

SHREWSBURY TOWNSHIP

FINANCIAL STATEMENTS

DECEMBER 31, 2018

SHREWSBURY TOWNSHIP
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SHREWSBURY TOWNSHIP
GOVERNMENT- ENTITY WIDE PRESENTATION
STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES - CASH BASIS
DECEMBER 31, 2018

	<u>Governmental Funds</u>
<u>ASSETS</u>	
Cash and Temporary Investments (Note 2)	\$ 3,968,369
Due From Other Funds	27,957
Other Current Assets	<u>0</u>
TOTAL ASSETS	<u><u>\$ 3,996,326</u></u>
<u>LIABILITIES</u>	
Other Current Liabilities	\$ 52,190
Due To Other Funds	27,957
Long-Term Liabilities	362,793
Current Portion of Long-Term Debt	<u>40,257</u>
TOTAL LIABILITIES	483,197
<u>FUND BALANCES</u>	
Unreserved Fund Balances	<u>3,513,129</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 3,996,326</u></u>

See accompanying notes to the financial statements.

SHREWSBURY TOWNSHIP
GOVERNMENT - ENTITY WIDE PRESENTATION
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - CASH BASIS
DECEMBER 31, 2018

Functions/Programs	Expenses	Program Revenues		Net (Expenditures) Revenue and Changes in Fund Balance
		Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental Activities:				
General Government	\$ 414,655	\$ 152,674	\$ 113,836	\$ (148,145)
Public Safety	391,455	83,832		(307,623)
Health and Welfare	5,239			(5,239)
Sanitation		102,911		102,911
Highways	775,485	17,591	385,793	(372,101)
Other Public Works Enterprises				-
Culture - Recreation	59,045	200,000		140,955
Community Development				-
Debt Service	11,174			(11,174)
Payroll Taxes and Other Employee Benefits	224,153			(224,153)
Miscellaneous	19,732			(19,732)
Interfund Transfers	321,291			(321,291)
Total Governmental Activities:	<u>2,222,229</u>	<u>557,008</u>	<u>499,629</u>	<u>(1,165,592)</u>
General Revenues:				
				270,295
				1,019,822
				269,382
				45,351
				2,961
				321,291
				33,815
				<u>1,962,917</u>
				797,325
				2,715,804
				<u>\$ 3,513,129</u>

See accompanying notes to the financial statements.

SHREWSBURY TOWNSHIP
FUND FINANCIAL STATEMENT PRESENTATION
COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES -
ALL FUND TYPES - CASH BASIS
DECEMBER 31, 2018

	<u>Governmental Fund Types</u>				<u>Fiduciary Fund Type</u>	<u>Totals (Memo Only)</u>
	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Project Fund</u>	<u>Debt Service Fund</u>	<u>Volunteer Fire relief Fund</u>	
<u>ASSETS</u>						
Cash	\$ 3,045,670	\$ 564,399	\$ 358,300	\$ 0	\$ 0	\$ 3,968,369
Due From Other Funds	25,000	2,957				27,957
Other Current Assets						0
TOTAL ASSETS	<u>3,070,670</u>	<u>567,356</u>	<u>358,300</u>	<u>0</u>	<u>0</u>	<u>3,996,326</u>
<u>LIABILITIES</u>						
Other Current Liabilities	52,190					52,190
Payroll Taxes Payable						0
Due To Other Funds	2,957		25,000			27,957
Long-Term Liabilities			362,793			362,793
Current Portion of Long-Term Debt			40,257			40,257
TOTAL LIABILITIES	<u>55,147</u>	<u>0</u>	<u>428,050</u>	<u>0</u>	<u>0</u>	<u>483,197</u>
<u>FUND BALANCES</u>						
Unreserved Fund Balances	3,015,523	567,356	(69,750)	0	0	3,513,129
TOTAL FUND BALANCES	<u>3,015,523</u>	<u>567,356</u>	<u>(69,750)</u>	<u>0</u>	<u>0</u>	<u>3,513,129</u>
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 3,070,670</u>	<u>\$ 567,356</u>	<u>\$ 358,300</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 3,996,326</u>

See accompanying notes to the financial statements.

SHREWSBURY TOWNSHIP
FUND FINANCIAL STATEMENT PRESENTATION
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - ALL FUND TYPES - CASH BASIS
YEAR ENDED DECEMBER 31, 2018

	Governmental Fund Types				Totals (Memo Only)
	General Fund	Special Revenue Funds	Capital Project Funds	Debt Service Funds	
REVENUES					
Taxes	\$ 1,332,331	\$ 227,168	\$	\$	\$ 1,559,499
Licenses and Permits	85,113				85,113
Fines and Forfeits	29,207				29,207
Interest and Rents	26,722	11,192	7,437		45,351
Intergovernmental Revenues	113,836	385,793			499,629
Charges for Services	197,234	2,298	272,363		471,895
Miscellaneous Revenues	1,694	6			1,700
Refunds of Prior Year Expenditures	2,908				2,908
Sale of General Fixed Assets	2,961				2,961
Interfund Transfers	320,131	1,160			321,291
TOTAL REVENUES	2,112,137	627,617	279,800	0	3,019,554
EXPENDITURES					
General Government	401,756	12,899			414,655
Public Safety	176,758	214,697			391,455
Health & Human Services	5,239				5,239
Public Works - Sanitation					-
Public Works - Highways	671,589	96,099	7,797		775,485
Other Public Works Enterprises					-
Culture and Recreation	58,255		790		59,045
Community Development					-
Debt Services			11,174		11,174
Payroll Taxes and Other Employee Benefits	224,153				224,153
Insurance					-
Miscellaneous Expenditures	677				677
Refund of Prior Year Revenues	19,055				19,055
Interfund Transfers	1,160		320,131		321,291
TOTAL EXPENDITURES	1,558,642	323,695	339,892	0	2,222,229
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	553,495	303,922	(60,092)	0	797,325
FUND BALANCES - BEGINNING OF YEAR	2,462,028	263,434	(9,658)	0	2,715,804
FUND BALANCES - END OF YEAR	\$ 3,015,523	\$ 567,356	\$ (69,750)	\$ -	\$ 3,513,129

SHREWSBURY TOWNSHIP
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL -
GENERAL AND SPECIAL REVENUE FUNDS - CASH BASIS
YEAR ENDED DECEMBER 31, 2018

	General Fund			Special Revenue Funds			Capital Project Fund		
	Budget	Actual	Over (Under) Budget	Budget	Actual	Over (Under) Budget	Budget	Actual	Over (Under) Budget
REVENUES									
Taxes	\$1,317,750	\$ 1,332,331	\$ 14,581	\$ 224,675	\$ 227,168	\$ 2,493	\$ -	\$ -	\$ -
Licenses and Permits	53,960	85,113	31,153	-	-	-	-	-	-
Fines and Forfeits	10,250	29,207	18,957	-	-	-	-	-	-
Interest	10,000	26,722	16,722	1,655	11,192	9,537	810	7,437	6,627
Intergovernmental Revenues	90,480	113,836	23,356	378,500	385,793	7,293	-	-	-
Charges for Services	92,700	197,234	104,534	2,300	2,298	(2)	250,225	272,363	22,138
Miscellaneous Revenues	6,000	1,694	(4,306)	-	6	6	-	-	-
Refunds of Prior Year Expenditures	-	2,908	2,908	-	-	-	-	-	-
Sale of Fixed Assets	-	2,961	2,961	-	-	-	-	-	-
Interfund Transfers	-	320,131	320,131	1,160	1,160	-	29,000	-	(29,000.00)
TOTAL REVENUES	<u>1,581,140</u>	<u>2,112,137</u>	<u>530,997</u>	<u>608,290</u>	<u>627,617</u>	<u>19,327</u>	<u>280,035</u>	<u>279,800</u>	<u>(235)</u>
EXPENDITURES									
General Government	463,930	401,756	(62,174)	12,700	12,899	199	-	-	-
Public Safety	179,889	176,758	(3,131)	211,650	214,697	3,047	-	-	-
Health & Welfare	-	5,239	5,239	-	-	-	-	-	-
Public Works - Sanitation	-	-	-	-	-	-	-	-	-
Public Works - Highways	612,475	671,589	59,114	375,840	96,099	(279,741)	29,000	7,797	(21,203)
Other Public Works Enterprises	3,629	-	(3,629)	-	-	-	-	-	-
Culture and Recreation	41,400	58,255	16,855	-	-	-	52,500	790	(51,710)
Community Development	-	-	-	-	-	-	-	-	-
Debt Services	-	-	-	-	-	-	50,875	11,174	(39,701)
Payroll Taxes and Other Employee Benefits	262,686	224,153	(38,533)	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	-	-	-
Miscellaneous Expenditures	-	677	677	-	-	-	-	-	-
Refund of Prior Year Revenues	-	19,055	19,055	-	-	-	-	-	-
Interfund Transfers	1,000	1,160	160	-	-	-	-	320,131	320,131
TOTAL EXPENDITURES	<u>1,565,009</u>	<u>1,558,642</u>	<u>(6,367)</u>	<u>600,190</u>	<u>323,695</u>	<u>(276,495)</u>	<u>132,375</u>	<u>339,892</u>	<u>207,517</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>\$ 16,131</u>	<u>553,495</u>	<u>\$ 537,364</u>	<u>\$ 8,100</u>	<u>303,922</u>	<u>\$ 295,822</u>	<u>\$ 147,660</u>	<u>(60,092)</u>	<u>\$ (207,752)</u>
FUND BALANCES - BEGINNING OF YEAR		<u>2,462,028</u>			<u>263,434</u>			<u>(9,658)</u>	
FUND BALANCES - END OF YEAR		<u>\$ 3,015,523</u>			<u>\$ 567,356</u>			<u>\$ (69,750)</u>	

See accompanying notes to the financial statements.

SHREWSBURY TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

PRINCIPLES DETERMINING SCOPE OF REPORTING ENTITY

The financial statements of Shrewsbury Township consist of all the funds of Shrewsbury Township. The financial report includes the accounts of all the Township's operations and includes all the entities which are considered controlled by or dependent on the Township. Control or dependence is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective governing board.

GOVERNMENT-ENTITY WIDE FINANCIAL STATEMENTS

The Statement of Assets, Liabilities and Fund Balances and the Statement of Revenues, Expenditures, and Changes in Fund Balance display financial information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, charges for services and other revenues. The various governmental funds listed below are all combined together for the Government-Entity Wide financial statement presentation. We have added these two financial statements due to recent accounting changes.

FUND FINANCIAL STATEMENTS

The accounts of the Township are organized on the basis of funds and accounting groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The Combined Statement of Assets, Liabilities and Fund Balances and the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Funds are the respective fund financial statements.

GOVERNMENT FUNDS PRESENTED IN THE FINANCIAL STATEMENTS

GENERAL FUND: The General Fund is the general operating fund of the Township. It is used to account for all financial resources except those required to be accounted for in another fund.

SPECIAL REVENUE FUNDS: The Special Revenue Funds account for revenues derived from specific taxes or other earmarked revenue sources. The State Liquid Fuels Highway Aid Fund and the Street Light/Capital Improvement Fund are special revenue funds used to account for revenue from the Commonwealth of Pennsylvania for the maintenance and construction of highways and streets and other capital improvements. The Fire Tax Fund was created to account for tax revenue collected for and distributed to the three fire companies that serve the township. The Fire Hydrant Tax Fund was created for the fire hydrant and water use of the 811 properties that are within 780 feet of a fire hydrant.

CAPITAL PROJECT FUND: Capital Project Funds are used to account for future capital expenditures. The Capital Reserve Fund for recreation fees is a Capital Project Fund. Its purpose is to accumulate fees paid by developers for the construction of a recreation complex. The Seitzland Pine St. Sewer Fund was created to account for the revenue collected and the debt service paid for the project. The Capital Reserve Fund was created from General Fund transfers for the purpose of future capital expenditures. The Capital Reserve Fund cash accounts were transferred to the General Fund during 2018.

SHREWSBURY TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

DEBT SERVICE FUND: Debt Service Funds are used to account for funds generated for future payments of debt obligations of the Township. The EDU Fund is a Debt Service Fund. Its purpose is to accumulate fees paid by developers for each Sewer EDU of capacity that they purchase. These funds are accumulated for the future payment of Sewer Debt Obligations for the Township.

FIDUCIARY FUND TYPE

AGENCY FUND: This fund is used to account for assets held by the Township as an agent for other funds and/or other governments. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of the results of operations. The Volunteer Fire Relief Fund is an agency funds.

BASIS OF ACCOUNTING

Basis of accounting refers to when revenue and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for on the basis of cash receipts and expenditures; consequently, certain revenues and related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when the liability is incurred.

BUDGETS

In accordance with the laws of the Commonwealth, the budget was adopted December 6, 2017 and a certification filed with the Secretary of Community Affairs for the Commonwealth of Pennsylvania, as of that date.

All unused Budget Appropriations lapse at year-end.

GENERAL FIXED ASSETS

Acquisitions of property and equipment are not recorded in a general fixed assets group of accounts, but are included as expenditures in the year of acquisition. Therefore, no depreciation expense is recorded.

REAL ESTATE TAXES

The real estate tax rate for the year 2018 was .074 mills. A two percent (2%) discount allowed if paid within two months after the date of the tax notice. Four months after the date of the tax notice, a penalty of ten percent (10%) is charged. Delinquent taxes are returned to the County for collection no later than January 15th of the year following the year of levy.

Real estate taxes are included in revenue during the year of collection. The Real estate tax rate was approved by the Township Supervisors December 6, 2017.

SHREWSBURY TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

TOTAL MEMO ONLY COLUMNS

The memo only totals are presented only for informational purposes and the totals do not present consolidated financial information.

NOTE 2 – CASH AND TEMPORARY INVESTMENTS

Cash and Temporary Investments consist of the following as of December 31:

<u>GENERAL FUND</u>	<u>Book</u>	<u>Bank</u>
Cash Reserve - Peoples Bank	\$ 2,336,349	\$ 2,336,349
Checking - Peoples Bank	656,273	766,154
Developer Escrow - Peoples Bank	52,948	70,548
Petty Cash	100	-
Pennsylvania Local Government Investment Trust - PLGIT Class	-	-
	<u>3,045,670</u>	<u>3,173,051</u>
<u>HIGHWAY AID FUND</u>		
Checking - Peoples Bank	542,216	542,216
<u>SPECIAL FIRE TAX FUND</u>		
Fire Tax Fund - Peoples Bank	2,696	2,696
<u>FIRE HYDRANT TAX FUND</u>		
Fire Hydrant Tax Fund - Peoples Bank	14,995	14,995
<u>STREET LIGHT FUND</u>		
Checking - Peoples Bank	4,492	4,492
<u>CAPITAL RESERVE – RECREATION FUND</u>		
Savings - Peoples Bank	247,194	247,194
<u>CAPITAL RESERVE FUND</u>		
Savings - Peoples Bank	-	-
<u>SEITZLAND SEWER</u>		
Savings - Peoples Bank	111,106	111,106
TOTAL CASH AND TEMPORARY INVESTMENTS	<u><u>\$ 3,968,369</u></u>	<u><u>\$ 4,095,750</u></u>

As of December 31, 2018 the carrying amount of deposits was \$3,968,369 and the bank balance was \$4,095,750. All deposits are fully insured by FDIC, FSLIC or collateralized in accordance with Act 72.

SHREWSBURY TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

NOTE 2 - CASH AND TEMPORARY INVESTMENTS (CONTINUED)

Custodial Credit Risk - Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. As of December 31, 2018, \$3,845,750 of the Township's bank balance of \$4,095,750 was exposed to custodial credit risk as:

Uninsured and Uncollateralized	\$ -
Collateralized with securities held by the pledging financial institution	3,845,750
Uninsured and collateral held by the pledging bank's trust department not in the Township's name	-
	\$ 3,845,750

Reconciliation to Financial Statements:

Collateralized with securities held by the pledging financial institution	\$ 3,845,750
Plus: Insured Amount	250,000
Less: Outstanding Checks	(127,945)
Plus: Deposits in Transit	464
Carrying Amount - Bank Balances	3,968,269
Plus: Petty Cash	100
Total Cash per Financial Statements	\$ 3,968,369

Cash Summary per Respective Funds:

Statement of Net Assets - Cash - Governmental Funds	\$ 3,968,369
Total Cash per Financial Statements	\$ 3,968,369

NOTE 3 - SHREWSBURY TOWNSHIP G.O. NOTE, SERIES OF 2011

The Township issued General Obligation Note, Series of 2011 for \$625,000 to finance the Township's share of the treatment plant upgrade and for installation of public sewers in the Township, and to pay the costs of the bonds.

<u>Year</u>	<u>Amount</u>	<u>Year</u>	<u>Amount</u>
2019	\$ 40,145	2024	\$ 46,041
2020	41,261	2025	47,320
2021	42,407	2026	48,635
2022	43,585	2027	48,860
2023	44,796		
TOTAL			\$ 403,050

SHREWSBURY TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

NOTE 4 - PENSION PLANS

Shrewsbury Township's Non-Uniform Pension Plan is a single-employer defined benefit pension plan controlled by the Township. Shrewsbury Township is responsible for the management of plan assets and has delegated the authority to manage plan assets to the Principal Life Insurance Company.

On December 18, 1984, the Governor signed into law Act 205 - The Municipal Pension Plan Funding Standard and Recovery Act. The Act allows municipalities to use the casualty premium taxes received from the Commonwealth to help defray the pension plan costs of non-uniformed employees. During 2018, the Township received a \$25,185 state allotment, which was deposited into the Non-Uniform Employees' Pension Plan along with the Township contribution of \$0 to equal the minimum municipal contribution of \$25,185. The most recent actuarial valuations of the plan is January 1, 2017. The Entry Age Normal Cost Method is the actuarial cost method utilized to determine the annual minimum municipal contribution obligation for the plan as specified in Act 205.

The following is a summary of the employee eligibility requirements and benefits under the Township's Non-Uniform Employees' Pension Plan.

Non-Uniformed

- | | |
|--------------------------------------|--|
| 1. Covered Employees | All non-uniformed employees join the plan |
| 2. Eligibility for Normal Retirement | Attainment of age 62 with 10 years of vesting service. |
| 3. Monthly Pension Benefit | 1.00% of average compensation times accrual service.
(average compensation is the monthly average of total pay received for the five latest years.) |
| 4. Required Employee Contributions | Participants are not required to contribute to the plan. |

5. Standardized measure of Unfunded Pension Benefit Obligation (actuarial present value) as of Jan. 1, 2017 (most recent available)

Actuarial accrued Liability	\$ 693,079
Actuarial Value of Plan Assets	<u>710,201</u>
Unfunded actuarial accrued liability	\$ (17,122)

A negative unfunded actuarial accrued liability means that the actuarial value of assets exceeds the actuarial accrued liability by the specified amount.

SHREWSBURY TOWNSHIP
NOTES TO FINANCIAL STATEMENTS
DECEMBER 31, 2018

NOTE 4 - PENSION PLANS (CONTINUED)

Normal Cost	\$ 28,838
Annual Employee Compensation	469,287
Total normal cost as a percentage of compensation	6.15%

As of January 1, 2017, the pension plan's membership consisted of:

Active participants	9
Inactive Participants	<u>1</u>
Total participants	<u><u>10</u></u>

NOTE 5 - CONTINGENCIES

The Township is subject to various claims and legal proceedings covering matters that arise in the ordinary course of its municipal activities. Each of these matters is subject to uncertainties, and some of these matters may be resolved unfavorably to the municipality. Management believes that any liability that may ultimately result from the resolution of these matters would not have a material adverse effect on the financial position of the municipality.

NOTE 6 - SUBSEQUENT EVENTS

Management of the Township has evaluated subsequent events through the date of the audit report. No subsequent events were noted.

SUPPLEMENTARY INFORMATION

SHREWSBURY TOWNSHIP
COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES -
SPECIAL REVENUE FUNDS - CASH BASIS
DECEMBER 31, 2018

	<u>State Highway Aid Fund</u>	<u>Street Light/ Capital Improvement Fund</u>	<u>Fire Tax Fund</u>	<u>Fire Hydrant Tax Fund</u>	<u>Total Special Revenue Funds</u>
<u>ASSETS</u>					
Cash	\$ 542,216	\$ 4,492	\$ 2,696	\$ 14,995	\$ 564,399
Due From	<u>0</u>	<u>0</u>	<u>2,957</u>	<u>0</u>	<u>2,957</u>
TOTAL ASSETS	<u><u>\$ 542,216</u></u>	<u><u>\$ 4,492</u></u>	<u><u>\$ 5,653</u></u>	<u><u>\$ 14,995</u></u>	<u><u>\$ 567,356</u></u>
<u>LIABILITIES</u>					
	\$ 0	\$ 0	\$ 0	\$ 0	\$ 0
<u>FUND BALANCES</u>					
Unreserved Fund Balances	<u>542,216</u>	<u>4,492</u>	<u>5,653</u>	<u>14,995</u>	<u>567,356</u>
TOTAL LIABILITIES AND FUND BALANCES	<u><u>\$ 542,216</u></u>	<u><u>\$ 4,492</u></u>	<u><u>\$ 5,653</u></u>	<u><u>\$ 14,995</u></u>	<u><u>\$ 567,356</u></u>

See accompanying notes to the financial statements.

SHREWSBURY TOWNSHIP
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-
SPECIAL REVENUE FUNDS - CASH BASIS
YEAR ENDED DECEMBER 31, 2018

	<u>State Highway Aid Fund</u>	<u>Street Light/ Capital Improvement Fund</u>	<u>Fire Tax Fund</u>	<u>Fire Hydrant Tax Fund</u>	<u>Total Special Revenue Funds</u>
REVENUES					
Interest	\$ 10,481	\$ 11	\$ 659	\$ 41	\$ 11,192
Intergovernmental Revenue	385,793				385,793
Taxes			198,608	28,560	227,168
Charges for Services		2,298			2,298
Miscellaneous				6	6
Interfund Transfers				1,160	1,160
TOTAL REVENUES	<u>396,274</u>	<u>2,309</u>	<u>199,267</u>	<u>29,767</u>	<u>627,617</u>
EXPENDITURES					
General Government	\$ 0	\$ 2,947	\$ 9,952	\$ 0	\$ 12,899
Public Works - Highways	96,099				96,099
Public Safety			189,480	25,217	214,697
Miscellaneous					0
Interfund Transfers					0
TOTAL EXPENDITURES	<u>96,099</u>	<u>2,947</u>	<u>199,432</u>	<u>25,217</u>	<u>323,695</u>
EXCESS OF REVENUES OVER EXPENDITURES	300,175	(638)	(165)	4,550	303,922
FUND BALANCES - BEGINNING OF YEAR	<u>242,041</u>	<u>5,130</u>	<u>5,818</u>	<u>10,445</u>	<u>263,434</u>
FUND BALANCES - END OF YEAR	<u>\$ 542,216</u>	<u>\$ 4,492</u>	<u>\$ 5,653</u>	<u>\$ 14,995</u>	<u>\$ 567,356</u>

See accompanying notes to the financial statements.

SHREWSBURY TOWNSHIP
COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES -
CAPITAL PROJECT FUNDS - CASH BASIS
DECEMBER 31, 2018

	<u>Capital Reserve for Recreation Fees Fund</u>	<u>Seitzland Pine St Sewer Fund</u>	<u>Capital Reserve Fund</u>	<u>Total Capital Project Funds</u>
<u>ASSETS</u>				
Cash	\$ 247,194	\$ 111,106	\$ -	\$ 358,300
TOTAL ASSETS	<u>\$ 247,194</u>	<u>\$ 111,106</u>	<u>\$ -</u>	<u>\$ 358,300</u>
<u>LIABILITIES</u>				
Due To	\$ 25,000	\$ 0	\$ 0	\$ 25,000
Current Liabilities		40,257		40,257
Long Term Liabilities		362,793		362,793
TOTAL LIABILITIES	<u>\$ 25,000</u>	<u>\$ 403,050</u>	<u>\$ 0</u>	<u>\$ 428,050</u>
<u>FUND BALANCES</u>				
Unreserved Fund Balances	222,194	(291,944)	-	(69,750)
TOTAL LIABILITIES AND FUND BALANCES	<u>\$ 247,194</u>	<u>\$ 111,106</u>	<u>\$ 0</u>	<u>\$ 358,300</u>

See accompanying notes to the financial statements.

SHREWSBURY TOWNSHIP
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-
CAPITAL PROJECT FUNDS - CASH BASIS
YEAR ENDED DECEMBER 31, 2018

	<u>Capital Reserve for Recreation Fees Fund</u>	<u>Seitzland Pine St Sewer Fund</u>	<u>Capital Reserve Fund</u>	<u>Total Capital Project Funds</u>
<u>REVENUES</u>				
Interest	\$ 919	\$ 1,421	\$ 5,097	\$ 7,437
Intergovernmental Revenue				0
Charges for Services	200,000	72,363		272,363
Interfund Transfers				0
TOTAL REVENUES	<u>200,919</u>	<u>73,784</u>	<u>5,097</u>	<u>279,800</u>
<u>EXPENDITURES</u>				
General Government	\$ 0	\$ 0	\$ 0	\$ 0
Public Works - Highway			7,797	7,797
Culture and Recreation	790			790
Debt Service		11,174		11,174
Miscellaneous				0
Interfund Transfers			320,131	320,131
TOTAL EXPENDITURES	<u>790</u>	<u>11,174</u>	<u>327,928</u>	<u>339,892</u>
<u>EXCESS OF REVENUES OVER EXPENDITURES</u>	200,129	62,610	(322,831)	(60,092)
<u>FUND BALANCES - BEGINNING OF YEAR</u>	<u>22,065</u>	<u>(354,554)</u>	<u>322,831</u>	<u>(9,658)</u>
<u>FUND BALANCES - END OF YEAR</u>	<u>\$ 222,194</u>	<u>\$ (291,944)</u>	<u>\$ (0)</u>	<u>\$ (69,750)</u>

See accompanying notes to the financial statements.

AUDITOR'S REPORT
SHREWSBURY TOWNSHIP

Notice is hereby given that the auditor's report for the Shrewsbury Township , York County, Pennsylvania has been filed with the Secretary of the Township, the Court of Common Pleas of York County, and the Department of Community and Economic Development of the Commonwealth of Pennsylvania.

The following is a concise summary of the annual audit and financial report-cash basis. The detail auditors' report is available at the Township office for public inspection.

STATEMENT OF REVENUE AND EXPENDITURES-CASH BASIS
YEAR ENDED DECEMBER 31, 2018

GENERAL FUND

BALANCE-BEGINNING OF YEAR		\$ 2,462,028
REVENUE:		
TAXES	\$ 1,332,331	
LICENSES AND PERMITS	85,113	
FINES	29,207	
INTEREST AND RENTS	26,722	
INTERGOVERNMENTAL REVENUE	113,836	
DEPARTMENT EARNINGS	197,234	
MISCELLANEOUS REVENUE	327,694	
TOTAL REVENUE		2,112,137
EXPENDITURES:		
GENERAL GOVERNMENT	\$ 401,756	
PUBLIC SAFETY	176,758	
HEALTH & HUMAN SERVICES	5,239	
PUBLIC WORKS-SANITATION	-	
PUBLIC WORKS-HIGHWAY	671,589	
OTHER PUBLIC WORKS ENTERPRISES	-	
CULTURE AND RECREATION	58,255	
COMMUNITY DEVELOPMENT	-	
MISCELLANEOUS EXPENDITURES	245,045	
TOTAL EXPENDITURES		1,558,642
BALANCE-END OF YEAR		\$ <u>3,015,523</u>

SPECIAL REVENUE FUNDS-
STATE HIGHWAY AID, STREET LIGHT/CAPITAL IMPROVEMENT,
FIRE TAX AND FIRE HYDRANT TAX FUND

BALANCE-BEGINNING OF YEAR		\$	263,434
REVENUE:			
TAXES	\$	227,168	
INTEREST		11,192	
INTERGOVERNMENTAL REVENUE		385,793	
DEPARTMENT EARNINGS		2,298	
MISCELLANEOUS REVENUE		6	
INTERFUND TRANSFERS		1,160	
TOTAL REVENUE		<u>627,617</u>	627,617
EXPENDITURES:			
GENERAL GOVERNMENT		12,899	
PUBLIC SAFETY		214,697	
PUBLIC WORKS-HIGHWAY		96,099	
MISCELLANEOUS		-	
		<u>323,695</u>	
BALANCE-END OF YEAR		\$	<u><u>567,356</u></u>

CAPITAL PROJECT FUNDS -
CAPITAL RESERVE FOR RECREATION FEES, SEITZLAND PINE ST SEWER
AND CAPITAL RESERVE FUND

BALANCE-BEGINNING OF YEAR		\$	(9,658)
REVENUE:			
INTEREST			7,437
INTERGOVERNMENTAL REVENUE			-
DEPARTMENT EARNINGS			272,363
INTERFUND TRANSFERS			-
EXPENDITURES:			
MISCELLANEOUS EXPENDITURES			19,761
INTERFUND TRANSFERS			320,131
BALANCE-END OF YEAR		\$	<u><u>(69,750)</u></u>

KOCHENOUR, EARNEST, SMYSER & BURG

Certified Public Accountants
710 South George Street
York, Pa. 17401

Philip G. Lauer, CPA
Mark R. Kephart, CPA

Phone: 717-843-8855
Fax: 717-843-8857

February 16, 2018

Board of Supervisors
Shrewsbury Township
11505 Susquehanna Trail South
Glen Rock, Pa. 17327

Board of Supervisors:

We have completed the audit for Shrewsbury Township for 2018.

We have audited the accompanying basic financial statements of Shrewsbury Township as of and for the year ended 2018. We conducted our audit in accordance with generally accepted auditing standards. We have issued our audit report in accordance with the above standards stating that the basic financial statements present fairly in all material respects the financial position of Shrewsbury Township.

In planning and performing our audit, we considered Shrewsbury Township's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of Shrewsbury Township's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Shrewsbury Township's internal control over financial reporting.

We would like to take this opportunity to thank the Township staff for the cooperation and assistance we received during the course of our audit.

Sincerely,

Kochenour, Earnest, Smyser & Burg

Certified Public Accountants