

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

December 31
2024

**Borough of Orwigsburg,
Schuylkill County**



INDEPENDENT AUDITOR'S REPORT

Borough Council
Borough of Orwigsburg, Schuylkill County
Orwigsburg, Pennsylvania

President Judge of the Court of Common Pleas

Secretary of the Department of Community and Economic Development

Opinion

We have audited the accompanying financial statements of Borough of Orwigsburg, Schuylkill County, Pennsylvania, which comprise the balance sheet as of December 31, 2024, 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 financial position of the Borough of Orwigsburg, Schuylkill County Pennsylvania, as of December 31, 2024, and the changes in 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 accrual/modified accrual 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 Borough of Orwigsburg, Schuylkill 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 accrual/modified accrual 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 the financial statements in accordance with the accrual/modified accrual 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 accrual/modified accrual basis of accounting is an acceptable basis for 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 Borough of Orwigsburg'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 Borough of Orwigsburg'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 Borough Council, management of Borough of Orwigsburg, President Judge and Court of Common Pleas, and the Secretary of the Department of Community and Economic Development of the Commonwealth of Pennsylvania and is not intended to be and should not be used by anyone other than those specified parties.

Smith & Scott Reams Company, LLC

Chambersburg, Pennsylvania
November 3, 2025

**2024 MUNICIPAL ANNUAL AUDIT
AND
FINANCIAL REPORT**

541173 ORWIGSBURG BORO, SCHUYLKILL COUNTY



BALANCE SHEET

DCED-CLGS-30 (09-09)

ORWIGSBURG BORO, SCHUYLKILL County
BALANCE SHEET
 December 31, 2024

		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	246,350	671,571	1,111,213		2,295,898					4,325,032
140-144	Tax Receivable	213,044									213,044
121-129, 145-149	Accounts Receivable (excluding taxes)	47,944	2,732			532,583					583,259
130.00	Due From Other Funds	42,451	277	36,500		2,081,407					2,160,635
131-139, 150-159	Other Current Assets	29,520	2,496			7,746					39,762
160-169	Fixed Assets					8,533,826					8,533,826
180-189	Other Debits					247,732					247,732
Total Assets and Other Debits		579,309	677,076	1,147,713		13,699,192					16,103,290

Liabilities and Other Credits											
210-229	Payroll Taxes and Other Payroll Withholdings	6,338				393					6,731
200-209, 231-239	All Other Current Liabilities	167,421	375,872	32,175		259,467					834,935
230.00	Due To Other Funds	180,487				1,980,148					2,160,635

ORWIGSBURG BORO, SCHUYLKILL County

BALANCE SHEET

December 31, 2024

		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					9,591,819					9,591,819
240-259	Current Portion of Long-Term Debt and Other Credits	43,289	5,250			532,317					580,856
Total Liabilities and Other Credits		397,535	381,122	32,175		12,364,144					13,174,976
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	181,774	295,954	1,115,538		1,335,048					2,928,314
291-299	Other Equity										
Total Fund and Account Group Equity		181,774	295,954	1,115,538		1,335,048					2,928,314
TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY											16,103,290

ORWIGSBURG BORO, SCHUYLKILL County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2024

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

Taxes

301.00	Real Estate Taxes	730,656	124,075					854,731
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	19,309						19,309
310.10	Real Estate Transfer Taxes	69,380						69,380
310.20	Earned Income Taxes / Wage Taxes	518,214						518,214
310.30	Business Gross Receipts Taxes							
310.40	Occupation Taxes (levied under Act 511)	5,544						5,544
310.50	Local Services Tax **	64,262						64,262
310.60	Amusement / Admission Taxes							
310.70	Mechanical Device Taxes							
310.90	Other: _____							
	Other: _____							
Total Taxes		1,407,365	124,075					1,531,440

Licenses and Permits

320-322	All Other Licenses and Permits	2,415						2,415
321.80	Cable Television Franchise Fees	61,197						61,197
Total Licenses and Permits		63,612						63,612

Fines and Forfeits

330-332	Fines and Forfeits	27,439						27,439
Total Fines and Forfeits		27,439						27,439

ORWIGSBURG BORO, SCHUYLKILL County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2024

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	8,557	12,415	46,769		120,925		188,666
342.00	Rents and Royalties	65,345				25,613		90,958
Total Interest, Rents and Royalties		73,902	12,415	46,769		146,538		279,624

Federal								
351.03	Highways and Streets							
351.09	Community Development		488,513					488,513
351.00	All Other Federal Capital and Operating Grants				467,631			467,631
352.01	National Forest							
352.00	All Other Federal Shared Revenue and Entitlements							
353.00	Federal Payments in Lieu of Taxes							
Total Federal			488,513		467,631			956,144

State								
354.03	Highways and Streets	18,750						18,750
354.09	Community Development		37,365					37,365
354.15	Recycling / Act 101							
354.00	All Other State Capital and Operating Grants		4,745					4,745
355.01	Public Utility Realty Tax (PURTA)	1,332						1,332
355.02-355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		106,150					106,150
355.04	Alcoholic Beverage Licenses	400						400
355.05	General Municipal Pension System State Aid	113,248						113,248
355.07	Foreign Fire Insurance Tax Distribution		17,133					17,133
355.08	Local Share Assessment/Gaming Proceeds							
355.09	Marcellus Shale Impact Fee Distribution							

ORWIGSBURG BORO, SCHUYLKILL County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2024

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							
Total State		133,730	165,393					299,123

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	14,618						14,618
Total Local Government Units		14,618						14,618

Charges for Service								
361.00	General Government	3,440						3,440
362.00	Public Safety	19,910	5,250					25,160
363.20	Parking							
363.00	All Other Charges for Highway & Street Services	10,398						10,398
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)				915,086			915,086
364.30	Solid Waste Collection and Disposal Charge (trash)				433,521			433,521
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							

ORWIGSBURG BORO, SCHUYLKILL County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2024

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				853,253			853,253
379.00	All Other Charges for Service			73,500				73,500
Total Charges for Service		33,748	5,250	73,500	2,201,860			2,314,358

Unclassified Operating Revenues								
383.00	Special Assessments			3,785				3,785
386.00	Escheats (sale of personal property)							
387.00	Contributions and Donations from Private Sectors	118,580						118,580
388.00	Fiduciary Fund Pension Contributions							
389.00	All Other Unclassified Operating Revenues	2,105						2,105
Total Unclassified Operating Revenues		120,685		3,785				124,470

Other Financing Sources								
391.00	Proceeds of General Fixed Asset Disposition							
392.00	Interfund Operating Transfers	173,114	44,423	153,487	13,000			384,024
393.00	Proceeds of General Long-Term Debt			121,990				121,990
394.00	Proceeds of Short Term-Debt							

ORWIGSBURG BORO, SCHUYLKILL County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2024

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							
Total Other Financing Sources		173,114	44,423	275,477		13,000		506,014
TOTAL REVENUES		2,048,213	840,069	399,531		2,829,029		6,116,842

EXPENDITURES

General Government								
400.00	Legislative (Governing) Body	2,417						2,417
401.00	Executive (Manager or Mayor)	26,634						26,634
402.00	Auditing Services / Financial Administration	11,730						11,730
403.00	Tax Collection	16,613	435					17,048
404.00	Solicitor / Legal Services	7,485			1,012			8,497
405.00	Secretary / Clerk	17,758						17,758
406.00	Other General Government Administration	56,105		455				56,560
407.00	IT-Networking Services-Data Processing							
408.00	Engineering Services							
409.00	General Government Buildings and Plant	78,507		6,980				85,487
Total General Government		217,249	435	7,435		1,012		226,131

Public Safety								
410.00	Police	613,248		408,149				1,021,397
411.00	Fire	676	28,437					29,113
412.00	Ambulance / Rescue							
413.00	UCC and Code Enforcement	24,293						24,293

ORWIGSBURG BORO, SCHUYLKILL County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2024

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	35,943						35,943
415.00	Emergency Management and Communications							
416.00	Militia and Armories							
417.00	Examination of Licensed Occupations							
418.00	Public Scales (weights and measures)							
419.00	Other Public Safety							
Total Public Safety		674,160	28,437	408,149				1,110,746

Health and Human Services

420.00-425.00	Health and Human Services							
Total Health and Human Services								

Public Works - Sanitation

426.00	Recycling Collection and Disposal							
427.00	Solid Waste Collection and Disposal (garbage)				406,432			406,432
428.00	Weed Control							
429.00	Wastewater / Sewage Treatment and Collection				1,474,523			1,474,523
Total Public Works - Sanitation					1,880,955			1,880,955

Public Works - Highways and Streets

430.00	General Services - Administration	152,985	184	121,990				275,159
431.00	Cleaning of Streets and Gutters	4,151						4,151
432.00	Winter Maintenance – Snow Removal	13,946						13,946
433.00	Traffic Control Devices	1,625						1,625
434.00	Street Lighting	33,943						33,943

ORWIGSBURG BORO, SCHUYLKILL County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2024

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	3,054						3,054
437.00	Repairs of Tools and Machinery							
438.00	Maintenance and Repairs of Roads and Bridges	58,789	219,998					278,787
439.00	Highway Construction and Rebuilding Projects							
Total Public Works - Highways and Streets		268,493	220,182	121,990				610,665

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				902,926			902,926
449.00	Water Transport and Terminals							
Total Other Public Works Enterprises					902,926			902,926

Culture and Recreation								
451.00	Culture-Recreation Administration	268						268
452.00	Participant Recreation	98,787						98,787
453.00	Spectator Recreation							
454.00	Parks	4,725	4,747					9,472

ORWIGSBURG BORO, SCHUYLKILL County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2024

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	5,000						5,000
457.00	Civil and Military Celebrations							
458.00	Senior Citizens' Centers							
459.00	All Other Culture and Recreation	84,251						84,251
Total Culture and Recreation		193,031	4,747					197,778

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		425,513					425,513
Total Community Development			425,513					425,513

Debt Service								
471.00	Debt Principal (short-term and long-term)	33,979		70,002				103,981
472.00	Debt Interest (short-term and long-term)	17,007				100		17,107
475.00	Fiscal Agent Fees							
Total Debt Service		50,986		70,002		100		121,088

Employer Paid Benefits and Withholding Items								
481.00	Employer Paid Withholding Taxes and Unemployment Compensation	44,056						44,056
482.00	Judgments and Losses							
483.00	Pension / Retirement Fund Contributions	127,639						127,639

ORWIGSBURG BORO, SCHUYLKILL County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2024

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	13,493						13,493
487.00	Other Group Insurance Benefits	146,937						146,937
Total Employer Paid Benefits and Withholding Items		332,125						332,125

Insurance								
486.00	Insurance, Casualty, and Surety	26,616						26,616
Total Insurance		26,616						26,616

Unclassified Operating Expenditures								
488.00	Fiduciary Fund Benefits and Refunds Paid							
489.00	All Other Unclassified Expenditures							
Total Unclassified Operating Expenditures								

Other Financing Uses								
491.00	Refund of Prior Year Revenues							
492.00	Interfund Operating Transfers	197,910	173,114	13,000				384,024
493.00	All Other Financing Uses							
Total Other Financing Uses		197,910	173,114	13,000				384,024

TOTAL EXPENDITURES	1,960,570	852,428	620,576		2,784,993			6,218,567
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EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES	87,643	-12,359	-221,045		44,036			-101,725
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ORWIGSBURG BORO

December 31, 2024

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											
CURBS	Note	2016	2021	85,000	25,157		25,157		0		0
GO BOND	Bond	2020	2045	10,840,000	9,525,000		320,000		9,205,000	690,987	9,895,987
2021 GO Note	Note	2022	2023	750,000	18,750		18,750		0		0
2022 GO Note	Note	2022	2042	425,000	409,629		14,332		395,297		395,297
Revenue Bonds and Notes											
Lease Rental Debt											
2023 Ford F600	Capital Leases	2024	2026	121,990	0	121,990	45,545		76,445		76,445
Other											

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding

10,367,729

Capitalized lease obligations

0

Net debt

10,367,729

ORWIGSBURG BORO, SCHUYLKILL County
STATEMENT OF CAPITAL EXPENDITURES

December 31, 2024

Category	Capital Purchases	Capital Construction	Total
Community Development		456,327	456,327
Electric			
Fire			
Gas System			
General Government			
Health			
Housing			
Libraries			
Mass Transit			
Parks		4,745	4,745
Police	21,888	397,440	419,328
Recreation	2,330		2,330
Sewer		18,058	18,058
Solid Waste			
Streets / Highways	121,990		121,990
Water		496,976	496,976
Other: _____			
TOTAL CAPITAL EXPENDITURES	146,208	1,373,546	1,519,754

EMPLOYEE COMPENSATION

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

991,230

BOROUGH OF ORWIGSBURG
Notes to Financial Statements
December 31, 2024

NOTE 1 BASIS OF ACCOUNTING

The financial statements are prepared on the accrual/modified accrual basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. The underlying basis of accounting used to record transactions is similar to that prescribed by accounting principles generally accepted in the United States of America, however the financial data is presented within the accompanying annual financial report which is prepared for the purpose of complying with rules and regulations of the Department of Community and Economic Development of the Commonwealth of Pennsylvania, does not include supporting disclosures, government-wide statements, or cash flow statements, if applicable, and is not intended to be a complete presentation of Borough of Orwigsburg's assets, liabilities, revenues and expenses.

NOTE 2 PENSION

The Borough uses a defined benefit pension plan. This is not reported as a Fiduciary Fund of the Borough for reporting on the DCED report due to the fact the Borough does not hold the assets in a fiduciary capacity.

NOTE 3 LINE 471 - DEBT SERVICE

Principal payments do not match the debt statement because the Borough reports the debt of the business-type activities on the balance sheet, therefore the principal repayment reduces the liability and does not show as an expenditure.

NOTE 4 RESTATEMENTS

A restatement was necessary in the General Fund as follows:

Fund balance as originally stated at December 31, 2023	\$ 50,530
Restatement of debt payments	18,832
Restatement of leases	<u>24,769</u>
Fund Balance as restated at December 31, 2023	<u>\$ 94,131</u>
Change in fund balance as previously reported - December 31, 2023	\$ (180,426)
Restatement of debt payments	18,832
Restatement of leases	<u>24,769</u>
Change in fund balance , as restated - December 31, 2023	<u>\$ (136,825)</u>