WILLIAM OWENS & COMPANY
CERTIFIED PUBLIC ACCOUNTANT
A PROFESSIONAL CORPORATION

5 JOHN STREET
CARBONDALE, PA 18407
570-281-9760

16 CHESTNUT STREET
MONTROSE, PA 18801
570-278-2260

TOWNSHIP OF DELAWARE

ANNUAL AUDIT
AND FINANCIAL REPORT

FOR THE YEAR ENDED DECEMBER 31, 2015

WILLIAM OWENS & COMPANY
CERTIFIED PUBLIC ACCOUNTANT
A PROFESSIONAL CORPORATION

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INDEPENDENT AUDITOR'S REPORT

To the Board of Supervisor's
Township of Delaware, Pennsylvania

Report on the Financial Statements

We have audited the accompanying financial statements, included in the Department of Community and Economic Development's (DCED) prescribed form, of the Township of Delaware, Commonwealth of Pennsylvania, as of and for the year ended December 31, 2015.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Department of Community and Economic Development's (DCED) prescribed form. 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 Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error.

In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

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

The financial statements are prepared by the Township of Delaware on the basis of the financial reporting provisions of the DCED prescribed form, which is permitted by the Pennsylvania Department of Community and Economic Development, Governor's Center for Local Government Services, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements included in the Department of Community and Economic Development's (DCED) form.

The effects on the financial statements of the significant differences between the modified regulatory basis of accounting and accounting principles generally accepted in the United States of America are that revenues are recorded when received rather when earned, and expenditures are recognized when paid rather than when incurred. Only escrow funds payable are recognized as liabilities.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund of Delaware Township as of December 31, 2015, or changes in financial position thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and fund balances of the Township as of December 31, 2015, and its revenues and expenditures for the year ended, in accordance with the Department of Community and Economic Development's (DCED) prescribed form, as discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph.

Restriction on Use

This report is intended solely for the information and use of the government body and management of the Township of Delaware, Commonwealth of Pennsylvania, and for filing with the Pennsylvania Department of Community and Economic Development and is not intended to be and should not be used by anyone other than these specified parties.

William Owens + Co, CPA

William Owens and Company, CPA
Carbondale, Pennsylvania
March 10, 2016

DCED-CLGS-30 (9-09)
Received by DCED: 01/01/0001

Department of Community & Economic Development
Governor's Center for Local Government Services
Commonwealth Keystone Building
400 North Street, 4th Floor
Harrisburg, PA 17120-0225
Ph: 888-223-6837 | fax: 717-783-1402

2015 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT

520065 DELAWARE TWP, PIKE COUNTY

DCED-CLGS-30 (9-09)

BALANCE SHEET

DCED-CLGS-30 (09-09)

DELAWARE TWP, PIKE County

BALANCE SHEET

December 31, 2015

		Governmental Funds				Proprietary Funds		Fid. Fund	Account Groups		Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long Term Debt	Memorandum Only
Assets and Other Debits											
100-120	Cash and Investments	2,792,546	197,059								2,989,605
140-144	Tax Receivable										
121-129, 145-149	Accounts Receivable (excluding taxes)										
130.00	Due From Other Funds										
131-139, 150-159	Other Current Assets										
160-169	Fixed Assets										
180-189	Other Debits										
Total Assets and Other Debits		2,792,546	197,059								2,989,605
Liabilities and Other Credits											
210-229	Payroll Taxes and Other Payroll Withholdings										
200-209, 231-239	All Other Current Liabilities	19,026									19,026
230.00	Due To Other Funds										

DELAWARE TWP, PIKE County

BALANCE SHEET

December 31, 2015

		Governmental Funds				Proprietary Funds		Fid. Fund	Account Groups		Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long Term Debt	Memorandum Only
Liabilities and Other Credits											
260-269	Long-Term-Liabilities										
240-259	Current Portion of Long-Term Debt and Other Credits										
Total Liabilities and Other Credits		19,026									19,026
Fund and Account Group Equity											
281-284	Contributed Capital										
290.00	Investment in General Fixed Assets										
270-289	Fund Balance / Retained Earnings on 12/31	2,773,520	197,059								2,970,579
291-299	Other Equity										
Total Fund and Account Group Equity		2,773,520	197,059								2,970,579

TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY	2,989,605

DELAWARE TWP, PIKE County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2015

REVENUES

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
Taxes									
301.00	Real Estate Taxes	1,210,919	145,989						1,356,908
305.00	Occupation Taxes (levied under municipal code)								
308.00	Residence Taxes (levied by cities of the 3rd Class)								
309.00	Regional Asset District Sales Tax (Allegheny County municipalities only)								
310.00	Per Capita Taxes								
310.10	Real Estate Transfer Taxes	106,432							106,432
310.20	Earned Income Taxes / Wage Taxes								
310.30	Business Gross Receipts Taxes								
310.40	Occupation Taxes (levied under Act 511)								
310.50	Local Services Tax **								
310.60	Amusement / Admission Taxes								
310.70	Mechanical Device Taxes								
310.90	Other Local Tax Enabling Act / Act 511 / Taxes								
	Other: _____								
Total Taxes		1,317,351	145,989						1,463,340
Licenses and Permits									
320-322	All Other Licenses and Permits	200							200
321.80	Cable Television Franchise Fees	41,267							41,267
Total Licenses and Permits		41,467							41,467
Fines and Forfeits									
330-332	Fines and Forfeits	6,088							6,088
Total Fines and Forfeits		6,088							6,088

DELAWARE TWP, PIKE County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2015

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
REVENUES									
Interest, Rents and Royalties									
341.00	Interest Earnings	7,360	86						7,446
342.00	Rents and Royalties	2,125							2,125
Total Interest, Rents and Royalties		9,485	86						9,571
Federal									
351.03	Highways and Streets								
351.09	Community Development								
351.00	All Other Federal Capital and Operating Grants								
352.01	National Forest								
352.00	All Other Federal Shared Revenue and Entitlements								
353.00	Federal Payments in Lieu of Taxes								
Total Federal									
State									
354.03	Highways and Streets								
354.09	Community Development								
354.15	Recycling / Act 101								
354.00	All Other State Capital and Operating Grants								
355.01	Public Utility Realty Tax (PURTA)	1,691							1,691
355.02-355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		167,350						167,350
355.04	Alcoholic Beverage Licenses	800							800
355.05	General Municipal Pension System State Aid	27,446							27,446
355.07	Foreign Fire Insurance Tax Distribution		52,350						52,350
355.08	Local Share Assessment/Gaming Proceeds								
355.09	Marcellus Shale Impact Fee Distribution								

DELAWARE TWP, PIKE County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2015

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
REVENUES									
State									
355.00	All Other State Shared Revenues and Entitlements								
356.00	State Payments in Lieu of Taxes	2,879							2,879
	Total State	32,816	219,700						252,516
Local Government Units									
357.03	Highways and Streets								
357.00	All Other Local Governmental Units Capital and Operating Grants								
358.00	Local Government Unit Shared Payments for Contracted Intergovernmental Services								
359.00	Local Governmental Units and Authorities Payments in Lieu of Taxes								
	Total Local Government Units								
Charges for Service									
361.00	General Government	15,345							15,345
362.00	Public Safety	54,051							54,051
363.20	Parking								
363.00	All Other Charges for Highway & Street Services								
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)								
364.30	Solid Waste Collection and Disposal Charge (trash)	9,432							9,432
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	16,842							16,842
368.00	Airports								

DELAWARE TWP, PIKE County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2015

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
REVENUES									
Charges for Service									
369.00	Bars								
370.00	Cemeteries								
372.00	Electric System								
373.00	Gas System								
374.00	Housing System								
375.00	Markets								
377.00	Transit Systems								
378.00	Water System								
379.00	All Other Charges for Service								
Total Charges for Service		95,670							95,670
Unclassified Operating Revenues									
383.00	Special Assessments								
386.00	Escheats (sale of personal property)								
387.00	Contributions and Donations from Private Sectors								
388.00	Fiduciary Fund Pension Contributions								
389.00	All Other Unclassified Operating Revenues	1,566							1,566
Total Unclassified Operating Revenues		1,566							1,566
Other Financing Sources									
391.00	Proceeds of General Fixed Asset Disposition								
392.00	Interfund Operating Transfers								
393.00	Proceeds of General Long-Term Debt								
394.00	Proceeds of Short Term-Debt								

DELAWARE TWP, PIKE County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2015

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
REVENUES									
Other Financing Sources									
395.00	Refunds of Prior Year Expenditures	8,997							8,997
Total Other Financing Sources		8,997							8,997
TOTAL REVENUES		1,513,440	365,775						1,879,215
EXPENDITURES									
General Government									
400.00	Legislative (Governing) Body	44,593							44,593
401.00	Executive (Manager or Mayor)								
402.00	Auditing Services / Financial Administration	11,798							11,798
403.00	Tax Collection	13,622	3,089						16,711
404.00	Solicitor / Legal Services	71,108							71,108
405.00	Secretary / Clerk	192,155							192,155
406.00	Other General Government Administration								
407.00	IT-Networking Services-Data Processing	17,858							17,858
408.00	Engineering Services	41,400							41,400
409.00	General Government Buildings and Plant	177,471							177,471
Total General Government		570,005	3,089						573,094
Public Safety									
410.00	Police	2,259							2,259
411.00	Fire	4,558	207,707						212,265
412.00	Ambulance / Rescue	6,175							6,175
413.00	UCC and Code Enforcement	49,606							49,606

DELAWARE TWP, PIKE County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2015

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
EXPENDITURES									
Public Safety									
414.00	Planning and Zoning	16,078							16,078
415.00	Emergency Management and Communications	4,710							4,710
416.00	Militia and Armories								
417.00	Examination of Licensed Occupations								
418.00	Public Scales (weights and measures)								
419.00	Other Public Safety								
Total Public Safety		83,386	207,707						291,093
Health and Human Services									
420.00-425.00	Health and Human Services	3,212							3,212
Total Health and Human Services		3,212							3,212
Public Works - Sanitation									
426.00	Recycling Collection and Disposal								
427.00	Solid Waste Collection and Disposal (garbage)	21,228							21,228
428.00	Weed Control								
429.00	Wastewater / Sewage Treatment and Collection								
Total Public Works - Sanitation		21,228							21,228
Public Works - Highways and Streets									
430.00	General Services - Administration	266,757							266,757
431.00	Cleaning of Streets and Gutters								
432.00	Winter Maintenance – Snow Removal	30,930	49,334						80,264
433.00	Traffic Control Devices	9,754							9,754
434.00	Street Lighting								

DELAWARE TWP, PIKE County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2015

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
EXPENDITURES									
Public Works - Highways and Streets									
435.00	Sidewalks and Crosswalks								
436.00	Storm Sewers and Drains								
437.00	Repairs of Tools and Machinery								
438.00	Maintenance and Repairs of Roads and Bridges	8,944							8,944
439.00	Highway Construction and Rebuilding Projects		114,364						114,364
Total Public Works - Highways and Streets		316,385	163,698						480,083
Other Public Works Enterprises									
440.00	Airports								
441.00	Cemeteries								
442.00	Electric System								
443.00	Gas System								
444.00	Markets								
445.00	Parking								
446.00	Storm Water and Flood Control								
447.00	Transit System								
448.00	Water System								
449.00	Water Transport and Terminals								
Total Other Public Works Enterprises									
Culture and Recreation									
451.00	Culture-Recreation Administration	139							139
452.00	Participant Recreation	12,333							12,333
453.00	Spectator Recreation								
454.00	Parks	207,336							207,336

DELAWARE TWP, PIKE County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2015

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
EXPENDITURES									
Culture and Recreation									
455.00	Shade Trees								
456.00	Libraries	4							4
457.00	Civil and Military Celebrations								
458.00	Senior Citizens' Centers								
459.00	All Other Culture and Recreation								
Total Culture and Recreation		219,812							219,812
Community Development									
461.00	Conservation of Natural Resources								
462.00	Community Development and Housing								
463.00	Economic Development								
464.00	Economic Opportunity								
465-469	All Other Community Development	11,000							11,000
Total Community Development		11,000							11,000
Debt Service									
471.00	Debt Principal (short-term and long-term)		28,000						28,000
472.00	Debt Interest (short-term and long-term)		4,181						4,181
475.00	Fiscal Agent Fees								
Total Debt Service			32,181						32,181
Employer Paid Benefits and Withholding Items									
481.00	Employer Paid Withholding Taxes and Unemployment Compensation	43,611							43,611
482.00	Judgments and Losses								
483.00	Pension / Retirement Fund Contributions	47,728							47,728

DELAWARE TWP, PIKE County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2015

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
EXPENDITURES									
Employer Paid Benefits and Withholding Items									
484.00	Worker Compensation Insurance	21,492							21,492
487.00	Other Group Insurance Benefits	75,219							75,219
Total Employer Paid Benefits and Withholding Items		188,050							188,050
Insurance									
486.00	Insurance, Casualty, and Surety	77,510							77,510
Total Insurance		77,510							77,510
Unclassified Operating Expenditures									
488.00	Fiduciary Fund Benefits and Refunds Paid								
489.00	All Other Unclassified Expenditures	580							580
Total Unclassified Operating Expenditures		580							580
Other Financing Uses									
491.00	Refund of Prior Year Revenues	882							882
492.00	Interfund Operating Transfers								
493.00	All Other Financing Uses								
Total Other Financing Uses		882							882
TOTAL EXPENDITURES		1,492,050	406,675						1,898,725
EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES		21,390	-40,900						-19,510

DELAWARE TWP

December 31, 2015

DEBT STATEMENT

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

Purpose	Bond (B) Capital Lease (C) Lease Rental (L) Note (N)	Issue Year (yyyy)	Maturity Year (yyyy)	Original Amount of Issue	Outstanding Beginning of Year (1)	Principal Incurred This Year	Principal Paid This Year	Current Year Accretion on Compound Interest Bonds	Outstanding at Year End (1)	Plus (less) Unamortized Premium (Discount)	Total Balance
General Obligation Bonds and Notes											
Revenue Bonds and Notes											
Lease Rental Debt											
Other											
Costars Loan for Single Axel Cab	Note	2014	2019	140,000	0	140,000	28,000		112,000		112,000

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding	112,000
Capitalized lease obligations	0
Net debt	112,000

DELAWARE TWP, PIKE County

STATEMENT OF CAPITAL EXPENDITURES

December 31, 2015

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		114,364	114,364
Water			
Other: _____			
TOTAL CAPITAL EXPENDITURES		114,364	114,364

EMPLOYEE COMPENSATION

Total salaries, wages, commissions, etc. paid this year (including all employees and elected officials) 480,331

ELECTED CONTROLLER'S/AUDITOR'S CERTIFIED OPINION

To the: Governing Body of the Municipality

President Judge of the Court of Common Pleas

Secretary of the Department of Community & Economic Development

I/We, the undersigned, the duly elected (or appointed replacement), qualified, and Acting Controller/Auditors of the DELAWARE TWP have audited, adjusted and settled the various funds and account groups of the DELAWARE TWP for the year ended December 31, 2015. My/Our audit, adjustment and settlement was made in accordance with law rather than with generally accepted auditing standards

(PLEASE CROSS OUT ONLY IF ON MODIFIED ACCRUAL/ACCRUAL BASIS)
This municipality's policy is to prepare its financial statements on the basis of cash receipts and disbursements; consequently, certain revenues and the related assets are recognized when received rather than when earned, and certain expenditures or expenses are recognized when paid rather than when a liability is incurred. Accordingly, the accompanying financial statements are not intended to present the financial position and results of operations of this municipality in conformity with generally accepted accounting principles.

These financial statements do not include all of the disclosures required by generally accepted accounting principles.

In my/our opinion, the aforementioned financial statements present the financial position of the various funds and account groups of the municipality of DELAWARE TWP for the year ended December 31, 2015, and the results of operations of such funds in accordance with the law.

SIGNATURE AND VERIFICATION

Signed: William Ownes Appointed Auditor/CPA

Subscribed and sworn to before me this 17 day of March, 2016.

SEAL

Signed: _____

Witness (Controller)/Auditor (Auditors)

December 31, 2015

NOTES / COMMENTS