

**Plymouth Township, Pennsylvania**

**For the Year Ended December 31, 2023**

## Table of Contents

	<u>Page</u>
Independent Auditor's Report	1 – 3
Management's Discussion and Analysis	4 – 13
Government-Wide Financial Statements	
Statement of Net Position	14
Statement of Activities	15
Fund Financial Statements	
Balance Sheet – Governmental Funds	16 – 17
Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds	18 – 19
Budgetary Comparison Statement – General Fund	20
Budgetary Comparison Statement – Highway Aid Fund	21
Budgetary Comparison Statement – Health and Welfare Fund	22
Statement of Net Position – Proprietary Funds	23
Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds	24
Statement of Cash Flows – Proprietary Funds	25 – 26
Statement of Fiduciary Net Position	27
Statement of Changes in Fiduciary Net Position	28
Notes to the Basic Financial Statements	29 – 71

(Continued)

Table of Contents (Continued)

	<u>Page</u>
Required Supplementary Information	
Schedule of Changes in the Township’s Net Pension Liability and Related Ratios – Police Pension Plan	72
Schedule of Changes in the Township’s Net Pension Liability and Related Ratios – Non-uniformed Employees’ Pension Plan	73
Schedule of Township Contributions – Police Pension Plan	74
Schedule of Township Contributions – Non-uniformed Employees’ Pension Plan	75
Schedule of Investment Returns – Police Pension Plan and Non-Uniformed Employees’ Pension Plan	76
Schedule of Changes in the Township’s Net OPEB Liability and Related Ratios	77
Schedule of Investment Returns – Post-Retirement Healthcare Fund	78
Other Supplementary Information	
Schedule of Revenues – General Fund	79
Comparison of Budgeted and Actual Expenditures and Other Financing Uses – General Fund	80 – 90
Statement of Revenues, Expenses, and Changes in Net Position – Greater Plymouth Community Center	91
Combining Statement of Net Position – Component Units	92
Combining Statement of Revenues, Expenses, and Changes in Net Position – Component Units	93
Independent Auditor’s Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i>	94 – 95



## Independent Auditor's Report

Council Members  
Plymouth Township  
Plymouth Meeting, Pennsylvania

### **Report on the Audit of the Financial Statements**

#### ***Opinions***

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Plymouth Township, Pennsylvania, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise Plymouth Township, Pennsylvania's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Plymouth Township, Pennsylvania as of December 31, 2023, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

#### ***Basis for Opinions***

We conducted our audit in accordance with 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. 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 Plymouth Township, 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.

#### ***Responsibilities of Management for the Financial Statements***

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and 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.

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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 Plymouth Township, Pennsylvania'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 generally accepted auditing standards 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 generally accepted auditing standards 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 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 Plymouth Township, 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 Plymouth Township, 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.

### ***Required Supplementary information***

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the supplemental pension and OPEB schedules on pages 4 – 13 and 72 – 78 be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with

management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Plymouth Township, Pennsylvania's basic financial statements. The other supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

### **Other Reporting Required by Government Auditing Standard**

In accordance with *Government Auditing Standards*, we have also issued our report dated September 11, 2024, on our consideration of Plymouth Township, Pennsylvania'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 Plymouth Township, Pennsylvania'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 Plymouth Township, Pennsylvania's internal control over financial reporting and compliance.

*Barsz Gowie Amon & Fultz, LLC*

Media, Pennsylvania  
September 11, 2024

PLYMOUTH TOWNSHIP  
*Management's Discussion and Analysis*  
For the Year Ended December 31, 2023

Our discussion and analysis of Plymouth Township's financial performance provides an overview of the Township's financial activities for the fiscal year ended December 31, 2023. Please read it in conjunction with the Township's financial statements, which begin on page 14.

## FINANCIAL HIGHLIGHTS

- The Township continues to report adequate *budgetary fund balances* for all its governmental funds and business-type funds.
- The Township is reporting a General Fund *unassigned budgetary fund balance* of \$16.5 million.
- The Township is reporting a total Net Position of \$55.6 million.
- Total net position of governmental activities increased by \$3,761,197 during fiscal 2023. This is principally explained by: 1) depreciation expense recognized for accounting purposes was less than capital expenditures by \$7,731,263; 2) a decrease in the liability for post-retirement health care and pensions in the amount of \$3,333,354; 3) and a decrease in Governmental fund balances of \$7,447,416 reflecting that expenses exceeded revenues during 2023. Most of the decrease is due to the renovation of the Township Building.

## USING THIS ANNUAL REPORT

This annual report consists of a series of financial statements. The Statement of Net Position and the Statement of Activities (on pages 14 and 15) provide information about the activities of the Township as a whole and present a longer-term view of the Township's finances. Fund financial statements start on page 16. For governmental activities, these statements tell how these services were financed in the short term as well as what remains for future spending. Fund financial statements also report the Township's operations in more detail than the government-wide statements by providing information about the Township's most significant funds. The remaining statements provide financial information about activities for which the Township acts solely as a trustee or agent for the benefit of those outside of the government.

### Reporting the Township as a Whole

#### The Statement of Net Position and the Statement of Activities

Our analysis of the Township as a whole begins on page 7. One of the most important questions asked about the Township's finances is, "Is the Township as a whole better off or worse off as a result of the year's activities?" The Statement of Net Position and the Statement of Activities

PLYMOUTH TOWNSHIP  
*Management's Discussion and Analysis*  
For the Year Ended December 31, 2023

report information about the Township as a whole and about its activities in a way that helps answer this question. These statements include all assets and liabilities using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

These two statements report the Township's net position and changes in net position. You can think of the Township's net position – the difference between assets and deferred outflows of resources, and liabilities and deferred inflows of resources – as one way to measure the Township's financial health, or financial position. Over time, increases or decreases in the Township's net position are one indicator of whether its financial health is improving or deteriorating. You will need to consider other non-financial factors, however, such as changes in the Township's tax base and the condition of the Township's infrastructure, to assess the overall health of the Township.

In the Statement of Net Position and the Statement of Activities, we divide the Township into three kinds of activities:

- Governmental activities – Most of the Township's basic services are reported here, including general administration, public safety, public works, and parks and recreation. Property taxes, the earned income tax, and business taxes finance most of these activities.
- Business-type activities – The Township charges a fee to customers to help it cover all or most of the cost of certain services it provides. The Township's sewer system and Community Center are reported here.
- Component units – The Township includes three separate legal entities in its report, Harmonville Fire Company, Plymouth Fire Company, and the Plymouth Township Parks Recreation and Facilities Fund (a 501(c)(3) nonprofit organization). Although legally separate, these component units are important because the Township is financially accountable for them. Complete financial statements of Plymouth Township Parks, Recreation and Facilities Fund can be obtained from the Township. Complete financial statements of the fire companies can be obtained from their administrative offices.

## **Reporting the Township's Most Significant Funds**

### Fund Financial Statements

Our analysis of the Township's major funds begins on page 10. The fund financial statements begin on page 16 and provide detailed information about the most significant funds – not the Township as a whole. Plymouth Township Council establishes funds to help it control and manage money for particular purposes or to show that it is meeting legal responsibilities. The Township's two kinds of funds – governmental and proprietary – use different accounting approaches.

- Governmental funds – Most of the Township's basic services are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end that are available for spending. These funds are reported using an accounting method called modified accrual accounting, which measures cash



PLYMOUTH TOWNSHIP  
*Management's Discussion and Analysis*  
For the Year Ended December 31, 2023

and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Township's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Township's programs. We describe the differences between governmental activities (reported in the Statement of Net Position and the Statement of Activities) and governmental funds in a reconciliation immediately following the fund financial statements.

- Proprietary funds – When the Township charges customers for the services it provides, these services are generally reported in proprietary funds. Proprietary funds are reported in the same way that all activities are reported in the Statement of Net Position and the Statement of Activities.

### **The Township as Trustee**

#### Reporting the Township's Fiduciary Responsibilities

The Township is the trustee, or fiduciary, for its employees' pension funds, post-retirement healthcare fund, and the deferred compensation fund. Because of trust agreements and legal restrictions, these funds can only be used for the designated beneficiaries. All of the Township's fiduciary activities are reported in separate Statements of Fiduciary Net Position and Changes in Fiduciary Net Position on pages 27 and 28. We exclude these activities from the Township's other financial statements because the Township cannot use these assets to finance its operations. The Township is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

PLYMOUTH TOWNSHIP  
*Management's Discussion and Analysis*  
For the Year Ended December 31, 2023

**THE TOWNSHIP AS A WHOLE**

Tables 1 and 2 that follow present a summarization of Plymouth Township's Net Position and Changes in Net Position for fiscal year 2023.

**Table 1**  
**Net Position (in millions)**

	<b>Governmental Activities</b>		<b>Business-type Activities</b>		<b>Total Primary Government</b>	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Current Assets	\$30.1	\$37.6	\$5.6	\$5.8	\$35.7	\$43.4
Noncurrent Assets	38.1	30.3	13.2	13.2	51.3	43.5
Total Assets	<u>68.2</u>	<u>67.9</u>	<u>18.8</u>	<u>19.0</u>	<u>87.0</u>	<u>86.9</u>
Deferred Outflows of Resources	9.7	18.6	0.0	0.0	9.7	18.6
Total Assets and Deferred Outflows	<u>77.9</u>	<u>86.5</u>	<u>18.8</u>	<u>19.0</u>	<u>96.7</u>	<u>105.5</u>
Current Liabilities	3.1	2.7	0.5	1.0	3.6	3.7
Noncurrent Liabilities	27.3	36.5	0.0	0.0	27.3	36.5
Total Liabilities	<u>30.4</u>	<u>39.2</u>	<u>0.5</u>	<u>1.0</u>	<u>30.9</u>	<u>40.2</u>
Deferred Inflows of Resources	10.1	13.7	0.0	0.0	10.1	13.7
Net Position:						
Invested in Capital Assets, Net of Debt	18.6	30.3	13.2	13.2	31.8	43.5
Restricted	0.0	0.0	0.0	0.0	0.0	0.0
Unrestricted	18.8	3.3	5.0	4.8	23.8	8.1
Total Net Position	<u>37.4</u>	<u>33.6</u>	<u>18.2</u>	<u>18.0</u>	<u>55.6</u>	<u>51.6</u>
Total Liabilities, Deferred Inflows and Net Position	<u>\$77.9</u>	<u>\$86.5</u>	<u>\$18.8</u>	<u>\$19.0</u>	<u>\$96.7</u>	<u>\$105.5</u>

The Township has a significant investment in *capital assets* for both its governmental and business-type activities. Also, the Township reports the balance of *unrestricted net position* – the portion of resources that can be used to finance day-to-day operations without constraints established by debt covenants, enabling legislation, or other legal requirements. For its business-type activities, *unrestricted net position* amounts to \$5.04 million or 96.39% of the annual operating expenses for those activities. For governmental activities, the Township is reporting *unrestricted net position* of \$18.75 million or 69.27% of the annual operating expenses for those activities.

PLYMOUTH TOWNSHIP  
*Management's Discussion and Analysis*  
For the Year Ended December 31, 2023

**Table 2**  
**Changes in Net Position**  
(actual dollars)

	Governmental Activities		Business-type Activities		Total Primary Government	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
<b>Revenues</b>						
Program revenues:						
Charges for services	\$ 3,318,789	\$ 3,285,010	\$ 5,073,719	\$ 4,886,625	\$ 8,392,508	\$ 8,171,635
Operating grants	1,217,985	1,127,056	-	-	1,217,985	1,127,056
Capital grants	250,000	-	-	-	250,000	-
General revenues:						
Earned income tax	8,215,619	8,367,520	-	-	8,215,619	8,367,520
Real estate tax	4,444,185	4,319,274	-	-	4,444,185	4,319,274
Business taxes	8,574,139	7,548,625	-	-	8,574,139	7,548,625
Real estate transfer tax	985,922	1,585,853	-	-	985,922	1,585,853
Local services tax	1,144,211	1,155,357	-	-	1,144,211	1,155,357
Solid waste disposal tax	1,162,355	1,217,233	-	-	1,162,355	1,217,233
Other taxes	41,705	46,414	-	-	41,705	46,414
Unrestricted grants	-	985,232	-	-	-	985,232
Other general revenues	1,778,007	790,523	168,164	43,539	1,946,171	834,062
Total revenues	<u>31,132,918</u>	<u>30,428,097</u>	<u>5,241,883</u>	<u>4,930,164</u>	<u>36,374,801</u>	<u>35,358,261</u>
<b>Program expenses</b>						
General government	4,372,836	4,089,683	-	-	4,372,836	4,089,683
Public safety	11,537,636	11,107,077	-	-	11,537,636	11,107,077
Public works	5,082,821	3,471,930	-	-	5,082,821	3,471,930
Culture and recreation	1,337,109	1,363,066	-	-	1,337,109	1,363,066
Employee Benefits	4,051,068	6,975,313	-	-	4,051,068	6,975,313
Interest on debt	687,233	490,651	-	-	687,233	490,651
Sewer	-	-	2,893,131	2,736,632	2,893,131	2,736,632
Ply Community Center	-	-	2,334,892	2,302,407	2,334,892	2,302,407
Total expenses	<u>27,068,703</u>	<u>27,497,720</u>	<u>5,228,023</u>	<u>5,039,039</u>	<u>32,296,726</u>	<u>32,536,759</u>
Excess before transfers	4,064,215	2,930,377	13,860	(108,875)	4,078,075	2,821,502
Transfers	<u>(303,018)</u>	<u>128</u>	<u>303,018</u>	<u>(128)</u>	<u>-</u>	<u>-</u>
<b>Increase (decrease) in net position</b>	<u><u>3,761,197</u></u>	<u><u>2,930,505</u></u>	<u><u>316,878</u></u>	<u><u>(109,003)</u></u>	<u><u>4,078,075</u></u>	<u><u>2,821,502</u></u>

### Governmental Activities

For governmental activities, there was a \$3,761,197 increase in net position during fiscal 2023. This is primarily attributable to \$9,082,840 in capital asset purchases for the year against \$1,351,577 in depreciation expense.

The cost of all governmental activities this year was \$27.1 million. However, as shown in the Statement of Activities on page 15, the amount our taxpayers ultimately financed for these activities with Township resources was \$22.3 million because some of the cost was paid by those who directly benefited from the programs (\$3.3 million) or by other governments and organizations that subsidized certain programs with grants and contributions (\$1.5 million).

Overall, the Township's governmental program revenues, including intergovernmental aid and fees for services, amounted to \$4.8 million in fiscal 2023. The Township paid for the remaining 'public benefit' portion of governmental activities through various taxes and other revenue, such as interest and miscellaneous fees.

PLYMOUTH TOWNSHIP  
*Management's Discussion and Analysis*  
 For the Year Ended December 31, 2023

Table 3 presents the cost of each of the Township's largest programs as well as each program's *net cost* (total cost less revenues generated by the activities). The net cost shows the financial burden that was placed on the Township's taxpayers by each of these functions.

**Table 3**  
**Governmental Activities**  
**(actual dollars)**

	<b>Total Cost of Services</b>		<b>Net Cost of Services</b>	
	<u><b>2023</b></u>	<u><b>2022</b></u>	<u><b>2023</b></u>	<u><b>2022</b></u>
General government	\$4,372,836	\$4,089,683	\$2,989,600	\$2,663,648
Public safety	11,537,636	11,107,077	10,329,867	9,857,881
Public works	5,082,821	3,471,930	4,084,656	2,824,388
Culture and recreation	1,337,109	1,363,066	1,077,692	1,102,645
Employee benefits	4,051,068	6,975,313	3,112,881	6,146,441
Interest on debt	687,233	490,651	687,233	490,651
<b>Totals</b>	<u><b>\$27,068,702</b></u>	<u><b>\$27,497,720</b></u>	<u><b>\$22,281,928</b></u>	<u><b>\$23,085,654</b></u>

**Business Activities**

For business-type activities, net position increased during fiscal 2023 by \$316,878. The financial objective of the Township's business activities is that services are priced to cover costs. Overall, business-type activities generated revenue of approximately \$5.1 million and expenses of approximately \$5.2 million. The operating income of the sewer activities was \$436,173. The operating loss of the Community Center was \$590,477. Net operating transfers of \$303,018 were made to the Community Center to compensate for the operating loss and from the Sewer Fund to pay back the General Fund for operating costs. There was interest income earned that created additional revenue in the amount of \$168,164.

**THE TOWNSHIP'S FUNDS**

As the Township completed the fiscal year, its governmental funds (as presented in the balance sheet on page 16) reported a combined fund balance of \$26.8 million which is a decrease of \$7,447,416 from last year's total of \$34.3 million. As noted on page 18, the General Fund and Highway Aid Fund reported increases in fund balance of \$1,483,499 and \$278,310 respectively. The Capital Reserve Fund, Capital Projects Fund, and Health and Welfare Fund reported decreases in fund balance of \$1,527,400, \$7,494,731 and \$187,094, respectively.

**General Fund Budgetary Highlights**

The 2023 budget, as adopted, did not require any subsequent changes by Township Council. The General Fund Budgetary Comparison Statement on page 20 reflects that the Township ended fiscal 2023 with a budgetary fund balance of approximately \$16.8 million of which \$14.6 million was in the form of cash or liquid investments (page 16). Taxes Receivable of \$2.9 million make up most of the remaining balance of General Fund assets.

PLYMOUTH TOWNSHIP  
*Management's Discussion and Analysis*  
For the Year Ended December 31, 2023

There were some significant variations between budgeted and actual amounts for 2023. For the purpose of discussing budget variances, 'significant' variations will be considered those where the actual expenditure or revenue for a line item differs from the budget by \$100,000 or more.

Overall, revenue was better than projected in several areas resulting in an overall favorable variance of \$2,386,692. There were three negative variances in 'Earned Income Tax', 'Solid Waste Disposal Tax' and 'Licenses and Permits'. 'Earned Income Tax' came in under budget by \$154,784 due to the amount of EIT payees not returning to the same pre-pandemic levels as was expected. 'Solid Waste Disposal Tax' was under budget due to less tonnage moving through the Township's trash to steam plant. 'Licenses and Permits' came in under budget due to less development being conducted in the Township. Several revenue accounts came in higher than expected. 'Business Privilege' and 'Mercantile Taxes' came in \$1,310,100 and \$189,039 respectively. This is due to an increase in business and an aggressive approach in recovering delinquent accounts. 'Real Estate Transfer Taxes' were \$189,039 more than budgeted due to more than expected homes being sold during 2023. 'Interest Income' was \$695,968 over budget due to interest rates remaining high throughout the year. 'Intergovernmental' was over budget due to receiving more pension state aid than expected. Lastly, 'Miscellaneous Services' came in \$100,062 more than anticipated due to the new Verizon Tower paying rental fees to the Township. There were some other positive and negative revenue variances, none of which exceeded \$100,000.

Overall, actual expenditures in 2023 for the General Fund were favorable by \$227,937 to the original budget. There were both positive and negative variances in individual budget categories. Under 'Tax Collection', expenditures were \$250,124 more than budgeted due to fact that the Township pays expenses on a percentage of what is collected. As mentioned above, tax collection came in over budget. 'Administration' was under budget by \$160,049 due to less legal and engineering services used in 2023. 'Police Protection' was under budget due to a few early retirements. 'Code Enforcement' was under budget by \$108,193 due to reallocating salaries to other code departments. 'Highway Services' spent \$146,286 less than expected due to less electricity maintenance performed. 'Employee Benefits' came in \$106,075 under budget due to reallocating non-uniform pension expenses totaling \$119,307 to the Community Center Fund. Lastly, 'Transfers to other Funds' was \$4,211,012 less than expected mainly due to expected transfers for building renovation costs not needing to be made. Also, several projects requiring transfers were pushed back a year. There were some other positive and negative expenditure variances, none of which exceeded \$100,000.

## **CAPITAL ASSET AND DEBT ADMINISTRATION**

### **Capital Assets**

At the end of 2023, the Township had \$51.3 million invested in a broad range of capital assets including police and public works equipment, municipal buildings and land, park facilities, roads, bridges, sanitary sewers, and storm sewers. This 2023 net asset amount represents a net increase of \$7,877,012 or 18.1% compared to the previous year. The increase resulted primarily from the continuance of the renovations to the Township Building.

PLYMOUTH TOWNSHIP  
*Management's Discussion and Analysis*  
For the Year Ended December 31, 2023

**Capital Assets at Year-end**  
(Net of depreciation, in millions)

	Governmental		Business-type		Totals	
	Activities		Activities			
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
Construction in progress	17.9	10.0	1.4	0.9	19.3	10.9
Land	5.4	5.4	0.9	0.8	6.3	6.2
Buildings	1.0	1.0	5.2	5.5	6.2	6.5
Improvements	4.1	4.2	2.5	2.7	6.6	6.9
Machinery and equipment	2.5	2.2	0.2	0.2	2.7	2.4
Infrastructure	7.2	7.5	3.0	3.1	10.2	10.6
Rights to use Assets	0.1	0.0	0.0	0.0	0.1	0.0
<b>Totals</b>	<b><u>\$38.1</u></b>	<b><u>\$30.3</u></b>	<b><u>\$13.2</u></b>	<b><u>\$13.2</u></b>	<b><u>\$51.3</u></b>	<b><u>\$43.5</u></b>

The Township expended \$9,782,655 to acquire and construct capital assets during 2023. Capital expenditures were made to purchase a blade sever, public works equipment, a pole barn, police vehicles, to continue construction and improvements to the Township Campus, for street paving, and for replacement of sanitary sewer infrastructure.

The Township's fiscal 2024 capital budget calls for \$15.4 million in capital expenditures. The bulk of the expenditures will be for the renovations and improvements to the Township Building, Sewer Replacement and Infrastructure projects, a new pool pump room and a loan to Harmonville Fire Company to begin building a new fire station. Other projects include a sewer slip-lining project, street paving, upgrades to courts and dugouts, a new trash truck and upgrades to the administration's telephone line and server systems.

PLYMOUTH TOWNSHIP  
*Management's Discussion and Analysis*  
For the Year Ended December 31, 2023

**Debt and Postemployment Benefit Obligations**

At December 31, 2023, the Township had \$19,454,443 in outstanding debt.

The Township has a long-term liability for accrued employee leave time amounting to \$310,832.

The Township has recorded a liability in the Statement of Net Position for other postemployment benefits in the amount of \$3,410,952. This is an actuarially calculated number representing the difference between the Other Post Employment Benefit (OPEB) Liability and the assets dedicated to fund that liability. As of December 31, 2023, the total accrued liability for OPEB was \$36,185,164 and the market value of assets in the Post-Retirement Health Care Trust Fund was \$32,774,212. In 2023, the Township made a contribution of \$1,096,253 toward the cost of postemployment healthcare benefits for retirees.

The Township has also recorded a liability of \$4,527,433 in the Statement of Net Position for unfunded pension liabilities as calculated in the 2023 actuarial reports.

More detailed information about the Township's long-term liabilities is presented in the Notes to the Basic Financial Statements.

**ECONOMIC FACTORS AND THE 2024 BUDGETS AND RATES**

The Township's elected and appointed officials considered many factors when setting the fiscal year 2024 budget. One of those factors was the economy. The national economy is experiencing a period of slightly moderate growth. Business tax revenues were expected to see slight growth compared to previous years. There is also hope there is some relief from the decade's high inflation. Inflation was expected to be in the 5.0% to 5.5% range and interest rates were expected to stay flat with a chance for a rate decrease in 2024.

These indicators were considered when adopting the General Fund budget for 2024. Overall, General Fund revenue was estimated at \$28.6 million, which represents a \$1,439,726 increase from the amount budgeted for 2023. Real Estate Tax revenue is expected to increase slightly, however may be offset due to numerous assessment appeals occurring in the County. Earned Income Tax is expected to decrease to \$182,169. This is due to in 2023 a hope that the number of residents and non-residents who pay EIT to Plymouth Township would return to pre-pandemic levels, which did not happen. The 2024 number assumes a slight increase in EIT payees. Together, Business Privilege and Mercantile taxes were expected to increase in 2024 by nearly \$1,000,000 compared to 2023. This is due to the 2023 actual numbers coming in much higher than what was budgeted. The Township expects to earn of 5.0%-5.25% short-term and medium-term investments in 2024 due to interest rates remaining high. Revenue from all other revenue sources for 2024 is expected to be roughly the same as amounts budgeted in 2023.

PLYMOUTH TOWNSHIP  
*Management's Discussion and Analysis*  
For the Year Ended December 31, 2023

Budgeted General Fund expenditures for 2024 increased by \$1,640,465 from the amount budgeted in the prior year. The increase is the result of contractual salary increases for employees which were partially offset by expenditure cuts made elsewhere in the budget. Health Insurance, as well as Property and Casualty Insurance is expected to increase over 12.0% and 30%, respectively for 2024. The Township has added no major new programs or initiatives to the 2024 budget.

As for the Township's business-type activities, we expect that the 2024 results will be consistent with the prior years. For the Sewer Fund, it is anticipated that there may be a moderate rate increase in 2024 to ensure the rate structure is sufficient to cover all operating and capital costs. For the Community Center Fund, the rate structure for member passes can be revised should revenue continue to fall short of expenditures. The Community Center also periodically revises its services and programs to generate additional revenue.

**CONTACTING THE TOWNSHIP'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, investors, and creditors with a general overview of the Township's finances and to show the Township's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Finance Director, Plymouth Township, 700 Belvoir Road, Plymouth Meeting, PA 19462 or by email, [kjarrett@plymouthtownship.org](mailto:kjarrett@plymouthtownship.org).



**Plymouth Township**  
**Statement of Net Position**  
**December 31, 2023**

	Primary Government			Component Units
	Governmental Activities	Business-Type Activities	Total	
<b><u>Assets</u></b>				
<b><u>Current Assets</u></b>				
Cash and cash equivalents	\$ 5,889,082	\$ 2,061,748	\$ 7,950,830	\$ 1,650,304
Equity in pooled cash and investments	20,933,036	2,408,449	23,341,485	24,023
Accrued interest	216,615	26,920	243,535	1,655
Taxes receivable	2,937,550	-	2,937,550	-
Other receivables	104,012	1,060,073	1,164,085	-
Prepaid expenses	59,089	-	59,089	-
<b><u>Total Current Assets</u></b>	<b><u>30,139,384</u></b>	<b><u>5,557,190</u></b>	<b><u>35,696,574</u></b>	<b><u>3,878,835</u></b>
<b><u>Noncurrent Assets</u></b>				
<b><u>Capital Assets</u></b>				
Land and improvements (non-depreciable)	5,358,862	930,002	6,288,864	140,001
Construction in progress (non-depreciable)	17,894,184	1,364,989	19,259,173	-
Right to use assets, net of accumulated amortization	72,008	-	72,008	-
Other capital assets, net of accumulated depreciation	14,749,340	10,936,090	25,685,430	3,154,760
<b><u>Total Capital Assets</u></b>	<b><u>38,074,394</u></b>	<b><u>13,231,081</u></b>	<b><u>51,305,475</u></b>	<b><u>3,294,761</u></b>
<b><u>Total Assets</u></b>	<b><u>68,213,778</u></b>	<b><u>18,788,271</u></b>	<b><u>87,002,049</u></b>	<b><u>7,173,596</u></b>
<b><u>Deferred Outflows of Resources</u></b>				
Pensions	6,485,910	-	6,485,910	-
Other post-employment benefits	3,192,090	-	3,192,090	-
<b><u>Total Deferred Outflows of Resources</u></b>	<b><u>9,678,000</u></b>	<b><u>-</u></b>	<b><u>9,678,000</u></b>	<b><u>-</u></b>
<b><u>Total Assets and Deferred Outflows of Resources</u></b>	<b><u>\$ 77,891,778</u></b>	<b><u>\$ 18,788,271</u></b>	<b><u>\$ 96,680,049</u></b>	<b><u>\$ 7,173,596</u></b>
<b><u>Liabilities</u></b>				
<b><u>Current Liabilities</u></b>				
Deficit in equity in pooled cash and investments	\$ -	\$ 118,971	\$ 118,971	\$ -
Accounts payable and accrued expenses	2,645,767	303,808	2,949,575	-
Payroll withholdings	70,935	-	70,935	9,197
Unearned revenue	-	95,000	95,000	-
Promissory notes payable	-	-	-	18,002
Bonds payable	380,000	-	380,000	-
<b><u>Total Current Liabilities</u></b>	<b><u>3,096,702</u></b>	<b><u>517,779</u></b>	<b><u>3,614,481</u></b>	<b><u>27,199</u></b>
<b><u>Noncurrent Liabilities</u></b>				
Promissory notes payable	-	-	-	202,903
Bonds payable	19,074,443	-	19,074,443	-
Liability for compensated absences	310,832	-	310,832	-
Net pension liability	4,527,433	-	4,527,433	-
Net other post-employment benefits liability	3,410,952	-	3,410,952	-
<b><u>Total Noncurrent Liabilities</u></b>	<b><u>27,323,660</u></b>	<b><u>-</u></b>	<b><u>27,323,660</u></b>	<b><u>202,903</u></b>
<b><u>Total Liabilities</u></b>	<b><u>30,420,362</u></b>	<b><u>517,779</u></b>	<b><u>30,938,141</u></b>	<b><u>230,102</u></b>
<b><u>Deferred Inflows of Resources</u></b>				
Pensions	1,817,890	-	1,817,890	-
Other post-employment benefits	8,282,772	-	8,282,772	-
<b><u>Total Deferred Inflows of Resources</u></b>	<b><u>10,100,662</u></b>	<b><u>-</u></b>	<b><u>10,100,662</u></b>	<b><u>-</u></b>
<b><u>Net Position</u></b>				
Invested in capital assets, net of related debt	18,619,951	13,231,081	31,851,032	3,073,856
Unrestricted	18,750,803	5,039,411	23,790,214	3,869,638
<b><u>Total Net Position</u></b>	<b><u>37,370,754</u></b>	<b><u>18,270,492</u></b>	<b><u>55,641,246</u></b>	<b><u>6,943,494</u></b>
<b><u>Total Liabilities, Deferred Inflows of Resources, and Net Position</u></b>	<b><u>\$ 77,891,778</u></b>	<b><u>\$ 18,788,271</u></b>	<b><u>\$ 96,680,049</u></b>	<b><u>\$ 7,173,596</u></b>

The accompanying notes are an integral part of these financial statements.

**Plymouth Township**  
**Statement of Activities**  
**For the Year Ended December 31, 2023**

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			Component Units
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total	
<b>Primary Government</b>								
<u>Governmental Activities</u>								
General government	\$ 4,372,836	\$ 1,383,236	\$ -	\$ -	\$ (2,989,600)		\$ (2,989,600)	
Public safety	11,537,636	1,012,760	195,009	-	(10,329,867)		(10,329,867)	
Public works	5,082,821	663,376	84,789	250,000	(4,084,656)		(4,084,656)	
Culture and recreation	1,337,109	259,417	-	-	(1,077,692)		(1,077,692)	
Employee benefits	4,051,068	-	938,187	-	(3,112,881)		(3,112,881)	
Interest expense	687,233	-	-	-	(687,233)		(687,233)	
<u>Total Governmental Activities</u>	<u>27,068,702</u>	<u>3,318,789</u>	<u>1,217,985</u>	<u>250,000</u>	<u>(22,281,928)</u>		<u>(22,281,928)</u>	
<u>Business-Type Activities</u>								
Sewer	2,893,131	3,329,304	-	-	-	\$ 436,173	436,173	
Greater Plymouth Community Center	2,334,892	1,744,415	-	-	-	(590,477)	(590,477)	
<u>Total Business-Type Activities</u>	<u>5,228,023</u>	<u>5,073,719</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(154,304)</u>	<u>(154,304)</u>	
<u>Total Primary Government</u>	<u>\$ 32,296,725</u>	<u>\$ 8,392,508</u>	<u>\$ 1,217,985</u>	<u>\$ 250,000</u>	<u>(22,281,928)</u>	<u>(154,304)</u>	<u>(22,436,232)</u>	
<b>Component Units</b>								
Fire companies	\$ 1,529,653	\$ 72,770	\$ 1,492,823	\$ -				\$ 35,940
Non-profit entity	-	-	600	-				600
<u>Total Component Units</u>	<u>\$ 1,529,653</u>	<u>\$ 72,770</u>	<u>\$ 1,493,423</u>	<u>\$ -</u>				<u>36,540</u>
<u>General Revenues</u>								
<u>Taxes</u>								
Earned income tax					8,215,619	-	8,215,619	-
Real estate taxes					3,250,849	-	3,250,849	-
Fire services fee					1,193,336	-	1,193,336	-
Business privilege taxes					4,870,100	-	4,870,100	-
Mercantile taxes					3,704,039	-	3,704,039	-
Real estate transfer taxes					985,922	-	985,922	-
Local services tax					1,144,211	-	1,144,211	-
Solid waste disposal tax					1,162,355	-	1,162,355	-
Other taxes					41,705	-	41,705	-
Unrestricted investment earnings					1,582,845	168,164	1,751,009	203,326
Rental income					20,000	-	20,000	18,176
Miscellaneous					175,162	-	175,162	31,762
<u>Transfers</u>					<u>(303,018)</u>	<u>303,018</u>	<u>-</u>	<u>-</u>
<u>Total General Revenues and Transfers</u>					<u>26,043,125</u>	<u>471,182</u>	<u>26,514,307</u>	<u>373,536</u>
<u>Change in Net Position</u>					<u>3,761,197</u>	<u>316,878</u>	<u>4,078,075</u>	<u>410,076</u>
<u>Net Position - Beginning of Year</u>					<u>33,609,557</u>	<u>17,953,614</u>	<u>51,563,171</u>	<u>6,533,418</u>
<u>Net Position - End of Year</u>					<u>\$ 37,370,754</u>	<u>\$ 18,270,492</u>	<u>\$ 55,641,246</u>	<u>\$ 6,943,494</u>

The accompanying notes are an integral part of these financial statements.

**Plymouth Township**  
**Balance Sheet**  
**Governmental Funds**  
**December 31, 2023**

	General	Capital Reserve	Capital Projects	Highway Aid	Health and Welfare	Total Governmental Funds
<u>Assets</u>						
Cash and cash equivalents	\$ 1,492,639	\$ 3,601	\$ 4,333,945	\$ 7,283	\$ 51,614	\$ 5,889,082
Equity in pooled cash and investments	13,180,118	6,566,614	-	596,388	589,916	20,933,036
Accrued interest	55,297	28,075	-	2,574	-	85,946
Interfund receivables	-	109,485	-	-	-	109,485
Taxes receivable	2,937,550	-	-	-	-	2,937,550
Other receivables	104,012	-	-	-	-	104,012
Prepaid expenditures	131,097	-	-	-	-	131,097
	<u>\$ 17,900,713</u>	<u>\$ 6,707,775</u>	<u>\$ 4,333,945</u>	<u>\$ 606,245</u>	<u>\$ 641,530</u>	<u>\$ 30,190,208</u>
<u>Liabilities, Deferred Inflows of Resources, and Fund Balances</u>						
<u>Liabilities</u>						
Accounts payable and accrued expenses	\$ 459,420	\$ 6,456	\$ 2,172,018	\$ -	\$ 7,873	\$ 2,645,767
Payroll withholdings	70,935	-	-	-	-	70,935
Interfund payables	-	-	109,485	-	-	109,485
	<u>530,355</u>	<u>6,456</u>	<u>2,281,503</u>	<u>-</u>	<u>7,873</u>	<u>2,826,187</u>
<u>Deferred Inflows of Resources</u>						
Deferred Tax Revenues	536,472	-	-	-	-	536,472
	<u>536,472</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>536,472</u>
<u>Fund Balances</u>						
Non-spendable	131,097	-	-	-	-	131,097
Restricted for:						
Capital projects	-	4,049,353	2,052,442	-	-	6,101,795
Highway construction and maintenance	-	-	-	606,245	-	606,245
Assigned for:						
Capital projects	-	2,651,966	-	-	-	2,651,966
Employees' health and welfare	-	-	-	-	633,657	633,657
Other	157,874	-	-	-	-	157,874
Unassigned	16,544,915	-	-	-	-	16,544,915
	<u>16,833,886</u>	<u>6,701,319</u>	<u>2,052,442</u>	<u>606,245</u>	<u>633,657</u>	<u>26,827,549</u>
<u>Total Liabilities, Deferred Inflows of Resources, and Fund Balances</u>	<u>\$ 17,900,713</u>	<u>\$ 6,707,775</u>	<u>\$ 4,333,945</u>	<u>\$ 606,245</u>	<u>\$ 641,530</u>	<u>\$ 30,190,208</u>

The accompanying notes are an integral part of these financial statements.

**Plymouth Township**  
**Balance Sheet**  
**Governmental Funds (Continued)**  
**December 31, 2023**

Reconciliation of the fund balances of governmental funds to net position of governmental activities

Total Fund Balances - Total Governmental Funds	\$ 26,827,549
Amounts reported for governmental activities in the statement of net position are different because:	
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds, net of accumulated depreciation and amortization of \$574,806,886	38,074,394
The cost of subscription based information technology arrangements, classified as prepaid expenditures in the fund financial statements, are included in the cost of capital assets in the statement of net position	(72,008)
Accrued interest income that is not available to pay liabilities of the current period does not represent available spendable financial resources and is, therefore, not reported in the funds	130,669
Long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds:	
Bonds payable	(19,454,443)
Compensated absences	(310,832)
Net pension liability, net of related deferred outflows and deferred inflows	140,587
Net other post-employment benefits liability, net of related deferred outflows and deferred inflows	(8,501,634)
Tax revenue collected beyond 60 days of year-end are included in net position of governmental activities, but are not accrued as income in the funds	536,472
 <u>Net Position of Governmental Activities</u>	 \$ 37,370,754

The accompanying notes are an integral part of these financial statements.

**Plymouth Township**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds**  
**For the Year Ended December 31, 2023**

	<u>General</u>	<u>Capital Reserve</u>	<u>Capital Projects</u>	<u>Highway Aid</u>	<u>Health and Welfare</u>	<u>Total Governmental Funds</u>
<b><u>Revenues</u></b>						
Earned income tax	\$ 8,544,385	\$ -	\$ -	\$ -	\$ -	\$ 8,544,385
Real estate taxes	3,261,594	-	-	-	-	3,261,594
Fire services fee	1,193,336	-	-	-	-	1,193,336
Business privilege taxes	4,870,100	-	-	-	-	4,870,100
Mercantile taxes	3,704,039	-	-	-	-	3,704,039
Real estate transfer taxes	985,922	-	-	-	-	985,922
Local services tax	1,129,682	-	-	-	-	1,129,682
Solid waste disposal tax	1,162,355	-	-	-	-	1,162,355
Amusement tax	41,705	-	-	-	-	41,705
Licenses and permits	1,368,358	-	-	-	-	1,368,358
Fines and forfeits	122,406	-	-	-	-	122,406
Interest income and investment earnings	775,968	305,963	428,998	19,339	2,438	1,532,706
Rental income	20,000	-	-	-	-	20,000
Intergovernmental	1,217,985	250,000	-	481,655	-	1,949,640
Charges for services	953,817	-	-	-	211,398	1,165,215
Assessments and fees	-	181,155	-	-	-	181,155
Miscellaneous	175,162	-	-	-	-	175,162
<b><u>Total Revenues</u></b>	<b><u>29,526,814</u></b>	<b><u>737,118</u></b>	<b><u>428,998</u></b>	<b><u>500,994</u></b>	<b><u>213,836</u></b>	<b><u>31,407,760</u></b>
<b><u>Expenditures</u></b>						
General government	3,921,382	357,594	7,923,729	-	-	12,202,705
Public safety	11,555,236	-	-	-	-	11,555,236
Public works	2,603,216	2,134,526	-	222,684	-	4,960,426
Culture and recreation	1,343,443	53,898	-	-	-	1,397,341
Employee benefits	2,791,988	-	-	-	4,592,434	7,384,422
Debt service	1,052,028	-	-	-	-	1,052,028
<b><u>Total Expenditures</u></b>	<b><u>23,267,293</u></b>	<b><u>2,546,018</u></b>	<b><u>7,923,729</u></b>	<b><u>222,684</u></b>	<b><u>4,592,434</u></b>	<b><u>38,552,158</u></b>
<b><u>Excess of Revenues Over (Under) Expenditures</u></b>	<b><u>6,259,521</u></b>	<b><u>(1,808,900)</u></b>	<b><u>(7,494,731)</u></b>	<b><u>278,310</u></b>	<b><u>(4,378,598)</u></b>	<b><u>(7,144,398)</u></b>
<b><u>Other Financing Sources (Uses)</u></b>						
Transfers in	268,466	289,000	-	-	4,191,504	4,748,970
Transfers out	(5,044,488)	(7,500)	-	-	-	(5,051,988)
<b><u>Total Other Financing Sources and (Uses)</u></b>	<b><u>(4,776,022)</u></b>	<b><u>281,500</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>4,191,504</u></b>	<b><u>(303,018)</u></b>
<b><u>Net Change in Fund Balances</u></b>	<b><u>1,483,499</u></b>	<b><u>(1,527,400)</u></b>	<b><u>(7,494,731)</u></b>	<b><u>278,310</u></b>	<b><u>(187,094)</u></b>	<b><u>(7,447,416)</u></b>
<b><u>Fund Balances - Beginning of Year</u></b>	<b><u>15,350,387</u></b>	<b><u>8,228,719</u></b>	<b><u>9,547,173</u></b>	<b><u>327,935</u></b>	<b><u>820,751</u></b>	<b><u>34,274,965</u></b>
<b><u>Fund Balances - End of Year</u></b>	<b><u>\$ 16,833,886</u></b>	<b><u>\$ 6,701,319</u></b>	<b><u>\$ 2,052,442</u></b>	<b><u>\$ 606,245</u></b>	<b><u>\$ 633,657</u></b>	<b><u>\$ 26,827,549</u></b>

The accompanying notes are an integral part of these financial statements.

**Plymouth Township**  
**Statement of Revenues, Expenditures, and Changes in Fund Balances**  
**Governmental Funds (Continued)**  
**For the Year Ended December 31, 2023**

Reconciliation of the change in fund balances - total governmental funds to the change in net position of governmental activities:

Net Change in Fund Balances - Total Governmental Funds \$ (7,447,416)

Amounts reported for governmental activities in the Statement of Activities are different because:

Governmental funds report capital outlays as expenditures while governmental activities report depreciation expense to allocate those expenditures over the life of the assets:

Capital asset purchases capitalized	9,082,840
Depreciation expense	(1,351,577)

The issuance of long-term debt provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. In addition, governmental funds report the effect of bond premiums and discounts when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items:

Repayment of bond principal	335,000
Amortization of bond premium	29,795

The following changes in long-term liabilities affect expenses in the statement of activities, but are not reflected in the statement of revenues, expenditures, and changes in fund balances - governmental funds:

Liability for compensated absences	54,044
Net other post-employment benefits liability, net of related deferred outflows and deferred inflows	4,412,335
Net pension liability, net of related deferred outflows and deferred inflows	(1,078,981)

The change in accrued interest income that is not available to pay liabilities of the current period does not represent available spendable financial resources and is, therefore, not reported in the funds.

50,139

The change in deferred inflow of resources for taxes collected beyond 60 days of year-end is reflected in the statement of revenues, expenditures, and changes in fund balances - governmental funds, but does not affect revenues recognized in the statement of activities.

(324,982)

Change in Net Position of Governmental Activities

\$ 3,761,197

The accompanying notes are an integral part of these financial statements.

**Plymouth Township**  
**Budgetary Comparison Statement - General Fund**  
**For the Year Ended December 31, 2023**

	Original and Final Budget	Actual Amounts	Favorable (Unfavorable) Variance
<u>Revenue</u>			
Earned income tax	\$ 8,699,169	\$ 8,544,385	\$ (154,784)
Real estate taxes	3,166,944	3,261,594	94,650
Fire services fee	1,200,000	1,193,336	(6,664)
Business privilege taxes	3,560,000	4,870,100	1,310,100
Mercantile taxes	3,515,000	3,704,039	189,039
Real estate transfer taxes	750,000	985,922	235,922
Local services tax	1,129,140	1,129,682	542
Solid waste disposal tax	1,275,000	1,162,355	(112,645)
Other taxes	1,000	-	(1,000)
Licenses and permits	1,470,520	1,368,358	(102,162)
Fines and forfeits	139,500	122,406	(17,094)
Interest income	80,000	775,968	695,968
Intergovernmental	1,070,000	1,217,985	147,985
Charges for services	947,044	953,817	6,773
Miscellaneous	75,100	175,162	100,062
<u>Total Revenue</u>	<u>27,078,417</u>	<u>29,465,109</u>	<u>2,386,692</u>
<u>Expenditures</u>			
General government			
Manager's office	735,224	735,304	(80)
Administration	2,185,710	2,025,661	160,049
Tax collection	358,750	608,874	(250,124)
Township building	309,148	310,527	(1,379)
Reimbursable costs	315,000	241,016	73,984
Public safety			
Police protection	8,868,905	8,738,708	130,197
Fire protection	1,637,351	1,654,549	(17,198)
Zoning	152,136	196,190	(44,054)
Building	772,247	779,813	(7,566)
Code enforcement	294,169	185,976	108,193
Public works			
Sanitation	1,309,300	1,349,833	(40,533)
Administration	349,349	346,369	2,980
Street maintenance	127,100	161,904	(34,804)
Highway services	414,000	267,714	146,286
Equipment maintenance and purchases	433,500	477,396	(43,896)
Culture and recreation			
Buildings and grounds	815,747	852,165	(36,418)
Parks and recreation	467,503	491,278	(23,775)
Employee benefits	2,898,063	2,791,988	106,075
Debt service	1,052,028	1,052,028	-
<u>Total Expenditures and Other Financing Uses</u>	<u>23,495,230</u>	<u>23,267,293</u>	<u>227,937</u>
<u>Excess of Revenues Over Expenditures</u>	<u>3,583,187</u>	<u>6,197,816</u>	<u>2,614,629</u>
<u>Other Financing Sources (Uses)</u>			
Transfers from other funds	268,466	268,466	-
Transfers to other funds	(9,255,500)	(5,044,488)	4,211,012
<u>Total Other Financing Sources (Uses)</u>	<u>(8,987,034)</u>	<u>(4,776,022)</u>	<u>4,211,012</u>
<u>Net Change in Fund Balance</u>	<u>(5,403,847)</u>	<u>1,421,794</u>	<u>6,825,641</u>
<u>Fund Balance - Beginning of Year</u>	<u>13,066,546</u>	<u>15,350,387</u>	<u>2,283,841</u>
<u>Fund Balance - End of Year</u>	<u>\$ 7,662,699</u>	<u>\$ 16,772,181</u>	<u>\$ 9,109,482</u>

The accompanying notes are an integral part of these financial statements.

**Plymouth Township**  
**Budgetary Comparison Statement - Highway Aid Fund**  
**For the Year Ended December 31, 2023**

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Favorable (Unfavorable) Variance</u>
<u>Revenue</u>			
Interest income	\$ 1,500	\$ 19,339	\$ 17,839
Intergovernmental	474,961	481,655	6,694
<u>Total Revenue</u>	<u>476,461</u>	<u>500,994</u>	<u>24,533</u>
<u>Expenditures</u>			
Public works - highways, roads, and streets	544,000	222,684	321,316
<u>Total Expenditures</u>	<u>544,000</u>	<u>222,684</u>	<u>321,316</u>
<u>Net Change in Fund Balance</u>	(67,539)	278,310	345,849
<u>Fund Balance - Beginning of Year</u>	<u>191,000</u>	<u>327,935</u>	<u>136,935</u>
<u>Fund Balance - End of Year</u>	<u>\$ 123,461</u>	<u>\$ 606,245</u>	<u>\$ 482,784</u>

The accompanying notes are an integral part of these financial statements.



**Plymouth Township**  
**Budgetary Comparison Schedule - Health and Welfare Fund**  
**For the Year Ended December 31, 2023**

	<u>Original and Final Budget</u>	<u>Actual Amounts</u>	<u>Favorable (Unfavorable) Variance</u>
<u>Revenue and Other Financing Sources</u>			
Investment earnings	\$ 500	\$ 2,438	\$ 1,938
Charges for services	202,000	211,398	9,398
Transfers from other funds	4,191,500	4,191,504	4
<u>Total Revenue and Other Financing Sources</u>	<u>4,394,000</u>	<u>4,405,340</u>	<u>11,340</u>
<u>Expenditures and Other Financing Uses</u>			
Employee benefits	4,394,000	4,592,434	(198,434)
<u>Total Expenditures and Other Financing Uses</u>	<u>4,394,000</u>	<u>4,592,434</u>	<u>(198,434)</u>
<u>Net Change in Fund Balance</u>	-	(187,094)	(187,094)
<u>Fund Balance - Beginning of Year</u>	<u>827,880</u>	<u>820,751</u>	<u>(7,129)</u>
<u>Fund Balance - End of Year</u>	<u>\$ 827,880</u>	<u>\$ 633,657</u>	<u>\$ (194,223)</u>

The accompanying notes are an integral part of these financial statements.

**Plymouth Township**  
**Statement of Net Position**  
**Proprietary Funds**  
**December 31, 2023**

	<u>Sewer Revenue and Reserve</u>	<u>Greater Plymouth Community Center</u>	<u>Totals</u>
<u>Assets</u>			
<u>Current Assets</u>			
Cash and cash equivalents	\$ 1,393,415	\$ 668,333	\$ 2,061,748
Equity in pooled cash and investments	2,408,449	-	2,408,449
Accrued interest	26,920	-	26,920
Sewer rents receivable	1,060,073	-	1,060,073
<u>Total Current Assets</u>	<u>4,888,857</u>	<u>668,333</u>	<u>5,557,190</u>
<u>Noncurrent Assets</u>			
<u>Capital Assets</u>			
Land	2	930,000	930,002
Construction in progress	1,364,989	-	1,364,989
Construction and extensions - sewer system	7,615,476	-	7,615,476
Building and equipment	955,807	14,161,778	15,117,585
Less accumulated depreciation	(5,029,829)	(6,767,142)	(11,796,971)
<u>Total Noncurrent Assets</u>	<u>4,906,445</u>	<u>8,324,636</u>	<u>13,231,081</u>
<u>Total Assets</u>	<u>\$ 9,795,302</u>	<u>\$ 8,992,969</u>	<u>\$ 18,788,271</u>
<u>Liabilities and Net Position</u>			
<u>Liabilities</u>			
Deficit in equity in pooled cash and investments	\$ -	\$ 118,971	\$ 118,971
Accounts payable and accrued expenses	237,777	66,031	303,808
Unearned revenue	-	95,000	95,000
<u>Total Liabilities</u>	<u>237,777</u>	<u>280,002</u>	<u>517,779</u>
<u>Net Position</u>			
Invested in capital assets	4,906,445	8,324,636	13,231,081
Unrestricted	4,651,080	388,331	5,039,411
<u>Total Net Position</u>	<u>9,557,525</u>	<u>8,712,967</u>	<u>18,270,492</u>
<u>Total Liabilities and Net Position</u>	<u>\$ 9,795,302</u>	<u>\$ 8,992,969</u>	<u>\$ 18,788,271</u>

The accompanying notes are an integral part of these financial statements.

**Plymouth Township**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Proprietary Funds**  
**For the Year Ended December 31, 2023**

	Sewer Revenue and Reserve	Greater Plymouth Community Center	Totals
<u>Operating Revenues</u>			
Charges for services	\$ 3,248,078	\$ 1,735,489	\$ 4,983,567
Special assessments	68,792	-	68,792
Miscellaneous	12,434	8,926	21,360
<u>Total Operating Revenues</u>	<u>3,329,304</u>	<u>1,744,415</u>	<u>5,073,719</u>
<u>Operating Expenses</u>			
Sewage collection and treatment	2,773,592	-	2,773,592
Culture and recreation	-	1,917,151	1,917,151
Depreciation	119,539	417,741	537,280
<u>Total Operating Expenses</u>	<u>2,893,131</u>	<u>2,334,892</u>	<u>5,228,023</u>
<u>Operating Income (Loss)</u>	<u>436,173</u>	<u>(590,477)</u>	<u>(154,304)</u>
<u>Non-Operating Revenues</u>			
Interest income	140,756	27,408	168,164
<u>Total Non-Operating Revenue</u>	<u>140,756</u>	<u>27,408</u>	<u>168,164</u>
<u>Income (Loss) Before Transfers</u>	<u>576,929</u>	<u>(563,069)</u>	<u>13,860</u>
<u>Transfers In</u>	-	823,886	823,886
<u>Transfers Out</u>	<u>(268,466)</u>	<u>(252,402)</u>	<u>(520,868)</u>
<u>Change in Net Position</u>	<u>308,463</u>	<u>8,415</u>	<u>316,878</u>
<u>Total Net Position - Beginning of Year</u>	<u>9,249,062</u>	<u>8,704,552</u>	<u>17,953,614</u>
<u>Total Net Position - End of Year</u>	<u>\$ 9,557,525</u>	<u>\$ 8,712,967</u>	<u>\$ 18,270,492</u>

The accompanying notes are an integral part of these financial statements.

**Plymouth Township**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended December 31, 2023**

	Sewer Revenue and Reserve	Greater Plymouth Community Center	Totals
<u>Cash Flows from Operating Activities</u>			
Receipts from customers	\$ 3,282,102	\$ 1,734,489	\$ 5,016,591
Other Receipts	-	8,926	8,926
Payments to suppliers	(2,599,935)	(548,765)	(3,148,700)
Payments to employees	(84,860)	(1,353,816)	(1,438,676)
	<u>597,307</u>	<u>(159,166)</u>	<u>438,141</u>
<u>Net Cash Provided (Used) by Operating Activities</u>			
<u>Cash Flows from Noncapital Financing Activities</u>			
Contributions from governmental funds	-	823,886	823,886
Operating transfers out	(268,466)	(252,402)	(520,868)
	<u>(268,466)</u>	<u>571,484</u>	<u>303,018</u>
<u>Net Cash Provided (Used) by Noncapital Financing Activities</u>			
<u>Cash Flows from Capital and Related Financing Activities</u>			
Acquisition and construction of capital assets	(596,210)	(14,811)	(611,021)
	<u>(596,210)</u>	<u>(14,811)</u>	<u>(611,021)</u>
<u>Net Cash (Used) by Capital and Related Financing Activities</u>			
<u>Cash Flows from Investing Activities</u>			
Interest income	136,049	27,408	163,457
	<u>136,049</u>	<u>27,408</u>	<u>163,457</u>
<u>Net Cash Provided by Investing Activities</u>			
<u>Net Increase (Decrease) in Cash, Cash Equivalents, and Equity in Pooled Cash and Investments</u>			
	(131,320)	424,915	293,595
<u>Cash, Cash Equivalents, and Equity in Pooled Cash and Investments:</u>			
<u>Beginning of Year</u>	<u>3,933,184</u>	<u>124,447</u>	<u>4,057,631</u>
<u>End of Year</u>	<u>\$ 3,801,864</u>	<u>\$ 549,362</u>	<u>\$ 4,351,226</u>
Cash and cash equivalents	\$ 1,393,415	\$ 668,333	\$ 2,061,748
Equity in pooled cash and investments	2,408,449	-	2,408,449
Deficit in equity in pooled cash and investments	-	(118,971)	(118,971)
	<u>\$ 3,801,864</u>	<u>\$ 549,362</u>	<u>\$ 4,351,226</u>
<u>Total Cash, Cash Equivalents, and Equity in Pooled Cash and Investments - End of Year</u>			

The accompanying notes are an integral part of these financial statements.

**Plymouth Township**  
**Statement of Cash Flows**  
**Proprietary Funds**  
**For the Year Ended December 31, 2023**

	<u>Sewer Revenue and Reserve</u>	<u>Greater Plymouth Community Center</u>	<u>Totals</u>
<u>Reconciliation of Operating Income (Loss) to Net Cash</u>			
<u>Provided (Used) by Operating Activities:</u>			
Operating income (loss)	\$ 436,173	\$ (590,477)	\$ (154,304)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:			
Depreciation	119,539	417,741	537,280
Change in assets and liabilities:			
Sewer rents receivable	(47,202)	-	(47,202)
Accounts payable and accrued expenses	88,797	14,570	103,367
Unearned revenue	-	(1,000)	(1,000)
<u>Net Cash Provided (Used) by Operating Activities</u>	<u>\$ 597,307</u>	<u>\$ (159,166)</u>	<u>\$ 438,141</u>

The accompanying notes are an integral part of these financial statements.

**Plymouth Township**  
**Statement of Fiduciary Net Position**  
**Fiduciary Funds**  
**December 31, 2023**

	<u>Pension and Other Employee Benefit Trust Funds</u>					<u>Custodial Funds</u>
	<u>Police Pension Trust Fund</u>	<u>Deferred Retirement Option Plan (DROP) Trust Fund</u>	<u>Non-Uniformed Employees' Pension Trust Fund</u>	<u>Post-Retirement Healthcare Fund</u>	<u>Deferred Compensation Fund</u>	
<u>Assets</u>						
Cash and cash equivalents	\$ 1,266,524	\$ -	\$ 807,250	\$ 772,520	\$ -	\$ 586,837
Equity in pooled cash and investments	-	-	-	-	-	450,000
Accrued interest receivable	3,418	-	2,578	3,007	-	-
Investments, at fair value:						
Mutual funds	52,572,761	2,125,664	33,829,247	30,963,685	11,942,633	-
Partnerships/joint ventures	1,800,000	-	1,170,000	1,035,000	-	-
<u>    Total Assets</u>	<u>\$ 55,642,703</u>	<u>\$ 2,125,664</u>	<u>\$ 35,809,075</u>	<u>\$ 32,774,212</u>	<u>\$ 11,942,633</u>	<u>\$ 1,036,837</u>
<u>Liabilities</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Net Position</u>						
Restricted for pension benefits	55,642,703	2,125,664	35,809,075	-	-	-
Restricted for deferred compensation benefits	-	-	-	-	11,942,633	-
Held in trust for post-retirement benefits	-	-	-	32,774,212	-	-
Held in trust for developers and others	-	-	-	-	-	1,036,837
<u>Total Net Position</u>	<u>\$ 55,642,703</u>	<u>\$ 2,125,664</u>	<u>\$ 35,809,075</u>	<u>\$ 32,774,212</u>	<u>\$ 11,942,633</u>	<u>\$ 1,036,837</u>

The accompanying notes are an integral part of these financial statements.

**Plymouth Township**  
**Statement of Changes in Fiduciary Net Position**  
**Fiduciary Funds**  
**For the Year Ended December 31, 2023**

	<u>Pension and Other Employee Benefit Trust Funds</u>					<u>Custodial Funds</u>
	<u>Police Pension Trust Fund</u>	<u>Deferred Retirement Option Plan (DROP) Trust Fund</u>	<u>Non-Uniformed Employees' Pension Trust Fund</u>	<u>Post-Retirement Healthcare Fund</u>	<u>Deferred Compensation Fund</u>	
<u>Additions</u>						
Contributions						
State	\$ 489,543	\$ -	\$ 419,608	\$ -	\$ -	\$ -
Township	692,650	-	290,262	1,096,253	-	-
Plan members	183,085	622,274	-	-	769,920	-
Total Contributions	<u>1,365,278</u>	<u>622,274</u>	<u>709,870</u>	<u>\$ 1,096,253</u>	<u>769,920</u>	<u>-</u>
Investment Earnings						
Net increase in fair value of investments, including realized gains and losses	5,801,253	110,913	3,721,541	3,360,319	1,749,634	-
Interest and dividends	1,445,685	-	928,483	854,352	-	-
Total Investment Earnings	<u>7,246,938</u>	<u>110,913</u>	<u>4,650,024</u>	<u>4,214,671</u>	<u>1,749,634</u>	<u>-</u>
Other Additions						
Escrow deposits from developers	-	-	-	-	-	372,612
Total Other Additions	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>372,612</u>
Total Additions	<u>8,612,216</u>	<u>733,187</u>	<u>5,359,894</u>	<u>5,310,924</u>	<u>2,519,554</u>	<u>372,612</u>
<u>Deductions</u>						
Benefits	2,624,053	100,064	1,193,477	1,096,253	139,321	-
Administrative expenses	145,053	1,482	92,749	81,114	1,520	-
Return of escrow deposits to developers	-	-	-	-	-	214,242
Total Deductions	<u>2,769,106</u>	<u>101,546</u>	<u>1,286,226</u>	<u>1,177,367</u>	<u>140,841</u>	<u>214,242</u>
Change in Net Position	5,843,110	631,641	4,073,668	4,133,557	2,378,713	158,370
Net Position - Beginning of Year	49,799,593	1,494,023	31,735,407	28,640,655	9,563,920	878,467
Net Position - End of Year	<u>\$ 55,642,703</u>	<u>\$ 2,125,664</u>	<u>\$ 35,809,075</u>	<u>\$ 32,774,212</u>	<u>\$ 11,942,633</u>	<u>\$ 1,036,837</u>

The accompanying notes are an integral part of these financial statements.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 1 Summary of Significant Accounting Policies

The financial statements of Plymouth Township (the “Township”) are prepared in accordance with generally accepted accounting principles (“GAAP”). The Governmental Accounting Standards Board (GASB) is responsible for establishing GAAP for state and local governments. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

A. Financial Reporting Entity

As required by GAAP, these financial statements present the Township (the primary government) and its discretely presented component units.

A component unit is a legal entity that is either a separate government organization that is not a primary government, a not-for-profit corporation, or a for-profit corporation, that meets any one of the following four conditions:

- a. The primary government appoints a voting majority of the entity’s governing body; and the primary government can impose its will on the entity, and/or a financial benefit/burden relationship exists between the primary government and the entity;
- b. The entity is fiscally dependent on the primary government and has a financial benefit/burden relationship with the primary government;
- c. The primary government holds a majority equity interest in the entity for the purpose of facilitating government services; or
- d. The primary government’s financial statements would be misleading if the entity was excluded.

A component unit’s financial statements are blended with the financial statements of the primary government when one of the following four circumstances is met:

- a. There is substantively the same governing body for both the primary government and the component unit; and there is a financial benefit or burden relationship between the primary government and the component unit, or the operational responsibility for the component unit rests with the management of the primary government.
- b. A component unit provides services entirely (or almost entirely) to the primary government or benefits the primary government exclusively (or almost exclusively).
- c. A component unit’s debt, including leases, is expected to be repaid entirely or almost entirely with the primary government's resources.
- d. A component unit is incorporated as a not-for-profit corporation and the primary government is the sole corporate member.



**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 1 Summary of Significant Accounting Policies (Continued)

A. Financial Reporting Entity (Continued)

A discretely presented component unit is a separate legal entity that meets the component unit criteria described above but does not meet the criteria for blending. Those component units' financial statements are presented discretely in the primary government's government-wide financial statements.

The Township's financial reporting entity is comprised of the following:

Primary Government:	Plymouth Township
Discretely Presented Component Units:	Plymouth Township Parks, Recreation and Facilities Fund (Nonprofit Entity) Harmonville Fire Company Plymouth Fire Company

Plymouth Township Parks, Recreation and Facilities Fund is a nonprofit entity that was established to solicit and receive contributions from persons, corporations, foundations, and other entities to be remitted to the Township for the sole purpose of applying such contributions to the payment of the cost of acquisition of open space, park land, and recreation facilities and to the payment of the cost of the improvement, maintenance, and operation of the parks and recreational facilities, including the Greater Plymouth Community Center. Complete financial statements of Plymouth Township Parks, Recreation and Facilities Fund can be obtained from the Township. Harmonville Fire Company and Plymouth Fire Company both serve Township residents. The Township contributes monies to and secures loans for both fire companies. Complete financial statements of the fire companies can be obtained from their administrative offices.

The East Norriton-Plymouth-Whitpain Joint Sewer Authority (the "Sewer Authority") is not a component unit of the Township, but rather a Joint Venture in accordance with GAAP. The Sewer Authority owns and operates the sewer plants and lines in the three consenting localities. As it is an operating authority, property, plant, and equipment are recorded in the financial statements of the Sewer Authority. Since the Township does not have an equity interest in the net resources of the Sewer Authority, but instead has only a residual interest upon dissolution, the Township does not reflect any equity in the Sewer Authority in these financial statements.

Selected financial information for the Sewer Authority for their fiscal year ended December 31, 2023 is as follows:

Total Assets	\$ 18,909,177
Total Net Position	2,669,916
Total Operating Revenues	3,906,543

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 1 Summary of Significant Accounting Policies (Continued)

A. Financial Reporting Entity (Continued)

Complete financial statements for the Sewer Authority can be obtained from their administrative offices.

The financial statements of the Plymouth Community Ambulance Association are excluded from the financial statements of Plymouth Township since the Township's contribution to the total revenues of the Association each year is relatively insignificant and, therefore, a financial interdependence is not evident. Hence, the Plymouth Community Ambulance Association does not qualify as a component unit.

B. Basis of Presentation

*Government-Wide Financial Statements*

The Statement of Net Position and Statement of Activities display information about the reporting entity as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services.

*Fund Financial Statements*

Fund financial statements of the reporting entity are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts that constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, fund equity, revenues, and expenditure/expenses. Funds are organized into three major categories: governmental, proprietary, and fiduciary. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the Township or meets the following criteria:

- a. Total assets, liabilities, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10 percent of the corresponding total for all funds of that category or type; and
- b. Total assets, liabilities, revenues, or expenditures/expenses of the individual governmental fund or enterprise fund are at least 5 percent of the corresponding total for all governmental and enterprise funds combined.

In addition, any other fund that government officials feel has importance to financial statement users may be reported as a major fund.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 1 Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation (Continued)

The funds of the financial reporting entity are described below:

*Governmental Funds (All classified as major funds)*

- General Fund – The General Fund is the primary operating fund of the Township and is always classified as a major fund. It is used to account for all activities except those legally or administratively required to be accounted for in other funds.
- Capital Reserve Fund – The Capital Reserve Fund is used to account for resources designated for the acquisition or construction of specific capital projects or items.
- Capital Projects Fund – The Capital Projects Fund is used to account for resources restricted for expenditures related to certain capital projects of the Township, which include facilities improvements, renovations to the Township’s municipal and public works buildings, and other related improvements.
- Highway Aid Fund – The Highway Aid Fund is used to account for the proceeds of state grants earmarked for highways and streets.
- Health and Welfare Fund – The Health and Welfare Fund is used to account for the payment of health and disability insurance premiums for Township employees and retirees.

*Proprietary Funds (All classified as major funds)*

- Sewer Revenue and Reserve Fund – The Sewer Revenue and Reserve Fund accounts for the proceeds of sewer rentals and payments for sewage treatment.
- Greater Plymouth Community Center – This fund accounts for the operations of the Greater Plymouth Community Center, which is a recreational facility that benefits people residing or working in and around Plymouth Township.

*Fiduciary Funds (Not included in government-wide statements)*

The Township’s fiduciary funds are comprised of funds held in trust for employees and custodial funds used to account for assets held by the Township in a purely custodial capacity.

The following funds are held in trust for employees:

- Police Pension Trust Fund – The Police Pension Trust Fund accounts for annual contributions, investment earnings, and benefit payments to retired police officers.
- Deferred Retirement Option Plan (DROP) Trust Fund – the Deferred Retirement Option Plan (DROP) Trust Fund accounts for annual contributions and related investment earnings for the benefit of certain Township employees who have elected to defer their retirement.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 1 Summary of Significant Accounting Policies (Continued)

B. Basis of Presentation (Continued)

*Fiduciary Funds (Not included in government-wide statements) (continued)*

- Non-Uniformed Employees' Pension Trust Fund – The Non-Uniformed Employees' Pension Trust Fund accounts for annual contributions, investment earnings, and benefit payments to retired non-uniformed employees.
- Post-Retirement Healthcare Fund – The Post-Retirement Healthcare Fund was established in 2003 to fund future health insurance premiums for retired employees.
- Deferred Compensation Fund – The Deferred Compensation Fund accounts for Township employees' salary deferrals. These funds are not available to the employees until termination, death, retirement, or an unexpected emergency.

The Township's custodial funds consist of the following fund:

- Escrow Fund – The Escrow Fund accounts for money received and reserved for potential future costs to be incurred by the Township resulting from engineering or other costs involved in development. This fund also accounts for real estate taxes paid in protest.

C. Measurement Focus and Basis of Accounting

Measurement focus is a term used to describe *which* transactions are recorded within the various financial statements. Basis of accounting refers to *when* transactions are recorded regardless of the measurement focus applied.

*Measurement Focus*

On the government-wide Statement of Net Position and the Statement of Activities, both governmental and business-type activities are presented using the economic resources measurement focus as defined in item b. below. In addition, the component units are presented using the economic resources measurement focus.

In the fund financial statements, the “current financial resources” measurement focus or the “economic resources” measurement focus is used as appropriate:

- a. All governmental funds utilize a “current financial resources” measurement focus. Only current financial assets and liabilities are generally included on their balance sheets. Their operating statements present sources and uses of available spendable financial resources during a given period. These funds use fund balance as their measure of available spendable financial resources at the end of the period.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 1 Summary of Significant Accounting Policies (Continued)

C. Measurement Focus and Basis of Accounting (Continued)

*Measurement Focus (continued)*

- b. The proprietary funds and the fiduciary funds utilize an “economic resources” measurement focus. The accounting objectives of this measurement focus are the determination of operating income, changes in net position, and cash flows. All assets and liabilities (whether current or noncurrent) associated with their activities are reported. Proprietary fund equity is classified as net position.
- c. The fiduciary funds utilize an “economic resources” measurement focus. The accounting objectives are the determination of changes in net position. All assets and liabilities (except for certain liabilities of defined benefit pension plans and certain postemployment health care plans) are reported. Fiduciary fund equity is classified as net position.
- d. The component units are not presented in the fund financial statements since the component units’ funds are not blended into those of the Township’s.

*Basis of Accounting*

In the government-wide Statement of Net Position and Statement of Activities, both governmental and business-type activities are presented using the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or when the economic asset is used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchange-like transactions are recognized when the exchange takes place. Harmonville Fire Company and Plymouth Fire Company, included in the presentation of the component units, utilize the modified cash basis of accounting, which is a comprehensive basis of accounting that is not in conformity with generally accepted accounting principles. Under this method, revenues are recorded when received and expenditures are recorded when paid. However, the effects of utilizing the modified cash basis of accounting instead of the modified accrual basis are deemed immaterial to the financial statements.

In the fund financial statements, governmental funds are presented on the modified accrual basis of accounting. Under this modified accrual basis of accounting, revenues are recognized when “measurable and available.” Measurable means knowing or being able to reasonably estimate the amount. Available means collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Township considers real estate tax revenues, earned income taxes, and local services tax revenues to be available if collected within sixty days of the end of the fiscal year. Expenditures (including capital outlays) are recorded when the related fund liability is incurred.

All proprietary funds and fiduciary funds utilize the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or when the economic asset is used.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 1     Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Equity

*Cash and Investments*

Cash and cash equivalents of the primary government and the discretely presented component units include amounts in demand deposits, money market funds, and amounts deposited with the Pennsylvania Local Government Investment Trust. Investments are stated at fair market value.

*Pooled Cash and Investments*

The Township maintains an internal cash and investment pool to facilitate efficient cash management and accounting. Monies that can be legally or practically combined are included in the pool. Receipts from member funds increase their equity in the pool and disbursements made on behalf of member funds reduce their equity. Interest earned on investments is distributed to funds for which there is a legal requirement to do so, based on their share of equity in the pool.

*Interfund Receivables and Payables*

During the course of operations, loans may occur between individual funds for working capital purposes. In the government-wide financial statements, these receivables and payables are classified as “Internal Balances” or “Other Current Assets” in the current assets section of the Statement of Net Position. In the fund financial statements, these receivables and payables are classified as “Interfund Receivables” or “Interfund Payables.”

*Capital Assets*

The accounting treatment for capital assets (land, construction in progress, buildings and improvements, machinery and equipment, and infrastructure) depends on whether the assets are used in governmental fund operations or proprietary fund operations and whether they are reported in the government-wide or fund financial statements.

In the government-wide financial statements, capital assets are reported as noncurrent assets. All capital assets are valued at historical cost or estimated historical cost if actual is unavailable. Prior to 2003, the Township’s governmental fund infrastructure assets were not capitalized. These assets have been valued at estimated historical cost.

Depreciation of all exhaustible capital assets is recorded as an allocated expense in the Statement of Activities, with accumulated depreciation reflected in the Statement of Net Position. Depreciation is provided over the assets’ estimated useful lives using the straight-line method of depreciation. The range of estimated useful lives by type of asset is as follows:

Buildings	45 years
Machinery and Equipment	5 - 15 years
Infrastructure	15 - 50 years

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 1 Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Equity (Continued)

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental funds upon acquisition. Capital assets used in proprietary fund operations are reported as noncurrent assets.

*Long-term Debt*

The accounting treatment of long-term debt depends on whether the debt relates to governmental fund operations or proprietary fund operations.

All long-term debt to be repaid from governmental and business-type resources is reported as liabilities in the government-wide financial statements. As of December 31, 2023, the long-term debt consists of bonds payable, accrued compensated absences, net pension liabilities, and net other post-employment benefits.

Long-term debt for governmental funds is not reported as liabilities in the fund financial statements. Any debt proceeds are reported as other financing sources, and any payment of principal and interest is reported as expenditures. The accounting for the proprietary funds is the same in the fund financial statements as it is in the government-wide financial statements.

*Compensated Absences – Vacation Days*

Up to ten unused vacation days are allowed to be carried forward to the following year for non-union employees. The liability for unused vacation days for these employees is included in accrued expenses in the government-wide financial statements. Since it is estimated that no expendable available financial resources will be used to pay for unused vacation days, no accrued liability is recorded in the governmental fund financial statements. However, since the proprietary funds record liabilities using the accrual basis of accounting, an accrued liability is recorded in the proprietary funds, as appropriate.

*Compensated Absences - Sick Days*

Sick leave is granted as appropriate. Non-unionized employees and unionized sworn police officers may not carry unused sick leave days from year to year. However, employees who are members of the American Federation of State, County, and Municipal Employees (“AFSCME”) are entitled to 80 hours of sick leave per year and may carry over unused sick leave days from year to year. Accumulated sick time for these employees shall be paid upon retirement to a maximum of 480 hours. No accrued liability for unused sick days is recorded in the fund financial statements.

The liability for unused vacation pay is recorded as current and long-term debt in the government-wide statements, and the liability for unused sick days that will be paid at retirement is recorded as long-term debt in the government-wide statements.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 1 Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Equity (Continued)

*Equity Classifications – Government-Wide Financial Statements*

Equity is classified as net position and can be displayed in three components:

- a. Invested in capital assets, net of related debt – Consists of capital assets, net of accumulated depreciation, and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
- b. Restricted net position – Consists of net position with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments; or (2) law through constitutional provisions or enabling legislation.
- c. Unrestricted net position – All other net position that does not meet the definition of “restricted” or “invested in capital assets, net of related debt.”

*Equity Classifications – Fund Financial Statements*

The Township classifies governmental fund balances as follows:

- a. Non-spendable – includes fund balance amounts that cannot be spent either because the amounts are not in spendable form or are legally or contractually required to be maintained intact.
- b. Restricted – includes fund balance amounts that are restricted to specific purposes by external parties or by law through constitutional provisions or enabling legislation.
- c. Committed – includes fund balance amounts that can only be used for specific purposes due to formal action of the Township’s highest level of decision-making authority, which is the Plymouth Township Council. Committed fund balance may also include resources that have been specifically committed for use in satisfying contractual requirements.
- d. Assigned – includes fund balance amounts that are constrained by the Township’s intent to be used for specific purposes but are not restricted or committed. Only Plymouth Township Council has the power to assign fund balances.
- e. Unassigned – includes the residual classification of fund balance of the General Fund, whether the amount is positive or negative. Other governmental funds may report negative unassigned fund balance if their expenditures exceed the amounts restricted, committed, or assigned to their fund purposes.



**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 1 Summary of Significant Accounting Policies (Continued)

D. Assets, Liabilities, and Equity (Continued)

*Equity Classifications – Fund Financial Statements (continued)*

When both restricted and unrestricted resources are available for use, it is the Township's policy to use restricted resources first and then unrestricted resources as they are needed. When an expenditure is incurred for which committed, assigned, or unassigned fund balances are available, the Township considers amounts to have been spent first out of committed funds, then assigned funds and, finally, unassigned funds, as needed. The Township does not have a minimum fund balance policy for its general fund.

E. Revenues, Expenditures, and Expenses

*Government-Wide Financial Statements*

In the government-wide financial statements, expenses are classified by function for both governmental and business-type activities. Expenses for employee benefits are not allocated by function for governmental activities and related funds, but instead are shown as a separate function; expenses for employee benefits for business-type activities and related funds are included in operating expenses. Revenues are categorized as program revenues by function, or as general revenues.

Program revenues reported in the Statement of Activities are classified into the following categories: (a) Charges for Services, (b) Operating Grants and Contributions, and (c) Capital Grants and Contributions.

Charges for services for governmental activities include licenses and permits and such services as inspection services and special duty police. Charges for services for business-type activities include sewer fees and special assessments for the sewer operations, and membership and program fees for the Greater Plymouth Community Center.

General revenues include all revenues and gains that do not meet the definition of program revenues, and include primarily taxes, grants and contributions not restricted to specific programs, and unrestricted investment earnings.

*Fund Financial Statements*

In the fund financial statements, expenses are categorized by function. All revenues are listed together in arriving at total revenues for each fund.

Operating revenues and expenses for proprietary funds are those that result from providing services. It also includes all revenue and expenses not related to capital and related financing, noncapital financing, or investing activities.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 1 Summary of Significant Accounting Policies (Continued)

E. Revenues, Expenditures, and Expenses (continued)

*Real Estate Taxes*

The tax on real estate in Plymouth Township for 2023 was 1.9 mills (\$1.90 per \$1,000 of assessed valuation) as levied by Council. Assessed valuations of property are determined by Montgomery County, and the tax collector is responsible for collection. The schedule for real estate taxes levied for 2023 was as follows:

February 15, 2023	- Levy Date
February 16 – April 30, 2023	- 2% Discount Period
May 1 – June 30, 2023	- Face Payment Period
July 1 – January 14, 2024	- 10% Penalty Period
January 15, 2024	- Lien Date

*Interfund Transfers*

Permanent reallocations of resources between funds of the reporting entity are classified as interfund transfers. For the purposes of the Statement of Activities, all interfund transfers between individual governmental funds have been eliminated.

F. New Accounting Standards Adopted

The Township adopted GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*, (“GASB 96”), beginning January 1, 2023. GASB 96 provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for governments. GASB 96 defines a SBITA as a contract that conveys control of the right to use another party’s information technology (IT) software, alone or in combination with tangible capital assets (the underlying IT assets), as specified in the contract for a period of time in an exchange or exchange-like transaction. GASB 96 establishes that a SBITA results in a right-to-use subscription asset—an intangible asset—and a corresponding subscription liability; provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and requires note disclosures regarding a SBITA.

G. Use of Estimates in the Preparation of Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 2 Deposits

*Custodial Credit Risk*

Custodial credit risk is the risk that, in the event of a bank failure, the Township’s deposits may not be returned to it. As of December 31, 2023, the bank balances and the carrying amounts of deposits of the primary government in these financial statements were as follows:

	Carrying Amount	Bank Balance		
		Total	Covered by FDIC	Secured
Checking, Savings, and Money Market Accounts Pennsylvania Local Government	\$ 9,352,861	\$ 9,674,730	\$ 500,000	\$ 9,174,730
Investment Trust (PLGIT)	11,703,164	11,906,809	-	11,906,809
Petty Cash	450	-	-	-
Total	<u>\$ 21,056,475</u>	<u>\$ 21,581,539</u>	<u>\$ 500,000</u>	<u>\$ 21,081,539</u>

Bank deposits not covered by federal depository insurance (“FDIC”) are uninsured but secured by U.S. Government-backed investments or secured on a pooled basis.

The carrying amount of discretely presented component unit deposits is \$1,674,327 and the bank balance is \$1,732,433. Bank deposits totaling \$524,125 are covered by federal depository insurance, and deposits totaling \$1,208,308 are uninsured.

*Credit Risk*

The PLGIT portfolios may contain a combination of obligations of the U.S. government or its agencies, obligations of the Commonwealth of Pennsylvania or its agencies, Federal securities subject to repurchase obligations (collateralized by U.S. Treasury or Federal Agency or instrumentality obligations held by the Trust’s Custodian), FDIC insured certificates of deposit (CDs), CDs secured by U.S. Government-backed investments or secured on a pooled basis, or shares of Registered Money Market Funds which invest solely in the securities described above and which are rated in the highest capacity by a nationally recognized rating agency. The Township’s PLGIT portfolios are currently rated AAAM by Standard & Poor’s.

Note 3 Investments

Pennsylvania municipalities are required to invest funds consistent with sound business practice. Regarding the investments of the Township’s governmental funds, state statutes authorize the Township to invest in United States (U.S.) Treasury bills; short-term obligations of the U.S. government or its agencies or instrumentalities; deposit accounts, which include savings accounts and certificates of deposit as well as other time deposit type accounts available at banks, savings and loan associations, or credit unions; obligations of the U.S. government (other than Treasury bills) or its agencies or instrumentalities backed by full faith and credit; obligations of the Commonwealth of Pennsylvania or its agencies or instrumentalities backed by the full faith and credit of the Commonwealth or its political subdivisions; shares of an investment company registered under the Investment Company Act of 1940, whose shares are registered under the Securities Act of 1933, provided that the only investments of that company are in the authorized investments for municipal funds; and certain commercial paper, bankers’ acceptances, and negotiable certificates of deposit.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 3 Investments (Continued)

In addition, the Intergovernmental Cooperation Act 11 permits cooperative investment pools, such as the Pennsylvania Local Government Investment Trust and the State Treasurer's Invest Program.

In addition to these investments, the investments of fiduciary funds may include corporate stocks and bonds, real estate, and other investments consistent with sound business practice.

*Custodial Credit Risk*

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the Township may not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The Township's investments are categorized as either (1) insured or registered with the securities held by the Township or its agent in the Township's name, (2) uninsured and unregistered for which the securities are held by the broker's or dealer's trust department or agent in the Township's name, or (3) uninsured and unregistered for which the securities are held by the broker or dealer, or by its trust department or agent but not in the Township's name.

The investments of the primary government and its component units are summarized below.

	Categories			Carrying Amount	Value
	1	2	3		
Primary Government:					
PLGIT Term	\$ -	\$ -	\$ 14,000,000	\$ 14,000,000	\$ 14,000,000
Mutual Funds	-	-	131,433,990	131,433,990	131,433,990
Other	-	-	4,005,000	4,005,000	4,005,000
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 149,438,990</u>	<u>\$ 149,438,990</u>	<u>\$ 149,438,990</u>
Harmonville Fire Company (Component Unit):					
Certificates of Deposit	\$ -	\$ -	\$ 199,850	\$ 199,850	\$ 199,850
Mutual Funds	-	-	2,003,003	2,003,003	2,003,003
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 2,202,853</u>	<u>\$ 2,202,853</u>	<u>\$ 2,202,853</u>

*Credit Risk*

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligation to the holder of the investment. The credit quality ratings as described by a nationally recognized statistical rating organization is disclosed for investments in debt securities, external investment pools, money market funds, bond mutual funds, and other pooled investments of fixed-income securities. Unless contrary information exists, investments in obligations of the U.S. government or obligations explicitly guaranteed by the U.S. government are not considered to have credit risk.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 3 Investments (Continued)

*Credit Risk (continued)*

The fixed income investments of the Police Pension Trust Fund, totaling \$18,849,228 as of December 31, 2023, had the following credit quality ratings:

	Market Value 12/31/23	Credit Quality Distribution - Standard & Poor's / Moody's				
		AAA/ Aaa	AA/ Aa	A/ A	BBB/ Baa	Other
Baird Core Plus Bond Fund	\$ 5,041,497	11.1%	43.7%	12.5%	29.6%	3.1%
PGIM Total Return Bond Fund	4,114,890	27.7%	33.3%	10.5%	17.3%	11.2%
iShares Core U.S. Aggregate Bond ETF	3,643,765	5.7%	68.5%	12.0%	12.9%	0.9%
Voya Intermediate Bond Fund	2,121,923	5.2%	49.4%	14.1%	16.2%	15.1%
Doubleline Core Fixed Income Fund	2,104,159	4.8%	45.9%	9.5%	17.6%	22.2%
iShares Trust - iShares Preferred ETF	953,992	0.2%	4.9%	41.6%	53.2%	0.1%
Mainstay MacKay High Yield Corporate Bond Fund	869,002	0.1%	10.8%	39.5%	33.9%	15.7%
Total Fixed Income Investments - Police Pension Trust Fund	<u>\$ 18,849,228</u>					

The fixed income investments of the Non-Uniformed Employees' Pension Trust Fund, totaling \$12,079,097 as of December 31, 2023, had the following credit quality ratings:

	Market Value 12/31/23	Credit Quality Distribution - Standard & Poor's / Moody's				
		AAA/ Aaa	AA/ Aa	A/ A	BBB/ Baa	Other
Baird Core Plus Bond Fund	\$ 3,225,927	11.1%	43.7%	12.5%	29.6%	3.1%
PGIM Total Return Bond Fund	2,633,275	27.7%	33.3%	10.5%	17.3%	11.2%
iShares Core U.S. Aggregate Bond Fund ETF	2,323,542	5.7%	68.5%	12.0%	12.9%	0.9%
Voya Intermediate Bond Fund	1,372,350	5.2%	49.4%	14.1%	16.2%	15.1%
Doubleline Core Fixed Income Fund	1,360,841	4.8%	45.9%	9.5%	17.6%	22.2%
iShares Trust - iShares Preferred ETF	607,256	0.2%	4.9%	41.6%	53.2%	0.1%
Mainstay MacKay High Yield Corporate Bond Fund	555,906	0.1%	10.8%	39.5%	33.9%	15.7%
Total Fixed Income Investments - Non-Uniform Pension Trust Fund	<u>\$ 12,079,097</u>					

The investments of the Deferred Retirement Option Plan (DROP) Trust Fund and the Deferred Compensation Fund are self-directed by the plans' participants, and therefore no disclosures regarding credit risk are provided in these financial statements.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 3 Investments (Continued)

*Concentration of Credit Risk*

The following investments comprised at least 5% of the total plan assets of the Police Pension Trust Fund as of December 31, 2023.

	Market Value 12/31/23
Vanguard Total Stock Market ETF	\$ 20,992,072
Vanguard Total International Stock Index ETF	6,383,888
Baird Core Plus Bond Fund	5,041,497
PGIM Total Return Bond Fund	4,114,890
iShares Core U.S. Aggregate Bond ETF	3,643,765

The following investments comprised at least 5% of the total plan assets of the Deferred Retirement Option Plan (DROP) Trust Fund as of December 31, 2023.

	Market Value 12/31/23
MissionSquare PLUS Fund	\$ 1,070,079
MSQ Cash Management Fund	254,704
MissionSquare Retirement Target 2035 Fund	189,639
MissionSquare Inflation Focused Fund	123,736

The following investments comprised at least 5% of the total plan assets of the Non-Uniform Employees' Pension Plan as of December 31, 2023.

	Market Value 12/31/23
Vanguard Total Stock Market ETF	\$ 13,571,593
Vanguard Total International Stock Index ETF	4,102,119
Baird Core Plus Bond Fund	3,225,927
PGIM Total Return Bond Fund	2,633,275
iShares Core U.S. Aggregate Bond ETF	2,323,542

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 3 Investments (Continued)

*Concentration of Credit Risk (continued)*

The following investments comprised at least 5% of Deferred Compensation Plan assets as of December 31, 2023.

	Market Value <u>12/31/23</u>
MissionSquare Model Portfolio Long-Term Growth Fund	\$ 1,207,341
MissionSquare PLUS Fund	1,161,512
MissionSquare Broad Market Index Fund	1,123,768
MissionSquare Retirement Target 2020 Fund	768,851
MissionSquare Contrafund	735,021
MissionSquare 500 Stock Index Fund	629,929
MissionSquare Growth Fund	616,245

*Summary*

Cash, cash equivalents, and investments of the Township and its component units were reported as follows as of December 31, 2023:

	Governmental Activities and Funds	Business- Type Activities and Funds	Fiduciary Funds	Total Primary Government	Component Units
Cash and Cash Equivalents	\$ 5,889,082	\$ 2,061,748	\$ 3,433,131	\$ 11,383,961	\$ 1,650,304
Investments	-	-	135,438,990	135,438,990	2,202,853
Equity in Pooled Cash and Investments	20,933,036	2,289,478	450,000	23,672,514	24,023
Total	\$ 26,822,118	\$ 4,351,226	\$ 139,322,121	\$ 170,495,465	\$ 3,877,180
Total Cash and Cash Equivalents				\$ 21,056,475	\$ 1,674,327
Total Investments				149,438,990	2,202,853
Total				\$ 170,495,465	\$ 3,877,180

The Township has not formally adopted deposit and investment policies that limit the government's allowable deposits or investments and address the specific types of risk to which the government is exposed. However, the Township complies with the First Class Township Act of Pennsylvania.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 4 Taxes Receivable

Taxes receivable on the Statement of Net Position and the Balance Sheet – Governmental Funds on December 31, 2023 consists of the following:

Earned income tax	\$ 2,210,000
Local services tax	300,000
Solid waste tax	271,420
Real estate taxes	90,445
Real estate transfer taxes	46,822
Business taxes	<u>18,863</u>
Total	<u><u>\$ 2,937,550</u></u>

*Presentation in Government-Wide Financial Statements*

Since all taxes receivable as of December 31, 2023 are deemed collectible, the entire balance of \$2,937,550 is reported as Taxes Receivable on the Statement of Net Position.

*Presentation in Fund Financial Statements*

Since earned income taxes, local services taxes, and real estate taxes collected beyond sixty days of year-end do not represent current financial resources, the related receivables are offset by an amount reported as deferred inflows of resources on the Balance Sheet – Governmental Funds. Accordingly, included in deferred inflows of resources are the following revenues, totaling \$536,472, that are expected to be collected beyond sixty days of year-end: earned income taxes totaling \$428,102, local services taxes totaling \$20,786, and delinquent real estate taxes receivable expected to be collected beyond sixty days of year-end, totaling \$87,584.

Note 5 Other Receivables

*Governmental Activities and Funds*

Other receivables totaling \$104,012 include the following:

CATV Franchise Fees	\$ 72,095
Professional Services	28,035
Other	<u>3,882</u>
Total	<u><u>\$ 104,012</u></u>

Other receivables have been classified in the government-wide Statement of Net Position and the Balance Sheet – Governmental Funds as current assets.

*Business-Type Activities and Sewer Revenue and Reserve Fund*

Other receivables totaling \$1,060,073 represent sewer rents receivable.



**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 6 Capital Assets

Capital asset activity for the primary government for the year ended December 31, 2023 was as follows:

	Balance - 1/1/2023	Additions	Disposals	Balance - 12/31/2023
<u>Governmental Activities:</u>				
<u>Capital Assets Not Being Depreciated:</u>				
Land	\$ 5,358,862	\$ -	\$ -	\$ 5,358,862
Construction in progress	10,010,873	7,883,311	-	17,894,184
<u>Total Capital Assets Not Being Depreciated</u>	<u>15,369,735</u>	<u>7,883,311</u>	<u>-</u>	<u>23,253,046</u>
<u>Capital Assets Being Depreciated:</u>				
Buildings	2,694,196	35,084	-	2,729,280
Improvements	5,617,808	24,400	-	5,642,208
Machinery and equipment	11,373,361	850,737	(53,545)	12,170,553
Infrastructure	568,708,091	289,308	-	568,997,399
<u>Totals at Estimated Historical Cost</u>	<u>588,393,456</u>	<u>1,199,529</u>	<u>(53,545)</u>	<u>589,539,440</u>
<u>Less Accumulated Depreciation:</u>				
Buildings	(1,661,001)	(44,557)	-	(1,705,558)
Improvements	(1,421,001)	(146,870)	-	(1,567,871)
Machinery and equipment	(9,197,017)	(559,762)	53,545	(9,703,234)
Infrastructure	(561,213,049)	(600,388)	-	(561,813,437)
<u>Total Accumulated Depreciation</u>	<u>(573,492,068)</u>	<u>(1,351,577)</u>	<u>53,545</u>	<u>(574,790,100)</u>
<u>Capital Assets Being Depreciated, Net</u>	<u>14,901,388</u>	<u>(152,048)</u>	<u>-</u>	<u>14,749,340</u>
<u>Capital Assets Being Amortized:</u>				
Right to use assets	-	88,794	-	88,794
Less accumulated amortization	-	(16,786)	-	(16,786)
<u>Capital Assets Being Amortized, Net</u>	<u>-</u>	<u>72,008</u>	<u>-</u>	<u>72,008</u>
<u>Governmental Activities Capital Assets, Net</u>	<u>\$ 30,271,123</u>	<u>\$ 7,803,271</u>	<u>\$ -</u>	<u>\$ 38,074,394</u>
<u>Business-type Activities:</u>				
<u>Capital Assets Not Being Depreciated:</u>				
Land	\$ 930,002	\$ -	\$ -	\$ 930,002
Construction in progress	768,779	596,210	-	1,364,989
<u>Total Capital Assets Not Being Depreciated</u>	<u>1,698,781</u>	<u>596,210</u>	<u>-</u>	<u>2,294,991</u>
<u>Capital Assets Being Depreciated:</u>				
Buildings	10,959,904	7,500	-	10,967,404
Improvements	3,605,453	-	-	3,605,453
Machinery and Equipment	537,418	7,311	-	544,729
Infrastructure	7,615,475	-	-	7,615,475
<u>Totals at Estimated Historical Cost</u>	<u>22,718,250</u>	<u>14,811</u>	<u>-</u>	<u>22,733,061</u>
<u>Less Accumulated Depreciation:</u>				
Buildings	(5,499,929)	(244,084)	-	(5,744,013)
Improvements	(885,744)	(174,794)	-	(1,060,538)
Machinery and Equipment	(369,604)	(25,997)	-	(395,601)
Infrastructure	(4,504,414)	(92,405)	-	(4,596,819)
<u>Total Accumulated Depreciation</u>	<u>(11,259,691)</u>	<u>(537,280)</u>	<u>-</u>	<u>(11,796,971)</u>
<u>Capital Assets Being Depreciated, Net</u>	<u>11,458,559</u>	<u>(522,469)</u>	<u>-</u>	<u>10,936,090</u>
<u>Business-type Activities Capital Assets, Net</u>	<u>\$ 13,157,340</u>	<u>\$ 73,741</u>	<u>\$ -</u>	<u>\$ 13,231,081</u>

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 6 Capital Assets (Continued)

Depreciation was charged to government activities as follows:

General Government	\$ 337,076
Public Safety	195,579
Public Works	808,237
Culture and Recreation	<u>10,685</u>
Total Depreciation Expense	<u><u>\$ 1,351,577</u></u>

Capital asset activity for the discretely presented component units for the year ended December 31, 2023 was as follows:

	Balance - 1/1/2023	Additions	Disposals	Balance - 12/31/2023
<u>Harmonville Fire Company and Plymouth Fire Company:</u>				
Land	\$ 140,001	\$ -	\$ -	\$ 140,001
Buildings and Improvements	2,787,447	21,227	-	2,808,674
Machinery and Equipment	8,026,052	348,844	(561,142)	7,813,754
Deposit on Capital Assets	<u>6,800</u>	<u>17,055</u>	<u>(6,800)</u>	<u>17,055</u>
Totals at Historical Cost	<u>10,960,300</u>	<u>387,126</u>	<u>(567,942)</u>	<u>10,779,484</u>
Less Accumulated Depreciation:				
Buildings and Improvements	(1,558,119)	(70,229)	-	(1,628,348)
Machinery and Equipment	<u>(5,887,723)</u>	<u>(417,566)</u>	<u>448,914</u>	<u>(5,856,375)</u>
Total Accumulated Depreciation	<u>(7,445,842)</u>	<u>(487,795)</u>	<u>448,914</u>	<u>(7,484,723)</u>
Component Unit Capital Assets, Net	<u><u>\$ 3,514,458</u></u>	<u><u>\$ (100,669)</u></u>	<u><u>\$ (119,028)</u></u>	<u><u>\$ 3,294,761</u></u>

Note 7 Unearned Revenue

*Business-Type Activities and Proprietary Funds*

Unearned revenue of \$95,000 represents membership fees collected by the Greater Plymouth Community Center for membership periods that extend beyond December 31, 2023.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 8 Deferred Outflows of Resources

*Government-Wide Financial Statements*

As described in Note 14, as of December 31, 2023, the Township reported deferred outflows of resources totaling \$6,485,910 for the net difference between projected and actual investment earnings, the net difference between expected and actual experience, and changes in assumptions related to the pension plans. In addition, as described in Note 16, as of December 31, 2023, the Township reported deferred outflows of resources totaling \$3,192,090 for the net difference between projected and actual investment earnings and changes in assumptions related to other post-employment benefits.

Note 9 Deferred Inflows of Resources

*Government-Wide Financial Statements*

As described in Note 14, as of December 31, 2023, the Township reported deferred inflows of resources totaling \$1,817,890 for the net difference between expected and actual experience and changes in assumptions related to the pension plans. In addition, as described in Note 16, as of December 31, 2023, the Township reported deferred inflows of resources totaling \$8,282,772 for differences between expected and actual experience and changes in assumptions related to other post-employment benefits.

*Fund Financial Statements*

Deferred inflows of resources on the Balance Sheet – Governmental Funds, totaling \$536,472 as of December 31, 2023, represent earned income taxes, local services taxes, and real estate taxes receivable that do not represent available spendable financial resources as of December 31, 2023.

Note 10 Long-Term Debt

The reporting entity's long-term debt is segregated between the amounts to be repaid from governmental activities, amounts to be repaid from business-type activities, and amounts to be repaid by the discretely presented component units.

A. Governmental Activities

Long-term debt as of December 31, 2023 consisted of bonds payable, accrued compensated absences, and the Township's net pension liability and net other post-employment benefits liability.

*General Obligation Bonds, Series of 2022*

On July 21, 2022, the Township issued General Obligation Bonds, Series of 2022 (the "Bonds"), in the aggregate principal amount of \$9,995,000. The proceeds of the Bonds are to be used for the purpose of providing funds to finance certain capital projects of the Township, including facilities improvements, renovations to the Township's municipal and public works buildings, and other related improvements, and to pay the costs of issuing the Bonds. The Bonds are stated to mature on September 15<sup>th</sup> of each year from 2023 through 2044 with remaining principal payments due in 2046, 2049, and 2051, with interest payable semiannually on March 15<sup>th</sup> and September 15<sup>th</sup> of each year. The interest rate on the Bonds ranges from 3% to 5%.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 10 Long-Term Debt (Continued)

A. Governmental Activities (Continued)

*General Obligation Bonds, Series of 2022 (continued)*

The bonds maturing on or after September 15, 2028 are subject to redemption, prior to maturity, at the option of the Township, in whole or in part, at any time and from time to time, on or after September 15, 2027. The bonds stated to mature on September 15, 2035 are subject to mandatory redemption prior to maturity, in 2034 and 2035; the bonds stated to mature on September 15, 2037 are subject to mandatory redemption prior to maturity during the years 2036 and 2037; the bonds stated to mature on September 15, 2039 are subject to mandatory redemption prior to maturity, in 2038 and 2039; the bonds stated to mature on September 15, 2042 are subject to mandatory redemption prior to maturity, in 2040, 2041, and 2042; the bonds stated to mature on September 15, 2047 are subject to mandatory redemption prior to maturity, in 2043, 2044, 2045, 2046, and 2047; and the bonds stated to mature on September 15, 2052 are subject to mandatory redemption prior to maturity, in 2049, 2050, 2051, and 2052.

*General Obligation Bonds, Series of 2021*

On June 16, 2021, the Township issued General Obligation Bonds, Series of 2021 (the "Bonds"), in the aggregate principal amount of \$9,130,000. The proceeds of the Bonds are to be used for the purpose of providing funds to finance certain capital projects of the Township, including facilities improvements, renovations to the Township's municipal and public works buildings, and other related improvements, and to pay the costs of issuing the Bonds. The Bonds are stated to mature on September 15<sup>th</sup> of each year from 2022 through 2044 with remaining principal payments due in 2046, 2049, and 2051, with interest payable semiannually on March 15<sup>th</sup> and September 15<sup>th</sup> of each year. The interest rate on the Bonds ranges from 3% to 5%.

The bonds maturing on or after September 15, 2027 are subject to redemption, prior to maturity, at the option of the Township, in whole or in part, at any time and from time to time, on or after September 15, 2026. The bonds stated to mature on September 15, 2046 are subject to mandatory redemption prior to maturity, in 2045 and 2046; the bonds stated to mature on September 15, 2049 are subject to mandatory redemption prior to maturity during the years 2047 through 2049; and the bonds stated to mature on September 15, 2051 are subject to mandatory redemption prior to maturity, in 2050 and 2051.

Bond principal and interest payments are made by the General Fund.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 10 Long-Term Debt (Continued)

A. Business-type Activities (continued)

*Future Debt Service Requirements*

Annual debt service requirements for all bonds are as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 380,000	\$ 672,012	\$ 1,052,012
2025	400,000	653,012	1,053,012
2026	420,000	633,012	1,053,012
2027	440,000	612,012	1,052,012
2028	450,000	599,350	1,049,350
2029-2033	2,495,000	2,761,300	5,256,300
2034-2038	2,960,000	2,293,650	5,253,650
2039-2043	3,510,000	1,736,850	5,246,850
2044-2048	4,185,000	1,073,350	5,258,350
2049-2052	3,435,000	295,000	3,730,000
Totals	<u>\$ 18,675,000</u>	<u>\$ 11,329,548</u>	<u>\$ 30,004,548</u>

As of December 31, 2023, there is no long-term debt attributable to business-type activities.

B. Component Units

*Harmonville Fire Company*

On October 15, 2018, Harmonville Fire Company entered into a loan contract in the total principal amount of \$300,000 for the purchase of a rescue vehicle. The loan contract calls for 15 annual payments of \$27,877, including interest of 4.47%, beginning on October 15, 2018 and ending on October 15, 2033. Harmonville Fire Company has the sole option to adjust the interest rate for contract payments 6 through 10, and 11 through 15, at a rate that is 300 basis points above the five-year U.S. Treasury Note rate. Required future payments are scheduled as follows:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 18,002	\$ 9,875	\$ 27,877
2025	18,807	9,070	27,877
2026	19,647	8,230	27,877
2027	20,526	7,351	27,877
2028	21,443	6,434	27,877
2029 - 2033	122,480	16,905	139,385
Totals	<u>\$ 220,905</u>	<u>\$ 57,865</u>	<u>\$ 278,770</u>

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 10 Long-Term Debt (Continued)

C. Changes in Long-Term Debt

The following is a summary of changes in long-term debt for the year ended December 31, 2023:

	Balance - 1/1/23	Additions	Deductions	Balance - 12/31/23	Amounts Due Within One Year
<u>Governmental Activities:</u>					
Bonds payable	\$ 19,010,000	\$ -	\$ 335,000	\$ 18,675,000	\$ 380,000
Bond premiums	809,238	-	29,795	779,443	-
Bonds payable - net	19,819,238	-	364,795	19,454,443	380,000
Compensated absences	364,876	-	54,044	310,832	-
Net pension liability	11,935,564	-	7,408,131	4,527,433	-
Net OPEB liability	4,671,615	-	1,260,663	3,410,952	-
Total	<u>\$ 36,791,293</u>	<u>\$ -</u>	<u>\$ 9,087,633</u>	<u>\$ 27,703,660</u>	<u>\$ 380,000</u>
<u>Component Units:</u>					
<i>Harmonville Fire Company</i>					
Loan Contract	\$ 238,137	\$ -	\$ 17,232	\$ 220,905	\$ 18,002
Total	<u>\$ 238,137</u>	<u>\$ -</u>	<u>\$ 17,232</u>	<u>\$ 220,905</u>	<u>\$ 18,002</u>

Note 11 Interfund Transfers and Balances

A. Transfer from the Sewer Fund to the General Fund

During the year ended December 31, 2023, the Township transferred \$268,466 from the Sewer Fund to the General Fund to reimburse the General Fund for costs incurred such as salaries, benefits, and other operating costs.

*Presentation in Government-Wide Financial Statements*

The transfer is included in the Statement of Activities as a transfer between governmental activities and business-type activities.

*Presentation in Fund Financial Statements*

The transfer is included in the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds as Other Financing Sources, and is included in the Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds as a Transfer Out.

B. Transfer from the General Fund to the Greater Plymouth Community Center

During the year ended December 31, 2023, the Township transferred \$816,836 from the General Fund to the Greater Plymouth Community Center to subsidize its operations.

*Presentation in Government-Wide Financial Statements*

This transfer is included in the Statement of Activities as transfers between governmental activities and business-type activities.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 11 Interfund Transfers and Balances (Continued)

B. Transfer from the General Fund to the Greater Plymouth Community Center (continued)

*Presentation in Fund Financial Statements*

The transfer is reflected in the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds as Other Financing Uses, and is included in the Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds as Transfers In.

C. Transfer from the Capital Reserve Fund to the Greater Plymouth Community Center

During the year ended December 31, 2023, the Township transferred \$7,500 from the Capital Reserve Fund to the Greater Plymouth Community Center for capital needs.

*Presentation in Government-Wide Financial Statements*

This transfer is included in the Statement of Activities as transfers between governmental activities and business-type activities.

*Presentation in Fund Financial Statements*

The transfer is reflected in the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds as Other Financing Uses, and is included in the Statement of Revenues, Expenses, and Changes in Fund Net Position – Proprietary Funds as Transfers In.

D. Transfer from the Greater Plymouth Community Center to the Health and Welfare Fund

During the year ended December 31, 2023, the Township transferred \$252,402 from the Greater Plymouth Community Center to the Health and Welfare Fund for the cost of life insurance, health insurance, and related benefits provided to employees.

*Presentation in Government-Wide Financial Statements*

This transfer is included in the Statement of Activities as transfers between governmental activities and business-type activities.

*Presentation in Fund Financial Statements*

This transfer is reflected in the Statement of Revenues, Expenses, and Changes in Net Position – Proprietary Funds as Transfers Out, and is included in the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds as Transfers In.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 11 Interfund Transfers and Balances (Continued)

E. Other Transfers

In addition, the following interfund transfers between governmental funds are reflected on the Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds, but have been eliminated in the presentation of the government-wide Statement of Activities:

<u>Transferred From</u>	<u>Transferred To</u>	<u>Purpose</u>	<u>Amount</u>
General Fund	Capital Reserve Fund	Future capital needs of Harmonville and Plymouth fire companies	\$ 214,000
General Fund	Capital Reserve Fund	Future capital needs of the Greater Plymouth Community Center	75,000
General Fund	Health and Welfare Fund	Life insurance, health insurance, and related	3,939,102

F. Interfund Receivable/Payable

In 2021 and 2022, the Township incurred costs associated with renovations to the Township’s municipal and public works buildings. These costs are intended to be expended from the Township’s capital projects fund. In order to facilitate the payment of these costs that incurred prior to the establishment of the capital projects fund, certain costs were paid by the capital reserve fund. Subsequently, funds were transferred from the capital projects fund to the capital reserve fund to cover the cost of these expenditures. As of December 31, 2023, the balance due from the capital projects fund to the capital reserve fund was \$109,485.

Note 12 Contributions to Component Units

During the year ended December 31, 2023, the Township made cash donations totaling \$488,838 to Harmonville Fire Company and \$389,015 to Plymouth Fire Company.

*Presentation in Government-Wide Financial Statements*

In the Statement of Activities, the contributions to the fire companies are included in Public Safety expenses of the Governmental Activities of the primary government and are included in Operating Grants and Contributions of the fire companies.

*Presentation in Fund Financial Statements*

In the Statement of Revenues, Expenditures, and Changes of Fund Balances – Governmental Funds, the contributions to the fire companies are included in Public Safety expenditures of the General Fund.



**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 13 Employee Benefits

Expenses for employee benefits are not allocated by function for governmental activities and related funds, but instead are shown as a separate function under the caption “Employee Benefits”. The following is a summary of these expenditures/expenses for governmental funds and governmental activities for 2023:

<u>Governmental Funds and Governmental Activities</u>	
General Fund	
Social security tax	\$ 1,019,232
Police pension contribution	1,182,193
Non-uniformed employee pension contribution	590,563
Health and Welfare Fund	
Medical, life, and disability insurance	4,556,880
Other	<u>35,554</u>
<u>Total Expenditures Presented in Governmental Fund Financial Statements</u>	7,384,422
Additional Pension Expense Recognized in Accordance with GASB Statement No. 68 (Note 14):	
Police pension plan	1,240,463
Non-uniform employees' pension plan	(161,482)
(Reduction in) Other Post-Employment Benefits Recognized in Accordance with GASB Statement No. 75 (Note 16)	<u>(4,316,881)</u>
<u>Total Expenses for Governmental Activities Presented in Government-Wide Financial Statements</u>	<u>\$ 4,146,522</u>

The Greater Plymouth Community Center’s share of the non-uniformed employee pension contribution, totaling \$119,307, is included in operating expenses. The Greater Plymouth Community Center’s share of healthcare costs, totaling \$252,402, is included in transfers out to the Health and Welfare Fund.

Note 14 Employee Pensions

A. Plan Descriptions

The Township administers two single employer defined benefit pension plans: The Police Pension Plan and the Non-Uniformed Employees’ Pension Plan. These plans cover all full-time employees and provide retirement benefits to members. Plan provisions are established by Township ordinance with the authority for contributions required by Act 205 of the Commonwealth of Pennsylvania (the “Commonwealth”).

As of January 1, 2023, the number of participants in each plan was as follows:

	<u>Police</u>	<u>Non-Uniformed Employees</u>
Participants		
Active Participants	41	73
Non-active Participants	<u>46</u>	<u>71</u>
Totals	<u>87</u>	<u>144</u>

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 14 Employee Pensions (Continued)

B. Eligibility Requirements

*Police Pension Plan*

Each member of the police force of the Township is covered by the Police Pension Plan. The Normal Retirement Date is the last day of the month in which the member attains age 52 and completes 25 years of service. A member may elect to retire early if he or she completes 20 years of service, but before his or her Normal Retirement Date (other than for death or permanent disability). Each member, who leaves the service of the Township for any reason after 12 years of continuous service but before he or she is entitled to either Early or Normal Retirement, will receive a vested Accrued Monthly Pension based on service and Average Monthly Earnings at date of termination, payable at his or her Normal Retirement Date.

*Non-uniformed Employees' Pension Plan*

All full-time employees of the Township, except for participants of the police force, are covered by the Non-Uniformed Employees' Pension Plan. The Normal Retirement Date is the last day of the month in which the member attains age 62 and completes 5 years of service. A member may elect to retire early if he or she attains age 50 and completes 10 years of service. Each member who leaves the service of the Township for any reason before he or she is entitled to either Early or Normal Retirement will receive a vested Accrued Monthly Pension based on service and Average Monthly Earnings at date of termination, payable at age 62 if he or she has completed at least 5 years of service with the Township.

C. Retirement Benefits

*Police Pension Plan*

The Police Pension Plan provides normal retirement benefits, early retirement benefits, job-related disability benefits, and survivor benefits. In addition, the Police Pension Plan provides for Deferred Retirement Option Plan (DROP) benefits, whereby any police officer who has completed 25 years of Credited Service and attained age 52 may enter into a DROP arrangement. Such an arrangement may run for no less than 12 months and no more than 60 months.

If a member's employment with the Township is terminated before Normal Retirement Date (other than by disability or vested termination), the member shall receive a lump sum amount equal to the member's aggregate contributions plus interest at a rate of 4% per year.

*Non-Uniformed Employees' Pension Plan*

The Non-Uniformed Employees' Pension Plan provides normal retirement benefits, early retirement benefits, job-related disability benefits, and survivor benefits.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 14 Employee Pensions (Continued)

D. Summary of Significant Accounting Policies

*Fiduciary Fund*

The pension plans utilize the accrual basis of accounting. The pension plans are reflected as fiduciary funds in these financial statements; however, separate financial statements for the pension plans are not issued. Employer contributions are recognized when due as required by Act 205 of the Commonwealth. Benefits and refunds are recognized when due and payable in accordance with the terms of the plans.

*Governmental Fund Financial Statements*

Governmental funds utilize the modified accrual basis of accounting. Employer contributions are recognized when due as required by Act 205 of the Commonwealth.

*Government-Wide Financial Statements*

The Township complies with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. In accordance with GASB Statement No. 68, the Township reports its net pension liability in the Statement of Net Position.

*Investments*

Investments are reported at fair market value. Securities traded on national exchanges are valued at the last reported sales price. Investments of the pension funds are represented by specific identifiable investment securities classified as to credit risk by the three categories described below:

- Category 1* – Insured or registered, or securities held by the Pension Fund or its agent in the Pension Fund’s name.
- Category 2* – Uninsured and unregistered, with securities held by the counterparty’s trust department or agent in the Pension Fund’s name.
- Category 3* – Uninsured and unregistered, with securities held by the counterparty, or by its trust department or agent, but not in the Pension Fund’s name.

The investments of the pension funds consist of mutual funds, representing “category 3” investments.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 14 Employee Pensions (Continued)

E. Plan Investments

*Summary by Type*

Investments held as of December 31, 2023 are summarized as follows:

	Police Pension Trust Fund	Deferred Retirement Option Plan	Non-Uniformed Employees' Pension Trust Fund
Mutual Funds - Stable Value	\$ -	\$ 1,324,783	\$ -
Mutual Funds - Fixed Income	18,849,384	284,306	12,079,199
Mutual Funds - Balanced/Asset Allocation	-	203,578	-
Mutual Funds - Equity	33,723,377	312,997	21,750,048
Other	1,800,000	-	1,170,000
Total	<u>\$ 54,372,761</u>	<u>\$ 2,125,664</u>	<u>\$ 34,999,247</u>

*Concentration of Credit Risk*

The following investments comprised at least 5% of the total plan assets of the Police Pension Trust Fund as of December 31, 2023.

	Market Value 12/31/23
Vanguard Total Stock Market ETF	\$ 20,992,072
Vanguard Total International Stock Index ETF	6,383,888
Baird Core Plus Bond Fund	5,041,497
PGIM Total Return Bond Fund	4,114,890
iShares Core U.S. Aggregate Bond ETF	3,643,765

The following investments comprised at least 5% of the total plan assets of the Deferred Retirement Option Plan (DROP) Trust Fund as of December 31, 2023.

	Market Value 12/31/23
MissionSquare PLUS Fund	\$ 1,070,079
MSQ Cash Management Fund	254,704
MissionSquare Retirement Target 2035 Fund	189,639
MissionSquare Inflation Focused Fund	123,736

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 14 Employee Pensions (Continued)

E. Plan Investments (continued)

*Concentration of Credit Risk (continued)*

The following investments comprised at least 5% of the total plan assets of the Non-Uniform Employees' Pension Plan as of December 31, 2023.

	<u>Market Value 12/31/23</u>
Vanguard Total Stock Market ETF	\$13,571,593
Vanguard Total International Stock Index ETF	4,102,119
Baird Core Plus Bond Fund	3,225,927
PGIM Total Return Bond Fund	2,633,275
iShares Core U.S. Aggregate Bond ETF	2,323,542

*Rate of Return*

For the year ended December 31, 2023, the annual money-weighted rate of return on the Police Pension Plan investments was 14.90%. For the year ended December 31, 2023, the annual money-weighted rate of return on the Non-Uniform Employee's Pension Plan was 14.90%. The money-weighted rate of return expresses investment performance, net of pension plan investment expense, adjusted for the changing amounts actually invested.

Administrative costs, including investment services, custodial, trustee, and actuarial services are charged to the appropriate plan and funded from investment earnings.

F. Contributions and Funding Policy

Act 205 of the Commonwealth requires that annual contributions be based upon the Minimum Municipal Obligation (MMO). The MMO is based upon the plan's biennial actuarial valuation. The State provides an allocation of funds that must be used for pension funding. Any financial requirement established by the MMO which exceeds the State and employee contributions must be funded by the employer in accordance with Act 205.

Contributions to the Police Pension Trust Fund for 2023 totaled \$692,650 from the Township and \$489,543 from the Commonwealth (together totaling \$1,182,193), as well as \$183,085 from employees. Contributions to the Deferred Retirement Option Plan (DROP) Trust Fund for 2023 totaled \$622,274 from employees. Contributions to the Non-Uniformed Employees' Pension Plan for 2023 totaled \$290,262 from the Township and \$419,608 from the Commonwealth (together totaling \$709,870).

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 14 Employee Pensions (Continued)

F. Contributions and Funding Policy

The components of the MMO for 2023 are as follows:

	<u>Police Pension Plan</u>	<u>Non-Uniformed Employees' Pension Plan</u>
Normal Cost	\$ 1,605,534	\$ 813,628
Administrative Expenses	125,800	89,100
Amortization Requirement	-	-
Funding Adjustment	(374,626)	(192,858)
Less: Estimated Employee Contributions	<u>(174,515)</u>	<u>-</u>
 2023 Minimum Municipal Obligation	 <u>\$ 1,182,193</u>	 <u>\$ 709,870</u>

G. Net Pension Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The net pension liabilities were measured as of December 31, 2023, and the total pension liability was determined by rolling forward the liabilities from an actuarial valuation as of January 1, 2023. No significant events or changes in assumptions occurred between the valuation date and the fiscal year end. The components of the changes in the total pension liability, plan fiduciary net position, and net pension liability of the Police Pension Plan for the year ended December 31, 2023 are as follows:

	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Service cost	\$ 1,736,505	\$ -	\$ 1,736,505
Interest on total pension liability	3,591,810	-	3,591,810
Difference between expected and actual experience	(326,783)	-	(326,783)
Contributions - Township and state aid	-	1,182,193	(1,182,193)
Contributions - employees	-	183,085	(183,085)
Net investment income	-	7,246,938	(7,246,938)
Benefit payments	(2,624,053)	(2,624,053)	-
Administrative expenses	<u>-</u>	<u>(145,053)</u>	<u>145,053</u>
Net Changes	2,377,479	5,843,110	(3,465,631)
<u>Balances as of December 31, 2022</u>	<u>56,897,426</u>	<u>49,799,593</u>	<u>7,097,833</u>
<u>Balances as of December 31, 2023</u>	59,274,905	55,642,703	3,632,202
<u>DROP Balance as of December 31, 2023</u>	<u>2,125,665</u>	<u>2,125,665</u>	<u>-</u>
<u>Totals as of December 31, 2023</u>	<u>\$ 61,400,570</u>	<u>\$ 57,768,368</u>	<u>\$ 3,632,202</u>

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 14 Employee Pensions (Continued)

G. Net Pension Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

The components of the changes in the total pension liability, plan fiduciary net position, and net pension liability of the Non-Uniformed Employees' Pension Plan for the year ended December 31, 2023 are as follows:

	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Liability</u>
Service cost	\$ 669,791	\$ -	\$ 669,791
Interest on total pension liability	2,235,710	-	2,235,710
Difference between expected and actual experience	(1,580,856)	-	(1,580,856)
Contributions - Township and state aid	-	709,870	(709,870)
Net investment income	-	4,650,024	(4,650,024)
Benefit payments	(1,193,477)	(1,193,477)	-
Administrative expenses	-	(92,749)	92,749
Net Changes	<u>131,168</u>	<u>4,073,668</u>	<u>(3,942,500)</u>
<u>Balances as of December 31, 2022</u>	<u>36,573,138</u>	<u>31,735,407</u>	<u>4,837,731</u>
<u>Balances as of December 31, 2023</u>	<u>\$36,704,306</u>	<u>\$35,809,075</u>	<u>\$ 895,231</u>

In the government-wide financial statements for the year ended December 31, 2023, the Township recognized pension expense totaling \$2,422,656 for the Police Pension Plan and \$548,388 for the Non-Uniformed Employees' Pension Plan. As of December 31, 2023, the Township reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Net difference between expected and actual experience	\$ 139	\$ 1,808,864
Changes of assumptions	1,691,216	9,026
Net difference between expected and actual earnings on pension plan investments	<u>4,794,555</u>	<u>-</u>
Totals	<u>\$ 6,485,910</u>	<u>\$ 1,817,890</u>

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 14 Employee Pensions (Continued)

G. Net Pension Liability, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended <u>December 31</u>	<u>Amount</u>
2024	\$ 1,238,734
2025	2,249,906
2026	2,828,271
2027	<u>(1,648,891)</u>
	<u>\$ 4,668,020</u>

H. Actuarial Assumptions

In accordance with regulations under Act 205 of 1984, all actuarial assumptions are selected jointly by the actuary and the governing body of the pension plan. Significant actuarial assumptions are presented below.

	<u>Police Pension</u>	<u>Non-Uniformed Employees Pension</u>
Actuarial Valuation Date	1/1/23	1/1/23
Actuarial Cost Method	Entry Age Normal	Entry Age Normal
Amortization Method	Level Dollar Open	Level Dollar Open
Remaining Amortization Period	N/A	N/A
Asset Valuation Method	Adjusted Market Basis	Adjusted Market Basis
Investment Rate of Return	6.50%	6.50%
Projected Salary Increase	5.00%	4.00%
Inflation	3.00%	3.00%
Cost-of-living Adjustment	3.00%	3.00%
Retirement Age	Normal retirement age or at attained age plus one year, if later	Normal retirement age or at attained age plus one year, if later
Mortality Rates	Pub-2010 Safety Amount - Weighted Mortality Tables (Employee, Retiree, Contingent Survivor, and Disabled Retiree tables as applicable), projected from 2010 with Mortality Improvement Scale MP-	Pub-2010 General Amount - Weighted Mortality Tables (Employee, Retiree, Contingent Survivor, and Disabled Retiree tables as applicable), projected from 2010 with Mortality Improvement Scale MP-

Actuarial assumptions are based on experience with pension plans statewide and standard nationwide mortality tables. Due to the size of the plan, actuarial experience studies are not considered credible and are not performed for the plan.



**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 14 Employee Pensions (Continued)

H. Actuarial Assumptions

*Discount Rate*

The discount rate used to measure the total pension liability was 6.5% for the Police Pension Plan and 6.5% for the Non-Uniformed Employees' Pension Plan and is based on the long-term expected return on assets given the Plans' asset allocation and investment policies as of December 31, 2023. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be made at the current contribution rate and that Township contributions will be made at rates equal to the difference between actuarially determined contribution rates and the member rate. Based on those assumptions, the pension plans' fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

*Sensitivity of the Net Pension Liability to Changes in the Discount Rate*

The following presents the net pension liability of the pension plans, calculated using the discount rate of 6.5%, as well as what the net pension liabilities would be if it were calculated using a discount rate that is 1-percentage-point lower (5.5%) or 1-percentage-point higher (7.5%) than the current rate:

	<u>1% Decrease (5.5%)</u>	<u>Current Discount Rate (6.5%)</u>	<u>1% Increase (7.5%)</u>
Net Pension Liability:			
Police Pension	\$ 11,524,631	\$ 3,632,202	\$ (2,855,933)
Non-Uniformed Employees Pension	5,438,164	895,231	(2,897,530)

Note 15 Deferred Compensation Fund

The Township offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Township employees, permits them to defer a portion of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death, or an unexpected emergency. The plan is administered by MissionSquare Retirement.

The Township has a fiduciary responsibility and must exercise due care as required of any other ordinary prudent investor.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 16 Post-Retirement Benefit Plan

The Township provides post-retirement health care insurance to employees who retire from the Township who meet certain minimum age and service requirements. During 2003, the Township established the Post-Retirement Healthcare Fund (a fiduciary fund) to help fund future health insurance premiums for retired employees.

GASB Statement No. 75, *Accounting and Financial Reporting by Employers for Post-Employment Benefits Other Than Pensions*, requires governments to account for other post-employment benefits (OPEB) on an accrual basis, rather than on a pay-as-you-go basis. The effect is the recognition of an actuarially-determined expense on the statement of activities when a future retiree earns their post-employment benefits, rather than when they use their post-employment benefits. The post-employment benefit liability is recognized on the statement of net position over time.

A. Plan Description

The Plan is a single employer defined benefit plan for which the provisions are established by Township ordinance. The Plan does not issue a stand-alone financial report. As of December 31, 2022, the following employees were covered by the benefit terms:

Active Participants	107
Retirees and Covered Spouses	86
Total	193

The following is a summary of plan benefits:

*Eligibility*

- *Police*: Age 52 with 25 or more years of service.
- *Non-uniformed union employees*: age 60 with 10 or more years of service, or age plus service equals 80.
- *Non-uniformed non-union employees*: age 60 with 10 or more years of service, or age plus service equals 80 for employees hired prior to July 1, 2011; age 60 with 25 years of service for employees hired after June 30, 2011.

*Healthcare Benefits – Police and Non-Uniformed Employees*

- *Pre-Medicare eligibility*: For police and other employees hired before March 1, 2016: Medical – Aetna PPO \$15/\$30 Plan; Prescription Drug – Copays of \$15/\$25. For non-uniformed employees hired after March 1, 2016: Medical – Aetna PPO HRA \$2,000/\$4,000; Prescription Drug – Copays of \$10/\$30/\$50.
- *Post-Medicare eligibility*: Aetna Medicare Advantage Plan

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 16 Post-Retirement Benefit Plan (Continued)

A. Plan Description (continued)

*Duration of Healthcare Benefits*

- *Police:* Coverage will continue for the life of the retiree and spouse. Eligible dependent children are covered until age 26.
- *Non-uniformed employees:* For unionized retirees, coverage will continue for the life of the retiree, and spouse coverage continues to Medicare eligibility. Dependents are covered as long as they are eligible. For nonunionized retirees, coverage continues for the life of the retiree; spouse and dependent coverage is limited to the lesser of 2.5 months for every year of service or five years. There is an exception to this whereby one spouse of a non-unionized retiree is covered until the death of the retiree.

*Benefits upon Disability*

- *Police:* Police officers who are permanently disabled for non-work-related disability are not eligible for postretirement medical benefits. Any police officer who becomes permanently disabled due to a work-related disability pension, in addition to the officer and spouse, any children will continue to receive; benefits as long as they are eligible.
- *Non-uniformed employees:* Employees must be eligible for retirement benefits to receive coverage upon disability.

*Employee Contributions for Healthcare Coverage*

- *Police:* Police officers contribute 1% of their salary each year for post-retirement health care.
- *Non-uniformed employees:* None, except one Medicare eligible individual is required to contribute \$500 monthly towards the cost.

*Life Insurance Benefits*

- *Police:* The Township provides life insurance of \$50,000 for death before age 65, and \$15,000 for death after age 65.
- *Non-uniformed employees:* None

B. Funding Policy

Although the Township established the Post-Retirement Healthcare Fund (a fiduciary fund) to help fund future health insurance premiums for retired employees, the Plan is effectively financed on a pay-as-you-go basis. Health care insurance premiums are paid from the Township's Health and Welfare Fund (a governmental fund).

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 16 Post-Retirement Benefit Plan (Continued)

B. Funding Policy (continued)

In the fund financial statements, expenditures for post-retirement health care benefits are recognized as the insurance premiums are incurred. In the government-wide financial statements, expenses for post-retirement health care benefits are recognized in the amount of the estimated increase in the net OPEB liability. The expenses/expenditures post-retirement health care benefits for governmental activities and related funds are included under the caption "Employee Benefits". The expenses for post-retirement health care benefits for business-type activities and related funds are recorded as a transfer out to the Post-Retirement Healthcare Fund.

C. Net OPEB Liability

The Township's net OPEB liability of \$3,410,952 was measured as of December 31, 2023 and was determined by an actuarial valuation as of December 31, 2022.

D. Actuarial Methods and Assumptions

The net OPEB liability in the December 31, 2022 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

*Actuarial Cost Method*

Individual Entry Age Normal as a level percentage of payroll.

*Discount Rate*

The discount rate of 6.5% reflects the long-term expected rate of return on OPEB plan investments that are expected to be used to finance the payment of benefits, and a yield or index rate for 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher, to the extent that the conditions for use of the long-term expected rate of return are not met.

*Salary Increases*

5% for police officers and 4% for non-uniform employees.

*Investment Rate of Return*

6.5%.

The Township's objective in selecting the expected long-term rate of return on assets is to estimate the single rate of return that reflects the historical returns, future expectations for each asset class, and the asset mix of the plan assets.

*Healthcare Cost Trend Rates*

The rates of change in per capita health claims costs over time as a result of factors such as medical inflation, utilization of healthcare services, plan design, and technological developments.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 16 Post-Retirement Benefit Plan (Continued)

D. Actuarial Methods and Assumptions (continued)

*Mortality Rates*

- *Police*: Pub-2010 Public Safety Headcount-Weighted Mortality Tables (Employee, Retiree, and Disabled tables as applicable), with generational projection using Scale MP-2021.
- *Non-Uniformed*: Pub-2010 General Employee Headcount-Weighted Mortality Tables (Employee, Retiree, and Disabled tables as applicable), with generational projection using Scale MP-2021.

*Retirement*

- *Police*: 100% retire at age 52 or age that 25 years of service is attained, if later.
- *Non-Uniform*: 100% retire at age 60 or age that 10 years of service (25 years of service for those hired after June 30, 2011) is attained, if later.

*Actuarial Experience*

The assumptions are related to the past experience of the Plan and represent an estimate of anticipated experience under the Plan.

*Participant Data*

Participant data is based on information as of December 31, 2022.

E. Changes in the Net OPEB Liability

The components of the change in the total OPEB liability, plan fiduciary net position, and net OPEB liability of Plan for the year ended December 31, 2023 are as follows:

	Total OPEB Liability	Plan Fiduciary Net Position	Net OPEB Liability
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Service cost	\$ 846,748	\$ -	\$ 846,748
Interest on total OPEB liability	2,157,189	-	2,157,189
Changes in assumptions	965,210	-	965,210
Projected earnings on fiduciary net position	-	1,859,007	(1,859,007)
Difference between projected and actual earnings	-	2,355,664	(2,355,664)
Contributions - employer	-	1,096,253	(1,096,253)
Net benefits paid by employer	(1,096,253)	(1,096,253)	-
Administrative expenses	-	(81,114)	81,114
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Net Changes	2,872,894	4,133,557	(1,260,663)
Balances as of December 31, 2022	<u>33,312,270</u>	<u>28,640,655</u>	<u>4,671,615</u>
Balances as of December 31, 2023	<u><u>\$ 36,185,164</u></u>	<u><u>\$ 32,774,212</u></u>	<u><u>\$ 3,410,952</u></u>

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 16 Post-Retirement Benefit Plan (Continued)

F. Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The December 31, 2022 valuation was prepared using a discount rate of 6.5%. The following presents the net OPEB liability of the Township as of December 31, 2023, as well as what the Township's net OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (5.5%) or 1-percentage-point higher (7.5%) than the current discount rate:

	1% Decrease (5.5%)	Discount Rate (6.5%)	1% Increase (7.5%)
Net OPEB liability	\$ 8,461,133	\$ 3,410,952	\$ (695,524)

G. Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rates

The December 31, 2022 valuation was prepared using an initial trend rate of 6.75%, decreasing to 5.75%. The following presents the net OPEB liability of the Township, as well as what the Township's net OPEB liability would be as of December 31, 2023, if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Trend Rate	1% Increase
Net OPEB liability	\$ (1,252,209)	\$ 3,410,952	\$ 9,228,769

H. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2023, the Township recognized an OPEB expense of \$(3,316,082). As of December 31, 2023, the Township reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between projected and actual earnings	\$ 1,731,530	\$ -
Differences between expected and actual experience	-	5,699,500
Changes in assumptions	1,460,560	2,583,272
Totals	\$ 3,192,090	\$ 8,282,772

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 16 Post-Retirement Benefit Plan (Continued)

H. OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB (Continued)

Amounts reported as deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

For the Year Ending December 31	Amount
2024	\$ (3,646,396)
2025	(886,759)
2026	468,415
2027	(885,555)
2028	(195,019)
Thereafter	54,632
Total	\$ (5,090,682)

Note 17 Agreement with East Norriton-Plymouth-Whitpain Joint Sewer Authority

Under an agreement dated October 5, 1959, the East Norriton-Plymouth-Whitpain Joint Sewer Authority (the Authority) agreed to make its sewage treatment plant available to Plymouth Township. Each township will collect a sewage treatment charge from the users, which shall be at rates high enough to cover operating expenses, etc., plus certain specified safety margins. Payments to the Authority in 2023 totaled \$1,503,801 and are included in Sewage Collection and Treatment expenses of the Sewer Revenue and Reserve Fund.

Note 18 Commitments and Contingencies

*Construction Commitments*

As of December 31, 2023, the Township was committed under various construction contracts, as follows:

Total cost of construction contracts in progress as of December 31, 2023	\$ 16,930,573
Less: Recognized as expenditures through December 31, 2023	(15,261,298)
Contract commitments as of December 31, 2023	\$ 1,669,275

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 18 Commitments and Contingencies (Continued)

*Grant Programs*

The Township participates in state and federally assisted grant programs including State Highway Aid. These programs are subject to program compliance audits by the grantors or their representatives. The Township is potentially liable for any expenditures that may be disallowed pursuant to the terms of these grant programs.

*Moyer Landfill Claim*

The Township, among others, had been named as a defendant in a class action lawsuit alleging personal injury and loss of property values due to the disposal of hazardous waste at the Moyer landfill site.

At its public meeting on June 10, 1996, Council adopted a resolution approving a Consent Decree to authorize participation in a settlement trust agreement and a contribution of up to \$200,000 of Township funds. As of December 31, 1996, Plymouth Township had contributed the full payment of \$200,000 toward their share of the Consent Decree. However, part of the settlement agreement required the construction of a Leachate Plant to handle the waste remediation, for which the Township would be responsible for contributing 13.73% of any additional cost of construction and operation of this plant if total cost exceeded the original contribution.

As stated in the Consent Decree, the United States and the Commonwealth of Pennsylvania agreed that by entering into and carrying out its terms, each settler resolved its liability to the United States and the Commonwealth for matters addressed therein and is entitled to protection from claims for contributions. However, the United States and the Commonwealth of Pennsylvania have no obligation to defend any of the settlers in any suit or claim for contribution.

The settlement agreement was amended because the Department of Environmental Protection (“DEP”) and the Environmental Protection Agency (“EPA”) decided that construction of the Leachate Plant was not necessary, and that they would accept instead a monetary settlement of \$600,000. The amendment to the trust included a mutual release of all participating parties. The Consent Decree has been approved by the EPA and the DEP. The Township approved the Amended Consent Decree on August 5, 2002.

During 2002, the Township received \$89,635 from the trust fund, representing the Township’s share of the balance of the trust fund after the \$600,000 settlement payment. In January 2003, the Township received a “final refund” of \$3,448, representing its share of the remaining balance of the Moyer Landfill Settlement Trust Fund.

In March 2004, an Amendment to the Agreement inserting a \$55,000,000 cost re-opener was accepted by the parties. Accordingly, the Settlement Agreement could be re-opened if future costs exceed that amount. The EPA and the Court have approved the Amendment, and the matter has been settled pursuant to the Amended Consent Decree.



**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 18 Commitments and Contingencies (Continued)

*Moyer Landfill Claim (continued)*

The Amended Consent Decree does not relieve the Township's liability for information not known by the EPA or the DEP. In addition, the United States and the Commonwealth of Pennsylvania reserve certain rights to bring future actions against the Township and others mentioned in the Decree. Council has advised management that the cost overrun re-opener provision is not expected to be triggered, if at all, in the near term; and that if and when it is triggered, the share of additional costs allocated to the group of Settlers which includes the Township could be as low as 10% of the total cost overrun. Management believes that, even if the re-opener provision is triggered, given the number of parties involved, it will not have a material impact on the Township.

*Property Tax Appeals*

The Township is also involved in various property tax appeals that are being vigorously defended. At this time, the liability to return taxes under appeal, if any, cannot be reasonably estimated.

*Public Entity Risk Pools*

The Township is a member of The Delaware Valley Workers' Compensation Trust (the "Trust") which is a regional intergovernmental risk sharing pool formed on January 1, 1992. Authority for the Trust is granted by the Pennsylvania Intergovernmental Cooperation Law and Pennsylvania Workers' Compensation Act as amended. The Trust offers a method of funding and paying medical and indemnity obligations due to municipal employees under the Pennsylvania Workers' Compensation Act. The Trust is a regional pool whose members are located in Southeastern Pennsylvania. The purpose and intent of the Trust is to provide an efficient and more cost-effective alternative to commercial insurance and reduce both the frequency and severity of work-related injury and occupational disease claims. The Trust is a recognized entity regulated by the Pennsylvania Department of Labor and Industry, Bureau of Workers' Compensation and is governed by a Board of Trustees comprised of a representative from each member municipality. The Board of Trustees also elects Trustees to serve on an Executive Committee.

The Trust is funded by its member municipalities and utilizes in-house claims adjustment. Members' contributions are assessed at the beginning of each year based on an independent actuarial study and are recognized as revenue in the year for which insurance protection is provided. Rates charged by the Trust are approved by the Pennsylvania Department of Labor and Industry, Bureau of Worker's Compensation on an annual basis.

In addition, the Township is also a member of the Delaware Valley Insurance Trust (the "Trust"), formed in 1989. This is an association of several municipalities in Southeastern Pennsylvania, which form an intergovernmental risk-sharing pool under the authority granted by the Pennsylvania Intergovernmental Cooperation Act and the Pennsylvania Political Subdivision Tort Claims Governmental Immunity Act. The purpose of the Trust is to provide an efficient and more cost-effective alternative to commercial insurance. The Trust is also intended to prevent and reduce both the frequency and severity of casualty and property losses to member municipalities and injuries to persons or employees that might result in claims being made against such municipalities.

**Plymouth Township**  
**Notes to Financial Statements**  
**December 31, 2023**

Note 18 Commitments and Contingencies (Continued)

*Public Entity Risk Pools (continued)*

In addition to insurance protection, the Trust provides risk management services, with an emphasis on loss control and claims administration. The Trust is governed by a Board of Trustees comprised of a representative from each member municipality.

The Trust is funded by its member municipalities and utilizes in-house claims adjustment. Each municipality is covered by the pool for the following risks: comprehensive general liability, business automobile liability, public officials' errors and omissions liability, police professional liability, real and personal property, and first party automobile physical damage only. Plymouth Township is covered for all the aforementioned risks. The Trust also purchases public employees' blanket bond and crime coverage for the members with each new member required to make an initial contribution to the Trust upon admission. Thereafter, based on formulas set forth in the Trust Agreement, member contributions are assessed at the beginning of each year based on an actuarial study and are recognized as revenue in the year for which insurance protection is provided.

*Other Claims*

On May 16, 2005, the Pennsylvania Supreme Court rendered an opinion holding that municipalities cannot assess its legal fees to developers under the Pennsylvania Municipalities Planning Code ("MPC"). Effective January 31, 2005, the MPC was amended to provide that municipalities may assess its legal fees and receive reimbursement from developers. As a result, claims may be made for the refund of legal fees incurred in the review of subdivision and land development plans prior to January 31, 2005, and for the period of any applicable statute of limitations. No claims have yet been made.

Significant losses for possible claims and judgments are covered by commercial insurance. There have been no significant reductions in insurance coverage from the prior fiscal year, and settlement amounts have not exceeded insurance coverage for the current fiscal year or the three prior fiscal years.

Note 19 Subsequent Events

The Township's management has evaluated subsequent events to determine if events or transactions occurring through September 11, 2024, the date which the financial statements were available for issuance, require potential adjustment to, or disclosures in, the accompanying financial statements. Based upon the evaluation, the Township's management did not identify any subsequent events other than the event noted above that require adjustment to or disclosure in the financial statements.

**Plymouth Township**  
**Schedule of Changes in the Township's Net Pension Liability and Related Ratios -**  
**Police Pension Plan**  
**For the Last Ten Fiscal Years**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Total Pension Liability</b>										
Service cost	\$ 1,736,505	\$ 1,904,952	\$ 1,814,239	\$ 1,491,215	\$ 1,421,840	\$ 1,257,251	\$ 1,197,382	\$ 1,256,076	\$ 1,218,836	\$ 1,160,796
Interest on total pension liability	3,591,810	3,423,703	3,229,620	3,071,427	2,884,474	2,587,746	2,433,759	2,464,586	2,328,216	2,172,780
Changes in benefit terms	-	-	-	-	-	-	-	54,010	-	-
Changes in assumptions	-	-	3,208,905	(99,003)	1,934,754	-	(929,245)	-	744,490	-
Differences between expected and actual experience	(326,783)	-	(84,263)	1,717	10,438	-	(1,913,571)	-	(1,198,877)	-
Benefit payments	(2,624,053)	(2,207,164)	(1,908,761)	(1,653,393)	(1,617,719)	(1,484,699)	(1,377,973)	(1,258,480)	(1,138,580)	(1,087,555)
<b>Net Change in Total Pension Liability</b>	2,377,479	3,121,491	6,259,740	2,811,963	4,633,787	2,360,298	(589,648)	2,516,192	1,954,085	2,246,021
<b>Total Pension Liability - Beginning</b>	56,897,426	53,775,935	47,516,195	44,704,232	40,070,445	37,710,147	38,299,795	35,783,603	33,829,518	31,583,497
<b>Total Pension Liability - Ending</b>	\$59,274,905	\$56,897,426	\$53,775,935	\$47,516,195	\$44,704,232	\$40,070,445	\$37,710,147	\$38,299,795	\$35,783,603	\$33,829,518
<b>Plan Fiduciary Net Position</b>										
Contributions - employer (state and township)	\$ 1,182,193	\$ 1,165,413	\$ 1,681,730	\$ 1,582,745	\$ 1,613,367	\$ 1,577,886	\$ 1,476,013	\$ 1,495,738	\$ 1,537,470	\$ 1,501,525
Contributions - member	183,085	198,071	183,057	234,361	220,184	158,633	154,237	138,932	141,296	141,773
Net investment income	7,246,938	(10,066,317)	6,730,541	7,610,376	7,817,099	(2,160,448)	5,464,058	2,171,116	268,360	1,625,147
Benefit payments	(2,624,053)	(2,207,164)	(1,908,761)	(1,652,853)	(1,617,719)	(1,484,699)	(1,377,973)	(1,258,480)	(1,138,580)	(1,087,555)
Administrative expense	(145,053)	(142,200)	(179,930)	(123,981)	(118,424)	(127,966)	(125,178)	(112,818)	(120,911)	(106,524)
<b>Net Change in Plan Fiduciary Net Position</b>	5,843,110	(11,052,197)	6,506,637	7,650,648	7,914,507	(2,036,594)	5,591,157	2,434,488	687,635	2,074,366
<b>Plan Fiduciary Net Position - Beginning</b>	49,799,593	60,851,790	54,345,153	46,694,505	38,779,998	40,816,592	35,225,435	32,790,947	32,103,312	30,028,946
<b>Plan Fiduciary Net Position - Ending</b>	\$55,642,703	\$49,799,593	\$60,851,790	\$54,345,153	\$46,694,505	\$38,779,998	\$40,816,592	\$35,225,435	\$32,790,947	\$32,103,312
<b>Township's Net Pension Liability</b>	\$ 3,632,202	\$ 7,097,833	\$ (7,075,855)	\$ (6,828,958)	\$ (1,990,273)	\$ 1,290,447	\$ (3,106,445)	\$ 3,074,360	\$ 2,992,656	\$ 1,726,206
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	93.9%	87.5%	113.2%	114.4%	104.5%	96.8%	108.2%	92.0%	91.6%	94.9%
<b>Covered-Employee Payroll</b>	\$ 6,092,039	\$ 6,038,992	\$ 5,934,026	\$ 6,142,924	\$ 5,504,359	\$ 5,218,503	\$ 5,055,532	\$ 4,588,320	\$ 4,752,704	\$ 4,539,487
<b>Township's Net Pension Liability as a Percentage of Covered Employee Payroll</b>	59.6%	117.5%	-119.2%	-111.2%	-36.2%	24.7%	-61.4%	67.0%	63.0%	38.0%

**Plymouth Township**  
**Schedule of Changes in the Township's Net Pension Liability and Related Ratios -**  
**Non-Uniformed Employees' Pension Plan**  
**For the Last Ten Fiscal Years**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
<b>Total Pension Liability</b>										
Service cost	\$ 669,791	\$ 901,036	\$ 866,381	\$ 796,056	\$ 766,531	\$ 773,093	\$ 743,359	\$ 707,281	\$ 625,990	\$ 601,914
Interest on total pension liability	2,235,710	2,210,498	2,082,730	2,040,453	1,907,874	1,751,149	1,632,649	1,515,186	1,356,066	1,269,369
Changes in assumptions	-	-	1,931,078	(88,367)	1,546,896	-	92,220	-	863,051	-
Differences between expected and actual experience	(1,580,856)	-	(932,913)	1,134	(1,120,245)	-	24,240	-	77,212	-
Benefit payments	(1,193,477)	(1,092,123)	(874,760)	(834,775)	(726,065)	(697,872)	(668,421)	(653,356)	(644,992)	(620,541)
<b>Net Change in Total Pension Liability</b>	131,168	2,019,411	3,072,516	1,914,501	2,374,991	1,826,370	1,824,047	1,569,111	2,277,327	1,250,742
<b>Total Pension Liability - Beginning</b>	36,573,138	34,553,727	31,481,211	29,566,710	27,191,719	25,365,349	23,541,302	21,972,191	19,694,864	18,444,122
<b>Total Pension Liability - Ending</b>	<u>\$36,704,306</u>	<u>\$36,573,138</u>	<u>\$34,553,727</u>	<u>\$31,481,211</u>	<u>\$29,566,710</u>	<u>\$27,191,719</u>	<u>\$25,365,349</u>	<u>\$23,541,302</u>	<u>\$21,972,191</u>	<u>\$19,694,864</u>
<b>Plan Fiduciary Net Position</b>										
Contributions - employer (state and township)	\$ 709,870	\$ 708,913	\$ 975,753	\$ 1,001,349	\$ 967,292	\$ 956,009	\$ 693,377	\$ 662,176	\$ 567,669	\$ 555,386
Contributions - member	-	-	-	220	972	1,769	-	-	-	-
Net Investment income	4,650,024	(6,393,151)	4,262,298	4,829,002	4,927,870	(1,352,050)	3,441,905	1,375,957	173,048	1,071,536
Benefit payments	(1,193,477)	(1,092,123)	(874,760)	(834,775)	(726,065)	(697,872)	(668,421)	(653,356)	(644,992)	(620,542)
Administrative expense	(92,749)	(91,732)	(121,212)	(83,218)	(94,981)	(83,842)	(74,929)	(75,220)	(83,176)	(80,838)
<b>Net Change in Plan Fiduciary Net Position</b>	4,073,668	(6,868,093)	4,242,079	4,912,578	5,075,088	(1,175,986)	3,391,932	1,309,557	12,549	925,542
<b>Plan Fiduciary Net Position - Beginning</b>	31,735,407	38,603,500	34,361,421	29,448,843	24,373,755	25,549,741	22,157,809	20,848,252	20,835,703	19,910,161
<b>Plan Fiduciary Net Position - Ending</b>	<u>\$35,809,075</u>	<u>\$31,735,407</u>	<u>\$38,603,500</u>	<u>\$34,361,421</u>	<u>\$29,448,843</u>	<u>\$24,373,755</u>	<u>\$25,549,741</u>	<u>\$22,157,809</u>	<u>\$20,848,252</u>	<u>\$20,835,703</u>
<b>Township's Net Pension Liability (Surplus)</b>	<u>\$ 895,231</u>	<u>\$ 4,837,731</u>	<u>\$ (4,049,773)</u>	<u>\$ (2,880,210)</u>	<u>\$ 117,867</u>	<u>\$ 2,817,964</u>	<u>\$ (184,392)</u>	<u>\$ 1,383,493</u>	<u>\$ 1,123,939</u>	<u>\$ (1,140,839)</u>
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	97.6%	86.8%	111.7%	109.1%	99.6%	89.6%	100.7%	94.1%	94.9%	105.8%
<b>Covered-Employee Payroll</b>	\$ 5,583,683	\$ 5,312,544	\$ 5,019,085	\$ 5,377,683	\$ 5,365,134	\$ 5,144,100	\$ 4,891,368	\$ 5,029,053	\$ 4,825,757	\$ 4,417,118
<b>Township's Net Pension Liability as a Percentage of Covered Employee Payroll</b>	16.0%	91.1%	-80.7%	-53.6%	2.2%	54.8%	-3.8%	27.5%	23.3%	-25.8%

**Plymouth Township**  
**Schedule of Township Contributions - Police Pension Fund**  
**For the Last Ten Fiscal Years**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<u>Actuarially Determined Contribution</u>	\$ 1,182,193	\$ 1,165,413	\$ 1,681,730	\$ 1,582,745	\$ 1,613,367	\$ 1,577,886	\$ 1,476,013	\$ 1,495,738	\$ 1,537,470	\$ 1,501,525
<u>Contributions in Relation to the Actuarial Determined Contribution</u>	<u>1,182,193</u>	<u>1,165,413</u>	<u>1,681,730</u>	<u>1,582,745</u>	<u>1,613,367</u>	<u>1,577,886</u>	<u>1,476,013</u>	<u>1,495,738</u>	<u>1,537,470</u>	<u>1,501,525</u>
<u>Contribution Deficiency (Excess)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Covered-Employee Payroll</u>	\$ 6,092,039	\$ 6,038,992	\$ 5,934,026	\$ 6,142,924	\$ 5,504,359	\$ 5,218,503	\$ 5,055,532	\$ 4,588,320	\$ 4,752,704	\$ 4,539,487
<u>Contributions as a Percentage of Covered-employee Payroll</u>	19.4%	19.3%	28.3%	25.8%	29.3%	30.2%	29.2%	32.6%	32.3%	33.1%

Notes to Schedule

Actuarially-determined contributions are determined in accordance with Pennsylvania Act 205.  
Covered payroll includes pay for anyone working at least six months in the year.

Methods and assumptions used to determine contribution rates for the year ended December 31, 2023:

Valuation Date	1/1/23
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar Open
Remaining Amortization Period	N/A
Asset Valuation Method	Adjusted Market Value
Investment Rate of Return	6.5%
Projected Salary Increases	5.0%
Inflation	3.0%
Cost of Living Adjustment	3.0%

**Plymouth Township**  
**Schedule of Township Contributions - Non-Uniformed Employees' Pension Fund**  
**For the Last Ten Fiscal Years**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<u>Actuarially Determined Contribution</u>	\$ 709,870	\$ 708,913	\$ 975,753	\$ 1,001,349	\$ 967,292	\$ 956,009	\$ 693,377	\$ 662,176	\$ 567,669	\$ 555,386
<u>Contributions in Relation to the Actuarial Determined Contribution</u>	<u>709,870</u>	<u>708,913</u>	<u>975,753</u>	<u>1,001,349</u>	<u>967,292</u>	<u>956,009</u>	<u>693,377</u>	<u>662,176</u>	<u>567,669</u>	<u>555,386</u>
<u>Contribution Deficiency (Excess)</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Covered-Employee Payroll</u>	\$ 5,583,683	\$ 5,312,544	\$ 5,019,085	\$ 5,377,683	\$ 5,365,134	\$ 5,144,100	\$ 4,891,368	\$ 5,029,053	\$ 4,825,757	\$ 4,417,118
<u>Contributions as a Percentage of Covered-employee Payroll</u>	12.7%	13.3%	19.4%	18.6%	18.0%	18.6%	14.2%	13.2%	11.8%	12.6%

Notes to Schedule

Actuarially-determined contributions are determined in accordance with Pennsylvania Act 205.  
Covered payroll includes pay for anyone working at least six months in the year.

Methods and assumptions used to determine contribution rates for the year ended December 31, 2023:

Valuation Date	1/1/23
Actuarial Cost Method	Entry Age Normal
Amortization Method	Level Dollar Open
Remaining Amortization Period	N/A
Asset Valuation Method	Adjusted Market Value
Investment Rate of Return	6.5%
Projected Salary Increases	4.0%
Inflation	3.0%
Cost of Living Adjustment	3.0%

**Plymouth Township**  
**Schedule of Investment Returns -**  
**Police Pension Fund and Non-Uniformed Employees' Pension Fund**  
**For the Last Ten Fiscal Years**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
<b><u>Police Pension Plan</u></b>										
Annual Money-Weighted Rate of Return, Net of Investment Expense	14.90%	-16.80%	12.55%	16.45%	20.40%	-5.35%	15.69%	6.67%	0.84%	5.37%
<b><u>Non-Uniformed Employees' Pension Plan</u></b>										
Annual Money-Weighted Rate of Return, Net of Investment Expense	14.90%	-16.78%	12.53%	16.52%	20.39%	-5.33%	15.71%	6.65%	0.84%	5.40%

**Plymouth Township**  
**Schedule of Changes in the Township's Net OPEB Liability and Related Ratios -**  
**For the Last Six Fiscal Years**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<b><u>Total OPEB Liability</u></b>						
Service cost	\$ 846,748	\$ 993,799	\$ 891,718	\$ 855,818	\$ 1,186,591	\$ 1,444,081
Interest on total OPEB liability	2,157,189	2,258,158	2,273,664	2,447,153	2,612,988	2,762,563
Changes in assumptions	965,210	-	(73,234)	1,666,185	(10,250,549)	(1,263,360)
Differences between expected and actual experience	-	(3,702,762)	-	(4,504,943)	-	(11,238,807)
Benefit payments	(1,096,253)	(961,868)	(804,523)	(805,288)	(754,310)	(660,476)
<b><u>Net Change in Total OPEB Liability</u></b>	2,872,894	(1,412,673)	2,287,625	(341,075)	(7,205,280)	(8,955,999)
<b><u>Total OPEB Liability - Beginning</u></b>	33,312,270	34,724,943	32,437,318	32,778,393	39,983,673	48,939,672
<b><u>Total OPEB Liability - Ending</u></b>	<u>\$36,185,164</u>	<u>\$33,312,270</u>	<u>\$34,724,943</u>	<u>\$32,437,318</u>	<u>\$32,778,393</u>	<u>\$39,983,673</u>
<b><u>Plan Fiduciary Net Position</u></b>						
Contributions - employer	\$ 1,096,253	\$ 961,868	\$ 804,523	\$ 805,288	\$ 754,310	\$ 660,476
Net investment income	4,214,671	(5,726,331)	3,836,098	4,394,006	4,459,661	(1,197,242)
Benefit payments	(1,096,253)	(961,868)	(804,523)	(805,288)	(754,310)	(660,476)
Administrative expense	(81,114)	(81,896)	(94,842)	(67,849)	(68,137)	(66,330)
<b><u>Net Change in Plan Fiduciary Net Position</u></b>	4,133,557	(5,808,227)	3,741,256	4,326,157	4,391,524	(1,263,572)
<b><u>Plan Fiduciary Net Position - Beginning</u></b>	28,640,655	34,448,882	30,707,626	26,381,469	21,989,945	23,253,517
<b><u>Plan Fiduciary Net Position - Ending</u></b>	<u>\$32,774,212</u>	<u>\$28,640,655</u>	<u>\$34,448,882</u>	<u>\$30,707,626</u>	<u>\$26,381,469</u>	<u>\$21,989,945</u>
<b><u>Township's Net OPEB Liability</u></b>	<u>\$ 3,410,952</u>	<u>\$ 4,671,615</u>	<u>\$ 276,061</u>	<u>\$ 1,729,692</u>	<u>\$ 6,396,924</u>	<u>\$17,993,728</u>
<b><u>Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability</u></b>	90.6%	86.0%	99.2%	94.7%	80.5%	55.0%
<b><u>Covered-Employee Payroll</u></b>	\$10,252,162	\$11,351,536	\$10,953,111	\$11,520,607	\$10,775,072	\$10,362,603
<b><u>Township's Net OPEB Liability as a Percentage of Covered Employee Payroll</u></b>	33.3%	41.2%	2.5%	15.0%	59.4%	173.6%

This schedule is intended to show 10 years - additional information will be presented as it becomes available.



**Plymouth Township**  
**Schedule of Investment Returns -**  
**Post-Retirement Healthcare Fund**  
**For the Last Six Fiscal Years**

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
<u>Annual Money-Weighted Rate of Return,</u> <u>Net of Investment Expense</u>	14.73%	-16.64%	12.51%	16.62%	20.31%	-5.16%

This schedule is intended to show 10 years - additional information will be presented as it becomes available.

**Plymouth Township**  
**Schedule of Revenues**  
**General Fund**  
**For the Year Ended December 31, 2023**

**Taxes**

Earned income tax		\$ 8,544,385
Real estate taxes		
Current real estate taxes	\$ 3,148,316	
Prior-year real estate taxes	7	
Liened real estate taxes	89,901	
Interim real estate taxes	<u>23,370</u>	3,261,594
Fire services fee		1,193,336
Business privilege taxes		4,870,100
Mercantile taxes		3,704,039
Real estate transfer taxes		985,922
Local services tax		1,129,682
Solid waste disposal tax		1,162,355
Amusement tax		<u>41,705</u>
 Total Taxes		 24,893,118
 Licenses and permits		
Commonwealth of Penna. liquor licenses	11,100	
Building and plumbing permits	880,969	
CATV franchise fees	295,789	
Streets permits	64,396	
Zoning permits	54,670	
Mercantile licenses	6,675	
Business privileges licenses	33,686	
Other licenses and permits	<u>21,073</u>	1,368,358
Fines and forfeits		122,406
Intergovernmental		
Municipal pension grant	938,187	
Firemen's relief association allocation	195,009	
Recycling	63,723	
Public utility taxes	<u>21,066</u>	1,217,985
Charges for services		
Inspection services	177,282	
Special duty police	12,725	
Engineering and other cost reimbursements	471,232	
Recreation fees	259,417	
Recycling	566	
Miscellaneous service revenue	<u>32,595</u>	953,817
Investment earnings		775,968
Rental income		20,000
Miscellaneous		<u>175,162</u>
 <u>Total Revenues</u>		 <u><u>\$ 29,526,814</u></u>

**Plymouth Township**  
**Comparison of Budgeted and Actual Expenditures and Other Financing Uses**  
**General Fund**  
**For the Year Ended December 31, 2023**

	<u>Original and Final Budget</u>	<u>Actual Expenditures</u>	<u>Favorable (Unfavorable) Variance</u>
<b><u>General Government</u></b>			
<b><u>Manager's Office</u></b>			
Salaries and wages	\$ 684,868	\$ 697,338	\$ (12,470)
Telephone	2,600	210	2,390
Council budgeted expenditures	10,000	-	10,000
Civic organizations - contributions	37,756	37,756	-
	<u>735,224</u>	<u>735,304</u>	<u>(80)</u>
<b><u>Totals - Manager's Office</u></b>			
<b><u>Administration</u></b>			
Salaries and wages	290,775	293,891	(3,116)
Office supplies	10,000	10,679	(679)
Miscellaneous supplies	100	50	50
Office equipment	1,500	-	1,500
Furniture and fixtures	1,500	-	1,500
Computer hardware	270,000	60,215	209,785
Computer software	107,000	79,893	27,107
Cyber security	150,000	-	150,000
Audit / accounting services	29,500	30,975	(1,475)
Engineering services	20,000	75,278	(55,278)
Legal services	125,000	215,101	(90,101)
Maintenance and support - computer	160,000	198,678	(38,678)
Other professional consultants	1,500	31,616	(30,116)
Telephone	20,635	18,324	2,311
Postage, mailing, and delivery	3,000	3,392	(392)
Internet services	15,000	16,408	(1,408)
Automobile	750	2,435	(1,685)
Printing and advertising	10,000	10,537	(537)
Casualty insurance	460,000	476,983	(16,983)
Surety and fidelity bonds	11,000	9,309	1,691
Worker's compensation insurance	368,000	381,130	(13,130)
Unemployment compensation insurance	50,000	47,969	2,031
Insurance claim deductible	15,000	11,000	4,000
Maintenance and repairs - equipment	500	295	205
Rental of equipment	700	-	700
Miscellaneous services	50,000	42,688	7,312
Dues, subscriptions, and memberships	2,250	2,064	186
Training and seminars	10,000	5,641	4,359
Miscellaneous charges	2,000	1,110	890
	<u>2,185,710</u>	<u>2,025,661</u>	<u>160,049</u>
<b><u>Totals - Administration</u></b>			

(Continued)

**Plymouth Township**  
**Comparison of Budgeted and Actual Expenditures and Other Financing Uses**  
**General Fund**  
**For the Year Ended December 31, 2023**

	<u>Original and Final Budget</u>	<u>Actual Expenditures</u>	<u>Favorable (Unfavorable) Variance</u>
<u>Tax Collection</u>			
Computer hardware	\$ 1,000	\$ -	\$ 1,000
Computer software	5,500	-	5,500
Audit / accounting services	17,500	8,739	8,761
Tax collection services	260,000	287,776	(27,776)
Postage, mailing, and delivery	7,000	93	6,907
Printing and advertising	750	-	750
Refunds of taxes	67,000	312,266	(245,266)
	<u>358,750</u>	<u>608,874</u>	<u>(250,124)</u>
<u>Municipal Buildings</u>			
Salaries and wages	184,098	191,004	(6,906)
Building maintenance supplies	2,000	795	1,205
Janitorial supplies	13,000	10,567	2,433
Clothing and uniforms	750	900	(150)
Small tools and equipment	1,500	-	1,500
Telephone	300	-	300
Electricity	65,000	61,736	3,264
Water	11,000	16,507	(5,507)
Maintenance and repairs - equipment	5,000	253	4,747
Maintenance and repairs - buildings	9,000	12,962	(3,962)
Miscellaneous services	10,000	26,575	(16,575)
Building - replacement and improvements	7,500	(10,772)	18,272
	<u>309,148</u>	<u>310,527</u>	<u>(1,379)</u>
<u>Reimbursable Costs</u>			
Engineering services	220,000	196,511	23,489
Legal services	45,000	42,096	2,904
Other professional consultants	50,000	2,409	47,591
	<u>315,000</u>	<u>241,016</u>	<u>73,984</u>
<u>Totals - General Government</u>	<u>3,903,832</u>	<u>3,921,382</u>	<u>(17,550)</u>

(Continued)

**Plymouth Township**  
**Comparison of Budgeted and Actual Expenditures and Other Financing Uses**  
**General Fund**  
**For the Year Ended December 31, 2023**

	Original and Final Budget	Actual Expenditures	Favorable (Unfavorable) Variance
<u>Public Safety</u>			
<u>Police Protection</u>			
Salaries and wages	\$ 7,942,618	\$ 7,796,471	\$ 146,147
Office supplies	7,500	6,797	703
Photo lab and identification	30,000	16,703	13,297
Ammunition and supplies	29,100	36,197	(7,097)
Gasoline, oil, and grease	100,000	126,769	(26,769)
Clothing and uniforms	70,250	44,370	25,880
K-9 / kennel expenditures	8,000	14,548	(6,548)
Tires and tubes	17,000	13,397	3,603
Vehicle and equipment repair parts	38,000	43,245	(5,245)
Miscellaneous supplies	9,950	6,535	3,415
Office equipment	1,000	957	43
Firearms and tactical equipment	16,000	520	15,480
Furniture and fixtures	10,000	6,325	3,675
Computer hardware	24,000	20,478	3,522
Computer software	1,000	2,686	(1,686)
License fees and contracts	202,632	197,914	4,718
Communications equipment	11,500	7,405	4,095
Vehicle equipment	68,655	87,058	(18,403)
Miscellaneous equipment and tools	1,500	1,080	420
Professional consultants	3,000	4,177	(1,177)
Telephone	25,000	31,432	(6,432)
Postage, mailing, and delivery	1,500	1,167	333
Radio equipment maintenance	2,500	1,686	814
Printing and advertising	19,000	15,776	3,224
Electricity	1,000	453	547
Maintenance and repairs - equipment	3,750	1,021	2,729
Maintenance and repairs - vehicles	20,000	36,375	(16,375)
Miscellaneous services	500	-	500
Civil service	28,750	28,718	32
Training and seminars	30,000	37,267	(7,267)
Miscellaneous charges	9,200	10,741	(1,541)
Vehicle purchases	135,000	139,431	(4,431)
Electronic equipment	1,000	1,009	(9)
<u>Totals - Police Protection</u>	<u>8,868,905</u>	<u>8,738,708</u>	<u>130,197</u>

(Continued)

**Plymouth Township**  
**Comparison of Budgeted and Actual Expenditures and Other Financing Uses**  
**General Fund**  
**For the Year Ended December 31, 2023**

	Original and Final Budget	Actual Expenditures	Favorable (Unfavorable) Variance
<b><u>Fire Protection and Emergency Management</u></b>			
Salaries and wages	\$ 200,772	\$ 167,219	\$ 33,553
Clothing and uniforms	2,000	1,061	939
Books, publications, and reference materials	1,000	409	591
Gasoline, oil, and grease	3,500	4,336	(836)
Tires and tubes	1,500	1,142	358
Vehicle and equipment repair parts	2,200	4,540	(2,340)
Miscellaneous supplies	2,000	622	1,378
Small tools and equipment	2,200	1,972	228
Protective clothing	4,500	517	3,983
Computer hardware	7,500	8,974	(1,474)
Computer software	5,000	-	5,000
Communications equipment	6,500	5,780	720
Maintenance and support - computer	3,000	2,435	565
Postage, mailing, and delivery	-	-	-
Printing and advertising	1,500	320	1,180
Radio equipment maintenance	1,000	-	1,000
Hydrant service	95,000	116,423	(21,423)
Maintenance and repairs - vehicles	3,000	2,632	368
Miscellaneous services	3,000	277	2,723
Dues, subscriptions, and memberships	2,500	2,277	223
Training, Seminars, and Tuition	2,500	2,878	(378)
Miscellaneous charges	500	-	500
Fire Companies - donated telephone reimbursements	8,500	6,546	1,954
Fire companies - donated fuel	30,000	27,446	2,554
Donations to fire companies	877,853	877,853	-
Firefighter stipend	70,000	72,770	(2,770)
Ambulance association - donated fuel	35,000	81,111	(46,111)
Donations to ambulance association	70,000	70,000	-
Payment of the Commonwealth's allocation to the Firemen's Relief Association	195,326	195,009	317
<b><u>Totals - Fire Protection and Emergency Management</u></b>	<b><u>1,637,351</u></b>	<b><u>1,654,549</u></b>	<b><u>(17,198)</u></b>

(Continued)

**Plymouth Township**  
**Comparison of Budgeted and Actual Expenditures and Other Financing Uses**  
**General Fund**  
**For the Year Ended December 31, 2023**

	<u>Original and Final Budget</u>	<u>Actual Expenditures</u>	<u>Favorable (Unfavorable) Variance</u>
<u>Zoning</u>			
Salaries and wages	\$ 92,391	\$ 136,576	\$ (44,185)
Office supplies	250	-	250
Tires and tubes	1,000	-	1,000
Vehicle and equipment repair parts	4,000	618	3,382
Miscellaneous supplies	250	-	250
Office equipment	500	-	500
Computer hardware	2,200	-	2,200
Legal services	15,000	27,234	(12,234)
Other professional consultants	5,000	3,806	1,194
Stenographic services	8,000	10,769	(2,769)
Postage, mailing, and delivery	4,000	4,879	(879)
Printing and advertising	6,000	3,657	2,343
Codification of ordinances	7,500	3,602	3,898
Maintenance and repairs - vehicles	500	1,495	(995)
Miscellaneous services	500	-	500
Dues, subscriptions, and memberships	1,000	259	741
Board expenditures	3,295	3,295	-
Training and seminars	750	-	750
<u>Totals - Zoning</u>	<u>152,136</u>	<u>196,190</u>	<u>(44,054)</u>

(Continued)

**Plymouth Township**  
**Comparison of Budgeted and Actual Expenditures and Other Financing Uses**  
**General Fund**  
**For the Year Ended December 31, 2023**

	<u>Original and Final Budget</u>	<u>Actual Expenditures</u>	<u>Favorable (Unfavorable) Variance</u>
<b><u>Building</u></b>			
Salaries and wages	\$ 107,247	\$ 113,481	\$ (6,234)
Office supplies	3,000	1,709	1,291
Books, publications, and reference materials	2,000	-	2,000
Miscellaneous supplies	500	43	457
Office equipment	2,500	750	1,750
Computer hardware	2,500	127	2,373
Computer software	40,000	23,130	16,870
Maintenance and support - computer	10,000	7,079	2,921
Professional consultants	600,000	631,895	(31,895)
Printing and advertising	750	240	510
Maintenance and repairs - equipment	1,500	629	871
Dues, subscriptions, and memberships	1,000	730	270
Training and seminars	1,000	-	1,000
Miscellaneous charges	250	-	250
	<u>772,247</u>	<u>779,813</u>	<u>(7,566)</u>
<b><u>Totals - Building</u></b>			
<b><u>Code Enforcement</u></b>			
Salaries and wages	272,919	167,848	105,071
Gasoline, oil, and grease	3,500	4,909	(1,409)
Clothing and uniforms	2,000	1,011	989
Vehicle and equipment repair parts	5,000	5,234	(234)
Miscellaneous supplies	1,000	435	565
Computer hardware	2,200	3,405	(1,205)
Other professional consultants	1,000	-	1,000
Postage, mailing, and delivery	800	371	429
Printing and advertising	500	-	500
Miscellaneous services	3,000	2,200	800
Dues, subscriptions, and memberships	750	175	575
Training and seminars	1,500	388	1,112
	<u>294,169</u>	<u>185,976</u>	<u>108,193</u>
<b><u>Totals - Code Enforcement</u></b>			
<b><u>Totals - Public Safety</u></b>	<u>11,724,808</u>	<u>11,555,236</u>	<u>169,572</u>

(Continued)



**Plymouth Township**  
**Comparison of Budgeted and Actual Expenditures and Other Financing Uses**  
**General Fund**  
**For the Year Ended December 31, 2023**

	<u>Original and Final Budget</u>	<u>Actual Expenditures</u>	<u>Favorable (Unfavorable) Variance</u>
<u>Public Works</u>			
<u>Sanitation</u>			
Salaries and wages	\$ 710,000	\$ 717,176	\$ (7,176)
Recycling supplies and materials	15,000	-	15,000
Gasoline, oil, and grease	80,000	63,786	16,214
Clothing and uniforms	4,000	4,000	-
Tires and tubes	35,000	53,672	(18,672)
Vehicle and equipment repair parts	60,000	79,585	(19,585)
Miscellaneous supplies	5,000	7,447	(2,447)
Maintenance and repairs - vehicles	30,000	12,932	17,068
Miscellaneous services	15,500	13,720	1,780
Trash disposal costs	334,800	327,172	7,628
Recycling disposal costs	20,000	70,343	(50,343)
<u>Totals - Sanitation</u>	<u>1,309,300</u>	<u>1,349,833</u>	<u>(40,533)</u>
<u>Administration</u>			
Salaries and wages	329,249	332,605	(3,356)
Clothing and uniforms	4,000	4,000	-
Engineering services	10,000	1,650	8,350
Telephone	2,000	5,262	(3,262)
Postage, mailing, and delivery	100	16	84
Radio equipment maintenance	500	360	140
Printing and advertising	500	148	352
Miscellaneous services	1,000	1,361	(361)
Dues, subscriptions, and memberships	500	235	265
Training and seminars	1,500	732	768
<u>Totals - Administration</u>	<u>349,349</u>	<u>346,369</u>	<u>2,980</u>

(Continued)

**Plymouth Township**  
**Comparison of Budgeted and Actual Expenditures and Other Financing Uses**  
**General Fund**  
**For the Year Ended December 31, 2023**

	Original and Final Budget	Actual Expenditures	Favorable (Unfavorable) Variance
<b><u>Street Maintenance</u></b>			
Salaries and wages	\$ 94,000	\$ 152,993	\$ (58,993)
Street signs	500	-	500
Street maintenance materials and supplies	500	-	500
Street paving materials	500	-	500
Storm sewer materials and supplies	1,000	31	969
Vehicle and equipment repair parts	1,000	-	1,000
Miscellaneous supplies	11,100	5,003	6,097
Small tools and equipment	1,000	(26)	1,026
Construction contractors	10,000	1,850	8,150
Maintenance and repairs - equipment	4,500	1,553	2,947
Rental of equipment	500	-	500
Miscellaneous services	2,500	500	2,000
<b><u>Totals - Street Maintenance</u></b>	<b><u>127,100</u></b>	<b><u>161,904</u></b>	<b><u>(34,804)</u></b>
<b><u>Highway Services</u></b>			
Salaries and wages	99,000	53,739	45,261
Branch collection materials and supplies	500	-	500
Small tools and equipment	500	199	301
Miscellaneous supplies	1,000	-	1,000
Leaf collection equipment	1,000	-	1,000
Electricity	130,000	122,287	7,713
Maintenance and repairs - street lighting	60,000	47,619	12,381
Maintenance and repairs - equipment	22,000	325	21,675
Maintenance and repairs - traffic signals	100,000	43,545	56,455
<b><u>Totals - Highway Services</u></b>	<b><u>414,000</u></b>	<b><u>267,714</u></b>	<b><u>146,286</u></b>
<b><u>Equipment Maintenance and Purchases</u></b>			
Salaries and wages	232,000	278,440	(46,440)
Gasoline, oil, and grease	50,000	46,799	3,201
Maintenance garage materials and supplies	15,000	4,679	10,321
Tires and tubes	15,000	3,433	11,567
Vehicle and equipment repair parts	75,000	114,489	(39,489)
Miscellaneous supplies	4,000	2,912	1,088
Small tools and equipment	500	-	500
Major equipment	14,000	20	13,980
Communications equipment	1,000	-	1,000
Maintenance and repairs - equipment	15,000	14,172	828
Maintenance and repairs - vehicles	12,000	12,452	(452)
<b><u>Totals - Equipment Maintenance and Purchases</u></b>	<b><u>433,500</u></b>	<b><u>477,396</u></b>	<b><u>(43,896)</u></b>
<b><u>Totals - Public Works</u></b>	<b><u>2,633,249</u></b>	<b><u>2,603,216</u></b>	<b><u>30,033</u></b>

(Continued)

**Plymouth Township**  
**Comparison of Budgeted and Actual Expenditures and Other Financing Uses**  
**General Fund**  
**For the Year Ended December 31, 2023**

	<u>Original and Final Budget</u>	<u>Actual Expenditures</u>	<u>Favorable (Unfavorable) Variance</u>
<b><u>Culture and Recreation</u></b>			
<b><u>Buildings and Grounds</u></b>			
Salaries and wages	\$ 610,127	\$ 613,932	\$ (3,805)
Clothing allowance	2,400	2,400	-
Office supplies	500	964	(464)
Groundskeeping and agricultural supplies	28,000	21,299	6,701
Gasoline, oil, and grease	17,000	16,578	422
Building maintenance supplies	-	62	(62)
Clothing and uniforms	500	498	2
Tires and tubes	1,850	2,778	(928)
Vehicle and equipment repair parts	15,000	15,251	(251)
Small tools and equipment	1,500	1,704	(204)
Miscellaneous equipment and tools	2,000	32	1,968
Telephone	3,500	3,538	(38)
Printing and advertising	500	318	182
Electricity	30,000	37,359	(7,359)
Water	20,000	35,655	(15,655)
Maintenance and repairs - vehicles	3,500	1,991	1,509
Maintenance and repairs - buildings	7,000	5,964	1,036
Maintenance and repairs - grounds	15,000	16,860	(1,860)
Rental of equipment	2,000	-	2,000
Miscellaneous services	54,120	74,704	(20,584)
Miscellaneous charges	1,250	278	972
	<u>815,747</u>	<u>852,165</u>	<u>(36,418)</u>
<b><u>Totals - Buildings and Grounds</u></b>			

(Continued)

**Plymouth Township**  
**Comparison of Budgeted and Actual Expenditures and Other Financing Uses**  
**General Fund**  
**For the Year Ended December 31, 2023**

	<u>Original and Final Budget</u>	<u>Actual Expenditures</u>	<u>Favorable (Unfavorable) Variance</u>
<b><u>Parks and Recreation</u></b>			
Salaries and wages	\$ 189,611	\$ 299,524	\$ (109,913)
Office supplies	1,125	745	380
Recreation program supplies	8,525	12,037	(3,512)
Clothing and uniforms	300	-	300
Vehicle repair parts	2,000	-	2,000
Recreation program equipment	450	-	450
Computer hardware	2,925	1,439	1,486
Maintenance and support - computer	6,800	6,800	-
Telephone	935	542	393
Postage, mailing, and delivery	250	1,326	(1,076)
Entertainers	8,500	9,100	(600)
Contracted instructors	32,270	26,925	5,345
Automobile	150	-	150
Printing and advertising	9,365	2,407	6,958
Rental of equipment	780	473	307
Miscellaneous services	2,867	2,978	(111)
Plymouth Township Day	16,225	14,604	1,621
Tickets - PA Rec. Society	27,300	11,808	15,492
Bus trips, admission to rec. facility	5,860	7,324	(1,464)
Dues, subscriptions, and memberships	1,695	125	1,570
Donation	750	1,476	(726)
Tree light / holiday program	1,600	1,610	(10)
Training and seminars	1,575	991	584
Contributions to sports organizations	34,300	34,000	300
Harriet Wetherill Park	111,345	55,044	56,301
	<u>467,503</u>	<u>491,278</u>	<u>(23,775)</u>
<b><u>Totals - Parks and Recreation</u></b>			
	<u>1,283,250</u>	<u>1,343,443</u>	<u>(60,193)</u>
<b><u>Totals - Culture and Recreation</u></b>			
<b><u>Employee Benefits</u></b>			
Social security taxes	1,006,000	1,019,232	(13,232)
Transfer to police pension	1,182,193	1,182,193	-
Transfer to non-uniformed employees' pension	709,870	590,563	119,307
	<u>2,898,063</u>	<u>2,791,988</u>	<u>106,075</u>
<b><u>Totals - Employee Benefits</u></b>			
<b><u>Debt Service</u></b>			
Principal	335,000	335,000	-
Interest	717,028	717,028	-
	<u>1,052,028</u>	<u>1,052,028</u>	<u>-</u>
<b><u>Totals - Debt Service</u></b>			

(Continued)

**Plymouth Township**  
**Comparison of Budgeted and Actual Expenditures and Other Financing Uses**  
**General Fund**  
**For the Year Ended December 31, 2023**

	<u>Original and Final Budget</u>	<u>Actual Expenditures</u>	<u>Favorable (Unfavorable) Variance</u>
<u>Other Financing Uses</u>			
Transfer to health and welfare fund for employees' insurances	\$ 4,191,500	\$ 3,939,102	\$ 252,398
Transfer to capital reserve fund	3,214,000	214,000	3,000,000
Transfer to community center fund	<u>1,850,000</u>	<u>891,386</u>	<u>958,614</u>
<u>Totals - Other Financing Uses</u>	<u>9,255,500</u>	<u>5,044,488</u>	<u>4,211,012</u>
<u>Total Budgeted and Actual Expenditures and Other Financing Uses</u>	<u>\$ 32,750,730</u>	<u>\$ 28,311,781</u>	<u>\$ 4,438,949</u>

**Plymouth Township**  
**Statement of Revenues, Expenses, and Changes in Net Position**  
**Greater Plymouth Community Center**  
**For the Year Ended December 31, 2023**

<u>Operating Revenues</u>	
Charges for services	
Program services	\$ 996,652
Membership revenue	448,303
Daily admissions	108,118
Rental revenues	150,065
Pro shop sales	1,120
General services	31,231
	\$ 1,735,489
 <u>Operating expenses</u>	
Wages	1,234,509
Employee benefits	119,307
Office supplies	7,520
Recreation program supplies	31,803
Pool supplies	20,456
Building maintenance supplies	8,380
Janitorial supplies	20,789
Clothing and uniforms	3,411
Miscellaneous supplies	6,115
Minor tools and equipment	4,147
Minor building improvements	2,318
Minor computer hardware and software	13,152
Miscellaneous equipment and tools	991
Maintenance and support - computer	11,375
Telephone	8,510
Contracted instructors	70,306
Printing and advertising	6,489
Utilities	199,315
Maintenance and repairs	66,464
Rental of equipment	8,701
Miscellaneous services	37,445
Dues, subscriptions, memberships	854
Training - seminars	1,382
Bus trips	32,497
Depreciation expense	417,741
Other expenses	915
	2,334,892
<u>Total Operating Expenses</u>	2,334,892
<u>Operating (Loss)</u>	(599,403)
 <u>Nonoperating Revenue</u>	
Interest income	27,408
Contributions	8,724
Miscellaneous	202
	36,334
<u>Total Nonoperating Revenue</u>	36,334
<u>(Loss) before Transfers</u>	(563,069)
Contributions from governmental funds	823,886
Transfers out	(252,402)
	8,415
<u>Change in Net Position</u>	8,415
<u>Total Net Position - Beginning of Year</u>	8,704,552
<u>Total Net Position - End of Year</u>	\$ 8,712,967

**Plymouth Township**  
**Combining Statement of Net Position**  
**Component Units**  
**December 31, 2023**

	Plymouth Township Parks Recreation and Facilities Fund	Harmonville Fire Company	Plymouth Fire Company	Total
<b><u>Assets</u></b>				
<b><u>Current Assets</u></b>				
Cash and cash equivalents	\$ 307	\$ 693,370	\$ 956,627	\$ 1,650,304
Equity in pooled cash and investments	24,023	-	-	24,023
Investments	-	2,202,853	-	2,202,853
Accrued interest	102	1,553	-	1,655
<b><u>Total Current Assets</u></b>	<b><u>24,432</u></b>	<b><u>2,897,776</u></b>	<b><u>956,627</u></b>	<b><u>3,878,835</u></b>
<b><u>Other Assets</u></b>				
<b><u>Capital Assets</u></b>				
Land and improvements	-	100,001	40,000	140,001
Other Capital assets, net of depreciation	-	1,165,104	1,989,656	3,154,760
<b><u>Total capital assets</u></b>	<b><u>-</u></b>	<b><u>1,265,105</u></b>	<b><u>2,029,656</u></b>	<b><u>3,294,761</u></b>
<b><u>Total Assets</u></b>	<b><u>\$ 24,432</u></b>	<b><u>\$ 4,162,881</u></b>	<b><u>\$ 2,986,283</u></b>	<b><u>\$ 7,173,596</u></b>
<b><u>Liabilities</u></b>				
<b><u>Current Liabilities</u></b>				
Payroll taxes payable	\$ -	\$ 3,333	\$ 5,864	\$ 9,197
Notes payable	-	18,002	-	18,002
	-	21,335	5,864	27,199
<b><u>Noncurrent Liabilities</u></b>				
Notes payable	-	202,903	-	202,903
<b><u>Total Liabilities</u></b>	<b><u>-</u></b>	<b><u>224,238</u></b>	<b><u>5,864</u></b>	<b><u>230,102</u></b>
<b><u>Net Position</u></b>				
Invested in capital assets, net of related debt	-	1,044,200	2,029,656	3,073,856
Unrestricted	24,432	2,894,443	950,763	3,869,638
<b><u>Total Net Position</u></b>	<b><u>24,432</u></b>	<b><u>3,938,643</u></b>	<b><u>2,980,419</u></b>	<b><u>6,943,494</u></b>
<b><u>Total Liabilities and Net Position</u></b>	<b><u>\$ 24,432</u></b>	<b><u>\$ 4,162,881</u></b>	<b><u>\$ 2,986,283</u></b>	<b><u>\$ 7,173,596</u></b>

**Plymouth Township**  
**Combining Statement of Revenues, Expenses, and Changes in Net Position**  
**Component Units**  
**For the Year Ended December 31, 2023**

	Plymouth Township Parks Recreation and Facilities Fund	Harmonville Fire Company	Plymouth Fire Company	Total
<b><u>Operating Revenues</u></b>				
Charges for services	\$ -	\$ 32,700	\$ 40,070	\$ 72,770
Grants and contributions				
Primary government	-	488,838	389,015	877,853
Other	600	552,108	62,862	615,570
<b><u>Total Operating Revenues</u></b>	<u>600</u>	<u>1,073,646</u>	<u>491,947</u>	<u>1,566,193</u>
<b><u>Operating Expenses</u></b>	<u>-</u>	<u>912,093</u>	<u>617,560</u>	<u>1,529,653</u>
<b><u>Operating Income (Loss)</u></b>	<u>600</u>	<u>161,553</u>	<u>(125,613)</u>	<u>36,540</u>
<b><u>Non-Operating Revenues</u></b>				
Investment earnings	975	185,265	17,086	203,326
Rental income	-	-	18,176	18,176
Gain on sale of equipment	-	-	120,272	120,272
Miscellaneous income	-	20,525	11,237	31,762
<b><u>Total Non-operating Revenues</u></b>	<u>975</u>	<u>205,790</u>	<u>166,771</u>	<u>373,536</u>
<b><u>Change in Net Position</u></b>	<u>1,575</u>	<u>367,343</u>	<u>41,158</u>	<u>410,076</u>
<b><u>Total Net Position - Beginning of Year</u></b>	<u>22,857</u>	<u>3,571,300</u>	<u>2,939,261</u>	<u>6,533,418</u>
<b><u>Total Net Position - End of Year</u></b>	<u>\$ 24,432</u>	<u>\$ 3,938,643</u>	<u>\$2,980,419</u>	<u>\$ 6,943,494</u>





Independent Auditor's 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*

Council Members  
Plymouth Township  
Plymouth Meeting, 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 financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of Plymouth Township as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise Plymouth Township's basic financial statements, and have issued our report thereon dated September 11, 2024.

**Internal Control over Financial Reporting**

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

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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. 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 may exist that have not been identified.

### **Compliance and Other Matters**

As part of obtaining reasonable assurance about whether Plymouth 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 entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Barz Gowie Amon & Fultz, LLC*

Media, Pennsylvania  
September 11, 2024