

Annual Audit and  
Financial Report  
(DCED-CLGS-30)

December 31  
2022

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Liberty Township,  
Adams County



## INDEPENDENT AUDITOR'S REPORT

Board of Supervisors  
Liberty Township, Adams County  
Fairfield, Pennsylvania

President Judge of the Court of Common Pleas

Secretary of the Department of Community and Economic Development

### ***Opinion***

We have audited the accompanying modified cash basis financial statements of Liberty Township, Adams County, Pennsylvania, as of December 31, 2022, and the related statement of revenues and expenditures, debt statement and statement of capital expenditures for the year then ended, and the related notes to the financial statements in the format prescribed by the Department of Community and Economic Development of the Commonwealth of Pennsylvania.

In our opinion, the financial statements referred to above present fairly, in all material respects, the modified cash basis financial position of Liberty Township, Adams County, Pennsylvania, as of December 31, 2022, and the changes in the modified cash basis financial position and related debt statement and statement of capital expenditures for the year then ended, in accordance with the financial reporting provisions of the modified cash basis of accounting within the format prescribed by the Department of Community and Economic Development of the Commonwealth of Pennsylvania described in Note 1.

### ***Basis for Opinion***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. 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 Liberty Township, Adams County, 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 opinion.

### ***Emphasis of Matter - Basis of Accounting***

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting within the format prescribed by the Department of Community and Economic Development of the Commonwealth of Pennsylvania, which is a basis of accounting other than accounting principles generally accepted in the United States of America. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified with respect to this matter.

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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting within the financial reporting provisions of the Department of Community and Economic Development of the Commonwealth of Pennsylvania described in Note 1, and for determining that the modified cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

## ***Auditor's 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 opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted 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, 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 Liberty Township, Adams County, 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 Liberty Township, Adams County, 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.

***Restriction on Use***

This report is intended solely for the information and use of the Board of Supervisors, management of Liberty Township, Adams County, Pennsylvania, President Judge of the Court of the Common Pleas, and the Secretary of the Department of Community and Economic Development and is not intended to be and should not be used by anyone other than these specified parties.

Smith Elliott Kearns + Company, LLC

Chambersburg, Pennsylvania  
March 14, 2023

**2022 MUNICIPAL ANNUAL AUDIT  
AND  
FINANCIAL REPORT**

**010635 LIBERTY TWP, ADAMS COUNTY**



## LIBERTY TWP, ADAMS County

**BALANCE SHEET**

December 31, 2022

|  |   | Governmental Funds |  |                  |              | Proprietary Funds |                  | Fid. Fund        | Account Groups       |                        | Total           |
|--|---|--------------------|--|------------------|--------------|-------------------|------------------|------------------|----------------------|------------------------|-----------------|
|  |   | General Fund       | Special Revenue (Including State Liquid Fuels) | Capital Projects | Debt Service | Enterprise        | Internal Service | Trust and Agency | General Fixed Assets | General Long Term Debt | Memorandum Only |
| <b>Liabilities and Other Credits</b>       |   |                    |  |                  |              |                   |                  |                  |                      |                        |                 |
| 260-269                                    | Long-Term-Liabilities                               |                    |  |                  |              |                   |                  |                  |                      |                        |                 |
| 240-259                                    | Current Portion of Long-Term Debt and Other Credits |                    |  |                  |              |                   |                  |                  |                      |                        |                 |
| <b>Total Liabilities and Other Credits</b> |   | 9,010              |  | 17,083           |              |                   |                  |                  |                      |                        | 26,093          |

| <b>Fund and Account Group Equity</b>       |   |         |        |         |  |  |  |         |  |  |           |
|--|---|---------|--------|---------|--|--|--|---------|--|--|-----------|
| 281-284                                    | Contributed Capital                       |         |        |         |  |  |  |         |  |  |           |
| 290.00                                     | Investment in General Fixed Assets        |         |        |         |  |  |  |         |  |  |           |
| 270-289                                    | Fund Balance / Retained Earnings on 12/31 | 644,110 | 22,624 | 121,177 |  |  |  | 387,848 |  |  | 1,175,759 |
| 291-299                                    | Other Equity                              |         |        |         |  |  |  |         |  |  |           |
| <b>Total Fund and Account Group Equity</b> |   | 644,110 | 22,624 | 121,177 |  |  |  | 387,848 |  |  | 1,175,759 |

|  |  |  |  |  |  |  |  |  |  |  |           |
|--|--|--|--|--|--|--|--|--|--|--|-----------|
| <b>TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY</b> |  |  |  |  |  |  |  |  |  |  | 1,201,852 |
|--|--|--|--|--|--|--|--|--|--|--|-----------|

LIBERTY TWP, ADAMS County  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2022

| Governmental Funds |   |                  |              | Proprietary Funds |                  | Fiduciary Fund   | Total           |
|--------------------|---|------------------|--------------|-------------------|------------------|------------------|-----------------|
| General Fund       | Special Revenue<br>(Including State Liquid Fuels) | Capital Projects | Debt Service | Enterprise        | Internal Service | Trust and Agency | Memorandum Only |

**REVENUES**

**Taxes**

|                    |  |         |  |  |  |  |  |         |
|--------------------|--|---------|--|--|--|--|--|---------|
| 301.00             | Real Estate Taxes  | 260,364 |  |  |  |  |  | 260,364 |
| 305.00             | Occupation Taxes (levied under municipal code)                           |         |  |  |  |  |  |         |
| 308.00             | Residence Taxes (levied by cities of the 3rd Class)                      |         |  |  |  |  |  |         |
| 309.00             | Regional Asset District Sales Tax (Allegheny County municipalities only) |         |  |  |  |  |  |         |
| 310.00             | Per Capita Taxes   | 5,505   |  |  |  |  |  | 5,505   |
| 310.10             | Real Estate Transfer Taxes   | 28,415  |  |  |  |  |  | 28,415  |
| 310.20             | Earned Income Taxes / Wage Taxes   | 242,805 |  |  |  |  |  | 242,805 |
| 310.30             | Business Gross Receipts Taxes  |         |  |  |  |  |  |         |
| 310.40             | Occupation Taxes (levied under Act 511)                                  |         |  |  |  |  |  |         |
| 310.50             | Local Services Tax **  |         |  |  |  |  |  |         |
| 310.60             | Amusement / Admission Taxes  |         |  |  |  |  |  |         |
| 310.70             | Mechanical Device Taxes  |         |  |  |  |  |  |         |
| 310.90             | Other: _____   |         |  |  |  |  |  |         |
|                    | Other: _____   |         |  |  |  |  |  |         |
| <b>Total Taxes</b> |  | 537,089 |  |  |  |  |  | 537,089 |

**Licenses and Permits**

|                                   |                                 |        |  |  |  |  |  |        |
|-----------------------------------|---------------------------------|--------|--|--|--|--|--|--------|
| 320-322                           | All Other Licenses and Permits  |        |  |  |  |  |  |        |
| 321.80                            | Cable Television Franchise Fees | 11,714 |  |  |  |  |  | 11,714 |
| <b>Total Licenses and Permits</b> |                                 | 11,714 |  |  |  |  |  | 11,714 |

**Fines and Forfeits**

|                                 |                    |        |  |  |  |  |  |        |
|---------------------------------|--------------------|--------|--|--|--|--|--|--------|
| 330-332                         | Fines and Forfeits | 22,338 |  |  |  |  |  | 22,338 |
| <b>Total Fines and Forfeits</b> |                    | 22,338 |  |  |  |  |  | 22,338 |

LIBERTY TWP, ADAMS County  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2022

| Governmental Funds |   |                  |              | Proprietary Funds |                  | Fiduciary Fund   | Total           |
|--------------------|---|------------------|--------------|-------------------|------------------|------------------|-----------------|
| General Fund       | Special Revenue<br>(Including State Liquid Fuels) | Capital Projects | Debt Service | Enterprise        | Internal Service | Trust and Agency | Memorandum Only |

**REVENUES**

| Interest, Rents and Royalties              |                     |       |     |       |  |  |  |       |
|--|---------------------|-------|-----|-------|--|--|--|-------|
| 341.00                                     | Interest Earnings   | 6,557 | 893 | 2,193 |  |  |  | 9,643 |
| 342.00                                     | Rents and Royalties |       |     |       |  |  |  |       |
| <b>Total Interest, Rents and Royalties</b> |                     | 6,557 | 893 | 2,193 |  |  |  | 9,643 |

| Federal              |   |        |  |  |  |  |  |        |
|----------------------|---|--------|--|--|--|--|--|--------|
| 351.03               | Highways and Streets                              |        |  |  |  |  |  |        |
| 351.09               | Community Development                             |        |  |  |  |  |  |        |
| 351.00               | All Other Federal Capital and Operating Grants    |        |  |  |  |  |  |        |
| 352.01               | National Forest                                   |        |  |  |  |  |  |        |
| 352.00               | All Other Federal Shared Revenue and Entitlements | 66,780 |  |  |  |  |  | 66,780 |
| 353.00               | Federal Payments in Lieu of Taxes                 |        |  |  |  |  |  |        |
| <b>Total Federal</b> |   | 66,780 |  |  |  |  |  | 66,780 |

| State         |   |        |        |  |  |  |  |        |
|---------------|---|--------|--------|--|--|--|--|--------|
| 354.03        | Highways and Streets  |        |        |  |  |  |  |        |
| 354.09        | Community Development   |        |        |  |  |  |  |        |
| 354.15        | Recycling / Act 101   |        |        |  |  |  |  |        |
| 354.00        | All Other State Capital and Operating Grants                      |        |        |  |  |  |  |        |
| 355.01        | Public Utility Realty Tax (PURTA)                                 | 441    |        |  |  |  |  | 441    |
| 355.02-355.03 | Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback |        | 75,918 |  |  |  |  | 75,918 |
| 355.04        | Alcoholic Beverage Licenses                                       | 300    |        |  |  |  |  | 300    |
| 355.05        | General Municipal Pension System State Aid                        | 2,811  |        |  |  |  |  | 2,811  |
| 355.07        | Foreign Fire Insurance Tax Distribution                           | 11,388 |        |  |  |  |  | 11,388 |
| 355.08        | Local Share Assessment/Gaming Proceeds                            |        |        |  |  |  |  |        |
| 355.09        | Marcellus Shale Impact Fee Distribution                           |        |        |  |  |  |  |        |

LIBERTY TWP, ADAMS County  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2022

| Governmental Funds |   |                  |              | Proprietary Funds |                  | Fiduciary Fund   | Total           |
|--------------------|---|------------------|--------------|-------------------|------------------|------------------|-----------------|
| General Fund       | Special Revenue<br>(Including State Liquid Fuels) | Capital Projects | Debt Service | Enterprise        | Internal Service | Trust and Agency | Memorandum Only |

**REVENUES**

| State              |  |        |        |  |  |  |  |        |
|--------------------|--|--------|--------|--|--|--|--|--------|
| 355.00             | All Other State Shared Revenues and Entitlements |        |        |  |  |  |  |        |
| 356.00             | State Payments in Lieu of Taxes                  |        |        |  |  |  |  |        |
| <b>Total State</b> |  | 14,940 | 75,918 |  |  |  |  | 90,858 |

| Local Government Units              |   |  |  |  |  |  |  |  |
|-------------------------------------|---|--|--|--|--|--|--|--|
| 357.03                              | Highways and Streets  |  |  |  |  |  |  |  |
| 357.00                              | All Other Local Governmental Units Capital and Operating Grants                 |  |  |  |  |  |  |  |
| 358.00                              | Local Government Unit Shared Payments for Contracted Intergovernmental Services |  |  |  |  |  |  |  |
| 359.00                              | Local Governmental Units and Authorities Payments in Lieu of Taxes              |  |  |  |  |  |  |  |
| <b>Total Local Government Units</b> |   |  |  |  |  |  |  |  |

| Charges for Service |  |        |  |  |  |  |  |        |
|---------------------|--|--------|--|--|--|--|--|--------|
| 361.00              | General Government   | 5,600  |  |  |  |  |  | 5,600  |
| 362.00              | Public Safety  | 41,135 |  |  |  |  |  | 41,135 |
| 363.20              | Parking  |        |  |  |  |  |  |        |
| 363.00              | All Other Charges for Highway & Street Services  | 8,567  |  |  |  |  |  | 8,567  |
| 364.10              | Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.) | 10,435 |  |  |  |  |  | 10,435 |
| 364.30              | Solid Waste Collection and Disposal Charge (trash)   |        |  |  |  |  |  |        |
| 364.60              | Host Municipality Benefit Fee for Solid Waste Facility   |        |  |  |  |  |  |        |
| 364.00              | All Other Charges for Sanitation Services  |        |  |  |  |  |  |        |
| 365.00              | Health   |        |  |  |  |  |  |        |
| 366.00              | Human Services   |        |  |  |  |  |  |        |
| 367.00              | Culture and Recreation   |        |  |  |  |  |  |        |
| 368.00              | Airports   |        |  |  |  |  |  |        |

LIBERTY TWP, ADAMS County  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2022

| Governmental Funds |   |                  |              | Proprietary Funds |                  | Fiduciary Fund   | Total           |
|--------------------|---|------------------|--------------|-------------------|------------------|------------------|-----------------|
| General Fund       | Special Revenue<br>(Including State Liquid Fuels) | Capital Projects | Debt Service | Enterprise        | Internal Service | Trust and Agency | Memorandum Only |

**REVENUES**

**Charges for Service**

|                                  |                               |        |  |  |  |  |  |        |
|----------------------------------|-------------------------------|--------|--|--|--|--|--|--------|
| 369.00                           | Bars                          |        |  |  |  |  |  |        |
| 370.00                           | Cemeteries                    |        |  |  |  |  |  |        |
| 372.00                           | Electric System               |        |  |  |  |  |  |        |
| 373.00                           | Gas System                    |        |  |  |  |  |  |        |
| 374.00                           | Housing System                |        |  |  |  |  |  |        |
| 375.00                           | Markets                       |        |  |  |  |  |  |        |
| 377.00                           | Transit Systems               |        |  |  |  |  |  |        |
| 378.00                           | Water System                  |        |  |  |  |  |  |        |
| 379.00                           | All Other Charges for Service |        |  |  |  |  |  |        |
| <b>Total Charges for Service</b> |                               | 65,737 |  |  |  |  |  | 65,737 |

**Unclassified Operating Revenues**

|  |  |        |  |  |  |     |  |        |
|--|--|--------|--|--|--|-----|--|--------|
| 383.00                                       | Special Assessments                              |        |  |  |  |     |  |        |
| 386.00                                       | Escheats (sale of personal property)             |        |  |  |  |     |  |        |
| 387.00                                       | Contributions and Donations from Private Sectors | 15,072 |  |  |  |     |  | 15,072 |
| 388.00                                       | Fiduciary Fund Pension Contributions             |        |  |  |  | 256 |  | 256    |
| 389.00                                       | All Other Unclassified Operating Revenues        |        |  |  |  |     |  |        |
| <b>Total Unclassified Operating Revenues</b> |  | 15,072 |  |  |  | 256 |  | 15,328 |

**Other Financing Sources**

|        |   |       |         |       |  |  |  |         |
|--------|---|-------|---------|-------|--|--|--|---------|
| 391.00 | Proceeds of General Fixed Asset Disposition | 3,220 | 239     |       |  |  |  | 3,459   |
| 392.00 | Interfund Operating Transfers               | 5,749 | 152,238 | 7,000 |  |  |  | 164,987 |
| 393.00 | Proceeds of General Long-Term Debt          |       |         |       |  |  |  |         |
| 394.00 | Proceeds of Short Term-Debt                 |       |         |       |  |  |  |         |

LIBERTY TWP, ADAMS County  
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2022

| Governmental Funds |   |                  |              | Proprietary Funds |                  | Fiduciary Fund   | Total           |
|--------------------|---|------------------|--------------|-------------------|------------------|------------------|-----------------|
| General Fund       | Special Revenue<br>(Including State Liquid Fuels) | Capital Projects | Debt Service | Enterprise        | Internal Service | Trust and Agency | Memorandum Only |

### REVENUES

| Other Financing Sources              |                                    |         |         |       |  |  |     |         |
|--------------------------------------|------------------------------------|---------|---------|-------|--|--|-----|---------|
| 395.00                               | Refunds of Prior Year Expenditures | 831     |         |       |  |  |     | 831     |
| <b>Total Other Financing Sources</b> |                                    | 9,800   | 152,477 | 7,000 |  |  |     | 169,277 |
| <b>TOTAL REVENUES</b>                |                                    | 750,027 | 229,288 | 9,193 |  |  | 256 | 988,764 |

### EXPENDITURES

| General Government              |  |         |  |     |  |  |  |         |
|---------------------------------|--|---------|--|-----|--|--|--|---------|
| 400.00                          | Legislative (Governing) Body                 | 3,600   |  |     |  |  |  | 3,600   |
| 401.00                          | Executive (Manager or Mayor)                 |         |  |     |  |  |  |         |
| 402.00                          | Auditing Services / Financial Administration | 6,953   |  |     |  |  |  | 6,953   |
| 403.00                          | Tax Collection                               | 5,860   |  |     |  |  |  | 5,860   |
| 404.00                          | Solicitor / Legal Services                   | 18,068  |  |     |  |  |  | 18,068  |
| 405.00                          | Secretary / Clerk                            | 49,634  |  |     |  |  |  | 49,634  |
| 406.00                          | Other General Government Administration      | 12,517  |  |     |  |  |  | 12,517  |
| 407.00                          | IT-Networking Services-Data Processing       | 9,482   |  |     |  |  |  | 9,482   |
| 408.00                          | Engineering Services                         | 7,935   |  |     |  |  |  | 7,935   |
| 409.00                          | General Government Buildings and Plant       | 12,738  |  | 613 |  |  |  | 13,351  |
| <b>Total General Government</b> |  | 126,787 |  | 613 |  |  |  | 127,400 |

| Public Safety |                          |         |  |  |  |  |  |         |
|---------------|--------------------------|---------|--|--|--|--|--|---------|
| 410.00        | Police                   | 124,031 |  |  |  |  |  | 124,031 |
| 411.00        | Fire                     | 30,648  |  |  |  |  |  | 30,648  |
| 412.00        | Ambulance / Rescue       |         |  |  |  |  |  |         |
| 413.00        | UCC and Code Enforcement |         |  |  |  |  |  |         |

LIBERTY TWP, ADAMS County  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2022

| Governmental Funds |   |                  |              | Proprietary Funds |                  | Fiduciary Fund   | Total           |
|--------------------|---|------------------|--------------|-------------------|------------------|------------------|-----------------|
| General Fund       | Special Revenue<br>(Including State Liquid Fuels) | Capital Projects | Debt Service | Enterprise        | Internal Service | Trust and Agency | Memorandum Only |

**EXPENDITURES**

**Public Safety**

|                            |   |         |  |  |  |  |  |         |
|----------------------------|---|---------|--|--|--|--|--|---------|
| 414.00                     | Planning and Zoning                     | 19,765  |  |  |  |  |  | 19,765  |
| 415.00                     | Emergency Management and Communications | 125     |  |  |  |  |  | 125     |
| 416.00                     | Militia and Armories                    |         |  |  |  |  |  |         |
| 417.00                     | Examination of Licensed Occupations     |         |  |  |  |  |  |         |
| 418.00                     | Public Scales (weights and measures)    |         |  |  |  |  |  |         |
| 419.00                     | Other Public Safety                     |         |  |  |  |  |  |         |
| <b>Total Public Safety</b> |   | 174,569 |  |  |  |  |  | 174,569 |

**Health and Human Services**

|  |                           |        |  |  |  |  |  |        |
|--|---------------------------|--------|--|--|--|--|--|--------|
| 420.00-425.00                          | Health and Human Services | 10,497 |  |  |  |  |  | 10,497 |
| <b>Total Health and Human Services</b> |                           | 10,497 |  |  |  |  |  | 10,497 |

**Public Works - Sanitation**

|  |   |       |  |  |  |  |  |       |
|--|---|-------|--|--|--|--|--|-------|
| 426.00                                 | Recycling Collection and Disposal             |       |  |  |  |  |  |       |
| 427.00                                 | Solid Waste Collection and Disposal (garbage) |       |  |  |  |  |  |       |
| 428.00                                 | Weed Control                                  |       |  |  |  |  |  |       |
| 429.00                                 | Wastewater / Sewage Treatment and Collection  | 8,625 |  |  |  |  |  | 8,625 |
| <b>Total Public Works - Sanitation</b> |   | 8,625 |  |  |  |  |  | 8,625 |

**Public Works - Highways and Streets**

|        |                                   |        |       |  |  |  |  |        |
|--------|-----------------------------------|--------|-------|--|--|--|--|--------|
| 430.00 | General Services - Administration | 46,861 |       |  |  |  |  | 46,861 |
| 431.00 | Cleaning of Streets and Gutters   |        |       |  |  |  |  |        |
| 432.00 | Winter Maintenance – Snow Removal |        | 7,755 |  |  |  |  | 7,755  |
| 433.00 | Traffic Control Devices           | 103    |       |  |  |  |  | 103    |
| 434.00 | Street Lighting                   |        |       |  |  |  |  |        |

LIBERTY TWP, ADAMS County  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2022

| Governmental Funds |   |                  |              | Proprietary Funds |                  | Fiduciary Fund   | Total           |
|--------------------|---|------------------|--------------|-------------------|------------------|------------------|-----------------|
| General Fund       | Special Revenue<br>(Including State Liquid Fuels) | Capital Projects | Debt Service | Enterprise        | Internal Service | Trust and Agency | Memorandum Only |

**EXPENDITURES**

| <b>Public Works - Highways and Streets</b>       |  |        |         |  |  |  |  |         |
|--|--|--------|---------|--|--|--|--|---------|
| 435.00   | Sidewalks and Crosswalks                     |        |         |  |  |  |  |         |
| 436.00   | Storm Sewers and Drains                      |        |         |  |  |  |  |         |
| 437.00   | Repairs of Tools and Machinery               |        | 15,677  |  |  |  |  | 15,677  |
| 438.00   | Maintenance and Repairs of Roads and Bridges | 9,463  | 5,689   |  |  |  |  | 15,152  |
| 439.00   | Highway Construction and Rebuilding Projects |        | 179,153 |  |  |  |  | 179,153 |
| <b>Total Public Works - Highways and Streets</b> |  | 56,427 | 208,274 |  |  |  |  | 264,701 |

| <b>Other Public Works Enterprises</b>       |                               |  |  |  |  |  |  |  |
|---|-------------------------------|--|--|--|--|--|--|--|
| 440.00                                      | Airports                      |  |  |  |  |  |  |  |
| 441.00                                      | Cemeteries                    |  |  |  |  |  |  |  |
| 442.00                                      | Electric System               |  |  |  |  |  |  |  |
| 443.00                                      | Gas System                    |  |  |  |  |  |  |  |
| 444.00                                      | Markets                       |  |  |  |  |  |  |  |
| 445.00                                      | Parking                       |  |  |  |  |  |  |  |
| 446.00                                      | Storm Water and Flood Control |  |  |  |  |  |  |  |
| 447.00                                      | Transit System                |  |  |  |  |  |  |  |
| 448.00                                      | Water System                  |  |  |  |  |  |  |  |
| 449.00                                      | Water Transport and Terminals |  |  |  |  |  |  |  |
| <b>Total Other Public Works Enterprises</b> |                               |  |  |  |  |  |  |  |

| <b>Culture and Recreation</b> |                                   |  |  |  |  |  |  |  |
|-------------------------------|-----------------------------------|--|--|--|--|--|--|--|
| 451.00                        | Culture-Recreation Administration |  |  |  |  |  |  |  |
| 452.00                        | Participant Recreation            |  |  |  |  |  |  |  |
| 453.00                        | Spectator Recreation              |  |  |  |  |  |  |  |
| 454.00                        | Parks                             |  |  |  |  |  |  |  |

LIBERTY TWP, ADAMS County  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2022

| Governmental Funds |   |                  |              | Proprietary Funds |                  | Fiduciary Fund   | Total           |
|--------------------|---|------------------|--------------|-------------------|------------------|------------------|-----------------|
| General Fund       | Special Revenue<br>(Including State Liquid Fuels) | Capital Projects | Debt Service | Enterprise        | Internal Service | Trust and Agency | Memorandum Only |

**EXPENDITURES**

| <b>Culture and Recreation</b>       |                                  |     |  |  |  |  |  |     |
|-------------------------------------|----------------------------------|-----|--|--|--|--|--|-----|
| 455.00                              | Shade Trees                      |     |  |  |  |  |  |     |
| 456.00                              | Libraries                        | 500 |  |  |  |  |  | 500 |
| 457.00                              | Civil and Military Celebrations  |     |  |  |  |  |  |     |
| 458.00                              | Senior Citizens' Centers         |     |  |  |  |  |  |     |
| 459.00                              | All Other Culture and Recreation |     |  |  |  |  |  |     |
| <b>Total Culture and Recreation</b> |                                  | 500 |  |  |  |  |  | 500 |

| <b>Community Development</b>       |                                   |  |  |  |  |  |  |  |
|------------------------------------|-----------------------------------|--|--|--|--|--|--|--|
| 461.00                             | Conservation of Natural Resources |  |  |  |  |  |  |  |
| 462.00                             | Community Development and Housing |  |  |  |  |  |  |  |
| 463.00                             | Economic Development              |  |  |  |  |  |  |  |
| 464.00                             | Economic Opportunity              |  |  |  |  |  |  |  |
| 465-469                            | All Other Community Development   |  |  |  |  |  |  |  |
| <b>Total Community Development</b> |                                   |  |  |  |  |  |  |  |

| <b>Debt Service</b>       |   |  |        |  |  |  |  |        |
|---------------------------|---|--|--------|--|--|--|--|--------|
| 471.00                    | Debt Principal (short-term and long-term) |  | 10,161 |  |  |  |  | 10,161 |
| 472.00                    | Debt Interest (short-term and long-term)  |  | 103    |  |  |  |  | 103    |
| 475.00                    | Fiscal Agent Fees                         |  |        |  |  |  |  |        |
| <b>Total Debt Service</b> |   |  | 10,264 |  |  |  |  | 10,264 |

| <b>Employer Paid Benefits and Withholding Items</b> |   |        |  |  |  |  |        |        |
|---|---|--------|--|--|--|--|--------|--------|
| 481.00  | Employer Paid Withholding Taxes and Unemployment Compensation | 13,916 |  |  |  |  |        | 13,916 |
| 482.00  | Judgments and Losses  |        |  |  |  |  | 66,910 | 66,910 |
| 483.00  | Pension / Retirement Fund Contributions                       | 4,365  |  |  |  |  |        | 4,365  |

LIBERTY TWP, ADAMS County  
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2022

| Governmental Funds |   |                  |              | Proprietary Funds |                  | Fiduciary Fund   | Total           |
|--------------------|---|------------------|--------------|-------------------|------------------|------------------|-----------------|
| General Fund       | Special Revenue<br>(Including State Liquid Fuels) | Capital Projects | Debt Service | Enterprise        | Internal Service | Trust and Agency | Memorandum Only |

**EXPENDITURES**

| Employer Paid Benefits and Withholding Items              |                                |        |  |  |  |  |        |         |
|---|--------------------------------|--------|--|--|--|--|--------|---------|
| 484.00  | Worker Compensation Insurance  | 17,643 |  |  |  |  |        | 17,643  |
| 487.00  | Other Group Insurance Benefits |        |  |  |  |  |        |         |
| <b>Total Employer Paid Benefits and Withholding Items</b> |                                | 35,924 |  |  |  |  | 66,910 | 102,834 |

| Insurance              |                                 |        |  |  |  |  |  |        |
|------------------------|---------------------------------|--------|--|--|--|--|--|--------|
| 486.00                 | Insurance, Casualty, and Surety | 21,701 |  |  |  |  |  | 21,701 |
| <b>Total Insurance</b> |                                 | 21,701 |  |  |  |  |  | 21,701 |

| Unclassified Operating Expenditures              |  |     |  |  |  |  |        |        |
|--|--|-----|--|--|--|--|--------|--------|
| 488.00   | Fiduciary Fund Benefits and Refunds Paid |     |  |  |  |  | 13,407 | 13,407 |
| 489.00   | All Other Unclassified Expenditures      | 477 |  |  |  |  | 8,402  | 8,879  |
| <b>Total Unclassified Operating Expenditures</b> |  | 477 |  |  |  |  | 21,809 | 22,286 |

| Other Financing Uses              |                               |         |       |  |  |  |  |         |
|-----------------------------------|-------------------------------|---------|-------|--|--|--|--|---------|
| 491.00                            | Refund of Prior Year Revenues | 562     |       |  |  |  |  | 562     |
| 492.00                            | Interfund Operating Transfers | 159,238 | 5,749 |  |  |  |  | 164,987 |
| 493.00                            | All Other Financing Uses      |         |       |  |  |  |  |         |
| <b>Total Other Financing Uses</b> |                               | 159,800 | 5,749 |  |  |  |  | 165,549 |

|                           |         |         |     |  |  |  |        |         |
|---------------------------|---------|---------|-----|--|--|--|--------|---------|
| <b>TOTAL EXPENDITURES</b> | 595,307 | 224,287 | 613 |  |  |  | 88,719 | 908,926 |
|---------------------------|---------|---------|-----|--|--|--|--------|---------|

|   |         |       |       |  |  |  |         |        |
|---|---------|-------|-------|--|--|--|---------|--------|
| <b>EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES</b> | 154,720 | 5,001 | 8,580 |  |  |  | -88,463 | 79,838 |
|---|---------|-------|-------|--|--|--|---------|--------|

**LIBERTY TWP**  
December 31, 2022

**DEBT STATEMENT**

**OUTSTANDING BONDS AND NOTES**

Listed below are all currently outstanding bond and note issues according to our files, excluding bond issues redeemed or refunded and defeased. Please show the principal payments and make any other necessary corrections and additions.

| Purpose                                   | Bond (B)<br>Capital Lease (C)<br>Lease Rental (L)<br>Note (N) | Issue Year<br>(yyyy) | Maturity<br>Year<br>(yyyy) | Original<br>Amount of<br>Issue | Outstanding<br>Beginning of<br>Year (1) | Principal<br>Incurred<br>This Year | Principal<br>Paid This<br>Year | Current Year<br>Accretion on<br>Compound Interest<br>Bonds | Outstanding at<br>Year End (1) | Plus (less)<br>Unamortized<br>Premium<br>(Discount) | Total<br>Balance |
|---|---|----------------------|----------------------------|--------------------------------|---|------------------------------------|--------------------------------|--|--------------------------------|---|------------------|
| <b>General Obligation Bonds and Notes</b> |   |                      |                            |                                |   |                                    |                                |  |                                |   |                  |
|   |   |                      |                            |                                |   |                                    |                                |  |                                |   |                  |
| Vehicle Bank Loan                         | Note  | 2019                 | 2022                       | 38,000                         | 10,161                                  |                                    | 10,161                         |  | 0                              |   | 0                |
| <b>Revenue Bonds and Notes</b>            |   |                      |                            |                                |   |                                    |                                |  |                                |   |                  |
|   |   |                      |                            |                                |   |                                    |                                |  |                                |   |                  |
| <b>Lease Rental Debt</b>                  |   |                      |                            |                                |   |                                    |                                |  |                                |   |                  |
|   |   |                      |                            |                                |   |                                    |                                |  |                                |   |                  |
| <b>Other</b>                              |   |                      |                            |                                |   |                                    |                                |  |                                |   |                  |
|   |   |                      |                            |                                |   |                                    |                                |  |                                |   |                  |

(1) - excludes unamortized premium/discount

|  |   |
|--|---|
| <b>Total bonds and notes outstanding</b> | 0 |
| <b>Capitalized lease obligations</b>     | 0 |
| <b>Net debt</b>                          | 0 |

LIBERTY TWP, ADAMS County  
**STATEMENT OF CAPITAL EXPENDITURES**

December 31, 2022

| Category                          | Capital Purchases | Capital Construction | Total |
|-----------------------------------|-------------------|----------------------|-------|
| Community Development             |                   |                      |       |
| Electric                          |                   |                      |       |
| Fire                              |                   |                      |       |
| Gas System                        |                   |                      |       |
| General Government                |                   |                      |       |
| Health                            |                   |                      |       |
| Housing                           |                   |                      |       |
| Libraries                         |                   |                      |       |
| Mass Transit                      |                   |                      |       |
| Parks                             |                   |                      |       |
| Police                            |                   |                      |       |
| Recreation                        |                   |                      |       |
| Sewer                             |                   |                      |       |
| Solid Waste                       |                   |                      |       |
| Streets / Highways                |                   |                      |       |
| Water                             |                   |                      |       |
| Other: _____                      |                   |                      |       |
| <b>TOTAL CAPITAL EXPENDITURES</b> |                   |                      |       |

**EMPLOYEE COMPENSATION**

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

199,237

**LIBERTY TOWNSHIP**  
**Notes to Financial Statements**  
**December 31, 2022**

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**COMMENTS**

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**NOTE 1 BASIS OF ACCOUNTING**

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The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Consequently, certain revenues and related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when a liability is incurred. The accompanying annual financial report was prepared for the purpose of complying with the rules and regulations of the Department of Community and Economic Development of the Commonwealth of Pennsylvania, and does not include supporting disclosures, government-wide statements or cash flows statements, if applicable, and it is not intended to be a complete presentation of Liberty Township's assets liabilities, revenues and expenses.

**NOTE 2 FIDUCIARY FUND**

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The Township has two pension plans. The police pension plan is a single employer defined benefit pension plan which is reported on the DCED report because the Township is holding the assets in a fiduciary capacity. The non- uniform pension plan is a defined contribution pension plan which is not reported on the DCED because the Township does not hold those assets in a fiduciary capacity.

**NOTE 3 AMUSEMENT/ADMISSION TAX - LINE 310.60**

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The Township levies this tax, but there was none necessary to assess during the current year.