-
230	Due To Other Funds.....	25,654	-	-	-
260-269	Long Term Liabilities.....	351,212	8,447	-	-
240-259	Current Portion Of Long-Term Debt & Other Credits	-	-	-	-
TOTAL LIABILITIES AND OTHER CREDITS.....		\$ 381,002	\$ 8,447	\$ -	\$ -

FUND AND ACCOUNT GROUP EQUITY					
281-284	Contributed Capital.....	\$ -	\$ -	\$ -	\$ -
290	Investments in General Fixed Assets.....	-	-	-	-
270-289	Fund Balance / Retained Earnings 12/31.....	1,591,814	687,997	1,093,617	-
291-299	Other Equity.....	-	-	-	-
TOTAL FUND AND ACCOUNT GROUP EQUITY.....		\$ 1,591,814	\$ 687,997	\$ 1,093,617	\$ -

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.....	\$ 24,077	\$ -	\$ 10,494,556	\$ -	\$ -	\$ 14,193,688
140-144 Tax Receivable.....	-	-	-	-	-	-
121-129 145-149 Account Receivable (excluding taxes).....	-	-	4,631	-	-	41,528
130 Due From Other Funds.....	-	-	-	-	-	48,057
131-139 150-159 Other Current Assets.....	-	-	-	-	-	2,868
160-169 Fixed Assets.....	-	-	-	-	-	-
180-189 Other Debits.....	-	-	-	-	-	-
TOTAL ASSETS AND OTHER DEBITS.....	\$ 24,077	\$ -	\$ 10,499,187	\$ -	\$ -	\$ 14,286,141

LIABILITIES AND OTHER CREDITS						
210-229 Payroll Taxes and Other Payroll Withholdings.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,136
200-209 231-239 All Other Current Liabilities.....	-	-	-	-	-	-
230 Due To Other Funds.....	22,403	-	-	-	-	48,057
260-269 Long Term Liabilities.....	-	-	-	-	-	359,659
240-259 Current Portion Of Long-Term Debt & Other Credits.....	-	-	-	-	-	-
TOTAL LIABILITIES AND OTHER CREDITS.....	\$ 22,403	\$ -	\$ -	\$ -	\$ -	\$ 411,852

FUND AND ACCOUNT GROUP EQUITY						
281-284 Contributed Capital.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
290 Investments in General Fixed Assets.....	-	-	-	-	-	3,375,102
270-289 Fund Balance / Retained Earnings 12/31.....	1,674	-	-	-	-	10,499,187
291-299 Other Equity.....	-	-	10,499,187	-	-	-
TOTAL FUND AND ACCOUNT GROUP EQUITY.....	\$ 1,674	\$ -	\$ 10,499,187	\$ -	\$ -	\$ 13,874,289

TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY

\$ 14,286,141

Statement of Revenues and Expenditures

December 31st, 2023

Taxes		General Fund	Special Revenue (including State Liquid Fuels)	Capital Projects	Debt Service
301.00	Real Estate Taxes.....	\$ 3,763,377	\$ 252,080	\$ -	\$ -
305.00	Occupation Taxes (levied under municipal code).. 308.00	-	-	-	-
	Residence Taxes (levied by cities of 3rd class).. Regional Asset District Sales Tax (Allegheny	-	-	-	-
309.00	County municipalities only).....	-	-	-	-
310.00	Per Capita Taxes.....	-	-	-	-
310.10	Real Estate Transfer Taxes.....	1,072,269	-	-	-
310.20	Earned Income Taxes/Wage Taxes.....	-	-	-	-
310.30	Business Gross Receipts Taxes.....	-	-	-	-
310.40	Occupation Taxes (levied under act 511).....	-	-	-	-
310.50	Local Services Tax**	156,018	-	-	-
310.60	Amusement/Admission Taxes.....	-	-	-	-
310.70	Mechanical Device Taxes.....	-	-	-	-
310.90	Other Local Tax Enabling Act/Act511/Taxes	-	-	-	-
TOTAL TAXES.....		\$ 4,991,664	\$ 252,080	\$ -	\$ -

LICENSES & PERMITS					
320-322	All Other Licenses and Permits.....	\$ 509,077	\$ -	\$ -	\$ -
321.80	Cable Television Franchise Fees.....	224,522	-	-	-
TOTAL LICENSES & PERMITS.....		\$ 733,599	\$ -	\$ -	\$ -

FINES AND FORFEITS					
330-332	Fines and Forfeits.....	\$ 140,167	\$ -	\$ -	\$ -
TOTAL FINES AND FORFEITS		\$ 140,167	\$ -	\$ -	\$ -

INTEREST, RENTS, & ROYALTIES					
341.00	Interest Earnings.....	\$ 62,252	\$ 23,907	\$ 22,959	\$ -
342.00	Rents and Royalties.....	-	78,885	-	-
TOTAL INTEREST, RENTS, & ROYALTIES.....		\$ 62,252	\$ 102,792	\$ 22,959	\$ -

Statement of Revenues and Expenditures

December 31st, 2023

Taxes		Enterprise	Internal Service	Trust and Agency	Memorandum Only
301.00	Real Estate Taxes.....	\$ -	\$ -	\$ -	\$ 4,015,457
305.00	Occupation Taxes (levied under municipal code).	-	-	-	-
308.00	Residence Taxes (levied by cities of 3rd class)..	-	-	-	-
	Regional Asset District Sales Tax (Allegheny)	-	-	-	-
309.00	County municipalities only).....	-	-	-	-
310.00	Per Capita Taxes.....	-	-	-	1,072,269
310.10	Real Estate Transfer Taxes.....	-	-	-	-
310.20	Earned Income Taxes/Wage Taxes.....	-	-	-	-
310.30	Business Gross Receipts Taxes.....	-	-	-	-
310.40	Occupation Taxes (levied under act 511).....	-	-	-	156,018
310.50	Local Services Tax**	-	-	-	-
310.60	Amusement/Admission Taxes.....	-	-	-	-
310.70	Mechanical Device Taxes.....	-	-	-	-
310.90	Other Local Tax Enabling Act/Act511/Taxes	-	-	-	-
TOTAL TAXES		\$ -	\$ -	\$ -	\$ 5,243,744

LICENSES & PERMITS					
320-322	All Other Licenses and Permits.....	\$ -	\$ -	\$ -	\$ 509,077
321.80	Cable Television Franchise Fees.....	-	-	-	224,522
TOTAL LICENSES & PERMITS.....		\$ -	\$ -	\$ -	\$ 733,599

FINES AND FORFEITS					
330-332	Fines and Forfeits.....	\$ -	\$ -	\$ -	\$ 140,167
TOTAL FINES AND FORFEITS		\$ -	\$ -	\$ -	\$ 140,167

INTEREST, RENTS, & ROYALTIES					
341.00	Interest Earnings.....	\$ 488	\$ -	\$ 1,274,686	\$ 1,384,292
342.00	Rents and Royalties.....	-	-	-	78,885
TOTAL INTEREST, RENTS, & ROYALTIES		\$ 488	\$ -	\$ 1,274,686	\$ 1,463,177

Statement of Revenues and Expenditures

December 31st, 2023

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				
354.03 Highway and Streets.....	\$ -	\$ -	\$ -	\$ -
354.09 Community Development.....	-	-	83,069	-
354.15 Recycling/Act 101.....	-	-	-	-
354.00 All Other State Capital and Operating Grants.....	-	-	-	-
355.01 Public Utility Realty Tax (PURTA).....	4,689	-	-	-
355.02 - Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State	-	318,334	-	-
355.03 Road Turnback.....	-	-	-	-
355.04 Alcoholic Beverage License Licenses.....	1,000	-	-	-
355.05 General Municipal Pension System State Aid.....	227,288	-	-	-
355.07 Foreign Fire Insurance Tax Distribution**	98,565	-	-	-
355.08 Local Share Assessment/Gaming Proceeds **	-	-	-	-
355.00 All Other State Shared Revenues & Entitlements.	-	-	-	-
355.09 Marcellus Shale Impact Fee Distribution	-	-	-	-
356.00 State Payment in Lieu of Taxes.....	-	-	-	-
TOTAL STATE.....	\$ 331,542	\$ 318,334	\$ 83,069	\$ -

LOCAL GOVERNMENT UNITS				
357.03 Highways and Streets.....	\$ 11,394	\$ -	\$ -	\$ -
357.00 All Other Local Governmental Units Capital and Operating Grants.....	-	-	-	-
358.00 Local Governmental Unit Shared Payments for Contracted Intergovernmental Services.....	37,372	-	-	-
359.00 Local Governmental Units and Authorities Payments in Lieu of Taxes.....	-	-	-	-
TOTAL LOCAL GOVERNMENT UNITS.....	\$ 48,766	\$ -	\$ -	\$ -

Statement of Revenues and Expenditures

December 31st, 2023

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.....	-	-	-	83,069
354.15 Recycling/Act 101.....	-	-	-	-
354.00 All Other State Capital and Operating Grants.....	-	-	-	4,689
355.01 Public Utility Realty Tax (PURTA).....	-	-	-	-
355.02 - Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State	-	-	-	318,334
355.03 Road Turnback.....	-	-	-	1,000
355.04 Alcoholic Beverage Licenses.....	-	-	-	227,288
355.05 General Municipal Pension System State Aid.....	-	-	-	98,565
355.07 Foreign Fire Insurance Tax Distribution**	-	-	-	-
355.08 Local Share Assessment/Gaming Proceeds **	-	-	-	-
355.00 All Other State Shared Revenues & Entitlements.	-	-	-	-
355.09 Marcellus Shale Impact Fee Distribution	-	-	-	-
356.00 State Payment in Lieu of Taxes.....	-	-	-	-
TOTAL STATE.....	\$ -	\$ -	\$ -	\$ 732,945
LOCAL GOVERNMENT UNITS				
357.03 Highways and Streets.....	\$ -	\$ -	\$ -	\$ 11,394
All Other Local Governmental Units Capital and	-	-	-	-
357.00 Operating Grants.....	-	-	-	-
Local Governmental Unit Shared Payments for	-	-	-	37,372
358.00 Contracted Intergovernmental Services.....	-	-	-	-
Local Governmental Units and Authorities Payments	-	-	-	-
359.00 in Lieu of Taxes.....	-	-	-	-
TOTAL LOCAL GOVERNMENT UNITS.....	\$ -	\$ -	\$ -	\$ 48,766
TOTAL INTERGOVERNMENTAL REVENUES				\$ 781,711

Statement of Revenues and Expenditures

December 31st, 2023

CHARGES FOR SERVICE	General Fund	Special Revenue (including State Liquid Fuels)	Capital Projects	Debt Service
361.00 General Government.....	\$ 16,167	\$ -	\$ -	\$ -
362.00 Public Safety.....	4,117	-	-	-
363.20 Parking.....	-	-	-	-
363.00 All Other Charges for Highway & Street Services..	403,000	-	-	-
364.10 Wastewater/Sewage Charges.....	49,325	-	-	-
364.30 Solid Waste Collection & Disposal Charge (trash)	380	-	-	-
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.....	7,191	-	-	-
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.....	\$ 480,180	\$ -	\$ -	\$ -

UNCLASSIFIED OPERATING REVENUES				
383.00 Assessments.....	\$ -	\$ -	\$ -	\$ -
386.00 Escheats (sale of personal property).....	-	-	-	-
387.00 Contributions & Donations from Private Sectors...	-	31,904	4,200	-
388.00 Fiduciary Fund Pension Contributions.....	-	-	-	-
389.00 All Other Unclassified Operating Revenues.....	16,888	350	-	-
TOTAL UNCLASSIFIED OPERATING REVENUES.....	\$ 16,888	\$ 32,254	\$ 4,200	\$ -

OTHER FINANCING SOURCES				
391.00 Proceeds of General Fixed Asset Disposition.....	\$ 6,900	\$ -	\$ -	\$ -
392.00 Interfund Operating Transfers.....	-	9,000	150,000	-
393.00 Proceeds of General Long Term Debt.....	-	-	-	-
394.00 Proceeds of Short-Term debt	-	-	-	-
395.00 Refunds of Prior Year Expenditures.....	218,680	-	-	-
TOTAL OTHER FINANCING SOURCES.....	\$ 225,580	\$ 9,000	\$ 150,000	\$ -

TOTAL REVENUES.....	\$ 7,030,638	\$ 714,460	\$ 260,228	\$ -
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Statement of Revenues and Expenditures

December 31st, 2023

CHARGES FOR SERVICE	Enterprise	Internal Service	Trust and Agency	Memorandum Only
361.00 General Government.....	\$ -	\$ -	\$ -	\$ 16,167
362.00 Public Safety.....	-	-	-	4,117
363.20 Parking.....	-	-	-	-
363.00 All Other Charges for Highway & Street Services..	-	-	-	403,000
364.10 Wastewater/Sewage Charges.....	-	-	-	49,325
364.30 Solid Waste Collection & Disposal Charge (trash)	-	-	-	380
364.60 Host Municipality Fee for Solid Waste Facility.....	-	-	-	-
364.00 All Other Charges for Sanitation Services.....	-	-	-	-
365.00 Health.....	-	-	-	-
366.00 Human Services.....	-	-	-	7,191
367.00 Culture and Recreation.....	-	-	-	-
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.....	\$ -	\$ -	\$ -	\$ 480,180

UNCLASSIFIED OPERATING REVENUES				
383.00 Assessments.....	\$ -	\$ -	\$ -	\$ -
386.00 Escheats (sale of personal property).....	-	-	-	-
387.00 Contributions & Donations from Private Sectors...	-	-	-	36,104
388.00 Fiduciary Fund Pension Contributions.....	-	-	710,021	710,021
389.00 All Other Unclassified Operating Revenues.....	-	-	-	17,238
TOTAL UNCLASSIFIED OPERATING REVENUES.....	\$ -	\$ -	\$ 710,021	\$ 763,363

OTHER FINANCING SOURCES				
391.00 Proceeds of General Fixed Asset Disposition.....	\$ -	\$ -	\$ -	\$ 6,900
392.00 Interfund Operating Transfers.....	-	-	-	159,000
393.00 Proceeds of General Long Term Debt.....	-	-	-	-
394.00 Proceeds of Short-Term debt	-	-	-	-
395.00 Refunds of Prior Year Expenditures.....	-	-	-	218,680
TOTAL OTHER FINANCING SOURCES.....	\$ -	\$ -	\$ -	\$ 384,580

TOTAL REVENUES.....	\$ 488	\$ -	\$ 1,984,707	\$ 9,990,521
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Statement of Revenues and Expenditures

December 31st, 2023

GENERAL GOVERNMENT	General Fund	Special Revenue (including State Liquid Fuels)	Capital Projects	Debt Service
400.00 Legislative (Governing) Body.....	\$ 315,255	\$ -	\$ -	\$ -
401.00 Executive (Manager or Mayor).....	229,042	-	-	-
402.00 Auditing Services/Financial Administration.....	161,841	-	-	-
403.00 Tax Collection.....	20,296	-	-	-
404.00 Solicitor/Legal Services.....	123,820	-	-	-
405.00 Secretary/Clerk.....	-	-	-	-
406.00 Other General Government Administration.....	-	-	12,253	-
407.00 IT-Networking Services-Data Processing.....	-	-	-	-
408.00 Engineering Services.....	175,722	-	-	-
409.00 General Government Buildings and Plant.....	90,750	16,554	18,783	-
TOTAL GENERAL GOVERNMENT.....	\$ 1,116,726	\$ 16,554	\$ 31,036	\$ -

PUBLIC SAFETY				
410.00 Police.....	\$ 2,804,917	\$ -	\$ -	\$ -
411.00 Fire	193,242	71,645	50,000	-
412.00 Ambulance/Rescue.....	-	-	-	-
413.00 UCC and Code Enforcement.....	237,399	-	-	-
414.00 Planning and Zoning.....	21,925	-	-	-
415.00 Emergency Management & Communications.....	-	-	-	-
416.00 Militia and Armories.....	-	-	-	-
417.00 Examination of Licensed Occupations.....	-	-	-	-
418.00 Public Scales (weights and measures).....	-	-	-	-
419.00 Other Public Safety.....	-	-	-	-
TOTAL PUBLIC SAFETY.....	\$ 3,257,483	\$ 71,645	\$ 50,000	\$ -

HEALTH AND HUMAN SERVICES				
420.00 -				
425.00 Health and Human Services.....	\$ 44,409	\$ -	\$ -	\$ -

PUBLIC WORKS - SANITATION				
426.00 Recycling Collection and Disposal.....	\$ -	\$ -	\$ -	\$ -
427.00 Solid Waste Collection and Disposal (trash).....	299,015	-	-	-
428.00 Weed Control.....	-	-	-	-
429.00 Wastewater/Sewage Collection and Treatment....	5,237	-	-	-
TOTAL PUBLIC WORKS - SANITATION.....	\$ 304,252	\$ -	\$ -	\$ -

Statement of Revenues and Expenditures

December 31st, 2023

GENERAL GOVERNMENT				
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
400.00 Legislative (Governing) Body.....	\$ -	\$ -	\$ -	\$ 315,255
401.00 Executive (Manager or Mayor).....	-	-	-	229,042
402.00 Auditing Services/Financial Administration.....	-	-	-	161,841
403.00 Tax Collection.....	-	-	-	20,296
404.00 Solicitor/Legal Services.....	-	-	-	123,820
405.00 Secretary/Clerk.....	-	-	-	-
406.00 Other General Government Administration.....	-	-	-	12,253
407.00 IT-Networking Services-Data Processing.....	-	-	-	-
408.00 Engineering Services.....	-	-	-	175,722
409.00 General Government Buildings and Plant.....	-	-	-	126,087
TOTAL GENERAL GOVERNMENT.....	\$ -	\$ -	\$ -	\$ 1,164,316
PUBLIC SAFETY				
410.00 Police.....	\$ -	\$ -	\$ -	\$ 2,804,917
411.00 Fire	-	-	-	314,887
412.00 Ambulance/Rescue.....	-	-	-	-
413.00 UCC and Code Enforcement.....	-	-	-	237,399
414.00 Planning and Zoning.....	-	-	-	21,925
415.00 Emergency Management & Communications.....	-	-	-	-
416.00 Militia and Armories.....	-	-	-	-
417.00 Examination of Licensed Occupations.....	-	-	-	-
418.00 Public Scales (weights and measures).....	-	-	-	-
419.00 Other Public Safety.....	-	-	-	-
TOTAL PUBLIC SAFETY.....	\$ -	\$ -	\$ -	\$ 3,379,128
HEALTH AND HUMAN SERVICES				
420.00 -	\$ -	\$ -	\$ -	\$ 44,409
425.00 Health and Human Services.....	-	-	-	-
PUBLIC WORKS - SANITATION				
426.00 Recycling Collection and Disposal.....	\$ -	\$ -	\$ -	\$ -
427.00 Solid Waste Collection and Disposal (trash).....	-	-	-	299,015
428.00 Weed Control.....	-	-	-	-
429.00 Wastewater/Sewage Collection and Treatment....	-	-	-	5,237
TOTAL PUBLIC WORKS - SANITATION.....	\$ -	\$ -	\$ -	\$ 304,252

Statement of Revenues and Expenditures

December 31st, 2023

PUBLIC WORKS - HIGHWAYS AND STREETS		General Fund	Special Revenue (including State Liquid Fuels)	Capital Projects	Debt Service
430.00	General Services - Administration.....	\$ 262,473	\$ -	\$ 149,165	\$ -
431.00	Cleaning of Streets and Gutters.....	266	-	-	-
432.00	Winter Maintenance - Snow Removal.....	10,042	1,200	-	-
433.00	Traffic Control Devices.....	21,662	5,113	-	-
434.00	Street Lighting.....	-	53,943	-	-
435.00	Sidewalks and Crosswalks.....	2,939	-	-	-
436.00	Storm Sewers and Drains.....	54,201	-	-	-
437.00	Repairs of Tools and Machinery.....	34,562	-	-	-
438.00	Maintenance & Repairs of Roads and Bridges.....	255,894	-	-	-
439.00	Highway Construction and Rebuilding Projects....	16,050	479,004	-	-
TOTAL PUBLIC WORKS - HIGHWAYS AND STREETS..		\$ 658,089	\$ 539,260	\$ 149,165	\$ -

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.....	\$ 2,304	\$ -	\$ -	\$ -
452.00	Participant Recreation.....	-	17,673	-	-
453.00	Spectator Recreation.....	-	-	-	-
454.00	Parks.....	50,988	-	-	-
455.00	Shade Trees.....	-	-	-	-
456.00	Libraries.....	-	145,000	-	-
457.00	Civil and Military Celebrations.....	-	-	-	-
458.00	Senior Citizen Centers.....	-	-	-	-
459.00	Other Culture and Recreation.....	39,250	-	-	-
TOTAL CULTURE AND RECREATION.....		\$ 92,542	\$ 162,673	\$ -	\$ -

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

PUBLIC WORKS - HIGHWAYS AND STREETS				
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
430.00 General Services - Administration.....	\$ -	\$ -	\$ -	\$ 411,638
431.00 Cleaning of Streets and Gutters.....	-	-	-	266
432.00 Winter Maintenance - Snow Removal.....	-	-	-	11,242
433.00 Traffic Control Devices.....	-	-	-	26,775
434.00 Street Lighting.....	-	-	-	53,943
435.00 Sidewalks and Crosswalks.....	-	-	-	2,939
436.00 Storm Sewers and Drains.....	-	-	-	54,201
437.00 Repairs of Tools and Machinery.....	-	-	-	34,562
438.00 Maintenance & Repairs of Roads and Bridges.....	-	-	-	255,894
439.00 Highway Construction and Rebuilding Projects....	-	-	-	495,054
TOTAL PUBLIC WORKS - HIGHWAYS AND STREETS.....	\$ -	\$ -	\$ -	\$ 1,346,514
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.....	\$ -	\$ -	\$ -	\$ 2,304
452.00 Participant Recreation.....	-	-	-	17,673
453.00 Spectator Recreation.....	-	-	-	-
454.00 Parks.....	-	-	-	50,988
455.00 Shade Trees.....	-	-	-	-
456.00 Libraries.....	-	-	-	145,000
457.00 Civil and Military Celebrations.....	-	-	-	-
458.00 Senior Citizen Centers.....	-	-	-	-
459.00 Other Culture and Recreation.....	-	-	-	39,250
TOTAL CULTURE AND RECREATION.....	\$ -	\$ -	\$ -	\$ 255,215
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

DEBT SERVICE	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
471.00 Debt Principal (short-term and long-term).....	\$ 53,810	\$ 35,190	\$ -	\$ -
472.00 Debt Interest (short-term and long-term).....	4,654	2,287	-	-
475.00 Fiscal Agent Fees.....	-	-	-	-
TOTAL DEBT SERVICE.....	\$ 58,464	\$ 37,477	\$ -	\$ -

EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS				
Employer Paid Withholding Taxes and				
481.00 Unemployment Compensation.....	\$ -	\$ -	\$ -	\$ -
482.00 Judgments and Losses.....	-	-	-	-
483.00 Pension/Retirement Fund Contributions.....	593,053	-	-	-
484.00 Workers Compensation Insurance.....	151,366	-	-	-
487.00 Other Group Insurance Benefits.....	179,605	-	-	-
TOTAL EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS.....	\$ 924,024	\$ -	\$ -	\$ -

INSURANCE				
486.00 Insurance, Casualty, and Surety.....	\$ 56,769	\$ -	\$ -	\$ -

UNCLASSIFIED OPERATING EXPENDITURES				
488.00 Fiduciary Fund Benefits and Refunds Paid.....	\$ -	\$ -	\$ -	\$ -
489.00 All Other Unclassified Expenditures.....	10,216	-	-	-
TOTAL UNCLASSIFIED OPERATING EXPENDITURES...	\$ 10,216	\$ -	\$ -	\$ -

OTHER FINANCING USES				
491.00 Refund of Prior Year Revenues.....	\$ -	\$ -	\$ -	\$ -
492.00 Interfund Operating Transfers.....	159,000	-	-	-
493.00 Other Financing Uses.....	-	-	-	-
TOTAL OTHER FINANCING USES.....	\$ 159,000	\$ -	\$ -	\$ -

TOTAL EXPENDITURES.....	\$ 6,681,974	\$ 827,609	\$ 230,201	\$ -
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EXCESS/DEFICIT OF REVENUE OVER EXPENDITURES	\$ 348,664	\$ (113,149)	\$ 30,027	\$ -
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Statement of Revenues and Expenditures

December 31st, 2023

DEBT SERVICE				
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
471.00 Debt Principal (short-term and long-term).....	\$ -	\$ -	\$ -	\$ 89,000
472.00 Debt Interest (short-term and long-term).....	-	-	-	6,941
475.00 Fiscal Agent Fees.....	-	-	-	-
TOTAL DEBT SERVICE.....	\$ -	\$ -	\$ -	\$ 95,941
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS				
Employer Paid Withholding Taxes and				
481.00 Unemployment Compensation.....	\$ -	\$ -	\$ -	\$ -
482.00 Judgments and Losses.....	-	-	-	-
483.00 Pension/Retirement Fund Contributions.....	-	-	-	593,053
484.00 Workers Compensation Insurance.....	-	-	-	151,366
487.00 Other Group Insurance Benefits.....	-	-	-	179,605
TOTAL EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS.....	\$ -	\$ -	\$ -	\$ 924,024
INSURANCE				
486.00 Insurance, Casualty, and Surety.....	\$ -	\$ -	\$ -	\$ 56,769
UNCLASSIFIED OPERATING EXPENDITURES				
488.00 Fiduciary Fund Benefits and Refunds Paid.....	\$ -	\$ -	\$ 535,753	\$ 535,753
489.00 All Other Unclassified Expenditures.....	-	-	60,664	70,880
TOTAL UNCLASSIFIED OPERATING EXPENDITURES.....	\$ -	\$ -	\$ 596,417	\$ 606,633
OTHER FINANCING USES				
491.00 Refund of Prior Year Revenues.....	\$ -	\$ -	\$ -	\$ -
492.00 Interfund Operating Transfers.....	-	-	-	159,000
493.00 Other Financing Uses.....	-	-	-	-
TOTAL OTHER FINANCING USES.....	\$ -	\$ -	\$ -	\$ 159,000
TOTAL EXPENDITURES.....	\$ -	\$ -	\$ 596,417	\$ 8,336,201
EXCESS/DEFICIT OF REVENUE OVER EXPENDITURES	\$ 488	\$ -	\$ 1,388,290	\$ 1,654,320

DEBT STATEMENT

[illegible]

Total bonds and notes outstanding	1,000,000
Capitalized lease obligations	1,000,000
Other debt	1,000,000

Other debt	
	TOTAL OUTSTANDING DEBT
Minus assets held in bond reserve funds, and bond redemption funds	
Minus lease rental payments receivable	
	NET DEBT

\$	552,000
	-
	-
\$	552,000
	-
	-
\$	552,000

[illegible]

\$ 746,259

\$	2,804,072
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* Use income from box 16 of the W-3 Statement



CYNTHIA FELZER LEITZELL, CPA
STELLA C. ECONOMIDIS, CPA

LEITZELL & ECONOMIDIS, PC
CERTIFIED PUBLIC ACCOUNTANTS

**INDEPENDENT AUDITORS' 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**

Township Council
Upper Providence
Upper Providence, 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 Balance Sheet, Statement of Revenues and Expenditures, Debt Statement, and Statement of Capital Expenditures and Employee Compensation – regulatory basis (the Statements) included in the 2023 Annual Audit and Financial Report, Form DCED-CLGS-30 of Upper Providence Township (Township).

Report on Internal Control over Financial Reporting

In planning and performing our audit, we considered Upper Providence Township'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 opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township'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 entity'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 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 were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township'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 Township's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Upper Providence Township'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
May1, 2024