

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

**EAST WHITELAND TOWNSHIP
CHESTER COUNTY
PENNSYLVANIA**



For the Year Ended December 31, 2024

East Whiteland Township Finance Department

**EAST WHITELAND TOWNSHIP
CHESTER COUNTY
PENNSYLVANIA**

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

For the Year Ended December 31, 2024

**East Whiteland Township Finance Department
Steven Brown, Township Manager**

INTRODUCTORY SECTION

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July 28, 2025

To the Board of Supervisors and Citizens of East Whiteland Township:

We are pleased to present to you the Annual Comprehensive Financial Report of East Whiteland Township for the fiscal year ended December 31, 2024. A complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants is presented herewith.

This report consists of management's representations concerning the finances of East Whiteland Township. Consequently, responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the Township's management. To the best of our knowledge, the information presented in this report is accurate in all material respects and is reported in a manner designed to fairly represent the financial position and results of operations of the funds and component units of East Whiteland Township. All disclosures necessary to enable the reader to gain an understanding of East Whiteland Township's financial activities have been included.

East Whiteland Township's financial statements have been audited by Maillie LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of East Whiteland Township for the fiscal year ending December 31, 2024, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures of the financial statements; assessing the accounting principles used and significant estimates by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unmodified opinion that East Whiteland Township's financial statements for the fiscal year ended December 31, 2024, are fairly presented in conformity with GAAP. The independent auditors' report is presented at the beginning of the Financial Section of this report.

The purpose of this report is to provide readers with useful information concerning the Township's financial position and operations. Generally Accepted Accounting Principles (GAAP) require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. East Whiteland Township's MD&A can be found immediately following the report of the independent auditors.

Profile of the Township

East Whiteland Township is located in the middle of the Chester Valley in east-central Chester County, about 25 miles west of central Philadelphia. With about 11 square miles of land area, the Township measures slightly more than four miles in an east-west direction and 2.8 miles from north to south.

East Whiteland Township is located in a diverse and dynamic suburban area traversed by several important highways, with an excellent mix of housing and expanding opportunities for employment, making it one of the most desirable communities in the region in which to live and work. As part of the Great Valley School District, East Whiteland houses the middle and high schools as well as the K.D. Markley Elementary School. East Whiteland is also home to Immaculata University and has campuses for the Drexel University Lebow College of Business and Penn State University Great Valley.

Whiteland Township was part of the Welsh Tract purchased from William Penn in 1684 by a group of Quakers. In 1704, part of the tract became Whiteland Township. In 1765, by decree of the County Court the Township was divided into East and West Whiteland Townships. Historically, East Whiteland Township was predominantly agricultural, with several crossroad villages strung along Lancaster Pike and mills along Valley Creek. The arrival of railroads in the mid 1800's led to the development of several mineral extraction businesses followed by construction materials processing, steel fabricating, petroleum and natural gas storage and transmission, and disposal of waste materials. With the completion of Route 202 through the Township in the 1960's, East Whiteland evolved into a major office employment center, and some of the previously dominant businesses ceased operation while others continue to function in a community that has changed a great deal over the years. In 1950 the Township population was 1,740. The current estimated resident population is 15,069, however, the number of people that work in the municipality on a daily basis is more than 30,000.

East Whiteland Township is governed by a three-member elected Board of Supervisors that serves as the Township's legislative and policymaking body. The Board members are elected at large to staggered six-year terms. East Whiteland Township operates under the auspices of the Pennsylvania Second Class Township Code. The Board of Supervisors is empowered to appoint professionals to assist in the operation of the Township and to furnish advice and counsel on technical matters. Additionally, the Board appoints all the members of the various boards and commissions, including the Planning Commission and Zoning Hearing Board. The Tax Collector and three-member Board of Auditors are elected positions. Levying taxes and authorizing appropriations are the responsibility of the Board of Supervisors.

The Board of Supervisors is assisted by a full-time appointed Township Manager who is responsible for the day-to-day operations of the Township. The Township provides a full range of municipal services. The public safety programs include police, fire protection, building inspection, planning, zoning, emergency management and code enforcement. East Whiteland Township partners with the East Whiteland Township Volunteer Fire Association to provide emergency services. The countless hours spent by the volunteers in protecting the community are greatly appreciated. Public works programs include street maintenance and repair, street lighting, snow removal, traffic signalization, street markings, storm sewer and storm water basin maintenance, and maintenance of Township buildings and park facilities. The Township owns and maintains numerous community and neighborhood parks and nature areas and supports the Friends of Summer Stage to provide free summer concerts in Valley Creek Park.

Major Initiatives

The following are some of the major initiatives undertaken by the Township in 2024:

- **Commercial and Residential Development** continue to be a major focus in East Whiteland Township. Our staff works with the developers to ensure the Township interests are protected and the Comprehensive Plan goals are met.
- **Traffic issues** - In 2014, the Township secured an ARLE grant of \$445,000 to upgrade traffic signals in the Township to reduce traffic congestion. This project began in 2018 and was fully implemented in 2019. The Route 30 Corridor Master Plan for the widening of Rt. 30, land use, and pedestrian traffic was completed during 2018. Implementation of this Master Plan is ongoing. In addition, an Act 209 Transportation impact fee is being imposed upon new subdivision and new development to fund transportation capital improvements in accordance with a transportation capital improvements plan and a roadway sufficiency analysis.

- **Open Space Preservation** – A public voting referendum was held in November of 2024, and voters approved the imposition of a real estate tax of 0.45 mills and an earned income tax of 0.05% on residents to fund the acquisition and maintenance of open space within the Township. Additionally, the Township began the process of obtaining an updated bond rating in preparation for the 2025 issuance of a \$10M bond for purchase of open space. The Township was proud to have Moody's upgrade the Township's rating to AAA.
- **Cost Controlling** - Controlling health insurance costs continues to be a primary focus and the Township's AFSCME and Police employees moved to a plan with design changes that reduced current costs and cost growth while still providing quality coverage for its employees.

Fund Balance Policy

The Township has adopted GASB Statement No. 54, which redefined how fund balances of the Governmental Funds are presented in the financial statements. Fund balances are classified as follows: Non-spendable, Restricted, Committed, Assigned and Unassigned.

Long-Term Debt Activity

For more detailed information on long-term debt activity, please see Notes to the Basic Financial Statements (Note F, Long-Term Debt).

Capital Asset Activity

For more detailed information on capital asset activity, please see the Notes to the Basic Financial Statements (Note C, Capital Assets).

Local Economy

Located in east-central Chester County with its highly trained and educated workforce, desirable quality of life, competitive tax structure and close proximity to Philadelphia, PA, East Whiteland Township has a diverse and dynamic economy, boasting over 1,000 businesses.

Locally planned activities continue to move into production in 2024. East Whiteland Township is home to the Great Valley Corporate Center and serves as U.S headquarters and Regional Headquarters to several national and international firms including Saint-Gobain, Vishay and Cerner Corporation. Vanguard has plans to continue adding office space and new jobs over the next several years. Although there are major employers in the Township, the employment base is not dominated by one business or industry. The Township's business base consists of software development and application firms, telecommunication firms, e-commerce companies, design and manufacturing businesses, and pharmaceutical research firms. As noted, the Township hosts corporate and regional headquarters operations as well as trade and professional associations, retail firms, wholesale distributors, and business and financial services. Large retail shopping options exist, including Target, Wegmans, and Giant. Noting the list of Principal Employers in the Statistical Section of this report, the top employers comprised approximately 35.3% of the workforce in 2024. This diversity would provide stability to weather downturns in the economy.

In 2024, land development and subdivision activity continued. A number of mixed-use developments including over 1,000 units of housing are expected to be completed over the next several years. There is also approximately 800,000 square feet of commercial properties under construction or pending development. The Township has updated and will continue to update some aspects of the zoning for the Route 30 Corridor to encourage redevelopment.

A more detailed analysis of the Township's overall financial condition during the fiscal year ended 2024 is included as part of Management's Discussion and Analysis section of this report.

Long-Term Financial Planning

The Board of Supervisors and Township staff is committed to providing value to the taxpayers by maintaining quality service levels and offering new benefits whenever the opportunity presents itself and the Township's fiscal position permits. To accomplish this, the Township regularly evaluates its revenue generating strategy. The Township has also developed and maintains a multi-year financial management plan and multi-year financing plans for replacement of capital assets and infrastructure improvements.

Also, as a part of sound fiscal planning, the Township has adopted a fund balance policy that is compliant with GASB 54 for determining fund balance categories and based on recommendations from the Government Finance Officers Association for maintaining a fund balance in the General Fund of approximately two months of expenditures, or a range of fifteen to twenty percent of General Fund appropriations.

Internal Controls

The management of the Township is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the Township are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled and maintained to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that the Township's objectives are met. The concept of reasonable assurance recognizes that:

1. The cost of a control should not exceed its benefit, and
2. The evaluation of cost and benefits requires estimates and judgments by management.

All internal accounting control evaluations occur within the above framework. We believe that the Township's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of transactions and maintenance of asset accountability.

In addition to the above controls, the Township maintains budgetary accounting controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual budget approved by the Board of Supervisors. Activities of all Township funds, with the exception of developers' escrow funds and pension trust funds, are included in the annual appropriation budget. The annual budget process officially begins in July of each year with the request for budget proposals sent to the Township's department heads. Throughout the course of September and October, requests for funding are submitted and reviewed by the Township management. A proposed annual budget is submitted to the Board of Supervisors in October or November. The Board holds a public hearing on the proposed budget and the process culminates with a vote for adoption by the governing body in December. The Township's fiscal year begins on January 1st and ends on December 31st. All annual appropriations lapse at year-end.

The Township maintains the legal level of control at the departmental level for its operating budget, and the Board of Supervisors has also established an internal budgetary control system at the departmental level. Each department is required to operate within the annual departmental budget established by the Board of Supervisors.

As demonstrated by the statements and schedules included in the financial section of this report, the Township continues to meet its responsibility for sound financial management.

Awards and Acknowledgements

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to East Whiteland Township for its annual comprehensive financial report for the fiscal year ended December 31, 2022. This was the eighth consecutive year that the government has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. The 2023 annual comprehensive financial report is still under review, but we believe that the 2023 report and our 2024 annual comprehensive financial report continue to meet the Certificate of Achievement Program's requirements, and we are submitting both reports to GFOA to determine its eligibility for another certificate.

Preparation of this report would have been impossible without the hard work of the Finance Department staff, not just in the compilation of information at year-end, but in maintaining the Township's financial records and fiscal control system throughout the year. We also wish to thank our auditors, Maillie LLP, for their expertise and assistance throughout this process.

We greatly appreciate the ongoing support and guidance we receive from the Board of Supervisors.

Respectfully Submitted,



Steve Brown
Township Manager



David Grady
Director of Finance



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

**East Whiteland Township
Pennsylvania**

For its Annual Comprehensive
Financial Report
For the Fiscal Year Ended

December 31, 2022

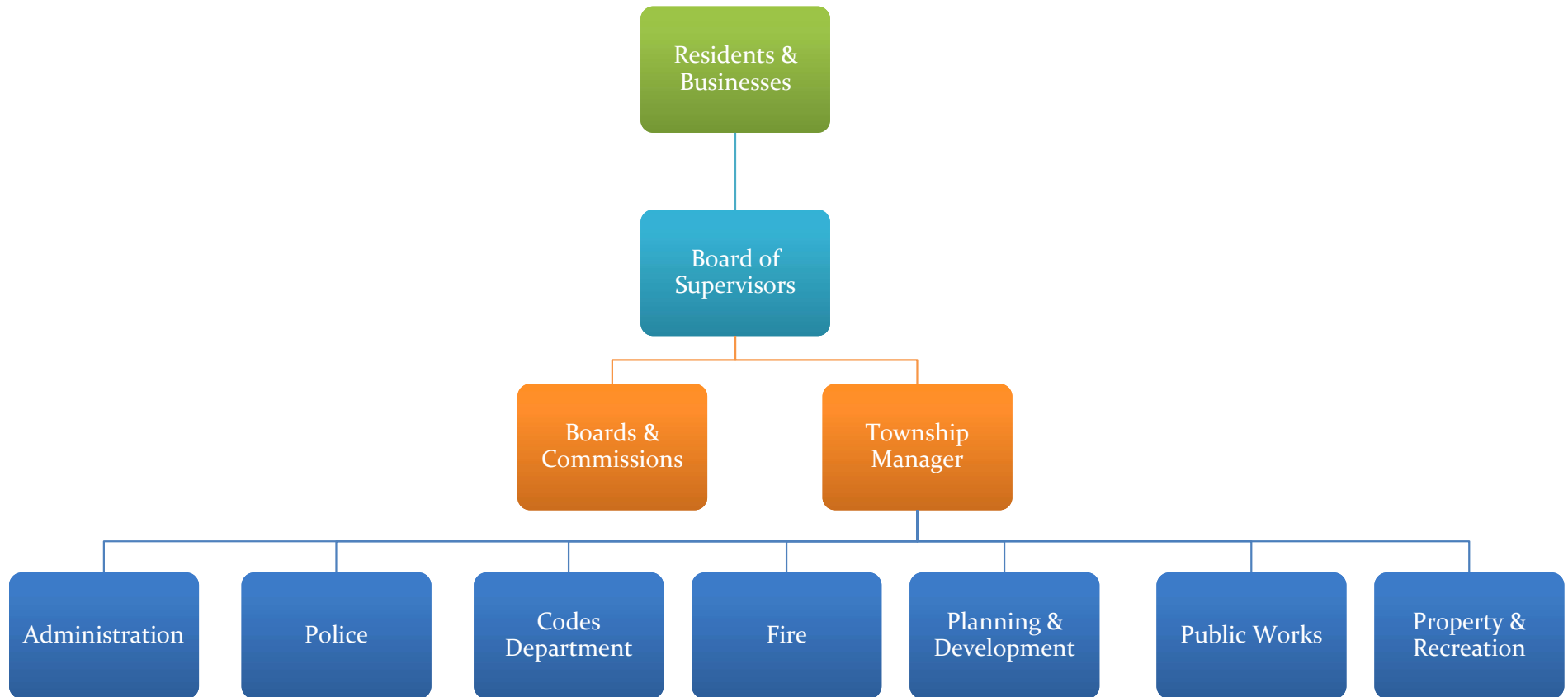
Christopher P. Morill

Executive Director/CEO

East Whiteland Township

66 FT & 19 PT

Revised March 2023



**EAST WHITELAND TOWNSHIP
LIST OF OFFICIALS
AS OF DECEMBER 31, 2024**

SUPERVISORS

Chairman: Scott Lambert
Vice Chairman: Richard Orlow
Member: Peter Fixler

APPOINTED OFFICIALS

Steven Brown, Township Manager
Hamburg, Rubin, Mullin, Maxwell & Lupin, Solicitor
Unruh, Turner, Burke & Frees, Zoning Hearing Board Solicitor

OTHER MANAGEMENT OFFICIALS

David Grady, Director of Finance
Arro Consulting, Township Engineer
Chris Yeager, Police Chief
Gregory Lewis Jr., Chief Fire Marshall, Emergency Management Coordinator
Catherine Ricardo, Assistant Township Manager
Jennifer Marks, Code Operations Manager
Larry Iaccio, Director of Parks and Recreation
John Mateja, Zoning Officer
John Neild, Director of Public Works
Zachary Barner, Director of Planning
Donna Wikert, Operations Manager

OTHERS

Betsy Blackburn Goslin - Tax Collector (elected)
Keystone Collection Group - Local Income Tax Collector
ARRO - Civil Engineer
Pennoni Associates Inc - Sewer Engineer
Bowman Consulting, Ltd. - Transportation Engineer
Campbell, Durrant, Beatty, Palombo & Miller PC - Labor Attorney
Girard, Municipal Pension Services
Conrad Siegel - Actuary
KeyBank - Primary Depository

FINANCIAL SECTION

Independent Auditors' Report

To the Township Supervisors
East Whiteland Township
Frazer, Pennsylvania

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of East Whiteland Township, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise East Whiteland Township's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of East Whiteland Township, as of December 31, 2024, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of East Whiteland Township and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter – Correction of an Accounting Error

As disclosed in Note P, for the year ended December 31, 2024, East Whiteland Township has restated its net position at beginning of year and depreciable capital assets due to identifying certain infrastructure expenses from prior periods that had not been capitalized as part of capital assets. East Whiteland Township has also restated its net position at beginning of year for the General Fund and Custodial Escrow Fund due to the movement of costs of professional development reviews between the two funds for fiscal years 2020 through 2023. Our opinion is not modified with respect to this matter.

To the Township Supervisors
East Whiteland Township
Frazer, Pennsylvania

Responsibilities of Management for the Financial Statements

East Whiteland Township's management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about East Whiteland Township's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditors' 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 auditors' report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 GAAS, 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 East Whiteland Township'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 East Whiteland Township'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.

To the Township Supervisors
East Whiteland Township
Frazer, Pennsylvania

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis, budgetary comparison information, pension plan information, and postemployment benefits other than pension information on the pages as outlined in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise East Whiteland Township's basic financial statements. The other governmental funds description of nonmajor funds, other governmental funds combining balance sheet, other governmental funds combining schedule of revenues, expenditures and changes in fund balances, budgetary comparison schedule capital improvement fund, budgetary comparison schedule park development fund, and nonmajor funds schedule of revenues, expenditures, and changes in fund balances – budget and actual are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The other governmental funds description of nonmajor funds, other governmental funds combining balance sheet, other governmental funds combining schedule of revenues, expenditures and changes in fund balances, budgetary comparison schedule capital improvement fund, budgetary comparison schedule park development fund, and nonmajor funds schedule of revenues, expenditures, and changes in fund balances – budget and actual are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the other governmental funds description of nonmajor funds, other governmental funds combining balance sheet, other governmental funds combining schedule of revenues, expenditures and changes in fund balances, budgetary comparison schedule capital improvement fund, budgetary comparison schedule park development fund, and nonmajor funds schedule of revenues, expenditures, and changes in fund balances – budget and actual are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

To the Township Supervisors
East Whiteland Township
Frazer, Pennsylvania

Other Information Included in the Annual Comprehensive Financial Report

Management is responsible for the other information included in the Annual Comprehensive Financial Report. The other information comprises the introductory and statistical sections, but does not include the financial statements and our auditors' report thereon. Our opinions on the financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.



Limerick, Pennsylvania
July 28, 2025

EAST WHITELAND TOWNSHIP
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
YEAR ENDED DECEMBER 31, 2024

OVERVIEW OF THE FINANCIAL STATEMENTS

Management's Discussion and Analysis provides an introduction to the Township's basic financial statements. The basic financial statements include:

1. Township-Wide Financial Statements
2. Fund Financial Statements
3. Notes to the Financial Statements

Additional information is also provided to supplement the basic financial statements.

Township-Wide Financial Statements

The Township's annual report contains two Township-Wide Financial Statements. They are the *Statement of Net Position* and the *Statement of Activities*. These statements provide both long-term and short-term information about the Township's overall financial status. Financial reporting at this level is similar to that found in the private sector with its basis in full accrual accounting and the elimination or reclassification of internal activities.

The *Statement of Net Position* provides information on all of the Township's assets and liabilities, with the difference reported as *Net Position*. Over time, increases or decreases in net position serve as a useful indicator of whether the Township's financial position is improving or deteriorating. Evaluation of the overall economic health of the Township would include other non-financial factors such as changes in the taxpayer base or the condition of the Township's infrastructure, in addition to the financial information provided in this report.

The *Statement of Activities* reports how the Township's net position changed during the current fiscal year. All current year revenues and expenditures are included in this report regardless of when cash is received or paid. An important purpose of the Statement of Activities is to show the financial reliance of the Township's various activities or services on revenues provided by the Township's taxpayers.

Both Township-Wide Financial Statements are divided into two categories:

1. **Governmental Activities:** Most of the Township's basic services are included here, such as general government, public safety, public works and recreation. These activities are principally supported by taxes and intergovernmental revenues.
2. **Business-Type Activities:** Services which are intended to recover all or most of their costs through user fees and charges. The Township's sewer system is the only business-type activity.

EAST WHITELAND TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

YEAR ENDED DECEMBER 31, 2024

Fund Financial Statements

The Fund Financial Statements provide more detailed information about the Township's Funds, focusing on its most significant or "Major Funds" - not the Township as a whole. A fund is an accountability unit used to maintain control over resources segregated by specific sources of funding or spending on particular programs.

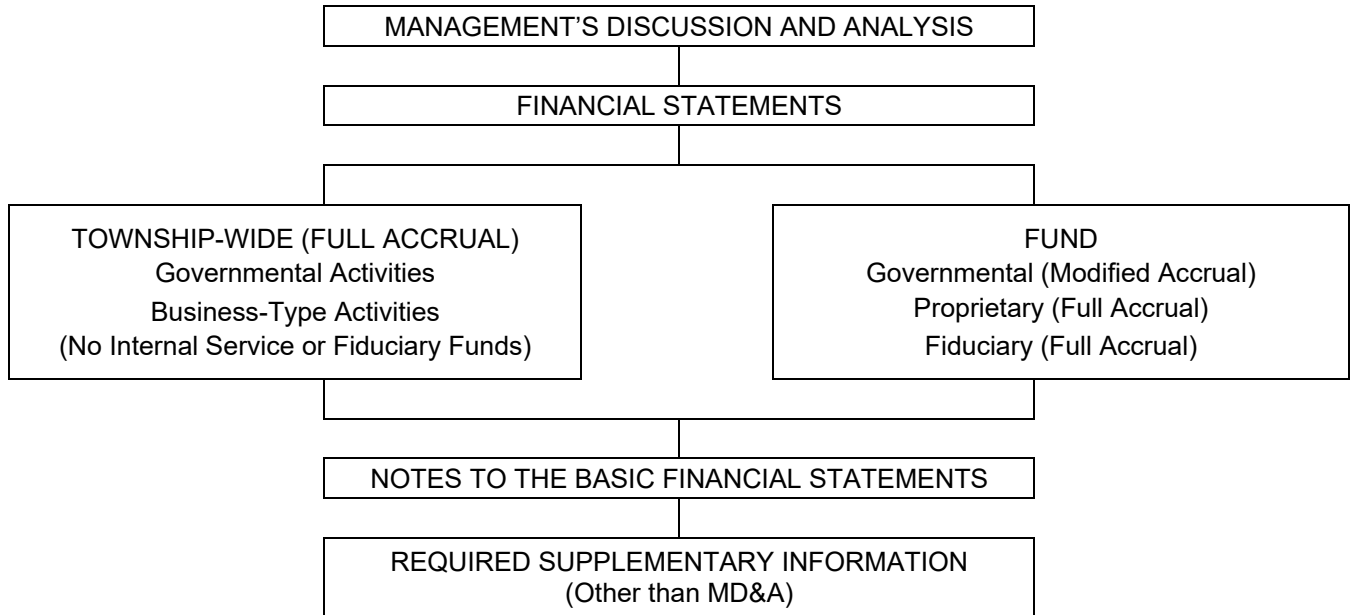
- Some funds are required by state law or bond covenants.
- The Township establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenues.

The Township has three kinds of Funds:

- **Governmental Funds:** Most of the Township's basic services are included in Governmental Funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the Governmental Funds' statements provide a detailed *short-term view* that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Township's programs. Because this information does not encompass the additional long-term focus of the Township-Wide statements, additional information is presented that explains the relationship (or differences) between them.
- **Proprietary Funds:** Services for which the Township charges a fee are generally reported in Proprietary Funds. Proprietary Funds are reported in the same way as the Township-Wide statements. The Township's Enterprise Funds (one type of Proprietary Fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows.
- **Fiduciary Funds:** The Township is the trustee, or fiduciary, for assets that belong to others, such as the pension plans. The Township is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The Township excludes these activities from the Township-Wide financial statements because it cannot use these assets to finance its operations. The Township's Fiduciary Funds are the Police Pension Fund, the Non-Uniformed Pension Fund, the Firefighter Pension Fund, and the OPEB Trust Fund. The Township also has a Custodial Fund used for deposits the Township holds as prepayments for engineering reviews and other developer costs paid by the Township. When the projects are completed, any balances are returned to the developer.

EAST WHITELAND TOWNSHIP
MANAGEMENT’S DISCUSSION AND ANALYSIS (Unaudited)
YEAR ENDED DECEMBER 31, 2024

Organization of East Whiteland Township’s Annual Financial Report
Figure I-1



Narrative Discussion and Analysis

Within this section of East Whiteland Township’s annual financial report, the Township’s management provides narrative discussion and analysis of the financial activities of the Township for the fiscal year ended December 31, 2024. The Township’s financial performance is discussed and analyzed within the context of the accompanying financial statements following this section.

Condensed Statements of Net Position (In Thousands of Dollars)
Figure I-2

	Governmental Activities		Business-Type Activities		Totals	
	2023	2024	2023	2024	2023	2024
ASSETS						
Current and other assets	\$ 27,282	\$ 30,528	\$ 65,940	\$ 68,055	\$ 93,222	\$ 98,583
Capital assets, net	19,255	20,605	-	-	19,255	20,605
TOTAL ASSETS	<u>46,537</u>	<u>51,133</u>	<u>65,940</u>	<u>68,055</u>	<u>112,477</u>	<u>119,188</u>
DEFERRED OUTFLOWS OF RESOURCES	<u>6,283</u>	<u>3,474</u>	<u>38</u>	<u>12</u>	<u>6,321</u>	<u>3,486</u>
LIABILITIES						
Long-term debt	25,313	23,570	13,099	12,313	38,412	35,883
Other liabilities	918	1,446	292	298	1,210	1,744
TOTAL LIABILITIES	<u>26,231</u>	<u>25,016</u>	<u>13,391</u>	<u>12,611</u>	<u>39,622</u>	<u>37,627</u>
DEFERRED INFLOWS OF RESOURCES	<u>6,921</u>	<u>6,067</u>	<u>-</u>	<u>-</u>	<u>6,921</u>	<u>6,067</u>
NET POSITION						
Net investment in capital assets	13,036	14,703	-	-	13,036	14,703
Restricted	1,493	2,521	-	-	1,493	2,521
Unrestricted	5,139	6,300	52,587	55,456	57,726	61,756
TOTAL NET POSITION	<u>\$ 19,668</u>	<u>\$ 23,524</u>	<u>\$ 52,587</u>	<u>\$ 55,456</u>	<u>\$ 72,255</u>	<u>\$ 78,980</u>

EAST WHITELAND TOWNSHIP
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
YEAR ENDED DECEMBER 31, 2024

Condensed Statements of Activities (In Thousands of Dollars)

Figure I-3

	Governmental Activities		Business-Type Activities		Totals	
	2023	2024	2023	2024	2023	2024
REVENUES						
Program revenues						
Charges for services	\$ 3,540	\$ 6,181	\$ 67	\$ 17	\$ 3,607	\$ 6,198
Operating grants and contributions	1,246	1,158	-	-	1,246	1,158
Capital grants and contributions	-	200	-	-	-	200
General revenues						
Real estate taxes	837	827	-	-	837	827
Other taxes	13,752	14,996	-	-	13,752	14,996
Grants and contributions not restricted to specific purposes	630	303	-	-	630	303
Investment earnings	761	1,137	3,264	3,458	4,025	4,595
Gain on sale of capital assets	127	158	-	-	127	158
Miscellaneous	401	7	324	254	725	261
TOTAL REVENUES	<u>21,294</u>	<u>24,967</u>	<u>3,655</u>	<u>3,729</u>	<u>24,949</u>	<u>28,696</u>
EXPENSES						
General government	2,635	3,178	-	-	2,635	3,178
Public safety	11,462	13,294	-	-	11,462	13,294
Public works						
Sanitation	37	44	-	-	37	44
Highways and streets	4,133	3,895	-	-	4,133	3,895
Culture and recreation	356	587	-	-	356	587
Community development	22	22	-	-	22	22
Interest on long-term debt	194	187	-	-	194	187
Sewer	-	-	580	764	580	764
TOTAL EXPENSES	<u>18,839</u>	<u>21,207</u>	<u>580</u>	<u>764</u>	<u>19,419</u>	<u>21,971</u>
CHANGE IN NET POSITION BEFORE TRANSFERS	2,455	3,760	3,075	2,965	5,530	6,725
TRANSFERS	442	96	(442)	(96)	-	-
CHANGE IN NET POSITION	2,897	3,856	2,633	2,869	5,530	6,725
BEGINNING NET POSITION	16,771	19,668	49,954	52,587	66,725	72,255
ENDING NET POSITION	<u>\$ 19,668</u>	<u>\$ 23,524</u>	<u>\$ 52,587</u>	<u>\$ 55,456</u>	<u>\$ 72,255</u>	<u>\$ 78,980</u>

EAST WHITELAND TOWNSHIP
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
YEAR ENDED DECEMBER 31, 2024

General Revenues and Other Changes in Net Position
Figure I-4

	<u>2023</u>	<u>2024</u>	<u>Percent Change</u>
REVENUES			
Real estate taxes	\$ 837,349	\$ 826,801	-1%
Transfer taxes	820,140	1,566,958	91%
Earned income taxes	11,671,293	12,161,965	4%
Local services taxes	1,260,402	1,267,432	1%
Grants and contributions not restricted to specific purposes	630,193	303,606	-52%
Investment income	760,661	1,137,492	50%
Gain on sale of assets	126,624	157,800	25%
Miscellaneous	151,068	7,015	-95%
Charges for services	3,790,490	6,181,232	63%
Operating grants and contributions	1,246,292	1,158,412	-7%
Capital grants and contributions	-	199,720	100%
TOTAL REVENUES	<u>21,294,512</u>	<u>24,968,433</u>	17%
EXPENSES			
General government	2,635,228	3,179,275	21%
Public safety	11,462,632	13,294,373	16%
Public works-highways and streets	4,133,017	3,895,213	-6%
Public works-sanitation	36,917	44,345	20%
Culture and recreation	356,044	587,371	65%
Community development	21,869	21,483	-2%
Debt service	193,784	187,140	-3%
TOTAL EXPENSES	<u>18,839,491</u>	<u>21,209,200</u>	13%
CHANGE IN NET POSITION BEFORE TRANSFERS	<u>\$ 2,455,021</u>	<u>\$ 3,759,233</u>	53%

FINANCIAL HIGHLIGHTS

- **Total Net Position** - Assets and Deferred Outflows of Resources exceeded Liabilities and Deferred Inflows of Resources by \$78,981,312 for the fiscal year reported. This total includes both governmental and business-type (Sewer) activities. The Net Investment in Capital Assets totals \$14,703,152, which includes property and equipment net of accumulated depreciation and is reduced for outstanding debt related to the purchase or construction of capital assets. The balance is unrestricted assets of \$64,177,010 and restricted assets of \$2,521,070 for highway and street projects. Total liabilities include \$6.1 million in outstanding debt for GOB governmental bonds and \$12.4 million for GOB sewer bonds. Although the Township's investment in capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources since the capital assets themselves cannot be used to liquidate these liabilities.
- **Cash and Investments** - Total Township assets included 95,575,851 in cash and cash equivalents, \$25,743,154 in the Governmental Funds and \$69,832,697 in the Sewer Fund.

EAST WHITELAND TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

YEAR ENDED DECEMBER 31, 2024

- **Governmental Fund Balances** - At the end of 2024, the Township's governmental funds' combined ending fund balance was \$29,070,796, an increase of \$2,716,885 from the prior year primarily due to an increase in charges for services of \$1,792,790. Of the current balance, \$2,521,070 is restricted for highway and street projects, \$1,493 is nonspendable related to prepaid items, and \$26,548,233 is unassigned.
- **Total General Obligation Bonds Outstanding** decreased by \$1,135,000 from 2023 due to principal reductions in the four current general obligation bond issues.

Governmental Activities

Governmental Revenue - 2024

As indicated in the Condensed Statements of Activities (Figure I-3) and displayed in Figure I-4, the primary source of revenue for the township is local taxes which include Earned Income Taxes, Local Services Taxes, and Real Estate (Property and Transfer) Taxes.

- Earned Income Taxes (EIT) totaling \$12,161,965 and Local Services Taxes (LST) totaling \$1,267,432 were 49% and 5% of revenue, respectively. EIT increased from 2023 reported collections by \$490,672 (4%) due to a growth in taxable earnings for employees, while LST increased by \$7,030 (1%).
- Real Estate Taxes totaled \$826,801, (3% of revenue), a decrease of \$10,548 (1%) in 2024 related to reassessments.
- Transfer Taxes totaled \$1,566,958 (6% of revenue), an increase of \$746,818 (91%) from 2023. The housing market in the Township remained attractive while interest rates began to decline, spurring more sales of properties.
- Charges for Services Revenues; mostly related to permits, public safety fees, cable tv franchise fees, and engineering reviews totaled \$6,181,232 (25% of revenue), an increase of \$2,390,742 (63%) from 2023.

Governmental Expenses - 2024

As indicated in the Condensed Statements of Activities (Figure I-3) and displayed in Figure I-4, total expenses of the Township's governmental activities, public safety programs account for \$13,294,373, or 63% of the total expenses for the Township's governmental activities. Public Safety includes the police, codes, and planning & zoning departments plus a full-time staff of 14 firefighters/EMTs supplemented by the local volunteer fire company. General Government, and Public Works account for 15% and 19% respectively of the total expenses.

EAST WHITELAND TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

YEAR ENDED DECEMBER 31, 2024

Total expenses increased \$2,369,709 (11%) as follows:

- Public Safety increased by \$983,775 (9%) in 2024, due to the hiring of two new full-time firefighters, insurance coverage cost increases, and a change in the classification of planning commission professional services to be part of Public Safety. Those costs had previously been in the Fiduciary (Escrow) funds.
- General Government expenses increased by \$544,047 (21%) in 2024, primarily due to an increase in Administration and Finance-related payroll expenses, computer and technological costs, higher engineering and solicitor costs, and other professional services costs related to special projects and studies.
- Public Works-highways and streets decreased by \$237,804 (6%) in 2024, due to decreases in costs of certain materials and supplies categories, such as winter salting and snow removal.
- Culture and recreation expenses increased by \$231,327 (65%) in 2024, due to the hiring of a full-time Parks and Recreation Director, payroll increases for the summer camp counselors and increased summer camp offerings.

Governmental Net Position - 2024

As a result of the 2024 Governmental Activities noted above, East Whiteland recognized a \$3,759,233 increase in Net Position before transfers. The ending Net Position remains healthy at \$23.5 million including \$22.7 million in cash to manage annual expenses if revenue timing is an issue.

Business-Type Activities

The Township's only business-type activity is its sewer operation. The Township sold its sewer operation in August of 2022 to Aqua Pennsylvania Wastewater, Inc., which is currently on appeal at the Pennsylvania Supreme Court. Prior to the sale, East Whiteland Township's sewer system included 13 sewer pumping stations and approximately 77 miles of pipeline. The Township accepted flows and collected sewer rental fees from the adjoining municipalities of East Goshen Township, Charlestown Township and Malvern Borough. The Township, in turn, paid sewer rental fees to neighboring Tredyffrin Township and East Goshen Township, and a public utility company for conveyance and to the Valley Forge Sewer Authority for waste treatment.

- **Service Revenue** in fiscal year 2024 was \$17,635 or \$49,680 less than 2023.
- **Sewer Expenses** in fiscal year 2024 was \$764,268 or \$184,246 more than 2023.
- **The Sewer Fund Net Position** at the end of 2024 improved by \$2,869,520 mainly due to interest income earned on the proceeds from the sale of the sanitary sewer system.

EAST WHITELAND TOWNSHIP
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
YEAR ENDED DECEMBER 31, 2024

FINANCIAL ANALYSIS OF THE TOWNSHIP'S FUNDS

Governmental Funds

Governmental Funds are reported in the Fund Statements with a short-term focus on the inflow and outflow of financial resources. This information is valuable in assessing resources available for upcoming financial requirements. Governmental Funds reported ending fund balances of \$29,070,796. Of this year-end total, \$2,521,070 is restricted fund balances include for highway and street projects, \$1,493 is nonspendable related to prepaid items, and \$26,548,233 is unassigned.

Major Governmental Funds - The General Fund is the Township's primary operating fund. The General Fund balance at fiscal year-end was \$22,186,477, an increase of \$2,974,679 over 2023. The General Fund balance is 119% of 2024 expenditures and 103% of revenue. There were two main factors for the increase: first, residential and commercial development continued in the Township, with building, mechanical, electrical, plumbing, etc. permit revenues coming in at \$2,243,871, favorably, over budget. Second, tax revenue in the General Fund was \$701,243, favorably, over budget.

The **Capital Improvement Fund** is a reserve fund for various capital purchases and improvements. The fiscal year-end balance for the Capital Improvement Fund was \$4,964,849. This is a decrease of \$1,919,986 over the ending fund balance for 2023, resulting from an excess of expenditures over revenues in 2024 from non-recurring expenses for specific projects such as road construction and resurfacing projects, stormwater projects, professional services related to capital projects, and various vehicle purchases.

The **Park Development Fund** is a reserve fund for various park related capital purchases and improvements. The fiscal year-end balance for the Park Development Fund was \$153,114, an increase of \$870,839 from the ending fund balance for 2023. The current year increase in fund balance was a result of a \$1.1 million Parks and Open Space Recreation fee paid by a developer.

Proprietary Funds

The only Township Proprietary Fund is the Sewer Fund, which was discussed previously under business-type activities.

EAST WHITELAND TOWNSHIP
MANAGEMENT’S DISCUSSION AND ANALYSIS (Unaudited)
YEAR ENDED DECEMBER 31, 2024

GENERAL FUND BUDGETARY HIGHLIGHTS

Overall, general fund actual expenditures were \$1,120,345 higher than the final budget. The services that had significant favorable variances were as follows:

Public safety, police	\$771,594
Public works, highways and streets general services - administration	\$151,178
Public works, highways and streets winter maintenance – snow removal.....	\$112,822
Public works, highways and streets highway construction and rebuilding projects	\$100,000

The services that had significant unfavorable variances were as follows:

General government, executive	\$451,499
General government, engineering services	\$163,819
Public safety, fire protection.....	\$237,965
Public safety, planning and zoning	\$1,163,977
Other	\$169,219

CAPITAL ASSETS - NET OF DEPRECIATION

The Township’s investment in capital assets, net of depreciation, increased approximately \$1,349,762 to \$20,604,822. All assets on the books are governmental activities. Infrastructure incorporating 45 miles of road and traffic signals at 39 intersections, is \$5,263,262 of the total. Buildings and Improvements comprise \$6,794,359. For the detailed information about Capital Assets please see Note C in the report. The schedule (Figure I-5) below details Capital Assets, net of depreciation.

Capital Assets - Net of Depreciation (In Thousands of Dollars)

Figure I-5

	Governmental Activities	
	2023	2024
Land	\$ 1,076	\$ 1,076
Construction in progress	3,586	3,910
Site improvements	1,475	1,554
Buildings and improvements	6,973	6,794
Infrastructure	4,881	5,263
Machinery and equipment	247	511
Vehicles	1,017	1,497
	<u>\$ 19,255</u>	<u>\$ 20,605</u>

LONG-TERM DEBT

Long-term debt consists of debt incurred for the purchase and development of capital assets; and for the recording of compensated absences payable to employees, net pension liability, and other post-employment benefits (OPEB) liability. The total long-term debt decreased by \$2,528,624 due to the decrease in the Township’s net pension liability, net OPEB liability, and continued payoff of general obligation bonds. For more information on long-term debt please see Note F in the report.

EAST WHITELAND TOWNSHIP
MANAGEMENT’S DISCUSSION AND ANALYSIS (Unaudited)
YEAR ENDED DECEMBER 31, 2024

Outstanding Long-Term Debt (In Thousands of Dollars)

Figure I-6

	Governmental Activities		Business-Type Activities		Totals	
	2023	2024	2023	2024	2023	2024
General obligation bonds	\$ 6,435	\$ 6,105	\$ 13,280	\$ 12,475	\$ 19,715	\$ 18,580
Bond premium (discount)	29	27	(181)	(162)	(152)	(135)
Net OPEB liability	14,199	13,645	-	-	14,199	13,645
Net pension liability	4,620	3,310	-	-	4,620	3,310
Compensated absences	30	483	-	-	30	483
	<u>\$ 25,313</u>	<u>\$ 23,570</u>	<u>\$ 13,099</u>	<u>\$ 12,313</u>	<u>\$ 38,412</u>	<u>\$ 35,883</u>

NEXT YEAR’S BUDGETS AND RATES

2025 is expected to be a very exciting year for the Township, as it will complete the process of issuing a \$10 million bond for open space preservation usage. An open space referendum was held in November of 2024, which the residents of the Township approved by vote. The Board of Supervisors then passed an ordinance to fully enact an open space earned income tax in the amount of 0.05% for residents as well as an open space real estate tax in the amount of 0.045 mills. The funding streams will be placed into an open space fund which will be restricted to open space purchases and the maintenance of the open space. The revenue is estimated to be close to \$2 million per year, which will cover the debt service costs on the open space bond while simultaneously building a fund balance for future open space acquisition and maintenance. The Township has tentative agreements for the purchase of two locations in 2025, one of which is over 50 acres in size.

For the 2025 fiscal year, East Whiteland Township anticipates continued financial strength, with a positive outlook shaped by completed projects, strategic development, and stable revenue sources. Notably, recent capital improvements, including significant enhancements at Bacton Hill Park, reflect the Township's commitment to expanding public amenities. Additionally, new residential developments in planning will bring traffic and recreational impact fees. These funds will be instrumental in addressing growing demands on infrastructure, with planned investments to improve traffic flow and expand recreational facilities. The Township’s commitment to environmental awareness is being demonstrated through the undertaking of over \$1 million in water quality improvement projects.

With the exception of the open space taxes, the 2025 budget year has no new taxes or proposed fee increases. The Township is anticipating revenues of \$18.2 million and expenses of \$18.2 million in the General Fund. The budget includes the transfer of \$120,000 to the Capital Improvement fund. The Township is anticipating a loss of about \$180,000 in revenue to a neighboring township which recently implemented an earned income tax. Permit fees are expected to be \$450,000 higher than the 2024 budget due to several larger commercial and residential projects. The Township will continue to expand its recreational and community offerings in 2025.

While the Township’s financial outlook remains solid, rising labor and benefit costs, an issue affecting all sectors, present a budgeting challenge. Municipal government is inherently labor-intensive, and in East Whiteland, 75% of full-time employees (45 out of 60) are unionized. These employees are represented by three unions: the East Whiteland Police Association, the International Association of Fire Fighters (IAFF), and the American Federation of State, County, and Municipal Employees (AFSCME). In 2024, the Township will provide the rate increases set by existing contracts, with each union scheduled for a 3.75% increase. The Township remains committed to balancing these rising costs with prudent budgeting and long-term financial planning, ensuring continued delivery of essential services and community enhancements.

EAST WHITELAND TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

YEAR ENDED DECEMBER 31, 2024

Capital projects for 2025 include the continued development of multipurpose trails, with significant planning efforts towards projects such as the Sidley Road to Chester Valley Trail Connector, the Moores Road Sidewalk Extension, and Bacton Hill Phase II. Preliminary engineering will continue for Route 30 improvements. The Route 401 Corridor Traffic Signal Replacement project will be undertaken in 2025. The Warren Avenue Culvert will be replaced in 2025. Additionally, six vehicles (3 police, 1 fire, 1 administrative, 1 public works) will be replaced in 2025, along with a John Deere Boom Mower, which will be needed for the additional open space acquisitions.

In July 2021, Aqua Pennsylvania Wastewater, Inc. ("Aqua") filed an application with the Public Utility Commission (the "Commission") to seek approval to acquire the wastewater system assets of the Township (the "System") and right of Aqua to provide wastewater service to the public in East Whiteland pursuant to Sections 507, 1102, and 1329 of the Public Utility Code (hereinafter the "Transaction").

Under the Public Utility Code, the Commission has the discretion to approve such application – in turn, issuing a Certificate of Public Convenience, giving a public utility, like Aqua, the right to provide wastewater service to the public in East Whiteland – when the Commission determines that granting such certificate "is necessary or proper, for the service, accommodation, convenience, or safety of the public." 66 Pa.C.S. § 1103(a). The Pennsylvania Supreme Court has interpreted section 1103 to require a showing that the Transaction will "affirmatively promote the 'service, accommodation, convenience, or safety of the public' in some substantial way." After an evidentiary hearing, the Commission – weighing all the evidence set forth by the Aqua, East Whiteland, and other intervenors – ultimately determined that the Transaction will affirmatively promote the service, accommodation, convenience, or safety of the public as required by section 1103 of the Code as it's been interpreted by the Pennsylvania Supreme Court. Thus, the Commission issued an Order dated July 29, 2022 approving the Transaction (the "Order"). The Township and Aqua closed on the sale of the System on August 12, 2022.

The Office of Consumer Advocate ("OCA") filed a Petition for Review of the PUC's Opinion and Order approving the sale ("Order") with the Commonwealth Court on Friday, August 25, 2022. On July 31, 2023, the Commonwealth Court reversed the PUC's Order, holding that the sale did not meet the legal requirements for approval. As a result, on October 26, 2023, the Township, Aqua and the PUC filed petitions with the Pennsylvania Supreme Court seeking further review of the Commonwealth Court's decision.

On June 14, 2024, the Supreme Court granted these petitions. On May 14, 2025, the Supreme Court heard the argument regarding the appeal. We are hopeful to have a ruling from the Supreme Court by late-2025.

EAST WHITELAND TOWNSHIP
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
YEAR ENDED DECEMBER 31, 2024

As a result, our staff prepared, and our Board approved a 2025 Budget that presumed that Aqua had assumed most financial authority and responsibility. Remaining are several key components of our 2025 Budget:

- Interest Earnings - With over \$54 million in sale proceeds received at settlement in August 2022, the Township decided to invest those funds at market rates without risk of principal. Interest rates in 2025 are expected to remain close to 4%.
- Debt Service - Although sale proceeds were in hand, the OCA appeal resulted in a staff recommendation and Board decision to not pay off all sewer and general purpose outstanding debt. The 2025 debt obligation for sewer is \$1,247,570.02 and for general purpose is \$509,950.00. Those funds are budgeted in both respective funds and will be paid until the appeal is resolved. It is the full intention of the current Board to defease (pay off) all outstanding debt, once the appeal is resolved, with the exception of the 2025 Open Space Bond, which will be paid over a period of 25 years.

CONTACTING THE TOWNSHIP'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Township's finances, comply with finance-related laws and regulations, and demonstrate the Township's commitment to accountability. Questions or requests for additional information may be directed to the Finance Department at 209 Conestoga Road, Frazer, PA 19355.

EAST WHITELAND TOWNSHIP

STATEMENT OF NET POSITION

DECEMBER 31, 2024

	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Cash and cash equivalents	\$ 22,723,681	\$ 50,538,034	\$ 73,261,715
Investments	3,019,473	19,294,663	22,314,136
Receivables	2,752,441	253,534	3,005,975
Internal balances	2,030,460	(2,030,460)	-
Prepaid items	1,493	-	1,493
Capital assets			
Depreciable capital assets	15,618,709	-	15,618,709
Non depreciable capital assets	4,986,113	-	4,986,113
TOTAL ASSETS	<u>51,132,370</u>	<u>68,055,771</u>	<u>119,188,141</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred amount related to pensions	1,318,745	-	1,318,745
Deferred amount related to OPEB	1,925,803	-	1,925,803
Deferred amount on refunding	230,366	12,705	243,071
TOTAL DEFERRED OUTFLOWS OF RESOURCES	<u>3,474,914</u>	<u>12,705</u>	<u>3,487,619</u>
LIABILITIES			
Accounts payable and other accrued liabilities	1,373,108	14,210	1,387,318
Interest payable	653	152,283	152,936
Other current liabilities	49,270	-	49,270
Unearned revenues	22,795	132,135	154,930
Long-term liabilities			
Portion due or payable within one year			
Bonds payable	345,000	830,000	1,175,000
Compensated absences	203,598	-	203,598
Portion due or payable after one year			
Bonds payable	5,787,036	11,483,148	17,270,184
Net pension liability	3,310,065	-	3,310,065
Net OPEB liability	13,645,306	-	13,645,306
Compensated absences	279,067	-	279,067
TOTAL LIABILITIES	<u>25,015,898</u>	<u>12,611,776</u>	<u>37,627,674</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred amount related to pensions	678,619	-	678,619
Deferred amount related to OPEB	5,388,155	-	5,388,155
TOTAL DEFERRED INFLOWS OF RESOURCES	<u>6,066,774</u>	<u>-</u>	<u>6,066,774</u>
NET POSITION			
Net investment in capital assets	14,703,152	-	14,703,152
Restricted			
Highway and street projects	2,521,070	-	2,521,070
Unrestricted	6,300,390	55,456,700	61,757,090
TOTAL NET POSITION	<u>\$ 23,524,612</u>	<u>\$ 55,456,700</u>	<u>\$ 78,981,312</u>

See accompanying notes to the basic financial statements.

EAST WHITELAND TOWNSHIP

STATEMENT OF ACTIVITIES

YEAR ENDED DECEMBER 31, 2024

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
GOVERNMENTAL ACTIVITIES				
General government	\$ 3,179,275	\$ 177,706	\$ 553,657	\$ -
Public safety	13,294,373	3,625,731	130,621	199,720
Public works - sanitation	44,345	-	(6,000)	-
Public works - highways and streets	3,895,213	977,934	480,134	-
Culture and recreation	587,371	1,399,861	-	-
Community development	21,483	-	-	-
Debt service	187,140	-	-	-
TOTAL GOVERNMENTAL ACTIVITIES	21,209,200	6,181,232	1,158,412	199,720
BUSINESS-TYPE ACTIVITIES				
Sewer	764,268	17,635	-	-
TOTAL TOWNSHIP ACTIVITIES	\$ 21,973,468	\$ 6,198,867	\$ 1,158,412	\$ 199,720

GENERAL REVENUES

Taxes

Real estate taxes

Transfer taxes

Earned income taxes

Local services taxes

Grants and contributions not restricted to specific purposes

Investment earnings

Gain on sale of capital assets

Miscellaneous

TRANSFERS

TOTAL GENERAL REVENUES AND TRANSFERS

CHANGE IN NET POSITION

NET POSITION AT BEGINNING OF YEAR, AS PREVIOUSLY REPORTED

RESTATEMENT FOR CORRECTION OF ERROR

NET POSITION AT BEGINNING OF YEAR, AS RESTATED

NET POSITION AT END OF YEAR

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Position

<u>Governmental</u> <u>Activities</u>	<u>Business-Type</u> <u>Activities</u>	<u>Totals</u>
\$ (2,447,912)	\$ -	\$ (2,447,912)
(9,338,301)	-	(9,338,301)
(50,345)	-	(50,345)
(2,437,145)	-	(2,437,145)
812,490	-	812,490
(21,483)	-	(21,483)
<u>(187,140)</u>	<u>-</u>	<u>(187,140)</u>
(13,669,836)	-	(13,669,836)
<u>-</u>	<u>(746,633)</u>	<u>(746,633)</u>
<u>(13,669,836)</u>	<u>(746,633)</u>	<u>(14,416,469)</u>
826,801	-	826,801
1,566,958	-	1,566,958
12,161,965	-	12,161,965
1,267,432	-	1,267,432
303,606	-	303,606
1,137,492	3,458,546	4,596,038
157,800	-	157,800
7,015	254,263	261,278
96,656	<u>(96,656)</u>	<u>-</u>
<u>17,525,725</u>	<u>3,616,153</u>	<u>21,141,878</u>
3,855,889	2,869,520	6,725,409
19,928,123	52,587,180	72,515,303
<u>(259,400)</u>	<u>-</u>	<u>(259,400)</u>
<u>19,668,723</u>	<u>52,587,180</u>	<u>72,255,903</u>
<u>\$ 23,524,612</u>	<u>\$ 55,456,700</u>	<u>\$ 78,981,312</u>

EAST WHITELAND TOWNSHIP

BALANCE SHEET

GOVERNMENTAL FUNDS

DECEMBER 31, 2024

	General Fund	Capital Improvement Fund	Park Development Fund	Other Governmental Funds	Total Governmental Funds
ASSETS					
Cash and cash equivalents	\$ 9,053,333	\$ 9,575,697	\$ 1,528,152	\$ 2,566,499	\$ 22,723,681
Investments	3,019,473	-	-	-	3,019,473
Receivables	2,751,225	-	-	1,216	2,752,441
Prepaid items	1,493	-	-	-	1,493
Due from other funds	10,962,984	2,241,163	149,600	447,300	13,801,047
TOTAL ASSETS	\$ 25,788,508	\$ 11,816,860	\$ 1,677,752	\$ 3,015,015	\$ 42,298,135
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable and other accrued liabilities	\$ 870,911	\$ 345,779	\$ 95,170	\$ 8,744	\$ 1,320,604
Accrued salaries and benefits	66,518	-	-	-	66,518
Due to other funds	2,593,479	6,506,232	1,429,468	1,241,408	11,770,587
Other current liabilities	35,256	-	-	-	35,256
TOTAL LIABILITIES	3,566,164	6,852,011	1,524,638	1,250,152	13,192,965
DEFERRED INFLOWS OF RESOURCES					
Unavailable revenue, property taxes	34,374	-	-	-	34,374
FUND BALANCES					
Nonspendable, prepaid items	1,493	-	-	-	1,493
Restricted					
Highway and street projects	-	-	-	2,521,070	2,521,070
Unassigned	22,186,477	4,964,849	153,114	(756,207)	26,548,233
TOTAL FUND BALANCES	22,187,970	4,964,849	153,114	1,764,863	29,070,796
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 25,788,508	\$ 11,816,860	\$ 1,677,752	\$ 3,015,015	\$ 42,298,135

See accompanying notes to the basic financial statements.

EAST WHITELAND TOWNSHIP
RECONCILIATION OF TOTAL GOVERNMENTAL FUNDS BALANCES
TO NET POSITION OF GOVERNMENTAL ACTIVITIES
DECEMBER 31, 2024

TOTAL GOVERNMENTAL FUNDS BALANCES	\$ 29,070,796
<p>Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds. These assets consist of:</p>	
Cost of capital assets	71,701,706
Accumulated depreciation	(51,096,884)
<p>Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:</p>	
Interest payable	(653)
Bonds payable	(6,132,036)
Net OPEB liability	(13,645,306)
Net pension liability	(3,310,065)
Compensated absences	(482,665)
<p>Deferred charges used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:</p>	
Deferred amount on refunding, net of amortization	230,366
<p>Deferred inflows and outflows of resources related to pension and OPEB activities are not financial resources and, therefore, are not reported in the governmental funds.</p>	
	(2,822,226)
<p>Some of the Township's revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.</p>	
	<u>11,579</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 23,524,612</u>

See accompanying notes to the basic financial statements.

EAST WHITELAND TOWNSHIP
STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2024

	<u>General Fund</u>	<u>Capital Improvement Fund</u>	<u>Park Development Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
REVENUES					
Taxes					
Real estate taxes	\$ 826,801	\$ -	\$ -	\$ -	\$ 826,801
Transfer taxes	1,566,958	-	-	-	1,566,958
Earned income taxes	12,161,965	-	-	-	12,161,965
Local services taxes	1,267,432	-	-	-	1,267,432
Fees, licenses and permits	3,676,571	-	-	-	3,676,571
Investment income and leases	433,145	480,481	110,229	113,637	1,137,492
Intergovernmental revenues	1,258,750	-	-	402,988	1,661,738
Fines and forfeitures	47,408	-	-	-	47,408
Charges for services	312,149	-	1,237,850	907,254	2,457,253
Other	6,905	110	-	-	7,015
TOTAL REVENUES	<u>21,558,084</u>	<u>480,591</u>	<u>1,348,079</u>	<u>1,423,879</u>	<u>24,810,633</u>
EXPENDITURES					
General government	2,798,813	578,342	-	-	3,377,155
Public safety	12,388,244	1,132,509	-	8,744	13,529,497
Public works - sanitation	44,345	-	-	-	44,345
Public works - highways and streets	2,370,322	759,123	-	623,782	3,753,227
Culture and recreation	369,545	88,403	477,240	-	935,188
Community development	21,483	-	-	-	21,483
Other	183,219	-	-	-	183,219
Debt service					
Principal	330,000	-	-	-	330,000
Interest	174,090	-	-	-	174,090
TOTAL EXPENDITURES	<u>18,680,061</u>	<u>2,558,377</u>	<u>477,240</u>	<u>632,526</u>	<u>22,348,204</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>2,878,023</u>	<u>(2,077,786)</u>	<u>870,839</u>	<u>791,353</u>	<u>2,462,429</u>
OTHER FINANCING SOURCES					
Transfers in	96,656	-	-	-	96,656
Proceeds from sale of capital assets	-	157,800	-	-	157,800
TOTAL OTHER FINANCING SOURCES	<u>96,656</u>	<u>157,800</u>	<u>-</u>	<u>-</u>	<u>254,456</u>
NET CHANGE IN FUND BALANCES	2,974,679	(1,919,986)	870,839	791,353	2,716,885
FUND BALANCES AT BEGINNING OF YEAR, AS PREVIOUSLY REPORTED	20,785,245	6,884,835	(717,725)	973,510	27,925,865
RESTATEMENT FOR CORRECTION OF ERROR	<u>(1,571,954)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(1,571,954)</u>
FUND BALANCE AT BEGINNING OF YEAR, AS RESTATED	<u>19,213,291</u>	<u>6,884,835</u>	<u>(717,725)</u>	<u>973,510</u>	<u>26,353,911</u>
FUND BALANCES AT END OF YEAR	<u>\$ 22,187,970</u>	<u>\$ 4,964,849</u>	<u>\$ 153,114</u>	<u>\$ 1,764,863</u>	<u>\$ 29,070,796</u>

See accompanying notes to the basic financial statements.

EAST WHITELAND TOWNSHIP

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES YEAR ENDED DECEMBER 31, 2024

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 2,716,885
<p>Capital outlays are reported in Governmental Funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays (\$3,036,405) exceeds depreciation (\$1,686,643) in the current period.</p>	1,349,762
<p>The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to Governmental Funds, while the repayment of the principal of long-term debt consumes the current financial resources of Governmental Funds. Neither transaction, however, has any effect on net position. Also, Governmental Funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.</p>	
Repayment of bond principal	330,000
Amortization of bond discount and premium	1,802
Amortization of deferred amount on refunding	(15,446)
<p>Some expenses reported in the statement of activities do not require the use of current financial resources and, therefore, are not reported as expenditures in the Governmental Funds.</p>	
Pension plan expense	(171,185)
OPEB plan expense	96,297
<p>In the statement of activities, compensated absences (vacations and sick leave) are measured by the amounts earned during the year. In the Governmental Funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts paid).</p>	(452,820)
<p>Interest on long-term debt in the statement of activities differs from the amount reported in the Governmental Funds because interest is recognized as an expenditure in the funds when it is due and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.</p>	<u>594</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 3,855,889</u>

See accompanying notes to the basic financial statements.

EAST WHITELAND TOWNSHIP

STATEMENT OF NET POSITION

PROPRIETARY FUNDS

DECEMBER 31, 2024

	<u>Sewer Fund</u>
ASSETS	
CURRENT ASSETS	
Cash and cash equivalents	\$ 50,538,034
Investments	19,294,663
Accounts receivable	253,534
Due from other funds	1,424,910
TOTAL CURRENT ASSETS	<u>71,511,141</u>
DEFERRED OUTFLOWS OF RESOURCES	
Deferred amount on refunding	<u>12,705</u>
LIABILITIES	
CURRENT LIABILITIES	
Accounts payable	\$ 13,822
Accrued liabilities	388
Due to other funds	3,455,370
Unearned revenue	132,135
Accrued interest	152,283
Bonds payable	830,000
TOTAL CURRENT LIABILITIES	<u>4,583,998</u>
NONCURRENT LIABILITIES	
Bonds payable	<u>11,483,148</u>
TOTAL LIABILITIES	<u>16,067,146</u>
NET POSITION	
Unrestricted	<u>\$ 55,456,700</u>

See accompanying notes to the basic financial statements.

EAST WHITELAND TOWNSHIP

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION PROPRIETARY FUNDS YEAR ENDED DECEMBER 31, 2024

	<u>Sewer Fund</u>
OPERATING REVENUES	
Charges for services	
Sewer service	\$ 1,135
Tapping fees	1,500
Miscellaneous	269,263
TOTAL OPERATING REVENUES	<u>271,898</u>
OPERATING EXPENSES	
Repairs and maintenance	222,000
Contracted services	59,914
Other	13,729
TOTAL OPERATING EXPENSES	<u>295,643</u>
OPERATING LOSS	<u>(23,745)</u>
NONOPERATING REVENUES (EXPENSES)	
Interest income	3,458,546
Interest expense	(468,625)
TOTAL NONOPERATING REVENUES (EXPENSES)	<u>2,989,921</u>
INCOME BEFORE TRANSFERS	2,966,176
TRANSFERS OUT	<u>(96,656)</u>
CHANGE IN NET POSITION	2,869,520
NET POSITION AT BEGINNING OF YEAR	<u>52,587,180</u>
NET POSITION AT END OF YEAR	<u>\$ 55,456,700</u>

See accompanying notes to the basic financial statements.

EAST WHITELAND TOWNSHIP

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

YEAR ENDED DECEMBER 31, 2024

	<u>Sewer Fund</u>
CASH FLOWS FROM OPERATING ACTIVITIES	
Cash received from customers	\$ 308,212
Cash payments to suppliers for goods and services	143,708
Cash payments to employees for services	388
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>452,308</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES	
Transfers to other funds	<u>(96,656)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES	
Principal paid on capital debt	(805,000)
Interest paid on capital debt	(476,659)
Amortization on capital debt	44,938
NET CASH USED BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(1,236,721)</u>
CASH FLOWS FROM INVESTING ACTIVITIES	
Proceeds from sale of investments	6,804,748
Reinvested interest and dividends	(1,286,473)
Earnings on investments	3,458,546
NET CASH USED BY INVESTING ACTIVITIES	<u>8,976,821</u>
NET INCREASE IN CASH AND CASH EQUIVALENTS	8,095,752
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>42,442,282</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 50,538,034</u>

EAST WHITELAND TOWNSHIP

STATEMENT OF CASH FLOWS

PROPRIETARY FUNDS

YEAR ENDED DECEMBER 31, 2024

	<u>Sewer Fund</u>
RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES	
Operating income	\$ (23,745)
Adjustments to reconcile operating income to net cash provided by operating activities	
Decrease in	
Receivables	36,314
Due from other funds	(145,891)
Increase in	
Accounts payable	13,822
Accrued liabilities	388
Due to other funds	<u>571,420</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 452,308</u>

See accompanying notes to the basic financial statements.

EAST WHITELAND TOWNSHIP
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUNDS
DECEMBER 31, 2024

	Pension and OPEB Trust Funds	Custodial Fund
	<u> </u>	<u> </u>
ASSETS		
Cash and cash equivalents	\$ 1,120,433	\$ 1,787,813
Investments		
Domestic equity mutual funds	14,649,745	-
International equity mutual funds	5,500,844	-
Exchange-traded funds	1,379,663	-
Fixed income mutual funds	8,601,340	2,188,172
Real estate mutual funds	972,352	-
Due from Township	26,165	-
	<u> </u>	<u> </u>
TOTAL ASSETS	\$ <u>32,250,542</u>	\$ <u>3,975,985</u>
NET POSITION		
Net position restricted for pensions	\$ 29,994,637	\$ -
Net position restricted for other post-employment benefits	2,255,905	-
Net position restricted for developer escrows	<u> -</u>	<u> 3,975,985</u>
	<u> </u>	<u> </u>
TOTAL NET POSITION	\$ <u>32,250,542</u>	\$ <u>3,975,985</u>

See accompanying notes to the basic financial statements.

EAST WHITELAND TOWNSHIP
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2024

	Pension and OPEB Trust Funds	Custodial Fund
	<u> </u>	<u> </u>
ADDITIONS		
Contributions		
Member contributions	\$ 264,872	\$ -
Employer contributions	1,952,212	-
Developer contributions	-	12,313,021
TOTAL CONTRIBUTIONS	<u>2,217,084</u>	<u>12,313,021</u>
Investment earnings		
Interest and dividends	1,624,505	90,561
Net increase in the fair value of investments	1,858,834	-
Investment expense	(64,613)	-
INVESTMENT EARNINGS, net	<u>3,418,726</u>	<u>90,561</u>
TOTAL ADDITIONS	<u>5,635,810</u>	<u>12,403,582</u>
DEDUCTIONS		
Benefits	2,224,315	-
Administrative expenses	4,893	-
Payments to developers	-	15,343,690
TOTAL DEDUCTIONS	<u>2,229,208</u>	<u>15,343,690</u>
CHANGE IN NET POSITION	3,406,602	(2,940,108)
NET POSITION AT BEGINNING OF YEAR, AS PREVIOUSLY REPORTED	28,843,940	5,344,139
RESTATEMENT FOR CORRECTION OF ERROR	<u>-</u>	<u>1,571,954</u>
NET POSITION - BEGINNING, AS RESTATED	<u>28,843,940</u>	<u>6,916,093</u>
NET POSITION AT END OF YEAR	<u>\$ 32,250,542</u>	<u>\$ 3,975,985</u>

See accompanying notes to the basic financial statements.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

East Whiteland Township (“the Township”) was established in 1765 and is an organized township having the powers, duties, and privileges granted townships by the Commonwealth of Pennsylvania Second Class Township Code, Act of May 1, 1933 (P.L. 103, No. 69), reenacted and amended November 9, 1995 (P.L. 350, No. 60). The Township is governed by a three-member board of supervisors elected for a six-year term by the citizens of the Township. The Board is organized with a chairman and vice-chairman elected annually at the reorganization meeting held on the first Monday of the year.

The township complies with generally accepted accounting principles (“GAAP”). GAAP includes all relevant Governmental Accounting Standards Board (“GASB”) pronouncements. The accounting and reporting framework and the more significant accounting policies are discussed in subsequent subsections of this Note.

Financial accountability is defined in GASB Statement No. 14, “The Financial Reporting Entity,” as amended by GASB Statement No. 61. The Township is financially accountable for legally separate organizations if it appoints a voting majority of the organization’s board and (1) it is able to impose its will on that organization; or (2) there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the Township. The Township also may be financially accountable if an organization is fiscally dependent on the Township regardless of whether the organization has a separately elected governing board, a governing board appointed by a higher level of government, or a jointly appointed board.

Fiduciary Component Units

The Police Pension Plan is a single employer defined benefit pension plan that provides pensions for all regular, full-time sworn police officers. Although the plan is a separate legal entity it is reported as if it is part of the government as it is governed by a committee comprised of members appointed by the Township Board of Supervisors and the Township is responsible for funding the plan. The plan is reported as a fiduciary fund and does not issue separate financial statements.

The Non-Uniformed Employees’ Pension Plan is a single employer defined benefit pension plan that provides pensions for all regular full-time, non-uniformed employees. Although the plan is a separate legal entity it is reported as if it is part of the government as it is governed by a committee comprised of members appointed by the Township Board of Supervisors and the Township is responsible for funding the plan. The plan is reported as a fiduciary fund and does not issue separate financial statements.

The Firefighters Pension Plan is a single employer defined benefit pension plan that provides pensions for all regular full-time, firefighters. Although the plan is a separate legal entity it is reported as if it is part of the government as it is governed by a committee comprised of members appointed by the Township Board of Supervisors and the Township is responsible for funding the plan. The plan is reported as a fiduciary fund and does not issue separate financial statements.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Postemployment Benefits Other Than Pensions Plan is a single-employer defined benefit healthcare plan that provides medical insurance and life insurance benefits to eligible retirees. Although the plan is a separate legal entity it is governed by a committee comprised of members appointed by the Township Board of Supervisors and the Township is responsible for funding the plan. The plan is reported as a fiduciary fund and does not issue separate financial statements.

Government-Wide and Fund Financial Statements

The accompanying financial statements of the Township are in accordance with the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements--and Management's Discussion and Analysis--for State and Local Governments*, as amended by GASB Statement No. 37, *Basic Financial Statements--and Management's Discussion and Analysis--for State and Local Governments--Omnibus*, GASB Statement No. 38, *Certain Financial Statement Note Disclosures*, and GASB Statement No. 41, *Budgetary Comparison Schedules--Perspective Differences*. The requirements of this new reporting model are described below.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on the activities of the primary government, except for Fiduciary Funds and Agency Funds. For the most part, the effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for Governmental Funds, Proprietary Funds and Fiduciary Funds, even though the latter are excluded from the government-wide financial statements. Major individual Governmental Funds are reported as separate columns (Other Governmental Funds) in the fund financial statements.

Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Governmental Funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. For this purpose, the Township considers revenues to be available if they are collected within 60 days of the end of the fiscal period. Under this basis, certain revenues (those susceptible to accrual, readily measurable and available as to amount and anticipated as being readily collectible) are recorded on the accrual basis. Property taxes, earned income taxes, local services taxes and licenses associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenues are recognized only when received in cash. Expenditures, with the exception of interest requirements on long-term debt, are accounted for on the accrual basis of accounting.

The proprietary funds are reported using the economic resources measurement focus and the accrual basis of accounting. The fiduciary funds are reporting using the economic resources measurement focus and the accrual basis of accounting

The Township reports the following major governmental funds:

- The *General Fund* is the government's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The *Capital Improvement Fund* is a capital projects fund that accounts for the resources to be used for the acquisition, construction, or improvement of major capital assets for general government purposes.
- The *Park Development Fund* is an capital projects fund that accounts for park development projects.

The Township reports the following major Proprietary funds

- The *Sewer Fund* accounts for operations related to the collection of wastewater and the operation of sewage pumping stations. The sewage is transported to a sewer treatment plant not owned by the Township.

Additionally, the Township reports the following Fiduciary Fund Types:

- The *Pension Trust Funds* are used to account for the activities of the Police, Firefighter and Non-Uniformed Pension Plans, which accumulate resources for pension benefit payments to qualified employees.
- The *OPEB Trust Fund* is used to account for the assets held by the Township to pay for postemployment medical benefits.
- The Custodial Fund is used to account for monies held by the Township for developer escrow deposits that are not for the benefit of the Township. Developer escrow deposits are not the result of an exchange transaction between the contractor and the Township.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Amounts reported as *program revenues* include: (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary Funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a Proprietary Fund's principal ongoing operations. The principal operating revenues of the Sewer Fund are charges to customers for sales and services. Operating expenses for the Township's enterprise funds include sewer disposal, salaries, recycling, supplies, and administrative costs, and depreciation. All revenues or expenses not meeting this definition are reported as nonoperating revenues and expenses.

Stewardship, Compliance and Accountability

Budgets and Budgetary Accounting - The Township follows the procedures outlined below, which comply with legal requirements in establishing the budgetary data reflected in the financial statements:

1. Budgets are legally adopted on an annual basis for most Township funds, which is consistent with generally accepted accounting principles. The operating budget includes proposed expenditures and the means of financing them.
2. Prior to November 15 of the preceding fiscal year, the Township prepares a budget for the next succeeding calendar year beginning January 1. The operating budget includes proposed expenditures and the means of financing them.
3. A meeting of the Board of Supervisors is then called for the purpose of adopting the proposed budget.
4. Prior to December 31, the budget is legally enacted through passage of a resolution by the Board of Supervisors.
5. The budget must be filed with the Pennsylvania Department of Community and Economic Development by January 31.
6. Budgets for the funds are prepared on the modified accrual basis of accounting.

Once a budget is approved, it can be amended at the function and fund level only by approval of majority of the members of the Board of Supervisors. Amendments are presented to the Board at its regular meetings. Each amendment must have the Board's approval. Such amendments are made before the fact, are reflected in the official minutes of the Board, and are not made after fiscal year end as dictated by law.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The budget is controlled by the finance officer at the revenue and expenditures function/object level. Budgeted amounts are as amended by the Board of Supervisors. For 2024, individual amendments were not material in relation to the original appropriations. All budget appropriations lapse at year end.

The General Fund, Capital Improvements Fund, Park Development Fund, Transportation Improvement Fund, and State Fund all have legally adopted budgets for the year ended December 31, 2024.

Assets, Liabilities and Equity

Deposits and Investments - The Township's cash and cash equivalents including demand deposits and short-term investments with original maturities of three months or less from the date of acquisition are considered to be cash on hand.

Statutes authorize the Township to invest in: 1) U.S. Treasury Obligations through Notes, Bonds, and Treasury Bills, 2) GNMA Obligations with financial institutions approved by the Government National Mortgage Association, 3) Federal Agency/GSE Obligations with Financial Agencies Government Sponsored Enterprises, 4) bank deposits and bank certifications of deposit with commercial banks, credit unions, and savings banks, 5) General Obligation Debt of the Commonwealth of PA and PA Local Governments, 6) money market funds with financial institutions banks, 7) commercial paper with corporate entities, 8) bankers' acceptances with commercial banks, and 9) negotiable certificates of deposit with commercial banks which include nationally or state-charter banks, federal or state savings and loan associations, and state-licensed branches of foreign banks. The specific conditions under which the District may invest in these categories are detailed in Pennsylvania Act No. 53 of 1973, as amended by Pennsylvania Act No. 10 of 2016. Investments are stated at fair value except for certificates of deposit which are stated at amortized cost.

Under Act No. 72, enacted by the General Assembly of the Commonwealth of Pennsylvania, the funds deposited with the various banks are permitted to be secured on a pooled basis with all other public funds which the banking institution has on deposit. These may be bonds of the United States, any state of the United States, or bonds of any political subdivision of Pennsylvania or the general state authority or their authorities created by the General Assembly of the Commonwealth of Pennsylvania, or insured with the Federal Deposit Insurance Corporation. The fair value of such bonds pledged must equal 102% of the funds deposited. The security pledged by the various depositories utilized during the year and at December 31, 2024, was in excess of the minimum requirements just described.

The Township has adopted GASB Statement No. 72, *Fair Value Measurement and application*. In accordance with this Statement, investments in marketable securities with readily determinable fair value and all investments in debt securities are reported at their fair values.

The law provides that the Township's Pension Trust Funds may invest in any form or type of investment, financial instrument, or financial transaction if determined by the Township to be prudent.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Receivables and Payables - Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either “due to/from other funds” (i.e., the current portion of interfund loans) or “advances to/from other funds” (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as “due to/from other funds.” Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as “internal balances.”

Real Estate Taxes - Real estate taxes are recorded as revenues when the taxes are levied. All property tax receivables are shown net of an allowance for uncollectibles. At December 31, 2024, all tax receivables were deemed to be fully collectible. There is no tax receivable allowance due to the materiality of the outstanding receivables.

Real estate taxes are levied on January 1 on property values assessed as of the same date. Taxes are billed March 1 and are due on June 30 of each year. A 2% discount is provided for taxes paid prior to May 1. A 10% penalty is applied to taxes paid after June 30. Any unpaid bills at December 31 are subject to lien, and penalties and interest are assessed.

Other taxes levied in 2024:

Real estate transfer tax	0.5% of sales price
Earned income tax	0.75% of gross income
Local service tax	\$52 per person

Provision for Estimated Uncollectible Receivables - No provision is considered necessary for other receivables.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net assets that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The Township has three items that qualify for reporting in this category. The deferred charge on refunding results from the difference in carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. Deferred outflows of resources related to pensions is reported in the government-wide statement of net position and the proprietary fund statement of net position and is the result of differences between pension plan expected and actual experience and changes in pension plan assumptions. Deferred outflows of resources related to OPEB is reported in the government-wide statement of net position and the proprietary fund statement of net position and are the result of differences between expected and actual experience, and changes of assumptions.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial element, deferred inflows of resources, represents an acquisition of net assets that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Township has three items, which qualify for reporting in this category. Unavailable revenue, which arises only under a modified accrual basis of accounting, is reported only in the Governmental Funds balance sheet. The Governmental Funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. Deferred inflows of resources related to pensions is reported in the government-wide statement of net position and the proprietary fund statement of net position and is the result of differences between pension plan expected and actual experience and the difference between projected and actual investment earnings. Deferred inflows of resources related to OPEB is reported in the government-wide statement of net position and the proprietary fund statement of net position and is the result of differences between changes of assumptions, and the difference between projected and actual investment earnings.

Capital Assets - Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks and similar items) are reported in the applicable governmental or business – type activities columns in the entity-wide financial statements as well as in the proprietary fund financial statements. The township capitalizes assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. The Township reports infrastructure assets on a network and subsystem basis. Accordingly, the amounts spent for the construction or acquisition of infrastructure assets are capitalized and reported in the entity-wide financial statements regardless of their amount. Such assets are recorded at historical cost if purchased or constructed. In accordance with GASB Statement No. 51, “Accounting and Financial Reporting for Intangible Assets,” the Township capitalizes contributions to the Valley Forge Sewer Authority for the purchase of additional sewer treatment capacity.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets’ lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed, inclusive of ancillary costs.

Depreciation has been provided over the estimated useful lives of property, plant and equipment using the straight-line method as follows:

	<u>Years</u>
Site improvements	20
Buildings and improvements	20-40
Infrastructure	15-50
Machinery and equipment	3-12
Vehicles	3-12

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Long-Term Obligations - In the government-wide financial statements and the Proprietary Fund Types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or Proprietary Fund Type statement of net position.

In the fund financial statements, Governmental Fund Types reports discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received and discounts paid on debt issuance are reported as other financing sources and uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures, except for refunding's paid from proceeds which are reported as other financing uses.

Net Position Flow Assumption

Sometimes the Township will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and Proprietary Fund financial statements, a flow assumption should be made about the order in which the resources are considered to be applied. It is the Township's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

In the fund financial statements, Governmental Fund Types recognize bond premiums and discounts, as well as issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt are reported as other financing uses. Issuance costs, even if withheld from the actual net proceeds received, are reported as expenditures.

Net Position - The Township has implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on the Township's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

- **Nonspendable Fund Balance** - Amounts that are not in spendable form (such as inventory) or are required to be maintained intact.
- **Restricted Fund Balance** - Amounts constrained to specific purposes by their providers (such as grantors, bondholders and higher levels of government) through constitutional provisions or by enabling legislation.
- **Committed Fund Balance** - Amounts constrained to specific purposes by the Township itself, using its highest level of decision-making authority (the Board of Supervisors). To be reported as committed, amounts cannot be used for any other purpose unless the Township takes the same highest level action to remove or change the constraint.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

- **Assigned Fund Balance** - Amounts the Township intends to use for a specific purpose. Intent can be expressed by the Board of Supervisors or by an official or body to which the Board of Supervisors delegates the authority. As of December 31, 2024, the Board has not delegated the authority to assign fund balance.
- **Unassigned Fund Balance** - Amounts available for any purpose. Positive amounts are reported only in the General Fund.

The Board of Supervisors establishes (and modifies or rescinds) fund balance commitments by passage of a motion, which is the most binding action management can take. Assigned fund balance is intended to be used by the Township for specific purposes but does not meet the criteria to be classified as restricted or committed.

The Township will typically use restricted fund balances first, followed by committed resources and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of these other classified funds.

Cash and Cash Equivalents - For purposes of reporting cash flows for the Proprietary Funds, all highly liquid investments with original maturities of three months or less are considered short-term investments.

Concentrations of Credit Risk - The Township's revenues and receivables for taxes and utility service are mostly derived from residents and businesses located in the Township and are, therefore, subject to the economic conditions of the area.

Compensated Absences - Full-time employees are granted vacation benefits in varying amounts to specified maximums. Certain employees may carry over 40 hours of unused vacation time into the following year or receive compensation for those hours. Certain employees may accumulate up to 480 hours of unused sick time and, depending on years of services, may receive payment for some or all of that time at retirement or resignation. The liability for those compensated absences is recorded as long-term debt in the entity-wide and proprietary fund financial statements. In the fund financial statements, governmental funds report a liability for compensated absences only if they have matured. Historically the General Fund has been responsible for liquidation of compensated absences associated with governmental activities. Compensated absences associated with business-type activities are liquidated from the fund in which the liability was generated.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Authority implemented GASB Statement No. 101, Compensated Absences, effective January 1, 2024. The objective of GASB 101 is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. This Statement requires that liabilities for compensated absences be recognized for (1) leave that has not been used and (2) leave that has been used but not yet paid in cash or settled through noncash means. A liability should be recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) the leave is more likely than not to be used for time off or otherwise paid in cash or settled through noncash means. Leave is attributable to services already rendered when an employee has performed the services required to earn the leave. Leave that accumulates is carried forward from the reporting period in which it is earned to a future reporting period during which it may be used for time off or otherwise paid or settled. In estimating the leave that is more likely than not to be used or otherwise paid or settled, a government should consider relevant factors such as employment policies related to compensated absences and historical information about the use or payment of compensated absences.

The adoption of GASB 101 did not have a material impact on the financial statements.

Prepaid Items - Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements. Prepaid items are accounted for under the consumption method.

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Accordingly, actual results could differ from those estimates.

NOTE B - DEPOSITS AND INVESTMENTS

Deposits

Custodial Credit Risk - Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits may not be returned to it. As of December 31, 2024, the Township's deposits had a total bank balance of \$76,726,706 of which \$11,562,683 was insured by the Federal Depository Insurance Corporation. The remaining bank balance of \$65,164,023 was uninsured of which \$18,362,026 was collateralized in accordance with Act 72 of the Commonwealth of Pennsylvania Legislature, \$45,681,564 was in the Pennsylvania Local Government Investment Trust (PLGIT), and \$1,120,433 was brokerage cash.

Investments Held by the Township

The Township has investments in US Treasury Obligations of \$24,502,308 which mature in less than one year.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE B - DEPOSITS AND INVESTMENTS

Investments Held by the Township’s Pension and OPEB Plans

As of December 31, 2024, the Township’s Pension and OPEB Plans had the following investments:

Investment Type	Fair Value	Total	Investment Maturities Less Than One Year
FIDUCIARY FUNDS			
Domestic equity mutual funds	\$ 14,649,745	\$ 14,649,745	\$ 14,649,745
International equity mutual funds	5,500,844	5,500,844	5,500,844
Exchange-traded funds	1,379,663	1,379,663	1,379,663
Fixed income mutual funds	8,601,340	8,601,340	8,601,340
Real estate mutual funds	972,352	972,352	972,352
TOTAL FIDUCIARY FUNDS	\$ 31,103,944	\$ 31,103,944	\$ 31,103,944

Fair Value Measurement - The Township categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted market prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The Township has the following recurring fair value measurements as of December 31, 2024:

Township Investments in US Treasury Obligations of \$24,502,308 are valued using quoted market prices (Level 1 inputs).

Pension Investments in domestic equity mutual funds of \$14,649,745, international equity mutual funds of \$5,500,844, exchange-traded funds of \$1,379,663, fixed income mutual funds of \$8,601,340, and real estate mutual funds of \$972,352 are valued using quoted market prices (Level 1 inputs).

Interest Rate Risk - This is the risk that changes in interest rates will adversely affect the fair value of an investment. The Township’s investment policy includes a balancing provision to address this type of risk.

Credit Risk - This is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits the investment of government funds as described in Note A. The Township’s investment policy does not further limit its investment choices.

Concentration of Credit Risk - This is the risk of loss attributed to the magnitude of a government’s investment in a single issuer. There are no investments in any one issuer that is in excess of 5 percent of the government’s total investments.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE C - CAPITAL ASSETS

Changes in capital asset activity for the year ended December 31, 2024, were as follows:

	Balance January 1, 2024	Increases	Decreases	Balance December 31, 2024
	<u> </u>	<u> </u>	<u> </u>	<u> </u>
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 1,076,488	\$ -	\$ -	\$ 1,076,488
Construction in progress	3,585,505	324,120	-	3,909,625
TOTAL CAPITAL ASSETS NOT BEING DEPRECIATED	<u>4,661,993</u>	<u>324,120</u>	<u>-</u>	<u>4,986,113</u>
Capital assets being depreciated				
Site Improvements	2,461,652	197,409	-	2,659,061
Buildings and improvements	9,786,033	65,460	-	9,851,493
Infrastructure	47,243,606	1,316,487	-	48,560,093
Machinery and equipment	1,618,395	335,292	-	1,953,687
Vehicles	3,097,134	797,637	(203,512)	3,691,259
TOTAL CAPITAL ASSETS BEING DEPRECIATED	<u>64,206,820</u>	<u>2,712,285</u>	<u>(203,512)</u>	<u>66,715,593</u>
Accumulated depreciation				
Site Improvements	(987,023)	(118,036)	-	(1,105,059)
Buildings and improvements	(2,813,390)	(243,744)	-	(3,057,134)
Infrastructure	(42,362,210)	(934,621)	-	(43,296,831)
Machinery and equipment	(1,370,941)	(72,167)	-	(1,443,108)
Vehicles	(2,080,189)	(318,075)	203,512	(2,194,752)
TOTAL ACCUMULATED DEPRECIATION	<u>(49,613,753)</u>	<u>(1,686,643)</u>	<u>203,512</u>	<u>(51,096,884)</u>
TOTAL CAPITAL ASSETS BEING DEPRECIATED, net	<u>14,593,067</u>	<u>1,025,642</u>	<u>-</u>	<u>15,618,709</u>
GOVERNMENTAL ACTIVITIES				
CAPITAL ASSETS, net	<u>\$ 19,255,060</u>	<u>\$ 1,349,762</u>	<u>\$ -</u>	<u>\$ 20,604,822</u>

Depreciation expense was charged to governmental functions as follows:

GOVERNMENTAL ACTIVITIES	
General government	\$ 50,706
Public safety	193,777
Public works, highways and streets	1,319,809
Parks and recreation	<u>122,351</u>
	<u>\$ 1,686,643</u>

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE D - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables at December 31, 2024, are as follows:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
GOVERNMENTAL FUNDS		
General Fund	\$ 10,962,984	\$ 2,593,479
Capital Improvement Fund	2,241,163	6,506,232
Park Development Fund	149,600	1,429,468
Street Light Fund	29,448	27,015
State Fund	-	1,214,393
Transportation Improvement Fund	417,852	-
BUSINESS-TYPE ACTIVITIES		
Sewer Fund	<u>1,424,910</u>	<u>3,455,370</u>
	<u>\$ 15,225,957</u>	<u>\$ 15,225,957</u>

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made.

Interfund transfers at December 31, 2024 are as follows:

	<u>Transfer Out</u>	<u>Transfer In</u>
GOVERNMENTAL FUNDS		
General Fund	\$ -	\$ 96,656
BUSINESS-TYPE ACTIVITIES		
Sewer Fund	<u>96,656</u>	<u>-</u>
	<u>\$ 96,656</u>	<u>\$ 96,656</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) move Sewer Fund resources to provide an annual subsidy to the general fund.

NOTE E - RECEIVABLES

Receivables as of December 31, 2024, are as follows:

	<u>General Fund</u>	<u>Other Governmental Funds</u>	<u>Sewer Fund</u>	<u>Totals</u>
RECEIVABLES				
Accounts	\$ 44,361	\$ 1,216	\$ 253,534	\$ 299,111
Taxes	<u>2,706,864</u>	<u>-</u>	<u>-</u>	<u>2,706,864</u>
	<u>\$ 2,751,225</u>	<u>\$ 1,216</u>	<u>\$ 253,534</u>	<u>\$ 3,005,975</u>

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE F - LONG-TERM DEBT

Long-term liability for the year ended December 31, 2024, is as follows:

	Balance January 1, 2024	Additions	Reductions	Balance December 31, 2024	Due Within One Year
GOVERNMENTAL ACTIVITIES					
General Obligation Bonds					
Series of 2014	\$ 570,000	\$ -	\$ (280,000)	\$ 290,000	\$ 290,000
Series of 2016	5,865,000	-	(50,000)	5,815,000	55,000
TOTAL GENERAL OBLIGATION BONDS	6,435,000	-	(330,000)	6,105,000	345,000
Bond premium	31,501	-	(1,969)	29,532	-
Bond discount	(2,663)	-	167	(2,496)	-
Net pension liability	4,620,527	-	(1,310,462)	3,310,065	-
Net OPEB liability	14,199,022	-	(553,716)	13,645,306	-
Compensated absences	29,845	452,820	-	482,665	203,598
TOTAL GOVERNMENTAL ACTIVITIES LONG-TERM LIABILITIES	<u>\$ 25,313,232</u>	<u>\$ 452,820</u>	<u>\$ (2,195,980)</u>	<u>\$ 23,570,072</u>	<u>\$ 548,598</u>
BUSINESS-TYPE ACTIVITIES					
General Obligation Bonds					
Series B of 2012	\$ 1,535,000	\$ -	\$ (755,000)	\$ 780,000	\$ -
Series of 2013	11,745,000	-	(50,000)	11,695,000	-
TOTAL GENERAL OBLIGATION BONDS	13,280,000	-	(805,000)	12,475,000	830,000
Bond discounts	(181,388)	-	19,536	(161,852)	-
TOTAL BUSINESS-TYPE ACTIVITIES LONG-TERM LIABILITIES	<u>\$ 13,098,612</u>	<u>\$ -</u>	<u>\$ (785,464)</u>	<u>\$ 12,313,148</u>	<u>\$ 830,000</u>

Payments on the bonds payable pertaining to the Township's governmental activities are made by the General Fund. Payments of compensated absences, pension and OPEB liabilities pertaining to the Township's governmental activities are made by the General Fund. Historically, the General Fund has been used to liquidate the activities noted above.

Governmental Activities Debt

General Obligation Series of 2014 - General Obligation Bonds, Series of 2014 were issued in the original amount of \$8,040,000. Interest rates range from 1.0% to 4.0% with interest payable semi-annually and principal payable annually from June 2015 through December 2039. These bonds were issued to finance the new Public Works building and additional park developments.

General Obligation Series of 2016 - General Obligation Bonds, Series of 2016 were issued in the original amount of \$6,160,000. Interest rates range from 2.0% to 3.0% with interest payable semi-annually and principal payable annually from June 2017 through December 2039. These bonds were issued to advance refund a portion of the General Obligation Bonds, Series of 2014 and to pay the cost of the bond issuance. The refunding resulted in an economic gain of \$297,663 and a decrease in future cash flows of \$307,026.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE F - LONG-TERM DEBT

Business-Type Activities Debt

General Obligation Bonds, Series of 2012B - General Obligation Bonds, Series of 2012B, were issued in the original amount of \$4,130,000. Interest rates range from 1.0% to 3.0% with interest payable semi-annually and principal payable annually from September 2020 through September 2025. These bonds were issued to redeem and prepay 2005 bonds to reduce costs.

General Obligation Bonds, Series of 2013 - General Obligation Bonds, Series of 2013, were issued in the original amount of \$12,145,000. Interest rates range from 2.0% to 3.6% with interest payable semi-annually from September 2013 through September 2038. These bonds were issued to finance sewer expansions and upgrades.

Total Scheduled Annual Debt Service

The Township's total scheduled annual debt service on all long-term debt is as follows:

<u>Year Ending December 31,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2025	\$ 345,000	\$ 164,950
2026	350,000	156,020
2027	355,000	149,020
2028	360,000	141,920
2029	370,000	134,000
2030 to 2034	2,010,000	524,940
2035 to 2039	<u>2,315,000</u>	<u>212,550</u>
	<u>\$ 6,105,000</u>	<u>\$ 1,483,400</u>

<u>Year Ending December 31,</u>	<u>Business-Type Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2025	\$ 830,000	\$ 417,570
2026	735,000	392,858
2027	755,000	372,278
2028	780,000	349,628
2029	805,000	325,838
2030 to 2034	4,435,000	1,213,024
2035 to 2038	<u>4,135,000</u>	<u>380,123</u>
	<u>\$ 12,475,000</u>	<u>\$ 3,451,319</u>

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE G - DEFINED BENEFIT PENSION PLAN (POLICE PENSION PLAN)

Police Pension Plan

Summary of Significant Accounting Policies - Police Pension Plan investments are carried at fair value as reported by the investment managers. Short-term investments are reported at cost, which approximates fair value. Financial information of the Township's Police Pension Plan is presented on the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due as required by the Act. For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position have been determined on the same basis as they are reported by the pension plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms.

Plan Description

Plan Administration - The Township administers the Police Pension Plan--a single-employer defined benefit pension plan that provides pensions for all regular, full-time police officers. The plan is part of the Township's financial reporting entity and is included in the Township's financial statements as a Pension Trust Fund. The plan does not issue separate, stand-alone financial statements.

The plan is governed by the Township Board of Supervisors which is responsible for the management of plan assets. The Township Board of Supervisors has appointed the Pension Board as the official body to which all related investment matters of the plan are delegated. The Pension Board consists of five members, which may consist of elected officials, management, and/or members of the plan. The Township Board of Supervisors has delegated the authority to manage certain plan assets to TCG Investment Advisory, Inc., with Broadridge Matrix Trust Company as custodian.

Plan Membership - At December 31, 2024, plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	18
Inactive plan members entitled to but not yet receiving benefits	1
Active plan members	<u>20</u>
	<u><u>39</u></u>

Benefits Provided - The Police Pension Plan provides retirement benefits as well as death and disability benefits under Pennsylvania Act 600.

Eligibility Requirements:

Normal Retirement - Age 50 and 25 years of service.

Early Retirement - 20 or more years of service.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE G - DEFINED BENEFIT PENSION PLAN (POLICE PENSION PLAN)

Vesting - None for the first 12 years of service; thereafter, 100%. If a member dies before the pension becomes vested, the surviving spouse or minor children shall receive repayment of the member's contributions, if any, plus interest.

Deferred Retirement Option Program (DROP):

The plan offers a Deferred Retirement Option Program (DROP) to officers who are eligible to retire. There are 6 members participating for the year ended December 31, 2024.

Retirement Benefit:

The monthly pension shall be 50% of the average monthly salary over the participant's last 36 months of employment, plus an incremental pension of \$25 per month for each completed year of service in excess of twenty-five years up to a maximum of \$100 per month. The early retirement pension shall be the actuarial equivalent of a partial superannuation retirement benefit.

Survivor Benefit:

A pension benefit shall be automatically provided to a retired officer's spouse or to the spouse of an officer eligible to retire, equal to no less than 50% of the eligible pension. If no spouse, or if spouse subsequently dies, the benefit shall apply to children under age 18, or if attending college, under or attaining age 23.

Disability Benefit:

Service-Related - The monthly disability pension benefit shall be calculated at no less than 50% of the member's salary at the time the disability was incurred. Said pension shall be reduced by any benefits received for the same injuries under the Social Security Act.

Nonservice-Related - None.

Post-Retirement Adjustments:

A cost of living adjustment may be provided to retired officers. Annual adjustment not to exceed the increase in the Consumer Price Index from year to year with a 3% maximum annual increase. Total adjustments not to exceed 30% of the retiree's original pension.

The benefit provisions of the Township's Police Pension Plan are established by Township ordinances.

Contributions - Pennsylvania Act 205 of 1984 (as amended) requires that annual contributions be based upon the minimum municipal obligation (MMO), which is based on the plan's actuarial valuation. The MMO includes the normal cost, estimated administrative expenses and an amortization contribution of the unfunded actuarial accrued liability, less estimated member contributions, and a credit equal to 10% of the excess (if any) of the actuarial value of assets over the actuarial accrued liability. The Commonwealth provides an allocation of funds, which must be used for pension funding. A financial requirement established by the MMO, which exceeds state and member contributions, must be funded by the employer.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE G - DEFINED BENEFIT PENSION PLAN (POLICE PENSION PLAN)

As a condition of participation, participants are required to make contributions to the plan. Covered employees are required by statute to contribute 5% of their compensation to the plan. The Township is required by statute, principally Pennsylvania Act 205, to contribute the remaining amounts necessary to finance the plan.

In 2024, the MMO obligation for the Police Pension Plan was \$721,608. For the year 2024, contributions of \$721,608 were made by the Township.

Administrative costs, which may include, but are not limited to, investment management fees and actuarial services, are charged to the appropriate plan and funded through the MMO and/or plan earnings. On-behalf payments of fringe benefits and salaries for the Township's employees were recognized as revenues and expenditures during the year.

Investments

Investment Policy - The Pension Board, with the assistance of TCG Investment Advisory, Inc., shall select the appropriate asset weighting percentage to be allocated to each specific asset class. Each asset class shall consist of a combination of investment options that have been made available to obtain the absolute investment objective of the fund. Investments shall be diversified with the intent to minimize the risk of large investment losses. Consequently, the total portfolio will be constructed and maintained to provide prudent diversification with regard to the concentration of holdings in investment funds specializing in individual issues, issuers, countries, governments, or industries. The following was the Board's adopted asset allocation policy as of December 31, 2024:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic equity	50%
International equity	8%
Fixed income	35%
Real estate	5%
Cash	2%
	<u>100%</u>

Concentrations - There are no investments in any one issuer that is in excess of 5 percent of the total investments.

Rate of Return - For the year ended December 31, 2024, the annual money-weighted rate of return on plan investments, net of plan investment expense, was 12.00%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE G - DEFINED BENEFIT PENSION PLAN (POLICE PENSION PLAN)

Net Pension Liability of the Township - The components of the net pension liability of the Township at December 31, 2024, were as follows:

Total pension liability	\$ 18,786,256
Plan fiduciary net position	<u>(17,142,934)</u>
NET PENSION LIABILITY	\$ <u>1,643,322</u>
 Plan fiduciary net position as a percentage of the total pension liability	 <u>91.25%</u>

Actuarial Assumptions - The total pension liability was determined by an actuarial valuation as of January 1, 2023, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3%
Salary increases	5% annual increase
Investment rate of return	7.25%

Mortality rates were based on the PubS-2010 mortality table, including rates for disabled retirees and contingent survivors. Incorporated into the table are rates projected generationally using Scale MP-2021 to reflect mortality improvement.

Due to the size of the plan, there have been no experience studies used to determine plan assumptions.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class included in the plan's target asset allocation as of December 31, 2024 (see the plan's investment policy) are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	5.50% - 7.50%
International equity	4.50% - 6.50%
Fixed income	1.00% - 3.00%
Real estate	4.50% - 6.50%
Cash	0.00% - 1.00%

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE G - DEFINED BENEFIT PENSION PLAN (POLICE PENSION PLAN)

Discount Rate - The discount rate used to measure the total pension liability was 7.25%. The pension plan's fiduciary net position is projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The employer has always met the funding requirements of Pennsylvania law Act 205 of 1984. Act 205 requires full funding of the entry age normal cost plus plan expenses, as well as amortization of the unfunded liability.

Changes in the Net Pension Liability

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at December 31, 2023	\$ 17,439,043	\$ 15,211,759	\$ 2,227,284
Changes for the year			
Service cost	362,216	-	362,216
Interest cost	1,718,723	-	1,718,723
Contributions			
Employer	-	721,608	(721,608)
Member	-	124,573	(124,573)
Net investment income	-	1,818,720	(1,818,720)
Benefit payments	(733,726)	(733,726)	-
Net changes	<u>1,347,213</u>	<u>1,931,175</u>	<u>(583,962)</u>
Balances at December 31, 2024	<u>\$ 18,786,256</u>	<u>\$ 17,142,934</u>	<u>\$ 1,643,322</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following presents the net pension liability of the Township, calculated using the discount rate of 7.25%, as well as what the Township's net pension would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ <u>3,614,502</u>	\$ <u>1,643,322</u>	\$ <u>(1,605)</u>

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE G - DEFINED BENEFIT PENSION PLAN (POLICE PENSION PLAN)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - For the year ended December 31, 2024, the Township recognized pension expense of \$914,292 for this pension plan, and \$1,488,412 for all pension plans. At December 31, 2024, the Township reported deferred outflows of resources and deferred inflows of resources related to the Police Pension Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
	<u> </u>	<u> </u>
Difference between expected and actual experience	\$ -	\$ 602,761
Changes of assumptions	396,905	-
Net difference between projected and actual earnings on pension plan investments	<u>78,519</u>	<u>-</u>
Total	<u>\$ 475,424</u>	<u>\$ 602,761</u>

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

<u>Year Ending December 31,</u>	
2025	\$ 208,232
2026	398,069
2027	(457,381)
2028	(209,306)
2029	(66,951)
Thereafter	-

NOTE H - DEFINED BENEFIT PENSION PLAN (NON-UNIFORMED PENSION PLAN)

Non-Uniformed Pension Plan

Summary of Significant Accounting Policies - Non-Uniformed Pension Plan investments are carried at fair value as reported by the investment managers. Short-term investments are reported at cost, which approximates fair value. Financial information of the Township's Non-Uniformed Pension Plan is presented on the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due as required by the Act. For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position have been determined on the same basis as they are reported by the pension plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE H - DEFINED BENEFIT PENSION PLAN (NON-UNIFORMED PENSION PLAN)

Plan Description

Plan Administration - The Township administers the Non-Uniformed Pension Plan--a single-employer defined benefit pension plan that provides pensions for all regular, full-time non-uniformed employees. The plan is part of the Township's financial reporting entity and is included in the Township's financial statements as a Pension Trust Fund. The plan does not issue separate, stand-alone financial statements.

The plan is governed by the Township Board of Supervisors which is responsible for the management of plan assets. The Township Board of Supervisors has appointed a pension committee as the official body to which all related investment matters of the plan are delegated. The pension committee consists of five members, which may consist of elected officials, management, and/or members of the plan. The Township Board of Supervisors has delegated the authority to manage certain plan assets to TCG Investment Advisory, Inc., with Broadridge Matrix Trust Company as custodian.

Plan Membership - At December 31, 2024, plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	25
Inactive plan members entitled to but not yet receiving benefits	2
Active plan members	<u>14</u>
	<u><u>41</u></u>

Benefits Provided - The Non-Uniformed Pension Plan provides retirement and other benefits.

Eligibility Requirements:

Normal Retirement - For participants represented by a collective bargaining unit and hired prior to January 1, 2006, the normal retirement date is age 64 and 10 years of service. For participants not represented by a collective bargaining agreement and hired prior to January 1, 2006, the normal retirement date is age 63 and 10 years of service. For participants hired on or after January 1, 2006, the normal retirement date is age 64 and 10 years of service.

Early Retirement - Age 55 and 10 years of service.

Vesting - For participants hired on or after January 1, 2006 - none for the first 10 years of service; thereafter, 100%. For participants hired prior to January 1, 2006 - 50% after 5 full years of service; thereafter, 10% per year until 100% vested after 10 years. If a member dies before the pension becomes vested, the surviving spouse or minor children shall receive repayment of the member's contributions, if any, plus interest.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE H - DEFINED BENEFIT PENSION PLAN (NON-UNIFORMED PENSION PLAN)

Retirement Benefit:

For participants hired on or after January 1, 2006, the monthly pension shall be 2.00% for each year of service times the average monthly compensation over the participants last 60 months of employment. For participants hired prior to January 1, 2006, the monthly pension shall be 50% of the final average monthly compensation over the participant's last 36 months of employment. The early retirement pension shall be a partial superannuation retirement benefit determined by a table in the governing resolution.

Disability Benefit:

Service-Related - The accrued retirement benefit determined at the date of disability. The disability benefit shall commence at the normal retirement date.

The benefit provisions of the Township's Non-Uniformed Pension Plan are established by Township ordinances.

Contributions - Pennsylvania Act 205 of 1984 (as amended) requires that annual contributions be based upon the minimum municipal obligation (MMO), which is based on the plan's actuarial valuation. The MMO includes the normal cost, estimated administrative expenses and an amortization contribution of the unfunded actuarial accrued liability, less estimated member contributions, and a credit equal to 10% of the excess (if any) of the actuarial value of assets over the actuarial accrued liability. The Commonwealth provides an allocation of funds, which must be used for pension funding. A financial requirement established by the MMO, which exceeds state and member contributions, must be funded by the employer.

Covered employees are required to contribute 5% of their compensation to the plan. The Township is required by statute, principally Pennsylvania Act 205, to contribute the remaining amounts necessary to finance the plan. Contribution provisions are established by Pennsylvania law and may be amended only as allowed by Pennsylvania law.

In 2024, the MMO obligation for the Non-Uniformed Pension Plan was \$203,492. For the year 2024, contributions of \$203,492 were made by the Township.

Administrative costs, which may include, but are not limited to, investment management fees and actuarial services, are charged to the appropriate plan and funded through the MMO and/or plan earnings. On-behalf payments of fringe benefits and salaries for the Township's employees were recognized as revenues and expenditures during the year.

EAST WHITELAND TOWNSHIP
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 DECEMBER 31, 2024

NOTE H - DEFINED BENEFIT PENSION PLAN (NON-UNIFORMED PENSION PLAN)

Investments

Investment Policy - The Pension Board, with the assistance of TCG Investment Advisory, Inc., shall select the appropriate asset weighting percentage to be allocated to each specific asset class. Each asset class shall consist of a combination of investment options that have been made available to obtain the absolute investment objective of the fund. Investments shall be diversified with the intent to minimize the risk of large investment losses. Consequently, the total portfolio will be constructed and maintained to provide prudent diversification with regard to the concentration of holdings in investment funds specializing in individual issues, issuers, countries, governments, or industries.

The following was the Committee's adopted asset allocation policy as of December 31, 2024:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic equity	61%
International equity	9%
Fixed income	23%
Real estate	4%
Cash	3%
	<u>100%</u>

Concentrations - There are no investments in any one issuer that is in excess of 5 percent of the total investments.

Rate of Return - For the year ended December 31, 2024, the annual money-weighted rate of return on plan investments, net of plan investment expense, was 12.20%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability of the Township - The components of the net pension liability of the Township at December 31, 2024, were as follows:

Total pension liability	\$ 8,767,533
Plan fiduciary net position	<u>(8,249,008)</u>
NET PENSION LIABILITY	<u>\$ 518,525</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>94.09%</u>

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE H - DEFINED BENEFIT PENSION PLAN (NON-UNIFORMED PENSION PLAN)

Actuarial Assumptions - The total pension liability (asset) was determined by an actuarial valuation as of January 1, 2023, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3%
Salary increases	4.5% annual increase
Investment rate of return	7.25%

Mortality rates were based on the PubG-2010 mortality table, including rates for disabled retirees and contingent survivors. Incorporated into the table are rates projected generationally using Scale MP-2021 to reflect mortality improvement.

Due to the size of the plan, there have been no experience studies used to determine plan assumptions.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class included in the plan's target asset allocation as of December 31, 2024 (see the plan's investment policy) are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	5.50% - 7.50%
International equity	4.50% - 6.50%
Fixed income	1.00% - 3.00%
Real estate	4.50% - 6.50%
Cash	0.00% - 1.00%

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE H - DEFINED BENEFIT PENSION PLAN (NON-UNIFORMED PENSION PLAN)

Discount Rate - The discount rate used to measure the total pension liability was 7.25%. The pension plan's fiduciary net position is projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The employer has always met the funding requirements of Pennsylvania law Act 205 of 1984. Act 205 requires full funding of the entry age normal cost plus plan expenses, as well as amortization of the unfunded liability.

Changes in the Net Pension Liability

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at December 31, 2023	\$ 8,638,280	\$ 7,727,616	\$ 910,664
Changes for the year			
Service cost	151,910	-	151,910
Interest cost	614,203	-	614,203
Contributions			
Employer	-	203,492	(203,492)
Member	-	59,864	(59,864)
Net investment income	-	894,896	(894,896)
Benefit payments	(636,860)	(636,860)	-
Net changes	<u>129,253</u>	<u>521,392</u>	<u>(392,139)</u>
Balances at December 31, 2024	<u>\$ 8,767,533</u>	<u>\$ 8,249,008</u>	<u>\$ 518,525</u>

Sensitivity of the Net Pension Liability (Asset) to Changes in the Discount Rate - The following presents the net pension liability of the Township, calculated using the discount rate of 7.25%, as well as what the Township's net pension would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ <u>1,339,292</u>	\$ <u>518,525</u>	\$ <u>(189,224)</u>

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE H - DEFINED BENEFIT PENSION PLAN (NON-UNIFORMED PENSION PLAN)

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - For the year ended December 31, 2024, the Township recognized pension expense of \$210,545 for this pension plan, and \$1,488,412 for all pension plans. At December 31, 2024 the Township reported deferred outflows of resources and deferred inflows of resources related to the Non-Uniformed Pension Plan from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ 75,858
Changes in assumptions	36,958	-
Net difference between projected and actual earnings on pension plan investments	<u>126,441</u>	<u>-</u>
Total	<u>\$ 163,399</u>	<u>\$ 75,858</u>

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

<u>Year Ending December 31,</u>	
2025	\$ 115,984
2026	242,274
2027	(193,236)
2028	(77,481)
2029	-
Thereafter	-

EAST WHITELAND TOWNSHIP
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 DECEMBER 31, 2024

NOTE I - DEFINED BENEFIT PENSION PLAN (FIREFIGHTER PENSION PLAN)

Firefighter Pension Plan

Summary of Significant Accounting Policies - The Pension Plan investments are carried at fair value as reported by the investment managers. Short-term investments are reported at cost, which approximates fair value. Financial information of the Township's Firefighter Pension Plan is presented on the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due as required by the Act. For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position have been determined on the same basis as they are reported by the pension plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms.

Plan Description

Plan Administration - The Township administers the Firefighter Pension Plan--a single-employer defined benefit pension plan that provides pensions for all regular, full-time firefighter employees. The plan is part of the Township's financial reporting entity and is included in the Township's financial statements as a Pension Trust Fund. The plan does not issue separate, stand-alone financial statements.

The plan is governed by the Township Board of Supervisors which is responsible for the management of plan assets. The Township Board of Supervisors has appointed a pension committee as the official body to which all related investment matters of the plan are delegated. The pension committee consists of five members, which may consist of elected officials, management, and/or members of the plan. The Township Board of Supervisors has delegated the authority to manage certain plan assets to TCG Investment Advisory, Inc., with Broadridge Matrix Trust Company as custodian.

Plan Membership - At December 31, 2024, plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	5
Inactive plan members entitled to but not yet receiving benefits	2
Active plan members	<u>14</u>
	<u><u>21</u></u>

Benefits Provided - The Firefighter Pension Plan provides retirement and other benefits.

Eligibility Requirements:

Normal Retirement - Age 50 and 25 years of service.

Early Retirement - 20 or more years of service, actuarially reduced to reflect early commencement of benefits.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE I - DEFINED BENEFIT PENSION PLAN (FIREFIGHTER PENSION PLAN)

Vesting - None for the first 10 years of service; thereafter, 100%. If a member dies before the pension becomes vested, the surviving spouse or minor children shall receive repayment of the member's contributions, if any, plus interest.

Deferred Retirement Option Program (DROP):

The plan offers a Deferred Retirement Option Program (DROP) to active members who have met the eligibility requirements for normal retirement within six months of reaching normal retirement. A member may participate in the DROP for a period of no more than four years. There are no members participating for the year ended December 31, 2024.

Death Benefits:

If a member dies prior to his or her annuity starting date, a death benefit shall be made to the named beneficiary equal to the participant's employee contributions with interest.

Retirement Benefit:

Normal Retirement –The amount of monthly pension is equal to 50% of average monthly compensation which is based upon the pay during the last 36 months of employment.

Service-Related - The accrued retirement benefit determined at the date of disability. The disability benefit shall commence when the participant has been declared totally and permanently disabled.

Nonservice-Related - None

The benefit provisions of the Township's Firefighter Pension Plan are established by Township ordinances.

Contributions - Pennsylvania Act 205 of 1984 (as amended) requires that annual contributions be based upon the minimum municipal obligation (MMO), which is based on the plan's actuarial valuation. The MMO includes the normal cost, estimated administrative expenses and an amortization contribution of the unfunded actuarial accrued liability, less estimated member contributions, and a credit equal to 10% of the excess (if any) of the actuarial value of assets over the actuarial accrued liability. The Commonwealth provides an allocation of funds, which must be used for pension funding. A financial requirement established by the MMO, which exceeds state and member contributions, must be funded by the employer.

Covered employees are required to contribute 5% of their compensation to the plan. The Township is required by statute, principally Pennsylvania Act 205, to contribute the remaining amounts necessary to finance the plan. Contribution provisions are established by Pennsylvania law and may be amended only as allowed by Pennsylvania law.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE I - DEFINED BENEFIT PENSION PLAN (FIREFIGHTER PENSION PLAN)

In 2024, the MMO obligation for the Firefighter Pension Plan was \$392,127. For the year 2024, contributions of \$392,127 were made by the Township.

Administrative costs, which may include, but are not limited to, investment management fees and actuarial services, are charged to the appropriate plan and funded through the MMO and/or plan earnings. On-behalf payments of fringe benefits and salaries for the Township's employees were recognized as revenues and expenditures during the year.

Investments

Investment Policy - The Pension Board, with the assistance of TCG Investment Advisory, Inc., shall select the appropriate asset weighting percentage to be allocated to each specific asset class. Each asset class shall consist of a combination of investment options that have been made available to obtain the absolute investment objective of the fund. Investments shall be diversified with the intent to minimize the risk of large investment losses. Consequently, the total portfolio will be constructed and maintained to provide prudent diversification with regard to the concentration of holdings in investment funds specializing in individual issues, issuers, countries, governments, or industries.

The following was the Committee's adopted asset allocation policy as of December 31, 2024:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic equity	59%
International equity	11%
Fixed income	23%
Real estate	4%
Cash	3%
	<u>100%</u>

Concentrations - There are no investments in any one issuer that is in excess of 5 percent of the total investments.

EAST WHITELAND TOWNSHIP
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 DECEMBER 31, 2024

NOTE I - DEFINED BENEFIT PENSION PLAN (FIREFIGHTER PENSION PLAN)

Rate of Return - For the year ended December 31, 2024, the annual money-weighted rate of return on plan investments, net of plan investment expense, was 11.70%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability of the Township - The components of the net pension liability of the Township at December 31, 2024, were as follows:

Total pension liability	\$ 5,750,913
Plan fiduciary net position	<u>(4,602,695)</u>
NET PENSION LIABILITY	\$ <u>1,148,218</u>
 Plan fiduciary net position as a percentage of the total pension liability	 <u>80.03%</u>

Actuarial Assumptions - The total pension liability was determined by an actuarial valuation as of January 1, 2023, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3%
Salary increases	4.5% annual increase
Investment rate of return	7.25%

Mortality rates were based on the PubS-2010 mortality table, including rates for disabled retirees and contingent survivors. Incorporated into the table are rates projected generationally using Scale MP-2021 to reflect mortality improvement.

Due to the size of the plan, there have been no experience studies used to determine plan assumptions.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE I - DEFINED BENEFIT PENSION PLAN (FIREFIGHTER PENSION PLAN)

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. The target allocation and best estimates of arithmetic real rates of return for each major asset class included in the plan's target asset allocation as of December 31, 2024 (see the plan's investment policy) are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	5.50% - 7.50%
International equity	4.50% - 6.50%
Fixed income	1.00% - 3.00%
Real estate	4.50% - 6.50%
Cash	0.00% - 1.00%

Discount Rate - The discount rate used to measure the total pension liability was 7.25%. The pension plan's fiduciary net position is projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The employer has always met the funding requirements of Pennsylvania law Act 205 of 1984. Act 205 requires full funding of the entry age normal cost plus plan expenses, as well as amortization of the unfunded liability.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE I - DEFINED BENEFIT PENSION PLAN (FIREFIGHTER PENSION PLAN)

Changes in the Net Pension Liability

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balances at December 31, 2023	\$ 5,372,955	\$ 3,890,376	\$ 1,482,579
Changes for the year			
Service cost	200,552	-	200,552
Interest cost	396,150	-	396,150
Contributions			
Employer	-	392,127	(392,127)
Member	-	80,435	(80,435)
Net investment income	-	458,501	(458,501)
Benefit payments	(218,744)	(218,744)	-
Net changes	<u>377,958</u>	<u>712,319</u>	<u>(334,361)</u>
Balances at December 31, 2024	<u>\$ 5,750,913</u>	<u>\$ 4,602,695</u>	<u>\$ 1,148,218</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following presents the net pension liability of the Township, calculated using the discount rate of 7.25%, as well as what the Township's net pension would be if it were calculated using a discount rate that is one percentage point lower (6.25%) or one percentage point higher (8.25%) than the current rate:

	1% Decrease (6.25%)	Current Discount Rate (7.25%)	1% Increase (8.25%)
Net pension liability	\$ <u>1,755,816</u>	\$ <u>1,148,218</u>	\$ <u>397,593</u>

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions - For the year ended December 31, 2024, the Township recognized pension expense of \$363,575 for this pension plan, and \$1,488,412 for all pension plans. At December 31, 2024, the Township reported deferred outflows of resources and deferred inflows of resources related to the Firefighter Pension Plan from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ 520,961	\$ -
Changes in assumptions	129,478	-
Net difference between projected and actual earnings on pension plan investments	<u>29,483</u>	<u>-</u>
TOTAL	<u>\$ 679,922</u>	<u>\$ -</u>

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE I - DEFINED BENEFIT PENSION PLAN (FIREFIGHTER PENSION PLAN)

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

<u>Year Ending December 31,</u>		
2025	\$	174,457
2026		219,645
2027		12,925
2028		67,333
2029		41,114
Thereafter		164,448

NOTE J - NON-UNIFORM EMPLOYEE DEFINED CONTRIBUTION PENSION PLAN

Plan Description

The Township has established the East Whiteland Township Non-Uniform Employee Defined Contribution Pension Plan (the "Plan"), which provides pension benefits for its full-time, non-union, non-uniform employees as defined in the plan, and who were hired on or after January 1, 2017. There is a six month period of service required in order to participate. The Plan is a single-employer defined contribution money purchase pension plan under Section 401 (a) of the Internal Revenue Code. In a defined contribution plan, the benefits to be received by an employee depend solely on the amount contributed to the participant's account and related returns on investments of those contributions. ICMA Retirement Corporation serves as the third-party administrator for the Plan, maintaining records of individual account balances and administering receipt and payment of funds. All funds contributed by the employees and employer are invested with the funds offered through ICMA-RC. The Plan does not issue separate, stand-alone financial statements.

Funding Policy

Each eligible employee covered under the Plan must make an irrevocable election to contribute 2%, 3% or 4% of gross wages. The Township contributes 4%, 6% or 8% of each participating employee's gross wages to the Plan, respectively, depending on the employee's contribution percentage. For example, if the employee elects a 2% contribution, the Township will contribute 4%; if the employee elects a 3% contribution, the Township will contribute 6%. The Township's contributions for employees and earnings allocated to their accounts vest based on period of service completed, as follows:

<u>Period of Service Completed</u>	<u>% Vested</u>
Zero	0%
One	20%
Two	40%
Three	60%
Four	80%
Five	100%

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE J - NON-UNIFORM EMPLOYEE DEFINED CONTRIBUTION PENSION PLAN

Retirement benefits may be obtained at age 65. The Township made contributions of \$74,180, of which \$0 was funded by state-shared revenues and \$74,180 was funded by the Township. Employee contributions to the Plan were \$36,693.

At December 31, 2024, there were no investments in any one organization that represented 5% or more of total plan assets available for benefits other than mutual funds, which do not require disclosure of concentration per GASB Statement No. 40.

NOTE K - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Summary of Significant Accounting Policies - The OPEB Plan investments are carried at fair value as reported by the investment managers. Short-term investments are reported at cost, which approximates fair value. Financial information of the Township's OPEB Plan is presented on the accrual basis of accounting. Employer contributions to each plan are recognized when due.

Plan Description

The Township's post-employment healthcare plan is a single-employer defined benefit healthcare plan. The plan provides medical insurance and life insurance benefits to eligible retirees. Spouses and other dependents are not covered under the plan. The Board of Supervisors assigns the authority to establish and amend benefit provisions. The plan does not issue separate, stand-alone financial statements. The plan is part of the Township's financial reporting entity and is included in the Township's financial statements as a Trust Fund. The plan does not issue separate, stand-alone financial statements.

The plan is governed by the Township Board of Supervisors which is responsible for the management of plan assets. The Township Board of Supervisors has appointed a pension committee as the official body to which all related investment matters of the plan are delegated. The pension committee consists of five members, which may consist of elected officials, management, and/or members of the plan. The Township Board of Supervisors has delegated the authority to manage certain plan assets to TCG Investment Advisory, Inc., with Broadridge Matrix Trust Company as custodian.

Measurement Date

The total OPEB liability was determined by an actuarial valuation as of January 1, 2023. Update procedures were used to roll forward to the Township's fiscal year ending December 31, 2024.

EAST WHITELAND TOWNSHIP
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 DECEMBER 31, 2024

NOTE K - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Membership - At December 31, 2024, plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	27
Inactive plan members entitled to but not yet receiving benefits	3
Active plan members	48
	78
	78

Benefits Provided

Eligibility Requirements:

Police Officers - Medical and life insurance benefits are payable for members who retire after attaining age 50 with 20 years of service. However, receipt of benefits are deferred to the date on which the officer qualifies for normal retirement had the officer remained in service (25 years of service).

Firefighters - Firefighters hired prior to December 31, 2011 or Part-time Firefighters hired prior to December 31, 2011 and subsequently promoted to full-time status, medical benefits are payable for members who retire after attaining age 50 with 20 years of service.

Non-Uniformed Employees - Medical benefits are payable for members who retire after attaining age 55 with 20 years of service.

Medical Benefits Payable upon Retirement:

Police Officers - Eligible retirees may participate in the employer's group medical plan, while under age 65 which includes basic medical, prescription drug, dental and vision coverage. At ages 65 and older, member remains in the same group medical. However, Medicare will pay primary. In addition, officers retiring after January 1, 1999 are required to enroll in Medicare Part B coverage and the Township reimburses the retiree for coverage. In addition to the aforementioned benefits, officers hired prior to September 24, 2019 who retire after September 24, 2019 will receive an annual HRA contribution (currently, \$700). These officers receive the same health benefits as active officers and are subject to any changes to the active plan made by agreement or an arbitration award. For officers hired after September 24, 2019, post-retirement medical benefits and the annual HRA contribution cease when the officer becomes eligible for Medicare.

Firefighters - Eligible retirees may participate in the employer's group medical plan, while under age 65 which includes basic medical, prescription drug, dental and vision coverage. At age 65, the member is no longer eligible to receive coverage.

Non-Uniformed Employees - Eligible retirees may participate in the employer's group medical plan, while under age 65 which includes basic medical, prescription drug, dental and vision coverage. At ages 65 and older, member remains in the same group medical. However, Medicare will pay primary. In addition, all retirees shall be required to enroll in Medicare Part B coverage and the Township reimburses the retiree for Medicare Part B coverage.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE K - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Union - Eligible employees that retire by December 31, 2026 may participate in the employer's group medical plan while under age 65, which includes basic medical, prescription drug, dental and vision coverage. At ages 65 and older, member remains in the same group medical. However, Medicare will pay primary. In addition, all retirees shall be required to enroll in Medicare Part B coverage and the Township reimburses the retiree for coverage. However, for eligible employees who have 10 years of service as of December 31, 2026, if the healthcare plan designs change for active employees, retiree coverage will change as well. In addition, any employee hired on or after January 1, 2019 or an employee who does not have 10 years of service as of December 31, 2026 and who has at least twenty (20) years of service with the Township shall be provided post-retirement medical benefits including prescription for the retiree only until the retiree reaches age 65, becomes eligible for Medicare, or the retiree dies, whichever occurs first. If the healthcare plan designs change for active employees, retiree coverage will change as well. These retirees shall be required to enroll in Medicare Part B coverage and will not be reimbursed for the Part B monthly premiums. Any employee hired on or after January 1, 2023 shall be ineligible for post-retirement medical benefits.

Disability Benefits:

Disabled Officers are eligible to continue receiving coverage for life if their disability is service related.

Life Insurance Benefits Payable upon Retirement:

Eligible retired police officers who retire while in the employ of the Township after 20 years of service are provided a life insurance benefit equal to \$20,000 until age 65. At ages 65 and older, the Township provides a life insurance benefit of \$10,000.

Dependents:

Spouses and other dependents are not covered under the Plan.

Retiree Contributions:

Contributions are not required under the Plan.

The benefit provisions of the Township's OPEB Plan are established by Township ordinances.

Funding Policy

Member contributions are not required under the plan. The contribution requirements of plan members are established and may be amended by the Board of Supervisors. The Township is accounting for these expenditures on a "pay-as-you-go" basis. The costs of administering the plans are paid by the Township.

EAST WHITELAND TOWNSHIP
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 DECEMBER 31, 2024

NOTE K - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Investments

Investment Policy - The Pension Board, with the assistance of TCG Investment Advisory, Inc., shall select the appropriate asset weighting percentage to be allocated to each specific asset class. Each asset class shall consist of a combination of investment options that have been made available to obtain the absolute investment objective of the fund. Investments shall be diversified with the intent to minimize the risk of large investment losses. Consequently, the total portfolio will be constructed and maintained to provide prudent diversification with regard to the concentration of holdings in investment funds specializing in individual issues, issuers, countries, governments, or industries.

Concentrations - There are no investments in any one issuer that is in excess of 5 percent of the total investments.

Rate of Return - For the year ended December 31, 2024, the annual money-weighted rate of return on plan investments, net of plan investment expense, was 12.00%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Actuarial Assumptions and Methods

The following assumptions and actuarial methods and calculations were used:

Discount Rate – 5.03%, based on the S&P Municipal bond 20 Year High Grade Rate Index as of December 31, 2024. The long-term expected rate of return on OPEB plan investments is 7.00% as of December 31, 2024.

Salary - An assumption for salary increases is used only for spreading contributions over future pay under the entry age normal cost method. For this purpose, salary increases are assumed to be 5.0% for Police and 4.5% for Fire and Non-Uniformed.

Withdrawal - Rates of withdrawal at selected ages are shown below:

<u>Age</u>	<u>Rate</u>	<u>Age</u>	<u>Rate</u>	<u>Age</u>	<u>Rate</u>
20	7.6621%	35	3.5764%	50	1.4100%
25	5.6744%	40	2.7857%	55	0.8519%
30	4.5133%	45	2.0797%	60	1.3119%

Mortality - PubS-2010 (Police and Fire) and PubG-2010 (Non-Uniformed) mortality tables, including rates for disabled retirees and contingent survivors. Incorporated into the tables are rates projected generationally using Scale MP-2021 to reflect mortality improvement.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE K - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Disability - Non-Police: None. Police: SOA 1987 Group LTD Table - Males, 6-month elimination. Sample rates are shown below. 100% of disabilities are assumed to be service-related.

<u>Age</u>	<u>Rate</u>	<u>Age</u>	<u>Rate</u>	<u>Age</u>	<u>Rate</u>
20	0.0764%	35	0.1242%	50	0.5396%
25	0.0854%	40	0.1760%	55	0.9770%
30	0.0986%	45	0.2944%	60	1.4774%

NOTE K - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Retirement - Assumed retirement rates vary by age and employment group. Uniformed employees under age 60 are assumed to retire at a select rate of 25% in the first year of eligibility. No employee is assumed to work beyond age 70.

<u>Age</u>	<u>Non-Uniformed</u>	<u>Uniformed</u>
50-54	0%	10%
55-59	5%	10%
60	10%	100%
61	10%	100%
62	25%	100%
63	10%	100%
64	10%	100%
65-69	20%	100%
70	100%	100%

Percentage of Eligible Retirees Electing Coverage in Plan - 100% of employees are assumed to elect coverage.

Percentage Married at Retirement - Spouses are not eligible to receive coverage.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE K - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Per Capita Claims Cost - The per capita claims cost for medical drug is based on the expected portion of the group's overall cost attributed to individuals in the specified age and gender brackets. Dental and vision costs are assumed to not vary with age or gender. The resulting costs are as follows:

Non-Police			Police		
Medical and Prescription Drug Combined			Medical and Prescription Drug Combined		
<u>Age</u>	<u>Male</u>	<u>Female</u>	<u>Age</u>	<u>Male</u>	<u>Female</u>
45-49	\$ 9,763	\$ 14,099	45-49	\$ 10,487	\$ 15,146
50-54	12,929	15,935	50-54	13,889	17,118
55-59	15,748	16,674	55-59	16,917	17,912
60-64	20,550	19,154	60-64	22,076	20,576
65-69	9,840	9,172	65-69	9,804	9,138
70-74	10,810	10,072	70-74	10,771	10,036
75-79	11,485	10,766	75-79	11,444	10,727
80-84	11,718	11,087	80-84	11,675	11,047
85-89	11,317	10,807	85-89	11,276	10,768
90-94	10,589	9,917	90-94	10,550	9,881
95+	9,819	8,561	95+	9,783	8,530

For Police retirees electing PPO 10/20 there is an additional factor of 1.116770 applied to claims cost. For Non-Police retirees electing PPO 10/20 there is an additional factor of 1.303327 applied to claims cost.

EAST WHITELAND TOWNSHIP
 NOTES TO THE BASIC FINANCIAL STATEMENTS
 DECEMBER 31, 2024

NOTE K - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Retiree Contributions - Retiree contributions are assumed to increase at the same rate as the Health Care Cost Trend Rate.

Life Insurance - It is assumed that the annual cost to provide life insurance varies by age. The assumed cost is equal to the amount of coverage times the applicable mortality factor contained in the valuation mortality table.

Health Care Cost Trend Rate – 7.0% in 2023 and 2024 with 0.5% decrease per year until 5.5% in 2028. Rates gradually decrease from 5.4% in 2029 to 4.0% in 2075 and later based on the Society of Actuaries Long-Run Medical Cost Trend Model.

Actuarial Value of Assets - Equal to the Fair Value of Assets.

Actuarial Cost Method - Entry Age Normal - Under the Entry Age Normal Cost Method, the Normal Cost is the present value of benefits allocated to the year following the valuation date. Benefits are allocated on a level basis over the earnings of an individual between the date of hire and the assumed retirement age. The Accrued Liability as of the valuation date is the excess of the present value of future benefits over the present value of future Normal Cost. The Unfunded Accrued Liability is the excess of the Accrued Liability over the Actuarial Value of Assets. Actuarial gains and losses serve to reduce or increase the Unfunded Accrued Liability.

Participant Data - Based on the census information as of January 2023.

Net OPEB Liability of the Township - The components of the net OPEB liability of the Township at December 31, 2024, were as follows:

Total OPEB liability	\$ 15,901,211
Plan fiduciary net position	<u>(2,255,905)</u>
 NET OPEB LIABILITY	 <u><u>\$ 13,645,306</u></u>
 Plan fiduciary net position as a percentage of the total OPEB liability	 <u><u>14.19%</u></u>

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE K - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Changes in the Net OPEB Liability

	Total OPEB Liability <u>(a)</u>	Plan Fiduciary Net Position <u>(b)</u>	Net OPEB Liability <u>(a)-(b)</u>
Balances at December 31, 2023	\$ 16,213,211	\$ 2,014,189	\$ 14,199,022
Changes for the year			
Service cost	403,010	-	403,010
Interest cost	787,577	-	787,577
Changes of assumptions	(867,602)	-	(867,602)
Employer contributions	-	634,985	(634,985)
Net investment income	-	246,609	(246,609)
Benefit payments	(634,985)	(634,985)	-
Administrative expenses	-	(4,893)	4,893
Net changes	<u>(312,000)</u>	<u>241,716</u>	<u>(553,716)</u>
Balances at December 31, 2024	<u>\$ 15,901,211</u>	<u>\$ 2,255,905</u>	<u>\$ 13,645,306</u>

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate - The following presents the net OPEB liability of the Township, calculated using the discount rate of 5.03%, as well as what the Township's net OPEB liability would be if it were calculated using a discount rate that is one percentage point lower (4.03%) or one percentage point higher (6.03%) than the current rate:

	1% Decrease (4.03%) <u> </u>	Current Discount Rate (5.03%) <u> </u>	1% Increase (6.03%) <u> </u>
Net OPEB liability	\$ <u>15,795,165</u>	\$ <u>13,645,306</u>	\$ <u>11,871,989</u>

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate - The following presents the net OPEB liability of the Township, as well as what the Township's net OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower or one percentage point higher than the current healthcare cost trend rates:

	1% Decrease <u> </u>	Current Rates <u> </u>	1% Increase <u> </u>
Net OPEB liability	\$ <u>11,545,828</u>	\$ <u>13,645,306</u>	\$ <u>16,231,257</u>

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE K - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

OPEB Expense and Deferred Outflows of Resource and Deferred Inflows of Resources Related to OPEB - For the year ended December 31, 2024, the Township recognized OPEB expense of \$538,688. At December 31, 2024, the Township reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ 512,882	\$ 725,346
Changes in assumptions	1,412,921	4,659,763
Net difference between projected and actual earnings	<u>-</u>	<u>3,046</u>
Total	<u>\$ 1,925,803</u>	<u>\$ 5,388,155</u>

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

<u>Year Ending December 31,</u>	
2025	\$ (488,026)
2026	(546,514)
2027	(1,269,820)
2028	(1,013,390)
2029	(144,602)
Thereafter	-

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE L - COMBINING SCHEDULES OF FIDUCIARY FUNDS

The following is a combining schedule of fiduciary net position for the Pension Trust Funds and OPEB Trust Fund:

	Pension Trust Funds			OPEB Trust Fund	Total Pension and OPEB Trust Funds
	Non-Uniformed Pension Fund	Firefighter Pension Fund	Police Pension Fund		
ASSETS					
Cash and cash equivalents	\$ 247,499	\$ 186,440	\$ 606,578	\$ 79,916	\$ 1,120,433
Investments					
Domestic equity mutual funds	3,762,287	2,073,786	7,781,910	1,031,762	14,649,745
International equity mutual funds	1,400,645	785,164	2,938,012	377,023	5,500,844
Exchange-traded funds	350,752	192,342	737,335	99,234	1,379,663
Fixed income mutual funds	2,236,472	1,207,963	4,557,208	599,697	8,601,340
Real estate mutual funds	248,808	138,259	517,012	68,273	972,352
Due from Township	<u>2,545</u>	<u>18,741</u>	<u>4,879</u>	<u>-</u>	<u>26,165</u>
TOTAL ASSETS	<u>\$ 8,249,008</u>	<u>\$ 4,602,695</u>	<u>\$ 17,142,934</u>	<u>\$ 2,255,905</u>	<u>\$ 32,250,542</u>
NET POSITION					
Restricted for pensions and other post-employment benefits	<u>\$ 8,249,008</u>	<u>\$ 4,602,695</u>	<u>\$ 17,142,934</u>	<u>\$ 2,255,905</u>	<u>\$ 32,250,542</u>

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE L - COMBINING SCHEDULES OF FIDUCIARY FUNDS

The following is a combining schedule of changes in fiduciary net position for the Pension Trust Funds:

	Pension Trust Funds			OPEB Trust Fund	Total Pension and OPEB Trust Funds
	Non-Uniformed Pension Fund	Firefighter Pension Fund	Police Pension Fund		
ADDITIONS					
Contributions					
Member contributions	\$ 59,864	\$ 80,435	\$ 124,573	\$ -	\$ 264,872
Employer contributions	203,492	392,127	721,608	634,985	1,952,212
TOTAL					
CONTRIBUTIONS	<u>263,356</u>	<u>472,562</u>	<u>846,181</u>	<u>634,985</u>	<u>2,217,084</u>
Investment earnings					
Interest and dividends	420,848	224,467	862,684	116,506	1,624,505
Net increase in the fair value of investments	492,336	243,527	992,868	130,103	1,858,834
Less investment expense	<u>(18,288)</u>	<u>(9,493)</u>	<u>(36,832)</u>	<u>-</u>	<u>(64,613)</u>
INVESTMENT EARNINGS, net	<u>894,896</u>	<u>458,501</u>	<u>1,818,720</u>	<u>246,609</u>	<u>3,418,726</u>
TOTAL ADDITIONS	<u>1,158,252</u>	<u>931,063</u>	<u>2,664,901</u>	<u>881,594</u>	<u>5,635,810</u>
DEDUCTIONS					
Benefits	636,860	218,744	733,726	634,985	2,224,315
Administrative expense	-	-	-	4,893	4,893
TOTAL DEDUCTIONS	<u>636,860</u>	<u>218,744</u>	<u>733,726</u>	<u>639,878</u>	<u>2,229,208</u>
CHANGE IN NET POSITION	521,392	712,319	1,931,175	241,716	3,406,602
NET POSITION HELD IN TRUST AT BEGINNING OF YEAR	<u>7,727,616</u>	<u>3,890,376</u>	<u>15,211,759</u>	<u>2,014,189</u>	<u>28,843,940</u>
NET POSITION HELD IN TRUST AT END OF YEAR	<u>\$ 8,249,008</u>	<u>\$ 4,602,695</u>	<u>\$ 17,142,934</u>	<u>\$ 2,255,905</u>	<u>\$ 32,250,542</u>

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE M - EXCESS OF EXPENDITURES OVER APPROPRIATIONS

The General Fund incurred expenditures in excess of appropriations in the following amounts for the year ended December 31, 2024:

General government - legislative (governing) body	\$ 1,635
General government - executive (Manager or Mayor)	451,499
General government - tax collection	10,305
General government - secretary/clerk	90,802
General government - engineering services	163,819
General government - buildings and plant	4,814
Public safety - fire protection	237,965
Public safety - planning and zoning	316,011
Public works - sanitation - solid waste collection and disposal (trash)	9,345
Public works - highways and streets - traffic control devices	13,247
Public works - highways and streets - street lighting	5,783
Public works - highways and streets - maintenance & repairs of roads & bridges	8,079
Culture and recreation - parks	19,747
Community development	18,783
Other	169,219

The excess expenditures above were covered by budgeted expenses exceeding incurred expenditures in other expense categories, excess revenues, and available fund balance.

NOTE N - RISK MANAGEMENT

The Township is exposed to various risks of loss related to tort; theft of, damage to, and destruction of assets; errors and omission injuries to employees; and natural disasters. Significant losses are covered by commercial insurance for all major programs. There were no significant reductions in insurance coverages of the 2024 year. Settlement amounts have not exceeded insurance coverage for the current year or the three prior years.

The Township is involved in various legal matters. Although the outcome of these matters is not presently determinable, in the opinion of the Township's legal counsel, the resolution of these matters will not have a material adverse effect on the financial condition of the Township.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE O - SEWER SALE

On January 28, 2021, the Township and Aqua Pennsylvania Wastewater, Inc. (Aqua) entered into an Asset Purchase Agreement (APA) pursuant to which the Township agreed to sell its wastewater system (System) to Aqua.

On July 26, 2021, Aqua filed an application to the PA Public Utilities Commission (PUC) seeking approval of the APA and for permission to serve the Township's customers. The PUC approved Aqua's application July 29, 2022.

The Township and Aqua closed on the sale of the System on August 12, 2022.

The Office of Consumer Advocate ("OCA") filed a Petition for Review of the PUC's Opinion and Order approving the sale ("Order") with the Commonwealth Court on Friday, August 25, 2022. On July 31, 2023, the Commonwealth Court reversed the PUC's Order, holding that the sale did not meet the legal requirements for approval.

As a result, on October 26, 2023, the Township, Aqua and the PUC filed petitions with the Pennsylvania Supreme Court seeking further review of the Commonwealth Court's decision. On June 14, 2024, the Supreme Court granted these petitions. On May 14, 2025, the Supreme Court heard the argument regarding the appeal. We are hopeful to have a ruling from the Supreme Court by late-2025.

EAST WHITELAND TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2024

NOTE P - CORRECTION OF AN ACCOUNTING ERROR

Error Correction (A)

During the year, the Township became aware of certain infrastructure expenses from prior periods that had not been capitalized as part of capital assets. To correct this oversight, the Township has now included these expenses in capital assets, resulting in a restatement of the Township's net position at beginning of year and depreciable capital assets for Governmental Activities. As a result, the Township's Governmental Activities net position at beginning of year was impacted by the adjustment as shown in the table below, and depreciable capital assets was increased from \$13,280,513 to \$14,593,067. The total adjustment of \$1,312,554 represents a correction of an accounting error.

Error Correction (B)

During the year, the Township became aware of certain professional development review expenses from prior periods that should be moved from the Custodial Escrow Fund to the General Fund. To correct this oversight, the Township has now adjusted these expenses eliminating previously reported interfund transactions on the balance sheet. As a result, the Township's Governmental Activities net position at beginning of year, General Fund fund balance at beginning of year, and Custodial Escrow Fund net position at beginning of year were impacted by the adjustment as shown in the table. The total adjustment of \$1,571,954 represents a correction of an accounting error.

	December 31, 2023 As Previously Reported	Error Correction (A)	Error Correction (B)	December 31, 2023 As Restated
GOVERNMENT-WIDE				
Governmental Activities	\$ 19,928,123	\$ 1,312,554	\$ (1,571,954)	\$ 19,668,723
Business-Type Activities	52,587,180	-	-	52,587,180
TOTAL PRIMARY GOVERNMENT	\$ 72,515,303	\$ 1,312,554	\$ (1,571,954)	\$ 72,255,903
GOVERNMENTAL FUNDS				
General Fund	\$ 20,785,245	-	\$ (1,571,954)	\$ 19,213,291
Capital Improvement Fund	6,884,835	-	-	6,884,835
Park Development Fund	(717,725)	-	-	(717,725)
Other Governmental Funds	973,510	-	-	973,510
TOTAL GOVERNMENTAL FUNDS	\$ 27,925,865	\$ -	\$ (1,571,954)	\$ 26,353,911
PROPRIETARY FUNDS				
Sewer Fund	\$ 52,587,180	-	-	\$ 52,587,180
FIDUCIARY FUNDS				
Pension and OPEB Trust Funds	\$ 28,843,940	-	-	\$ 28,843,940
Custodial Fund	\$ 5,344,139	-	\$ 1,571,954	\$ 6,916,093

REQUIRED SUPPLEMENTARY INFORMATION

EAST WHITELAND TOWNSHIP
SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES
GENERAL FUND
YEAR ENDED DECEMBER 31, 2024

	Budgeted Amounts		Actual Amounts	Over (Under) Budget
	Original	Final		
REVENUES				
Taxes				
Real estate taxes	\$ 878,220	\$ 878,220	\$ 826,801	\$ (51,419)
Transfer taxes	750,000	750,000	1,566,958	816,958
Earned income taxes	12,193,693	12,193,693	12,161,965	(31,728)
Local services taxes	1,300,000	1,300,000	1,267,432	(32,568)
TOTAL TAXES	15,121,913	15,121,913	15,823,156	701,243
Fees, licenses and permits				
Building	750,000	750,000	1,276,886	526,886
Zoning	25,000	25,000	20,378	(4,622)
Electrical	180,000	180,000	518,374	338,374
Plumbing	45,000	45,000	145,415	100,415
Street	10,000	10,000	19,050	9,050
Mechanical	180,000	180,000	475,664	295,664
Subdivision and land	10,000	10,000	240,963	230,963
Occupancy	20,000	20,000	35,347	15,347
Other	12,700	12,700	766,788	754,088
Cable television franchise fees	200,000	200,000	177,706	(22,294)
TOTAL FEES, LICENSES AND PERMITS	1,432,700	1,432,700	3,676,571	2,243,871
Investment income and rent	85,500	85,500	433,145	347,645
Intergovernmental revenues				
Federal				
Capital and operating grants	-	-	503,326	503,326
State				
Recycling/Act 101	1,800	1,800	-	(1,800)
Capital and operating grants	25,000	25,000	71,146	46,146
Public Utility Realty Tax (PURTA)	9,500	9,500	-	(9,500)
Alcoholic beverage licenses	4,600	4,600	-	(4,600)
General Municipal Pension System State Aid	489,543	489,543	553,657	64,114
Foreign Fire Insurance Tax Distribution	130,000	130,000	110,284	(19,716)
Local				
Capital and operating grants	25,287	25,287	20,337	(4,950)
TOTAL INTERGOVERNMENTAL REVENUES	685,730	685,730	1,258,750	573,020
Fines and forfeitures				
Police	67,000	67,000	47,408	(19,592)
Charges for services				
Public safety	145,950	145,950	79,458	(66,492)
Highways & streets	-	-	70,680	70,680
Culture and recreation	84,000	84,000	162,011	78,011
TOTAL CHARGES FOR SERVICES	229,950	229,950	312,149	82,199
Other	16,000	16,000	6,905	(9,095)
TOTAL REVENUES	17,638,793	17,638,793	21,558,084	3,919,291
OTHER FINANCING SOURCES				
Transfers in	-	-	96,656	96,656
TOTAL REVENUES AND OTHER FINANCING SOURCES	\$ 17,638,793	\$ 17,638,793	\$ 21,654,740	\$ 4,015,947

EAST WHITELAND TOWNSHIP
SCHEDULE OF FUNCTIONAL EXPENDITURES BY
ACTIVITIES
GENERAL FUND
YEAR ENDED DECEMBER 31, 2024

	Budgeted Amounts		Actual Amounts	Over (Under) Budget
	Original	Final		
EXPENDITURES				
General government				
Legislative (governing) body	\$ 8,881	\$ 8,881	\$ 10,516	\$ 1,635
Executive (Manager or Mayor)	943,792	943,792	1,395,291	451,499
Tax collection	165,236	165,236	175,541	10,305
Solicitor/legal services	242,000	242,000	219,687	(22,313)
Secretary/clerk	458,043	458,043	548,845	90,802
Engineering services	188,400	188,400	352,219	163,819
General government buildings and plant	91,900	91,900	96,714	4,814
TOTAL GENERAL GOVERNMENT	2,098,252	2,098,252	2,798,813	700,561
Public safety				
Police	7,119,689	7,218,377	6,446,783	(771,594)
Fire protection	3,341,922	3,341,922	3,579,887	237,965
UCC and code enforcement	764,327	764,327	690,210	(74,117)
Planning and zoning	506,984	506,984	1,670,961	1,163,977
Emergency management & communications	4,750	4,750	403	(4,347)
TOTAL PUBLIC SAFETY	11,737,672	11,836,360	12,388,244	551,884
Public works - sanitation				
Solid waste collection and disposal (trash)	35,000	35,000	44,345	9,345
Public works - highways and streets				
General services - administration	2,139,440	2,139,440	1,988,262	(151,178)
Winter maintenance - snow removal	172,100	172,100	59,278	(112,822)
Traffic control devices	153,673	153,673	166,920	13,247
Street lighting	29,000	29,000	34,783	5,783
Maintenance & repairs of roads & bridges	113,000	113,000	121,079	8,079
Highway construction and rebuilding projects	100,000	100,000	-	(100,000)
TOTAL PUBLIC WORKS - HIGHWAYS AND STREETS	2,707,213	2,707,213	2,370,322	(336,891)
Culture and recreation				
Culture-recreation administration	67,863	67,863	58,366	(9,497)
Participant recreation	198,738	198,738	195,932	(2,806)
Parks	48,800	48,800	68,547	19,747
Libraries	46,700	46,700	46,700	-
TOTAL CULTURE AND RECREATION	362,101	362,101	369,545	7,444
Community development				
Conservation of natural resources	2,700	2,700	21,483	18,783
Other	14,000	14,000	183,219	169,219
Debt service				
Principal	330,000	330,000	330,000	-
Interest	173,090	173,090	173,090	-
Fiscal agent fees	1,000	1,000	1,000	-
TOTAL DEBT SERVICE	504,090	504,090	504,090	-
TOTAL EXPENDITURES	\$ 17,461,028	\$ 17,559,716	\$ 18,680,061	\$ 1,120,345

EAST WHITELAND TOWNSHIP
SCHEDULE OF CHANGES IN THE NET POLICE
PENSION PLAN LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>
TOTAL PENSION LIABILITY			
Service cost	\$ 362,216	\$ 344,968	\$ 391,272
Interest	1,718,723	1,492,218	1,135,070
Differences between expected and actual experience	-	(468,657)	-
Changes of assumptions	-	-	-
Benefit payments	<u>(733,726)</u>	<u>(634,230)</u>	<u>(424,633)</u>
NET CHANGE IN TOTAL PENSION LIABILITY	1,347,213	734,299	1,101,709
TOTAL PENSION LIABILITY, BEGINNING	<u>17,439,043</u>	<u>16,704,744</u>	<u>15,603,035</u>
TOTAL PENSION LIABILITY, ENDING (a)	<u>\$ 18,786,256</u>	<u>\$ 17,439,043</u>	<u>\$ 16,704,744</u>
PLAN FIDUCIARY NET POSITION			
Contributions			
Employer	\$ 721,608	\$ 834,392	\$ 782,682
Member	124,573	128,540	143,575
Net investment income (loss)	1,818,720	2,047,265	(2,645,390)
Benefit payments, including refunds of member contributions	<u>(733,726)</u>	<u>(634,230)</u>	<u>(424,633)</u>
Administrative expense	<u>-</u>	<u>(13,225)</u>	<u>(9,600)</u>
NET CHANGE IN PLAN FIDUCIARY NET POSITION	1,931,175	2,362,742	(2,153,366)
Plan fiduciary net position, beginning	<u>15,211,759</u>	<u>12,849,017</u>	<u>15,002,383</u>
PLAN FIDUCIARY NET POSITION, ENDING (b)	<u>\$ 17,142,934</u>	<u>\$ 15,211,759</u>	<u>\$ 12,849,017</u>
NET PENSION LIABILITY, ENDING (a)-(b)	<u>\$ 1,643,322</u>	<u>\$ 2,227,284</u>	<u>\$ 3,855,727</u>
PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF THE TOTAL PENSION LIABILITY	<u>91.25%</u>	<u>87.23%</u>	<u>76.92%</u>
COVERED PAYROLL	<u>\$ 2,481,588</u>	<u>\$ 2,647,552</u>	<u>\$ 2,565,931</u>
NET PENSION LIABILITY AS A PERCENTAGE OF COVERED PAYROLL	<u>66.22%</u>	<u>84.13%</u>	<u>150.27%</u>

NOTE TO SCHEDULE

Changes in assumptions: In 2021 the investment rate of return was revised to 7.25% from 7.50%. In 2019 the mortality rates were updated to the PubS-2010 mortality tables, and the investment rate of return was revised to 7.5% from 8.0%. In 2017 the mortality rates were based on the IRS 2017 Static Combined Table for Small Plans. In prior years, the mortality rates were based on the RP-2000 Table for Males or Females.

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$	372,640	\$ 358,285	\$ 341,224	\$ 262,265	\$ 249,776	\$ 199,542	\$ 190,040
	1,179,264	1,053,344	991,401	915,581	863,636	783,495	748,819
	(571,170)	-	(92,874)	-	84,223	-	(303,433)
	380,628	-	935,117	-	340,163	-	-
	<u>(462,218)</u>	<u>(473,585)</u>	<u>(551,696)</u>	<u>(438,563)</u>	<u>(673,099)</u>	<u>(372,805)</u>	<u>(361,184)</u>
	899,144	938,044	1,623,172	739,283	864,699	610,232	274,242
	<u>14,703,891</u>	<u>13,765,847</u>	<u>12,142,675</u>	<u>11,403,392</u>	<u>10,538,693</u>	<u>9,928,461</u>	<u>9,654,219</u>
\$	<u><u>15,603,035</u></u>	<u><u>14,703,891</u></u>	<u><u>13,765,847</u></u>	<u><u>12,142,675</u></u>	<u><u>11,403,392</u></u>	<u><u>10,538,693</u></u>	<u><u>9,928,461</u></u>
\$	767,820	\$ 535,400	\$ 504,774	\$ 304,132	\$ 298,180	\$ 353,111	\$ 341,597
	140,567	137,161	140,354	114,562	113,766	116,771	111,068
	1,884,478	1,544,906	1,962,030	(799,494)	1,280,701	599,374	(55,653)
	(462,218)	(473,585)	(551,696)	(438,563)	(673,099)	(372,805)	(361,184)
	<u>(10,500)</u>	<u>(5,240)</u>	<u>(9,730)</u>	<u>(9,380)</u>	<u>(9,550)</u>	<u>-</u>	<u>-</u>
	2,320,147	1,738,642	2,045,732	(828,743)	1,009,998	696,451	35,828
	<u>12,682,236</u>	<u>10,943,594</u>	<u>8,897,862</u>	<u>9,726,605</u>	<u>8,716,607</u>	<u>8,020,156</u>	<u>7,984,328</u>
\$	<u><u>15,002,383</u></u>	<u><u>12,682,236</u></u>	<u><u>10,943,594</u></u>	<u><u>8,897,862</u></u>	<u><u>9,726,605</u></u>	<u><u>8,716,607</u></u>	<u><u>8,020,156</u></u>
\$	<u><u>600,652</u></u>	<u><u>2,021,655</u></u>	<u><u>2,822,253</u></u>	<u><u>3,244,813</u></u>	<u><u>1,676,787</u></u>	<u><u>1,822,086</u></u>	<u><u>1,908,305</u></u>
	<u>96.15%</u>	<u>86.25%</u>	<u>79.50%</u>	<u>73.28%</u>	<u>85.30%</u>	<u>82.71%</u>	<u>80.78%</u>
\$	<u><u>2,964,898</u></u>	<u><u>2,770,092</u></u>	<u><u>2,617,694</u></u>	<u><u>2,220,748</u></u>	<u><u>2,376,418</u></u>	<u><u>2,181,320</u></u>	<u><u>1,932,369</u></u>
	<u>20.26%</u>	<u>72.98%</u>	<u>107.81%</u>	<u>146.11%</u>	<u>70.56%</u>	<u>83.53%</u>	<u>98.75%</u>

EAST WHITELAND TOWNSHIP
SCHEDULE OF POLICE PENSION PLAN
CONTRIBUTIONS
LAST TEN FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Actuarially determined contribution	\$ 721,608	834,392	\$ 782,682	\$ 767,820
Contributions in relation to the actuarially determined contribution	<u>721,608</u>	<u>834,392</u>	<u>782,682</u>	<u>767,820</u>
Contribution (excess) deficiency	\$ <u>-</u>	<u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Covered payroll	\$ <u>2,481,588</u>	<u>2,647,552</u>	\$ <u>2,565,931</u>	\$ <u>2,964,898</u>
Contribution as a percentage of covered payroll	<u>29.08%</u>	<u>31.52%</u>	<u>30.50%</u>	<u>25.90%</u>

NOTES TO SCHEDULE

Actuarially determined contribution rates are calculated based on the plan's most recent available Act 205 actuarial valuation report. The January 1, 2023 actuarial valuation report was utilized for the 2024 Minimum Municipal Obligation calculation. The January 1, 2021 actuarial valuation report was utilized for the 2023 and 2022 Minimum Municipal Obligation calculation. The January 1, 2019 actuarial valuation report was utilized for the 2021 Minimum Municipal Obligation calculation. The January 1, 2017 actuarial valuation report was utilized for the 2020 and 2019 Minimum Municipal Obligation calculation. The January 1, 2015 actuarial valuation report was utilized for the 2018 and 2017 Minimum Municipal Obligation calculation. The January 1, 2013 actuarial valuation report was utilized for the 2016 and 2015 Minimum Municipal Obligation calculation. The January 1, 2011 actuarial valuation report was utilized for the 2014 and 2013 Minimum Municipal Obligation calculations. The following actuarial methods and assumptions were used to determine contribution rates.

Methods and assumptions used to determine contribution rates:

- Actuarial valuation date
- Actuarial cost method
- Amortization method
- Remaining amortization period
- Asset valuation method
- Salary increases
- Investment rate of return
- Disability rates
- Termination rates

- Mortality
- Retirement age
- Cost-of-living adjustments

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 535,400	\$ 504,774	\$ 304,132	\$ 298,180	\$ 353,111	\$ 341,597
<u>535,400</u>	<u>504,774</u>	<u>304,132</u>	<u>298,180</u>	<u>353,111</u>	<u>341,597</u>
\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
\$ <u>2,770,092</u>	\$ <u>2,617,694</u>	\$ <u>2,220,748</u>	\$ <u>2,376,418</u>	\$ <u>2,181,320</u>	\$ <u>1,932,369</u>
<u>19.33%</u>	<u>19.28%</u>	<u>13.70%</u>	<u>12.55%</u>	<u>16.19%</u>	<u>17.68%</u>

1/1/23	1/1/21	1/1/19	1/1/17	1/1/15	1/1/13
Entry age	Entry age	Entry age	Entry age	Entry age	Entry age
Level dollar	Level dollar	Level dollar	Level dollar	Level dollar	Level dollar
4 years	7 years	9 years	9 years	10 years	12 years
Smoothing	Smoothing	Smoothing	Fair	Fair	Fair
5%	5%	5%	5%	5%	5%
7.25%	7.25%	7.5%	8%	8%	8%
None	None	None	None	None	None
W65	W65	W65	W65	W65	W65
			IRS 2017		
			Static		
PubS-2010	PubS-2010	PubS-2010	Combined	RP2000	RP2000
50	50	50	50	50	50
None	None	None	None	None	None

EAST WHITELAND TOWNSHIP
SCHEDULE OF POLICE PENSION PLAN
INVESTMENT RETURNS
LAST TEN FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Annual money-weighted rate of return, net of investment expense	<u>12.00%</u>	<u>16.07%</u>	<u>-17.46%</u>	<u>14.78%</u>

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<u>14.09%</u>	<u>22.26%</u>	<u>-8.30%</u>	<u>14.98%</u>	<u>7.76%</u>	<u>-0.27%</u>

EAST WHITELAND TOWNSHIP
SCHEDULE OF CHANGES IN THE NET NON-UNIFORMED
PENSION PLAN LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>
TOTAL PENSION LIABILITY			
Service cost	\$ 151,910	\$ 145,368	\$ 138,364
Interest	614,203	607,322	603,055
Changes of benefit terms	-	-	-
Differences between expected and actual experience	-	(47,086)	-
Changes of assumptions	-	-	-
Benefit payments	<u>(636,860)</u>	<u>(691,789)</u>	<u>(664,806)</u>
NET CHANGE IN TOTAL PENSION LIABILITY	129,253	13,815	76,613
TOTAL PENSION LIABILITY, BEGINNING	<u>8,638,280</u>	<u>8,624,465</u>	<u>8,547,852</u>
TOTAL PENSION LIABILITY, ENDING (a)	<u>\$ 8,767,533</u>	<u>\$ 8,638,280</u>	<u>\$ 8,624,465</u>
PLAN FIDUCIARY NET POSITION			
Contributions			
Employer	\$ 203,492	\$ 272,729	\$ 244,197
Member	59,864	61,581	63,164
Net investment income (loss)	894,896	1,074,425	(1,543,435)
Benefit payments, including refunds of member contributions	(636,860)	(691,789)	(664,806)
Administrative expense	<u>-</u>	<u>(9,675)</u>	<u>(7,950)</u>
NET CHANGE IN PLAN FIDUCIARY NET POSITION	521,392	707,271	(1,908,830)
Plan fiduciary net position, beginning	<u>7,727,616</u>	<u>7,020,345</u>	<u>8,929,175</u>
PLAN FIDUCIARY NET POSITION, ENDING (b)	<u>\$ 8,249,008</u>	<u>\$ 7,727,616</u>	<u>\$ 7,020,345</u>
NET PENSION (ASSET) LIABILITY, ENDING (a)-(b)	<u>\$ 518,525</u>	<u>\$ 910,664</u>	<u>\$ 1,604,120</u>
PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF THE TOTAL PENSION LIABILITY	<u>94.09%</u>	<u>89.46%</u>	<u>81.40%</u>
COVERED PAYROLL	<u>\$ 1,164,528</u>	<u>\$ 1,167,504</u>	<u>\$ 1,286,742</u>
NET PENSION (ASSET) LIABILITY AS A PERCENTAGE OF COVERED PAYROLL	<u>44.53%</u>	<u>78.00%</u>	<u>124.67%</u>

NOTE TO SCHEDULE

Changes of assumptions: In 2021, the investment rate of return used was changed from 7.5% to 7.25%. In 2019 the mortality rates were updated to the PubS-2010 mortality tables from the IRS 2017 Static Combined Table for Small Plans. In 2015, amounts reported as changes of assumptions resulted from a change in projected salary from 5% to 4.5%, and the investment rate of return used was changed from 8% to 7.5% to more closely estimate future experience.

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$	132,406	\$ 173,753	\$ 166,271	\$ 204,475	\$ 195,670	\$ 222,208	\$ 212,639
	640,716	605,800	586,645	580,830	535,962	464,896	436,841
	-	-	-	-	-	-	206,882
	(222,348)	-	(215,561)	-	650,497	-	(97,094)
	184,786	-	361,638	-	-	-	195,578
	<u>(673,397)</u>	<u>(505,802)</u>	<u>(432,651)</u>	<u>(495,760)</u>	<u>(527,814)</u>	<u>(235,630)</u>	<u>(222,241)</u>
	62,163	273,751	466,342	289,545	854,315	451,474	732,605
	<u>8,485,689</u>	<u>8,211,938</u>	<u>7,745,596</u>	<u>7,456,051</u>	<u>6,601,736</u>	<u>6,150,262</u>	<u>5,417,657</u>
\$	<u>8,547,852</u>	<u>8,485,689</u>	<u>8,211,938</u>	<u>7,745,596</u>	<u>7,456,051</u>	<u>6,601,736</u>	<u>6,150,262</u>
\$	394,773	\$ 392,050	\$ 394,490	\$ 220,482	\$ 231,309	\$ 344,313	\$ 343,163
	60,415	57,984	70,595	74,810	77,137	94,056	84,401
	1,165,123	975,393	1,276,642	(493,932)	928,341	374,989	(55,752)
	(673,397)	(505,802)	(432,651)	(495,760)	(527,814)	(235,630)	(222,241)
	<u>(11,775)</u>	<u>(7,840)</u>	<u>(10,925)</u>	<u>(13,425)</u>	<u>(9,550)</u>	<u>-</u>	<u>-</u>
	935,139	911,785	1,298,151	(707,825)	699,423	577,728	149,571
	<u>7,994,036</u>	<u>7,082,251</u>	<u>5,784,100</u>	<u>6,491,925</u>	<u>5,792,502</u>	<u>5,214,774</u>	<u>5,065,203</u>
\$	<u>8,929,175</u>	<u>7,994,036</u>	<u>7,082,251</u>	<u>5,784,100</u>	<u>6,491,925</u>	<u>5,792,502</u>	<u>5,214,774</u>
\$	<u>(381,323)</u>	<u>491,653</u>	<u>1,129,687</u>	<u>1,961,496</u>	<u>964,126</u>	<u>809,234</u>	<u>935,488</u>
	<u>104.46%</u>	<u>94.21%</u>	<u>86.24%</u>	<u>74.68%</u>	<u>87.07%</u>	<u>87.74%</u>	<u>84.79%</u>
\$	<u>1,187,357</u>	<u>1,081,629</u>	<u>1,229,587</u>	<u>1,315,976</u>	<u>1,402,439</u>	<u>1,560,708</u>	<u>1,681,050</u>
	<u>-32.12%</u>	<u>45.45%</u>	<u>91.88%</u>	<u>149.05%</u>	<u>68.75%</u>	<u>51.85%</u>	<u>55.65%</u>

EAST WHITELAND TOWNSHIP
SCHEDULE OF NON-UNIFORMED PENSION PLAN
CONTRIBUTIONS
LAST TEN FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Actuarially determined contribution	\$ 203,492	\$ 257,069	\$ 244,197	\$ 394,773
Contributions in relation to the actuarially determined contribution	<u>203,492</u>	<u>272,729</u>	<u>244,197</u>	<u>394,773</u>
Contribution (excess) deficiency	<u>\$ -</u>	<u>\$ (15,660)</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	<u>\$ 1,167,504</u>	<u>\$ 1,167,504</u>	<u>\$ 1,286,742</u>	<u>\$ 1,187,357</u>
Contribution as a percentage of covered payroll	<u>17.43%</u>	<u>23.36%</u>	<u>18.98%</u>	<u>33.25%</u>

NOTES TO SCHEDULE

Actuarially determined contribution rates are calculated based on the plan's most recent available Act 205 actuarial valuation report. The January 1, 2023 actuarial valuation report was utilized for the 2024 Minimum Municipal Obligation calculation. The January 1, 2021 actuarial valuation report was utilized for the 2023 and 2022 Minimum Municipal Obligation calculation. The January 1, 2019 actuarial valuation report was utilized for the 2021 Minimum Municipal Obligation calculation. The January 1, 2017 actuarial valuation report was utilized for the 2020 and 2019 Minimum Municipal Obligation calculation. The January 1, 2015 actuarial valuation report was utilized for the 2018 and 2017 Minimum Municipal Obligation calculation. The January 1, 2013 actuarial valuation report was utilized for the 2016 and 2015 Minimum Municipal Obligation calculation. The January 1, 2011 actuarial valuation report was utilized for the 2014 and 2013 Minimum Municipal Obligation calculations. The following actuarial methods and assumptions were used to determine contribution rates.

Methods and assumptions used to determine contribution rates:

- Actuarial valuation date
- Actuarial cost method
- Amortization method
- Remaining amortization period
- Asset valuation method
- Salary increases
- Investment rate of return
- Disability rates
- Termination rates

- Mortality
- Retirement age
- Cost-of-living adjustments

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$	392,050	\$ 394,490	\$ 220,482	\$ 231,309	\$ 344,313	\$ 343,163
	<u>392,050</u>	<u>394,490</u>	<u>220,482</u>	<u>231,309</u>	<u>344,313</u>	<u>343,163</u>
\$	<u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
\$	<u>1,081,629</u>	\$ <u>1,229,587</u>	\$ <u>1,315,976</u>	\$ <u>1,402,439</u>	\$ <u>1,560,708</u>	\$ <u>1,681,050</u>
	<u>36.25%</u>	<u>32.08%</u>	<u>16.75%</u>	<u>16.49%</u>	<u>22.06%</u>	<u>20.41%</u>

1/1/23	1/1/21	1/1/19	1/1/17	1/1/15	1/1/13
Entry age	Entry age	Entry age	Entry age	Entry age	Entry age
Level dollar	Level dollar	Level dollar	Level dollar	Level dollar	Level dollar
6 years	13 years	7 years	7 years	4 years	7 years
Smoothing	Smoothing	Smoothing	Fair	Fair	Fair
4.5%	4.5%	4.5%	4.5%	4.5%	5%
7.25%	7.25%	7.5%	7.5%	7.5%	8%
None	None	None	None	None	None
W65	W65	W65	W65	W65	W65
			IRS 2017		
			Static		
PubG-2010	PubG-2010	PubG-2010	Combined	RP2000	RP2000
64	64	64	64	64	65
None	None	None	None	None	None

EAST WHITELAND TOWNSHIP
SCHEDULE OF NON-UNIFORMED PENSION PLAN
INVESTMENT RETURNS
LAST TEN FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Annual money-weighted rate of return, net of investment expense	<u>12.20%</u>	<u>16.01%</u>	<u>-17.97%</u>	<u>14.92%</u>

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<u>13.92%</u>	<u>22.27%</u>	<u>-7.82%</u>	<u>16.33%</u>	<u>7.85%</u>	<u>-0.71%</u>

EAST WHITELAND TOWNSHIP
SCHEDULE OF CHANGES IN THE NET FIREFIGHTER
PENSION PLAN LIABILITY AND RELATED RATIOS
LAST TEN FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
TOTAL PENSION LIABILITY				
Service cost	\$ 200,552	\$ 191,916	\$ 117,375	\$ 112,321
Interest	396,150	401,543	303,905	332,305
Differences between expected and actual experience	-	452,246	-	124,184
Changes of assumptions	-	-	-	117,752
Benefit payments	<u>(218,744)</u>	<u>(259,859)</u>	<u>(47,808)</u>	<u>(68,406)</u>
NET CHANGE IN TOTAL PENSION LIABILITY	<u>377,958</u>	<u>785,846</u>	<u>373,472</u>	<u>618,156</u>
TOTAL PENSION LIABILITY, BEGINNING	<u>5,372,955</u>	<u>4,587,109</u>	<u>4,213,637</u>	<u>3,595,481</u>
TOTAL PENSION LIABILITY, ENDING (a)	<u>\$ 5,750,913</u>	<u>\$ 5,372,955</u>	<u>\$ 4,587,109</u>	<u>\$ 4,213,637</u>
PLAN FIDUCIARY NET POSITION				
Contributions				
Employer	\$ 392,127	\$ 319,708	\$ 235,300	\$ 186,843
Member	80,435	68,619	65,959	49,308
Net investment income (loss)	458,501	512,647	(654,841)	454,314
Benefit payments	<u>(218,744)</u>	<u>(259,859)</u>	<u>(47,808)</u>	<u>(68,406)</u>
Administrative expense	<u>-</u>	<u>(11,125)</u>	<u>(6,250)</u>	<u>(10,750)</u>
NET CHANGE IN PLAN FIDUCIARY NET POSITION	<u>712,319</u>	<u>629,990</u>	<u>(407,640)</u>	<u>611,309</u>
Plan fiduciary net position, beginning	<u>3,890,376</u>	<u>3,260,386</u>	<u>3,668,026</u>	<u>3,056,717</u>
PLAN FIDUCIARY NET, POSITION ENDING (b)	<u>\$ 4,602,695</u>	<u>\$ 3,890,376</u>	<u>\$ 3,260,386</u>	<u>\$ 3,668,026</u>
NET PENSION LIABILITY, ENDING (a)-(b)	<u>\$ 1,148,218</u>	<u>\$ 1,482,579</u>	<u>\$ 1,326,723</u>	<u>\$ 545,611</u>
PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF THE TOTAL PENSION LIABILITY	<u>80.03%</u>	<u>72.41%</u>	<u>71.08%</u>	<u>87.05%</u>
COVERED PAYROLL	<u>\$ 1,703,654</u>	<u>\$ 1,372,380</u>	<u>\$ 1,400,442</u>	<u>\$ 1,032,376</u>
NET PENSION LIABILITY AS A PERCENTAGE OF COVERED PAYROLL	<u>67.40%</u>	<u>108.03%</u>	<u>94.74%</u>	<u>52.85%</u>

NOTE TO SCHEDULE

Changes of assumptions: In 2021 the investment rate of return used was changed from 7.5% to 7.25%. In 2019 the mortality rates were updated to the PubS-2010 mortality tables from the IRS 2017 Static Combined Table for Small Plans. In 2017 the mortality rates were based on the IRS 2017 Static Combined Table for Small Plans. In prior years, the mortality rates were based on the RP-2000 Table for Males or Females. In 2015, amounts reported as changes of assumptions resulted from a change in projected salary from 5% to 4.5%, and the investment rate of return used was changed from 8% to 7.5% to more closely estimate future experience.

	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$	113,884	\$ 108,980	\$ 108,805	\$ 104,120	\$ 77,718	\$ 74,371
	251,222	227,986	196,448	175,151	141,038	125,776
	-	49,237	-	121,576	-	172,510
	-	70,248	-	88,108	-	79,132
	<u>(41,830)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
	323,276	456,451	305,253	488,955	218,756	451,789
	<u>3,272,205</u>	<u>2,815,754</u>	<u>2,510,501</u>	<u>2,021,546</u>	<u>1,802,790</u>	<u>1,351,001</u>
\$	<u><u>3,595,481</u></u>	<u><u>3,272,205</u></u>	<u><u>2,815,754</u></u>	<u><u>2,510,501</u></u>	<u><u>2,021,546</u></u>	<u><u>1,802,790</u></u>
\$	174,500	\$ 158,964	\$ 105,280	\$ 106,494	\$ 85,040	\$ 75,802
	41,683	47,172	47,067	41,742	39,710	40,175
	374,323	431,042	(158,677)	249,967	102,715	(13,348)
	(41,830)	-	-	-	-	-
	<u>(5,040)</u>	<u>(9,970)</u>	<u>(5,920)</u>	<u>(6,575)</u>	<u>-</u>	<u>-</u>
	543,636	627,208	(12,250)	391,628	227,465	102,629
	<u>2,513,081</u>	<u>1,885,873</u>	<u>1,898,123</u>	<u>1,506,495</u>	<u>1,279,030</u>	<u>1,176,401</u>
\$	<u><u>3,056,717</u></u>	<u><u>2,513,081</u></u>	<u><u>1,885,873</u></u>	<u><u>1,898,123</u></u>	<u><u>1,506,495</u></u>	<u><u>1,279,030</u></u>
\$	<u><u>538,764</u></u>	<u><u>759,124</u></u>	<u><u>929,881</u></u>	<u><u>612,378</u></u>	<u><u>515,051</u></u>	<u><u>523,760</u></u>
	<u>85.02%</u>	<u>76.80%</u>	<u>66.98%</u>	<u>75.61%</u>	<u>74.52%</u>	<u>70.95%</u>
\$	<u><u>781,541</u></u>	<u><u>865,531</u></u>	<u><u>945,635</u></u>	<u><u>835,655</u></u>	<u><u>801,110</u></u>	<u><u>619,306</u></u>
	<u>68.94%</u>	<u>87.71%</u>	<u>98.33%</u>	<u>73.28%</u>	<u>64.29%</u>	<u>84.57%</u>

EAST WHITELAND TOWNSHIP
SCHEDULE OF FIREFIGHTER PENSION PLAN
CONTRIBUTIONS
LAST TEN FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>
Actuarially determined contribution	\$ 392,127	\$ 319,708	\$ 235,300	\$ 186,843
Contributions in relation to the actuarially determined contribution	<u>392,127</u>	<u>319,708</u>	<u>235,300</u>	<u>186,843</u>
Contribution (excess) deficiency	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	<u>\$ 1,703,654</u>	<u>\$ 1,562,731</u>	<u>\$ 1,400,442</u>	<u>\$ 1,032,376</u>
Contribution as a percentage of covered payroll	<u>23.02%</u>	<u>20.46%</u>	<u>16.80%</u>	<u>18.10%</u>

NOTES TO SCHEDULE

Actuarially determined contribution rates are calculated based on the plan's most recent available Act 205 actuarial valuation report. The January 1, 2023 actuarial valuation report was utilized for the 2024 Minimum Municipal Obligation calculation. The January 1, 2021 actuarial valuation report was utilized for the 2023 and 2022 Minimum Municipal Obligation calculation. The January 1, 2019 actuarial valuation report was utilized for the 2021 Minimum Municipal Obligation calculation. The January 1, 2017 actuarial valuation report was utilized for the 2020 and 2019 Minimum Municipal Obligation calculation. The January 1, 2015 actuarial valuation report was utilized for the 2018 and 2017 Minimum Municipal Obligation calculation. The January 1, 2013 actuarial valuation report was utilized for the 2016 and 2015 Minimum Municipal Obligation calculation. The January 1, 2011 actuarial valuation report was utilized for the 2014 and 2013 Minimum Municipal Obligation calculations. The following actuarial methods and assumptions were used to determine contribution rates.

Methods and assumptions used to determine contribution rates:

- Actuarial valuation date
- Actuarial cost method
- Amortization method
- Remaining amortization period
- Asset valuation method
- Salary increases
- Investment rate of return
- Disability rates
- Termination rates

- Mortality
- Retirement age
- Cost-of-living adjustments

<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
\$ 174,500	\$ 158,964	\$ 105,280	\$ 106,494	\$ 85,040	\$ 75,802
<u>174,500</u>	<u>158,964</u>	<u>105,280</u>	<u>106,494</u>	<u>85,040</u>	<u>75,802</u>
\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
\$ <u>781,541</u>	\$ <u>865,531</u>	\$ <u>945,635</u>	\$ <u>835,655</u>	\$ <u>801,110</u>	\$ <u>619,306</u>
<u>22.33%</u>	<u>18.37%</u>	<u>11.13%</u>	<u>12.74%</u>	<u>10.62%</u>	<u>12.24%</u>

1/1/23	1/1/21	1/1/19	1/1/17	1/1/15	1/1/13
Entry age	Entry age	Entry age	Entry age	Entry age	Entry age
Level dollar	Level dollar	Level dollar	Level dollar	Level dollar	Level dollar
9 years	9 years	10 years	11 years	12 years	12 years
Smoothing	Smoothing	Smoothing	Fair	Fair	Fair
4.5%	4.5%	4.5%	4.5%	4.5%	5%
7.25%	7.25%	7.5%	7.5%	7.5%	8%
None	None	None	None	None	None
W65	W65	W65	W65	W65	W65
			IRS 2017		
			Static		
PubS-2010	PubS-2010	PubS-2010	Combined	RP2000	RP2000
65	65	65	65	65	65
None	None	None	None	None	None

EAST WHITELAND TOWNSHIP
SCHEDULE OF FIREFIGHTER PENSION PLAN
INVESTMENT RETURNS
LAST TEN FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Annual money-weighted rate of return, net of investment expense	<u>11.70%</u>	<u>15.66%</u>	<u>-17.41%</u>	<u>14.65%</u>	<u>14.53%</u>

<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
<u>21.94%</u>	<u>-8.10%</u>	<u>16.09%</u>	<u>7.83%</u>	<u>-0.71%</u>

EAST WHITELAND TOWNSHIP
SCHEDULE OF CHANGES IN THE NET OPEB PLAN
LIABILITY AND RELATED RATIOS
LAST EIGHT FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>
TOTAL OPEB LIABILITY			
Service cost	\$ 403,010	\$ 509,034	\$ 778,955
Interest	787,577	793,199	621,985
Changes of benefit terms	-	-	-
Differences between expected and actual experience	-	(1,088,020)	-
Changes of assumptions	(867,602)	(96,732)	(4,551,212)
Benefit payments	<u>(634,985)</u>	<u>(437,052)</u>	<u>(440,596)</u>
NET CHANGE IN TOTAL OPEB LIABILITY	(312,000)	(319,571)	(3,590,868)
 TOTAL OPEB LIABILITY, BEGINNING	<u>16,213,211</u>	<u>16,532,782</u>	<u>20,123,650</u>
 TOTAL OPEB LIABILITY, ENDING (a)	<u>\$ 15,901,211</u>	<u>\$ 16,213,211</u>	<u>\$ 16,532,782</u>
 PLAN FIDUCIARY NET POSITION			
Contributions			
Employer	\$ 634,985	\$ 437,052	\$ 440,596
Net investment income (loss)	246,609	281,770	(373,081)
Benefit payments, including refunds of member contributions	(634,985)	(437,052)	(440,596)
Administrative expense	<u>(4,893)</u>	<u>(6,244)</u>	<u>(9,668)</u>
NET CHANGE IN PLAN FIDUCIARY NET POSITION	241,716	275,526	(382,749)
Plan fiduciary net position, beginning	<u>2,014,189</u>	<u>1,738,663</u>	<u>2,121,412</u>
 PLAN FIDUCIARY NET POSITION, ENDING (b)	<u>\$ 2,255,905</u>	<u>\$ 2,014,189</u>	<u>\$ 1,738,663</u>
 NET OPEB LIABILITY, ENDING (a)-(b)	<u>\$ 13,645,306</u>	<u>\$ 14,199,022</u>	<u>\$ 14,794,119</u>
 PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF THE TOTAL OPEB LIABILITY	<u>14.19%</u>	<u>12.42%</u>	<u>10.52%</u>
 COVERED PAYROLL	<u>\$ 5,441,967</u>	<u>\$ 5,441,967</u>	<u>\$ 5,464,933</u>
 NET OPEB LIABILITY AS A PERCENTAGE OF COVERED PAYROLL	<u>250.74%</u>	<u>260.92%</u>	<u>270.71%</u>

NOTES TO SCHEDULE

Changes in assumptions: In 2024, the discount rate changed from 4.84% to 5.03%. The trend and mortality assumptions were updated. In 2023, the discount rate change from 4.72% to 4.84%. In 2022, the discount rate changed from 3.01% to 4.72%. The trend and mortality assumptions were updated. In 2021 the discount rate changed from 2.44% to 3.01%. In 2020 the discount rate changed from 3.98% to 2.44%. In 2019 the discount rate changed from 3.81% to 3.98%. The trend assumption was updated. The mortality table was changed from the IRS 2017 Small Plan Combined Static Mortality table to the PubS-2010 mortality table for Police and Fire and the PubG-2010 mortality table for Non-Uniformed employees. In 2018 the discount rate was changed from 3.55% to 3.81%.

Changes in benefit terms: In 2019, police officers retiring after 9/24/2019 will enroll in the active health plan. Also, Non-Uniformed Union employees who do not have 10 years of service as of 12/31/2022 will not receive post 65 benefits.

This schedule is intended to show information for ten years, all available information is displayed. Additional information will be displayed as it becomes available.

	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
\$	925,300	\$ 588,144	\$ 636,442	\$ 666,868	\$ 635,160
	521,406	631,788	543,836	502,729	472,435
	-	-	(464,687)	-	-
	1,186,303	-	31,275	-	-
	(2,756,890)	4,333,351	1,223,746	(720,439)	-
	<u>(428,258)</u>	<u>(356,593)</u>	<u>(281,412)</u>	<u>(335,508)</u>	<u>(227,399)</u>
	(552,139)	5,196,690	1,689,200	113,650	880,196
	<u>20,675,789</u>	<u>15,479,099</u>	<u>13,789,899</u>	<u>13,676,249</u>	<u>12,796,053</u>
\$	<u><u>20,123,650</u></u>	<u><u>20,675,789</u></u>	<u><u>15,479,099</u></u>	<u><u>13,789,899</u></u>	<u><u>13,676,249</u></u>
\$	428,258	\$ 356,593	\$ 381,412	\$ 12,396	\$ 227,399
	282,599	251,283	300,991	(143,596)	158,441
	(428,258)	(356,593)	(281,412)	(335,508)	(227,399)
	<u>(4,534)</u>	<u>(3,641)</u>	<u>(3,668)</u>	<u>(4,073)</u>	<u>(4,607)</u>
	278,065	247,642	397,323	(470,781)	153,834
	<u>1,843,347</u>	<u>1,595,705</u>	<u>1,198,382</u>	<u>1,669,163</u>	<u>1,515,329</u>
\$	<u><u>2,121,412</u></u>	<u><u>1,843,347</u></u>	<u><u>1,595,705</u></u>	<u><u>1,198,382</u></u>	<u><u>1,669,163</u></u>
\$	<u><u>18,002,238</u></u>	<u><u>18,832,442</u></u>	<u><u>13,883,394</u></u>	<u><u>12,591,517</u></u>	<u><u>12,007,086</u></u>
	<u>10.54%</u>	<u>8.92%</u>	<u>10.31%</u>	<u>8.69%</u>	<u>12.20%</u>
\$	<u><u>5,464,933</u></u>	<u><u>4,729,369</u></u>	<u><u>4,729,369</u></u>	<u><u>4,679,117</u></u>	<u><u>4,679,117</u></u>
	<u>329.41%</u>	<u>398.20%</u>	<u>293.56%</u>	<u>269.10%</u>	<u>256.61%</u>

EAST WHITELAND TOWNSHIP

SCHEDULE OF OPEB PLAN

CONTRIBUTIONS

LAST EIGHT FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Actuarially determined contribution	\$ 634,985	\$ 437,052	\$ 440,596
Contributions in relation to the actuarially determined contribution	<u>634,985</u>	<u>437,052</u>	<u>440,596</u>
Contribution (excess) deficiency	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered payroll	\$ <u>5,441,967</u>	\$ <u>5,441,967</u>	\$ <u>5,464,933</u>
Contribution as a percentage of covered payroll	<u>11.67%</u>	<u>8.03%</u>	<u>8.06%</u>

NOTES TO SCHEDULE

Methods and assumptions used to determine contribution rates:

Actuarial valuation date	1/1/23
Actuarial cost method	Entry age
Amortization method	Level dollar
Remaining amortization period	26 years
Asset valuation method	Fair value
Salary increases	4.5% to 5.0%
Termination rates	None
Mortality	PubS-2010 mortality table for Police and Fire PubG-2010 mortality table for Non-Uniformed
Cost-of-living adjustments	None

This schedule is intended to show information for ten years, all available information is displayed. Additional information will be displayed as it becomes available.

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
\$ 428,258	\$ 356,593	\$ 281,412	\$ 1,068,349	\$ 1,068,349
<u>428,258</u>	<u>356,593</u>	<u>381,412</u>	<u>12,396</u>	<u>227,399</u>
\$ <u>-</u>	\$ <u>-</u>	\$ <u>(100,000)</u>	\$ <u>1,055,953</u>	\$ <u>840,950</u>
\$ <u>5,464,933</u>	\$ <u>4,729,369</u>	\$ <u>4,729,369</u>	\$ <u>4,679,117</u>	\$ <u>4,679,117</u>
<u>7.84%</u>	<u>7.54%</u>	<u>8.06%</u>	<u>0.26%</u>	<u>4.86%</u>

1/1/21
 Entry age
 Level dollar
 26 years
 Fair value
 4.5% to 5.0%
 None
 PubS-2010 mortality table for Police and Fire
 PubG-2010 mortality table for Non-Uniformed

 None

EAST WHITELAND TOWNSHIP
SCHEDULE OF OPEB PLAN
INVESTMENT RETURNS
LAST EIGHT FISCAL YEARS

	<u>2024</u>	<u>2023</u>	<u>2022</u>
Annual money-weighted rate of return, net of investment expense	<u>12.00%</u>	<u>16.18%</u>	<u>-17.81%</u>

NOTE TO SCHEDULE

This schedule is intended to show information for ten years, all available information is displayed. Additional information will be displayed as it becomes available.

<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>
<u>15.04%</u>	<u>15.52%</u>	<u>23.39%</u>	<u>-8.98%</u>	<u>10.39%</u>

SUPPLEMENTARY INFORMATION SECTION

EAST WHITELAND TOWNSHIP
DESCRIPTION OF NONMAJOR FUNDS
OTHER GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2024

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes as follows:

- The *Street Light Fund* is used to account for street light rents in the three developments that provide street lights.
- The *State Fund* is used to account for state revenues required to be used primarily for building and improving local roads and highways, including snow removal costs.
- The *Asset Forfeiture Fund* is used to account for federal revenues required to be used primarily for seizures by states and local law enforcement agencies.

Capital Projects Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes as follows:

- The *Transportation Improvement Fund* is used to account for Act 209 Transportation Impact Fees that are collected by the Township and are used for transportation improvement projects.

EAST WHITELAND TOWNSHIP
COMBINING BALANCE SHEET
OTHER GOVERNMENTAL FUNDS
DECEMBER 31, 2024

	Special Revenue Funds			Capital Projects Fund	Total Other Governmental Funds
	Street Light Fund	State Fund	Asset Forfeiture Fund	Transportation Improvement Fund	
ASSETS					
Cash and cash equivalents	\$ 41,986	\$ 466,930	\$ -	\$ 2,057,583	\$ 2,566,499
Receivables	1,216	-	-	-	1,216
Due from other funds	29,448	-	-	417,852	447,300
TOTAL ASSETS	\$ 72,650	\$ 466,930	\$ -	\$ 2,475,435	\$ 3,015,015
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES					
LIABILITIES					
Accounts payable and other accrued liabilities	\$ -	\$ -	\$ 8,744	\$ -	\$ 8,744
Due to other funds	27,015	1,214,393	-	-	1,241,408
TOTAL LIABILITIES	27,015	1,214,393	8,744	-	1,250,152
FUND BALANCES					
Restricted					
Highway and street projects	45,635	-	-	2,475,435	2,521,070
Unassigned	-	(747,463)	(8,744)	-	(756,207)
TOTAL FUND BALANCES	45,635	(747,463)	(8,744)	2,475,435	1,764,863
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 72,650	\$ 466,930	\$ -	\$ 2,475,435	\$ 3,015,015

See accompanying notes to the basic financial statements.

EAST WHITELAND TOWNSHIP
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
OTHER GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2024

	Special Revenue Funds			Capital Projects Fund	Total Other Governmental Funds
	Street Light Fund	State Fund	Asset Forfeiture Fund	Transportation Improvement Fund	
REVENUES					
Investment income and leases	\$ -	\$ 38,431	\$ -	\$ 75,206	\$ 113,637
Intergovernmental revenues	-	402,988	-	-	402,988
Charges for services	-	-	-	907,254	907,254
TOTAL REVENUES	-	441,419	-	982,460	1,423,879
EXPENDITURES					
Public safety	-	-	8,744	-	8,744
Public works - highways and streets	-	623,782	-	-	623,782
TOTAL EXPENDITURES	-	623,782	8,744	-	632,526
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	-	(182,363)	(8,744)	982,460	791,353
NET CHANGE IN FUND BALANCES	-	(182,363)	(8,744)	982,460	791,353
FUND BALANCES AT BEGINNING OF YEAR	45,635	(565,100)	-	1,492,975	973,510
FUND BALANCES AT END OF YEAR	\$ 45,635	\$ (747,463)	\$ (8,744)	\$ 2,475,435	\$ 1,764,863

See accompanying notes to the basic financial statements.

EAST WHITELAND TOWNSHIP
BUDGETARY COMPARISON SCHEDULE
CAPITAL IMPROVEMENT FUND
YEAR ENDED DECEMBER 31, 2024

	Budgeted Amounts		Actual Amounts	Over (Under) Budget
	Original	Final		
REVENUES				
Investment income and leases	\$ 25,000	\$ 25,000	\$ 480,481	\$ 455,481
Intergovernmental revenues	100,000	100,000	-	(100,000)
Other	384,449	384,449	110	(384,339)
TOTAL REVENUES	<u>509,449</u>	<u>509,449</u>	<u>480,591</u>	<u>(28,858)</u>
EXPENDITURES				
General government	559,431	559,431	578,342	18,911
Public safety	1,093,500	1,137,500	1,132,509	(4,991)
Public works - highways and streets	3,082,776	3,082,776	759,123	(2,323,653)
Culture and recreation	760,000	760,000	88,403	(671,597)
Community development	125,000	125,000	-	(125,000)
TOTAL EXPENDITURES	<u>5,620,707</u>	<u>5,664,707</u>	<u>2,558,377</u>	<u>(3,106,330)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>(5,111,258)</u>	<u>(5,155,258)</u>	<u>(2,077,786)</u>	<u>3,077,472</u>
OTHER FINANCING SOURCES				
Proceeds from sale of capital assets	<u>90,000</u>	<u>90,000</u>	<u>157,800</u>	<u>67,800</u>
NET CHANGE IN FUND BALANCES				
	<u>(5,021,258)</u>	<u>(5,065,258)</u>	<u>(1,919,986)</u>	<u>3,145,272</u>
FUND BALANCES AT BEGINNING OF YEAR				
	<u>6,884,835</u>	<u>6,884,835</u>	<u>6,884,835</u>	<u>-</u>
FUND BALANCES AT END OF YEAR				
	<u>\$ 1,863,577</u>	<u>\$ 1,819,577</u>	<u>\$ 4,964,849</u>	<u>\$ 3,145,272</u>

EAST WHITELAND TOWNSHIP
BUDGETARY COMPARISON SCHEDULE
PARK DEVELOPMENT FUND
YEAR ENDED DECEMBER 31, 2024

	Budgeted Amounts		Actual Amounts	Over (Under) Budget
	Original	Final		
REVENUES				
Investment income and leases	\$ 6,000	\$ 6,000	\$ 110,229	\$ 104,229
Intergovernmental revenues	20,000	20,000	-	(20,000)
Charges for services	-	-	1,237,850	1,237,850
TOTAL REVENUES	<u>26,000</u>	<u>26,000</u>	<u>1,348,079</u>	<u>1,322,079</u>
EXPENDITURES				
General government	-	-	10,843	10,843
Culture and recreation	1,731,492	1,731,492	466,397	(1,265,095)
TOTAL EXPENDITURES	<u>1,731,492</u>	<u>1,731,492</u>	<u>477,240</u>	<u>(1,254,252)</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES				
	<u>(1,705,492)</u>	<u>(1,705,492)</u>	<u>870,839</u>	<u>2,576,331</u>
FUND BALANCES AT BEGINNING OF YEAR	<u>(717,725)</u>	<u>(717,725)</u>	<u>(717,725)</u>	<u>-</u>
FUND BALANCES AT END OF YEAR	<u>\$ (2,423,217)</u>	<u>\$ (2,423,217)</u>	<u>\$ 153,114</u>	<u>\$ 2,576,331</u>

EAST WHITELAND TOWNSHIP

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES -- BUDGET AND ACTUAL NONMAJOR FUNDS YEAR ENDED DECEMBER 31, 2024

	Street Light Fund		State Fund	
	Budget	Actual	Budget	Actual
REVENUES				
Investment income and leases	\$ -	\$ -	\$ 900	\$ 38,431
Intergovernmental revenues	-	-	393,825	402,988
Charges for services	-	-	-	-
TOTAL REVENUES	<u>-</u>	<u>-</u>	<u>394,725</u>	<u>441,419</u>
EXPENDITURES				
Public safety	-	-	-	-
Public works - highways and streets	-	-	314,416	623,782
TOTAL EXPENDITURES	<u>-</u>	<u>-</u>	<u>314,416</u>	<u>623,782</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>-</u>	<u>-</u>	<u>80,309</u>	<u>(182,363)</u>
FUND BALANCES AT BEGINNING OF YEAR	<u>45,635</u>	<u>45,635</u>	<u>(565,100)</u>	<u>(565,100)</u>
FUND BALANCES AT END OF YEAR	<u>\$ 45,635</u>	<u>\$ 45,635</u>	<u>\$ (484,791)</u>	<u>\$ (747,463)</u>

NOTE TO THE SCHEDULE

The Street Light Fund and Asset Forfeiture Fund did not have legally adopted budgets for the year ended December 31, 2024.

Asset Forfeiture Fund		Transportation Improvement Fund	
Budget	Actual	Budget	Actual
\$ -	\$ -	\$ 3,000	\$ 75,206
-	-	-	-
-	-	150,000	907,254
<u>-</u>	<u>-</u>	<u>153,000</u>	<u>982,460</u>
-	8,744	-	-
-	-	-	-
<u>-</u>	<u>8,744</u>	<u>-</u>	<u>-</u>
-	(8,744)	153,000	982,460
-	-	1,492,975	1,492,975
<u>-</u>	<u>(8,744)</u>	<u>1,645,975</u>	<u>2,475,435</u>

STATISTICAL SECTION

STATISTICAL SECTION (Unaudited)

This part of East Whiteland Township's Annual Comprehensive Financial Report presents detailed information as a context for understanding what the information in the financial statements, notes disclosures and required supplementary information says about the Township's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the Township's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the Township's most significant local revenues sources, the earned income tax, and property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the Township's current levels of outstanding debt and the Township's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Township's financial activities take place.

Operation Information

These schedules contain service and miscellaneous data to help the reader understand how the information in the Township's financial report relates to the service the Township provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Financial Reports for the relevant year. The Township implemented GASB Statement No. 34 for fiscal year ended December 31, 2003; schedules presenting government-wide information include information beginning in that year.

Table 1
EAST WHITELAND TOWNSHIP
Net Position by Components of Net Position
Last Ten Fiscal Years (unaudited)
(accrual basis of accounting)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Governmental Activities:										
Net Investment in Capital Assets	14,703,152	13,037,034	11,098,932	9,084,064	9,173,011	9,959,378	10,385,140	10,718,379	12,178,959	13,890,258
Restricted	2,521,070	1,492,975	988,331	944,452	670,092	624,661	407,075	1,164	137	126
Unrestricted	6,300,390	5,138,714	4,532,217	6,516,364	3,946,047	1,154,205	(1,528,701)	3,806,634	3,514,948	3,214,797
Total Governmental Activities Net Position	23,524,612	19,668,723	16,619,480	16,544,880	13,789,150	11,738,244	9,263,514	14,526,177	15,694,044	17,105,181
Business-type Activities:										
Net Investment in Capital Assets	-	-	-	18,823,965	18,504,711	18,217,920	17,400,739	14,968,372	13,970,651	12,780,609
Restricted	-	-	-	-	-	-	-	-	-	-
Unrestricted	55,456,700	52,587,180	49,954,200	8,063,155	8,278,462	8,229,857	7,874,995	6,311,041	6,235,006	6,437,604
Total Business-type Activities Net Position	55,456,700	52,587,180	49,954,200	26,887,120	26,783,173	26,447,777	25,275,734	21,279,413	20,205,657	19,218,213
Primary-type Activities:										
Net Investment in Capital Assets	14,703,152	13,037,034	11,098,932	27,908,029	27,677,722	28,177,298	27,785,879	25,686,751	26,149,610	26,670,867
Restricted	2,521,070	1,492,975	988,331	944,452	670,092	624,661	407,075	1,164	137	126
Unrestricted	61,757,090	57,725,894	54,486,417	14,579,519	12,224,509	9,384,062	6,346,294	10,117,675	9,749,954	9,652,401
Total Primary-type Activities Net Position	78,981,312	72,255,903	66,573,680	43,432,000	40,572,323	38,186,021	34,539,248	35,805,590	35,899,701	36,323,394

Source: East Whiteland Township Annual Financial Statements Statement of Net Position

Table 2

EAST WHITELAND TOWNSHIP
Changes in Net Position
Last Ten Fiscal Years (unaudited)
(accrual basis of accounting)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Expenses										
Governmental Activities:										
General Government	3,179,275	2,635,228	2,241,157	2,046,022	1,725,374	1,799,326	1,992,639	1,876,463	1,327,924	1,607,114
Public Safety	13,294,373	11,462,632	12,352,727	10,257,806	10,178,070	9,312,035	9,895,357	8,573,408	8,364,407	7,602,485
Public Works - Highways and Streets	3,895,213	4,133,017	3,479,269	3,105,812	2,929,672	3,244,902	3,314,877	3,295,339	3,570,145	3,410,649
Public Works - Sanitation	44,345	36,917	29,214	21,753	26,754	20,190	17,702	20,286	21,192	22,025
Culture and Recreation	587,371	356,044	338,454	274,043	210,275	256,521	201,420	183,755	198,139	347,856
Community Development	21,483	21,869	885	3,230	47,902	-	6,947	4,719	207,028	88,740
Transfer to OPEB Fund					-	-	-	-	50,000	200,000
Depreciation, unallocated (2)					-	-	-	-	-	-
Debt Service	<u>187,140</u>	<u>193,784</u>	<u>200,770</u>	<u>207,131</u>	<u>213,217</u>	<u>221,448</u>	<u>213,653</u>	<u>224,773</u>	<u>331,545</u>	<u>293,650</u>
Total Governmental Activities	<u>21,209,200</u>	<u>18,839,491</u>	<u>18,642,476</u>	<u>15,915,797</u>	<u>15,331,264</u>	<u>14,854,422</u>	<u>15,642,595</u>	<u>14,178,743</u>	<u>14,070,380</u>	<u>13,572,519</u>
Business-Type Activities:										
Sewer Operating Expenses	-	-	2,358,393	3,755,967	3,783,298	3,848,023	3,126,206	3,552,541	3,225,860	2,967,808
Debt Service	<u>764,268</u>	<u>580,022</u>	<u>507,101</u>	<u>525,647</u>	<u>543,356</u>	<u>561,324</u>	<u>578,450</u>	<u>607,118</u>	<u>605,904</u>	<u>614,607</u>
Total Business-Type Activities:	<u>764,268</u>	<u>580,022</u>	<u>2,865,494</u>	<u>4,281,614</u>	<u>4,326,654</u>	<u>4,409,347</u>	<u>3,704,656</u>	<u>4,159,659</u>	<u>3,831,764</u>	<u>3,582,415</u>
Total Township Activities Expenses	<u>21,973,468</u>	<u>19,419,513</u>	<u>21,507,970</u>	<u>20,197,411</u>	<u>19,657,918</u>	<u>19,263,769</u>	<u>19,347,251</u>	<u>18,338,402</u>	<u>17,902,144</u>	<u>17,154,934</u>
Program Revenue										
Governmental Activities:										
Charges for Services:										
General Government (Franchise & Traffic Impact Fees)	177,706	191,594	246,346	534,964	221,163	429,891	633,591	233,935	226,810	274,126
Public Safety (Permits, Fines)	3,625,731	2,788,341	1,117,604	1,716,639	1,768,721	1,491,820	3,009,520	1,694,658	1,581,528	2,063,763
Parks and Recreation	1,399,861	91,187	65,138	58,080	5,380	73,882	41,703	42,435	63,986	47,611
Public Works - Highways and Streets	977,934	469,368								
Operating Grants & Contributions	1,158,412	1,246,292	1,174,849	980,176	1,788,271	1,726,173	1,216,177	1,176,055	921,830	708,926
Capital Grants & Contributions	<u>199,720</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>	<u>0</u>
Total Governmental Activities Program Revenue	<u>7,539,364</u>	<u>4,786,782</u>	<u>2,603,937</u>	<u>3,289,859</u>	<u>3,783,535</u>	<u>3,721,766</u>	<u>4,900,991</u>	<u>3,147,083</u>	<u>2,794,154</u>	<u>3,094,426</u>
Business-Type Activities										
Sewer including Tapping Fees	17,635	67,315	3,357,590	4,194,050	4,327,245	4,745,887	5,115,886	5,000,977	4,833,908	3,269,721
Operating Grants & Contributions	-	-	-	-	-	181,831	2,057,746	-	-	-
Total Business-Type Activities Program Revenue	<u>17,635</u>	<u>67,315</u>	<u>3,357,590</u>	<u>4,194,050</u>	<u>4,327,245</u>	<u>4,927,718</u>	<u>7,173,632</u>	<u>5,000,977</u>	<u>4,833,908</u>	<u>3,269,721</u>
Total Primary Government Program Revenues	<u>7,556,999</u>	<u>4,854,097</u>	<u>5,961,527</u>	<u>7,483,909</u>	<u>8,110,780</u>	<u>8,649,484</u>	<u>12,074,623</u>	<u>8,148,060</u>	<u>7,628,062</u>	<u>6,364,147</u>
Net (Expense)/Revenue										
Governmental Activities	(13,669,836)	(14,052,709)	(16,038,539)	(12,625,938)	(11,547,729)	(11,132,656)	(10,741,604)	(11,031,660)	(11,276,226)	(10,478,093)
Business-Type Activities	<u>(746,633)</u>	<u>(512,707)</u>	<u>492,096</u>	<u>(87,564)</u>	<u>591</u>	<u>518,371</u>	<u>3,468,976</u>	<u>841,318</u>	<u>1,002,144</u>	<u>(312,694)</u>
Total Primary Government Net Expense	<u>(14,416,469)</u>	<u>(14,565,416)</u>	<u>(15,546,443)</u>	<u>(12,713,502)</u>	<u>(11,547,138)</u>	<u>(10,614,285)</u>	<u>(7,272,628)</u>	<u>(10,190,342)</u>	<u>(10,274,082)</u>	<u>(10,790,787)</u>

Table 2

EAST WHITELAND TOWNSHIP
Changes in Net Position
Last Ten Fiscal Years (unaudited)
(accrual basis of accounting)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
General Revenues and Other Changes in Net Position										
Governmental Activities:										
Real Estate Taxes	826,801	837,349	850,148	835,162	775,205	757,124	729,661	671,762	642,400	617,549
Real Estate Transfer Tax	1,566,958	820,140	1,574,502	2,154,774	1,098,937	1,199,970	2,991,303	1,501,457	2,182,702	1,104,855
Earned Income Tax	12,161,965	11,671,293	12,260,584	11,015,853	10,056,315	9,741,890	6,520,525	6,121,771	5,143,306	6,084,879
Local Services Tax	1,267,432	1,260,402	1,173,289	1,349,429	1,312,250	1,322,836	1,262,897	1,273,571	1,277,561	1,396,149
Grants and contributions not restricted to specific purposes	303,606	630,193								
Investment (Interest, Rent)	1,137,492	760,661	59,178	24,434	44,901	118,032	55,487	49,713	45,936	40,328
Gain on Sale of Capital Assets	157,800	126,624	86,650	56,408	32,619	43,207	23,529	6,313	517,720	44,998
Miscellaneous	7,015	401,068	108,788	119,421	110,063	258,162	250,281	239,206	55,464	22,485
Transfers In/Out	96,656	442,181	-	(173,813)	168,345	166,165	166,320	-	-	-
Total Government Activities General Revenue and Transfers	<u>17,525,725</u>	<u>16,949,911</u>	<u>16,113,139</u>	<u>15,381,668</u>	<u>13,598,635</u>	<u>13,607,386</u>	<u>12,000,003</u>	<u>9,863,793</u>	<u>9,865,089</u>	<u>9,311,243</u>
			2,219,473							
Business-Type Activities										
Investment Income / Interest	3,458,546	3,264,058	684,887	17,698	42,081	137,057	27,696	19,510	15,300	16,342
Gain on Sale of Sewer Plant			21,890,097	-	-	-	-	-	-	-
Miscellaneous	254,263	323,810	-	-	461,069	682,780	1,563,159	212,928	(30,000)	-
Transfers In/Out	(96,656)	(442,181)	-	173,813	(168,345)	(166,165)	(166,320)	-	-	-
Total Business Activities General Revenue and Transfers	<u>3,616,153</u>	<u>3,145,687</u>	<u>22,574,984</u>	<u>191,511</u>	<u>334,805</u>	<u>653,672</u>	<u>1,424,535</u>	<u>232,438</u>	<u>(14,700)</u>	<u>16,342</u>
Total Primary Government General Revenue	<u>21,141,878</u>	<u>20,095,598</u>	<u>38,688,123</u>	<u>15,573,179</u>	<u>13,933,440</u>	<u>14,261,058</u>	<u>13,424,538</u>	<u>10,096,231</u>	<u>9,850,389</u>	<u>9,327,585</u>
Total Change in Net Position										
Government Activities	3,855,889	2,897,202	74,600	2,755,730	2,050,906	2,474,730	1,258,399	(1,167,867)	(1,411,137)	(1,166,850)
Business-Type Activities	<u>2,869,520</u>	<u>2,632,980</u>	<u>23,067,080</u>	<u>103,947</u>	<u>335,396</u>	<u>1,172,043</u>	<u>4,893,511</u>	<u>1,073,756</u>	<u>987,444</u>	<u>(296,352)</u>
Total Primary Government	<u>6,725,409</u>	<u>5,530,182</u>	<u>23,141,680</u>	<u>2,859,677</u>	<u>2,386,302</u>	<u>3,646,773</u>	<u>6,151,910</u>	<u>(94,111)</u>	<u>(423,693)</u>	<u>(1,463,202)</u>

(1) Net (expense) revenue is the difference between expenses and program revenues of a function or program. It indicates the degree to which a function or program is supported with its own fees and program-specific grants versus its reliance upon funding from taxes and other general revenues. Numbers in parenthesis indicate that expenses were greater than program revenues and therefore general revenues were needed to finance that function or program. Numbers without parenthesis indicate that program revenues were more than sufficient to cover expenses.

(2) Prior to 2015, the depreciation was not allocated to the specific governmental activities in the statement of Activities source document.

Table 3

EAST WHITELAND TOWNSHIP
Fund Balances of Governmental Funds
Last Ten Fiscal Years (unaudited)
(modified accrual basis of accounting)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
General Fund:										
Restricted					-	-	-	-	-	-
Unreserved									-	-
Nonspendable, prepaid items	1,493	1,493	1,493	1,493	1,493	-	-	112,770	27,301	13,500
Committed	-		-	-	-	-	-	-	-	-
Assigned (1)	-	20,783,752	16,312,758	12,458,753	8,475,687	7,043,868	4,527,625	5,195,382	4,195,382	3,493,000
Unassigned	22,186,477	-	-	150,377	-	-	-	16,978	69,328	91,961
Total General Fund	<u>22,187,970</u>	<u>20,785,245</u>	<u>16,314,251</u>	<u>12,610,623</u>	<u>8,477,180</u>	<u>7,043,868</u>	<u>4,527,625</u>	<u>5,325,130</u>	<u>4,292,011</u>	<u>3,598,461</u>
All Other Governmental Funds:										
Restricted	2,521,070	1,492,975	372,214	944,452	670,092	624,661	407,075	1,164	2,405,350	4,053,513
Unreserved									-	-
Nonspendable			-	-	-	-	-	-	-	-
Committed			-	-	-	-	-	-	-	-
Assigned		8,323,320	8,323,320	11,116,094	12,206,373	9,820,539	8,943,125	5,314,079	2,833,450	2,097,467
Unassigned	4,361,756	(2,675,675)	-	(75,198)	-	-	-	-	-	-
Total All Other Governmental Funds	<u>6,882,826</u>	<u>7,140,620</u>	<u>8,695,534</u>	<u>11,985,348</u>	<u>12,876,465</u>	<u>10,445,200</u>	<u>9,350,200</u>	<u>5,315,243</u>	<u>5,238,800</u>	<u>6,150,980</u>
Total All Governmental Funds	<u>29,070,796</u>	<u>27,925,865</u>	<u>25,009,785</u>	<u>24,595,971</u>	<u>21,353,645</u>	<u>17,489,068</u>	<u>13,877,825</u>	<u>10,640,373</u>	<u>9,530,811</u>	<u>9,749,441</u>

Compliance with GASB Statement No. 54

Table 4

EAST WHITELAND TOWNSHIP
Change in Fund Balances of Governmental Funds
Last Ten Fiscal Years (unaudited)
(modified accrual basis of accounting)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>
Revenues:										
Taxes	15,823,156	14,590,885	15,865,421	15,349,508	13,233,999	13,031,890	11,505,385	9,560,425	9,250,138	9,199,437
Fees, Licenses and Permits	3,676,571	2,827,833	994,438	1,845,471	1,911,214	1,573,482	3,023,954	1,645,013	1,534,651	1,879,454
Fines and Forfeitures	47,408	48,194	227,402	38,296	43,635	51,600	50,627	53,852	100,071	205,534
Interest Income & Rent	1,137,492	760,661	59,178	24,434	44,901	118,032	55,487	49,713	45,936	40,328
Intergovernmental Revenues	1,661,738	1,890,485	1,159,939	980,176	1,008,768	1,495,673	921,582	881,104	921,830	765,240
Charges for Services	2,457,253	664,463	207,248	425,916	40,415	370,511	585,716	250,161	221,102	244,198
Contributions	-	-	-	-	-	-	-	-	-	-
Other	7,015	401,068	123,737	119,421	883,686	488,662	569,393	552,616	31,556	22,485
Total Revenue	24,810,633	21,183,589	18,637,363	18,783,222	17,166,618	17,129,850	16,712,144	12,992,884	12,105,284	12,356,676
Expenditures:										
General Government	3,377,155	2,442,452	2,153,333	2,017,009	1,673,087	1,770,840	1,952,870	1,890,806	1,492,784	1,564,835
Public Safety	13,529,497	11,444,443	10,428,908	9,799,607	8,924,048	8,848,997	8,501,189	7,710,278	7,636,593	8,049,948
Public Works - Sanitation	44,345	36,917	29,214	21,753	20,874	20,190	17,702	20,286	21,192	22,025
Public Works -Highways and Streets	3,753,227	3,254,221	2,582,728	2,187,504	1,754,010	2,055,201	2,395,320	1,790,706	2,658,923	7,223,148
Culture and Recreation	935,188	1,288,222	2,579,119	870,410	597,429	520,528	284,986	256,683	387,821	310,976
Community Development	21,483	21,869	885	-	-	-	-	-	-	-
Contributions to OPEB Trust Fund	-	-	-	-	-	-	-	-	50,000	200,000
Other	183,219	267,732	28,382	18,278	23,549	7,992	6,947	4,719	118,761	88,740
Capital Outlay	-	-	-	-	-	-	-	-	-	-
Debt Service:										
Principal	330,000	325,000	320,000	315,000	310,000	295,000	285,000	5,000	225,000	100,000
Interest and Other Charges	174,090	180,690	187,630	193,930	200,008	209,231	220,527	214,700	377,783	340,114
Total Expenditures	22,348,204	19,261,546	18,310,199	15,423,491	13,503,005	13,727,979	13,664,541	11,893,178	12,968,857	17,899,786
Excess (Deficiency) of Revenue over Expenditures:	2,462,429	1,922,043	327,164	3,359,731	3,663,613	3,401,871	3,047,603	1,099,706	(863,573)	(5,543,110)
Other Financing Sources (Uses):										
Proceeds from Long Term Financing	-	-	-	-	-	-	-	-	6,160,000	-
Payment to Refunded Bond Escrow Agent	-	-	-	-	-	-	-	-	(6,058,930)	-
Proceeds from Sale of Capital Assets	157,800	140,415	86,650	56,408	32,619	43,207	23,529	6,313	517,720	44,998
Refund of Prior Year Revenue	-	-	-	-	-	-	-	-	-	-
Refund of Prior Year Expenditures	-	-	-	-	-	-	-	-	-	-
Cost of Bond Issuance	-	-	-	-	-	-	-	-	(3,847)	-
Interfund Transfers In	96,656	867,230	-	-	2,274,479	1,156,866	4,712,740	247,245	1,221,730	3,287,948
Interfund Transfers Out	-	(425,049)	-	(173,813)	(2,106,134)	(990,701)	(4,546,420)	(243,702)	(1,191,730)	(3,287,948)
Total Other Financing Sources (Uses)	254,456	582,596	86,650	(117,405)	200,964	209,372	189,849	9,856	644,943	44,998
Prior Period Adjustment	(1,571,954)		411,441							
Net Change in Fund Balance:	2,716,885	2,504,639	413,814	3,242,326	3,864,577	3,611,243	3,237,452	1,109,562	(218,630)	(5,498,112)
Fund Balance Beginning of Year:	27,925,865	25,421,226	24,595,971	21,353,645	17,489,068	13,877,825	10,640,373	9,530,811	9,749,441	15,247,553
Fund Balance End of Year:	29,070,796	27,925,865	25,421,226	24,595,971	21,353,645	17,489,068	13,877,825	10,640,373	9,530,811	9,749,441
Capital Outlay (included in Functional Expenditures above)	3,036,405	2,093,271	3,575,556	1,484,098	855,436	1,261,778	1,444,679	712,232	1,449,897	6,127,087
Ratio of Debt Service to Noncapital Expenditures	2.6%	2.9%	3.4%	3.7%	4.0%	4.0%	4.1%	2.0%	5.2%	3.7%

Table 5

EAST WHITELAND TOWNSHIP
General Government Tax Revenues by Source
Last Ten Fiscal Years (unaudited)
(modified accrual basis of accounting)

Year	Real Estate Tax (1)	Real Estate Transfer Tax	Earned Income Tax (2)	Local Services Tax	Total Tax Revenue	% of Total Governmental Revenue	Total Governmental Revenue
2015	617,549	1,104,855	6,084,879	1,396,149	9,203,432	74%	12,405,669
2016	642,400	2,182,702	5,143,306	1,277,561	9,245,969	76%	12,105,284
2017	671,762	1,501,457	6,121,771	1,273,571	9,568,561	74%	12,992,884
2018	730,660	2,991,303	6,520,525	1,262,897	11,505,385	69%	16,712,144
2019	767,194	1,199,970	9,741,890	1,322,836	13,031,890	76%	17,129,850
2020	775,205	1,098,937	10,056,315	1,312,250	13,242,707	77%	17,181,206
2021	835,162	2,154,774	11,015,853	1,349,429	15,355,218	82%	18,788,932
2022	850,148	1,574,502	12,260,584	1,173,289	15,858,523	85%	18,717,076
2023	839,050	820,140	11,671,293	1,260,402	14,590,885	69%	21,183,589
2024	826,801	1,566,958	12,161,965	1,267,432	15,823,156	64%	24,810,633
					\$ <u>141,905,365</u>	73%	<u>194,190,393</u>

Notes: All balances as of Year End December 31

(1) The Real Estate Tax rate is .445 mills for all years charged on Assessed Value.

See Table 7 for the values

(2) The Earned Income Tax rate is 0.75 % (Effective January 1, 2019)

Source: Changes in Fund Balances Statement

Table 6

**EAST WHITELAND TOWNSHIP
Major Revenue Source Earned Income Tax
Last Ten Fiscal Years (unaudited)**

Year	Personal Income all Workers	Earned Income Tax Rate	Earned Income Tax	Percent of Total Revenue
2015	1,216,975,800	0.0050	6,084,879	49%
2016	1,028,661,200	0.0050	5,143,306	42%
2017	1,224,354,200	0.0050	6,121,771	47%
2018	1,304,105,000	0.0050	6,520,525	39%
2019	1,298,918,667	0.0075	9,741,890	57%
2020	1,340,842,000	0.0075	10,056,315	59%
2021	1,468,780,400	0.0075	11,015,853	59%
2022	1,634,744,533	0.0075	12,260,584	98%
2023	1,556,172,400	0.0075	11,671,293	56%
2024	1,621,595,333	0.0075	12,161,965	49%

Source: East Whiteland Township Annual Financial Statements

Note: In 2015, an accounting change was made to accrue payments received 60 days after December 31 in the current year so 2015 includes 14 months of collections

Table 7

EAST WHITELAND TOWNSHIP
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years (unaudited)

Year	Total Taxable Assessed Value (1)	Common Level Ratio Factor	Estimated Actual Value (2)	Ratio of Total Assessed Value to Estimated Actual Value	Total Township Millage Rate (3)
2015	1,384,150,303	1.81	2,505,312,048	55.2%	0.445
2016	1,438,029,865	1.86	2,674,735,549	53.8%	0.445
2017	1,465,755,384	1.89	2,770,277,676	52.9%	0.445
2018	1,606,487,994	1.95	3,132,651,588	51.3%	0.445
2019	1,672,141,764	2.03	3,394,447,781	49.3%	0.445
2020	1,729,508,446	2.13	3,683,852,990	46.9%	0.445
2021	2,062,080,394	2.22	4,577,818,475	45.0%	0.445
2022	1,839,031,624	2.22	4,082,650,205	45.0%	0.445
2023	1,871,627,247	2.53	4,735,216,935	39.5%	0.445
2024	1,851,307,623	2.78	5,146,635,192	36.0%	0.445

Notes:

- (1) Chester County Board of Assessments Statement of Valuations
- (2) Estimated Actual Value is calculated by multiplying the assessed value by the common level ratio provided by the PA State Tax Equalization Board
- (3) Tax Rates are Mills per \$1,000 assessed value.

Table 8

EAST WHITELAND TOWNSHIP
Property Tax Rates, Direct and Overlapping Governments
Last Ten Fiscal Years (unaudited)

Year	East Whiteland Township Millage	Great Valley School District Millage	Chester County Millage	Total Millage
2015	0.445	20.320	4.163	24.928
2016	0.445	20.800	4.163	25.408
2017	0.445	20.800	4.369	25.614
2018	0.445	21.295	4.369	26.109
2019	0.445	21.550	4.369	26.364
2020	0.445	21.810	4.369	26.624
2021	0.445	22.360	4.551	27.356
2022	0.445	22.920	4.551	27.916
2023	0.445	23.660	4.551	28.656
2024	0.445	24.370	4.551	29.366

Source: PA Department of Community and Economic Development
Municipal Statistics.

Table 9

**EAST WHITELAND TOWNSHIP
Principal Property Taxpayers
Current Year and Ten Years Ago**

			<u>December 31, 2024</u>	
Rank	Taxpayer	Type of Business	Taxable Assessed Value	% of Total Assessment
1	WPT Land 2 LP	Developer	102,675,950	5.55%
2	Horatio Realty Corp	Commercial Property	57,676,290	3.12%
3	Worthington Associates	Commercial Property	48,123,580	2.60%
4	Mountain Laurel Funding Co LLC	Commercial Property	46,293,380	2.50%
5	CJMP 2 LLC	Commercial Property	35,788,400	1.93%
6	Haven at Atwater	Developer	35,550,000	1.92%
7	Cerner Health Services	Developer	32,353,780	1.75%
8	Home Properties	Apartments	27,878,480	1.51%
9	Swedesford Square Apartments	Apartments	26,662,500	1.44%
10	425 GVP Property Co LLC	Commercial Property	25,560,000	1.38%
	Total		<u>\$ 438,562,360</u>	<u>23.69%</u>
	Total Assessed Valuation		<u>\$ 1,851,307,623</u>	
			<u>December 31, 2015</u>	
1	Liberty Property Trust	Industrial & Commercial Property	\$ 150,819,032	10.43%
2	Shared Medical Systems Corp. (Seimens)	Computer Services	66,923,320	4.63%
3	Horatio Realty Trust (Wyeth Lab/Pfizer 2012)	Pharmaceutical Products	44,458,550	3.07%
4	Atwater LP	Insurance	27,492,720	1.90%
5	National Liberty Life Insurance Co.	Industrial & Commercial Property	22,326,780	1.54%
6	Centocor (Division of Johnson & Johnson)	Banking	22,304,770	1.54%
7	Valley Brook Land Holding Inc.	Apartments	21,672,570	1.50%
8	CLF Westbrook Malvern Business Trust	Hotels	15,732,480	1.09%
9	Home Properties - William Henry Apt. LLC	Industrial & Commercial Property	14,992,690	1.04%
10	Malvern Hill Associates	Commercial Property	12,654,880	0.88%
	Total		<u>\$ 399,377,792</u>	<u>27.62%</u>
	Total Assessed Valuation		<u>\$ 1,446,121,939</u>	

Source: Tax Duplicate

Table 10

**EAST WHITELAND TOWNSHIP
Property Tax Levies and Collections
Last Ten Fiscal Years (unaudited)**

Calendar Year	Tax Rate (mills)	Total Tax Levy (1)	Current Tax Collections at Face (1)	Percent of Levy Collected	Delinquent Tax Collections in Current Year	Total Tax Collections (2)
2015	0.445	615,815	610,809	99.19%	9,030	619,839
2016	0.445	642,027	635,881	99.04%	10,328	646,209
2017	0.445	653,821	645,228	98.69%	9,261	654,489
2018	0.445	713,335	702,157	98.43%	14,332	716,489
2019	0.445	761,692	745,461	97.87%	17,206	762,667
2020	0.445	807,641	765,563	94.79%	26,882	792,445
2021	0.445	892,863	786,107	88.04%	24,635	810,742
2022	0.445	818,369	793,498	96.96%	27,227	820,725
2023	0.445	843,844	827,406	98.05%	11,737	839,143
2024	0.445	843,353	809,369	95.97%	7,836	817,205

(1) Source - Real Estate Audit Report

(2) Total includes current year, penalties, discounts, and all prior years delinquent collections

Table 11

EAST WHITELAND TOWNSHIP
Sewer Billing Rates, Revenue and Fees
Last Ten Fiscal Years (unaudited)

Rates:

Residential / Businesses	\$100/quarter, \$135.50/quarter, \$150/quarter, \$120/quarter
High Volume Commercial	\$6.20 x meter reading
Other municipalities	based on flow and allocation of sewer department cost

Accounts (in units):

Residential / Businesses	3,679
High Volume Commercial	<u>13</u>
Total	3,692

Billing (annual amount in \$):

Residential / Businesses	\$ 3,522,600
High Volume Commercial	371,650
Other Municipalities	<u>230,584</u>
Total	\$ 4,124,834

	Connecting & Sewer Rents	Tapping Fees	Total Operating Revenue
2024	\$270,398	\$1,500	\$271,898
2023	\$367,125	\$24,000	\$391,125
2022	\$3,244,815	\$112,775	\$3,357,590
2021	\$4,124,834	\$244,000	\$4,368,834
2020	\$3,812,323	\$592,450	\$4,404,773
2019	\$3,761,787	\$984,100	\$4,745,887
2018	\$3,809,229	\$1,306,657	\$5,115,886
2017	\$3,294,177	\$1,706,800	\$5,000,977
2016	\$3,312,268	\$844,300	\$4,156,568
2015	\$2,715,966	\$442,750	\$3,158,716

Table 12

EAST WHITELAND TOWNSHIP
Computation of Legal Debt Margin
December 31, 2024 (unaudited)

Borrowing Base Revenues

2022	22,766,490
2023	24,949,695
2024	28,499,157

Total Revenues

\$ 76,215,342

Debt Limit for General Obligation Debt:

Average borrowing base revenues	25,405,114
Debt limit percent	250%
Debt limit	63,512,785
Total amount of debt applicable to debt limit	18,580,000
Legal debt margin	\$ 44,932,785

Debt Limit for General Obligation Bonds and Lease Rental Debt:

Average borrowing base revenues	25,405,114
Debt limit percent	350%
Debt limit	88,917,899
Total amount of debt applicable to debt limit	18,580,000
Legal debt margin	\$ 70,337,899

Note: Borrowing base represents total revenues per the PA Local Government Unit Debt Act 177 of 1996
Source: East Whiteland Township Annual Financial Statements

Table 13

**EAST WHITELAND TOWNSHIP
Legal Debt Margin Information
Last Ten Years (unaudited)**

Year Ended 31-Dec	Three year Average Revenue Borrowing Base	Debt Limit 250%	General Obligation Debt (1)	Legal Debt Margin	Debt Capacity
2015	15,129,527	37,823,817	27,003,465	10,820,352	28.6%
2016 (2)	16,099,338	40,248,345	26,523,308	13,725,037	34.1%
2017	17,138,158	42,845,395	25,811,042	17,034,353	39.8%
2018	19,721,386	49,303,464	24,798,777	24,504,687	49.7%
2019	21,303,641	53,259,103	23,806,512	29,452,591	55.3%
2020	22,831,599	57,078,998	22,779,247	34,299,751	60.1%
2021	22,703,490	56,758,725	21,726,980	35,031,745	61.7%
2022	22,883,914	57,209,786	20,659,715	36,550,071	63.9%
2023	23,591,091	58,977,728	19,562,450	39,415,278	66.8%
2024	25,405,114	63,512,785	18,445,184	45,067,601	71.0%

(1) General Obligation Bond 2014 issued for \$8,040,000 for General Fund (new Public Works Building)
Partially refunded in 2016 to net balance of \$2,130,000

(2) GOB 2016 issued for \$6,160,000 for General Fund to partially refund GOB series 2014

Table 14

EAST WHITELAND TOWNSHIP
Ratios of Outstanding Debt by Type
Last Ten Fiscal Years (unaudited)

Year Ended 31-Dec	Governmental Activities		Business Type Activities	Total Primary Government Debt	Personal Income (4)	Debt % of Total Income	Population (5)	Debt Per Capita (population)
	General Obligation Bonds (1)	Capital Leases (2)	Self Liquidating Sewer Bonds (3)					
2015	8,111,141	45,749	18,892,324	27,049,214	435,880,929	6.2%	10,681	2,532
2016	8,331,448	10,494	18,191,860	26,533,802	434,037,032	6.1%	10,699	2,480
2017	8,324,646	2,913	17,486,396	25,813,955	491,769,678	5.2%	10,858	2,377
2018	8,037,845	-	16,760,932	24,798,777	513,419,712	4.8%	11,072	2,240
2019	7,741,044	-	16,065,468	23,806,512	587,621,370	4.1%	11,415	2,086
2020	7,429,243	-	15,350,004	22,779,247	680,378,304	3.3%	12,832	1,775
2021	7,112,440	-	14,614,540	21,726,980	778,850,988	2.8%	13,917	1,561
2022	6,790,639	-	13,869,076	20,659,715	861,113,022	2.4%	14,991	1,378
2023	6,463,838	-	13,098,612	19,562,450	926,316,570	2.1%	14,943	1,309
2024	6,132,036	-	12,313,148	18,445,184	1,048,425,675	1.8%	15,069	1,224

(1) Bond issued to construct a new Public Works Building on the Municipal Campus

(2) Capital Lease for equipment & software

(3) All Sewer Bonds are Self Liquidating.

(4) Yr 2019 Personal Income calculated using U.S. Census Bureau 2014-2018 American Community Survey 5-Year Estimates

(5) U.S. Census Bureau Quick Facts, July 1, 2023 Population Estimates

Table 15

EAST WHITELAND TOWNSHIP
Ratios of Net General Bonded Debt Outstanding
Last Ten Years (unaudited)

Year Ended				Percentage of	Net General
31-Dec	Population	Assessed Value	Gross General	General	Obligation Debt
			Obligation Debt	to Assessed Value	Per Capita
					(residents)
2015	10,681	2,505,312,048	27,003,465	1.08%	2,528
2016	10,699	2,674,735,549	26,523,308	0.99%	2,479
2017	10,858	2,770,277,676	25,811,042	0.93%	2,377
2018	11,072	3,132,651,588	24,798,777	0.79%	2,240
2019	11,415	3,394,447,781	23,806,512	0.70%	2,086
2020	12,832	3,683,852,990	22,779,247	0.62%	1,775
2021	13,917	4,577,818,475	21,726,980	0.47%	1,693
2022	14,991	4,082,650,205	20,659,715	0.51%	1,378
2023	14,943	4,735,216,935	19,562,450	0.41%	1,309
2024	15,069	5,146,635,192	18,445,184	0.36%	1,224

Sources for Population:

(1) U.S. Census Bureau

Table 16

EAST WHITELAND TOWNSHIP
Computation of Direct and Overlapping Debt
as of December 31, 2024 (the latest published by DCED)

Jurisdiction	Total Debt Outstanding	Assessed Value	Percentage Applicable to East Whiteland	Amount Applicable to East Whiteland
Direct:				
East Whiteland Township	\$ 6,132,036	\$ 5,146,635,192	100%	6,132,036
Overlapping:				
Great Valley School District	70,255,951	11,816,434,714	43.6%	30,599,902
Chester County (2)	<u>498,445,080</u>	<u>41,044,393,711</u>	12.5%	<u>62,500,984</u>
Total Overlapping Debt	<u>568,701,031</u>	<u>52,860,828,425</u>		<u>93,100,886</u>
Total Debt	<u>\$ 574,833,067</u>	<u>\$ 58,007,463,616</u>		<u>\$ 99,232,922</u>

(1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Township. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of East Whiteland Township.

(2) Proportional share of existing debt as of December 31, 2024 is based on the ratio of East Whiteland's assessed value to Chester County's and Great Valley School District's assessed value respectively.

Table 17

EAST WHITELAND TOWNSHIP
Demographic and Economic Statistics
Last Ten Years (unaudited)

Year Ended	Per Capita Income		Total Personal	Unemployment	Median	
31-Dec	(1)	Population (1)	Income	Rate (2)	Household	Median Age (1)
					Income (1)	
2015	40,809	10,681	435,880,929	3.5	90,327	37.9
2016	40,568	10,699	434,037,032	3.9	91,109	38.6
2017	45,291	10,858	491,769,678	3.1	100,000	39.7
2018	46,371	11,072	513,419,712	2.7	103,836	39.1
2019	51,478	11,415	587,621,370	3.1	111,870	37.5
2020	53,022	12,832	680,378,304	4.1	114,486	38.0
2021	55,964	13,917	778,850,988	4.7	121,273	35.4
2022	57,442	14,991	861,113,022	3.0	127,353	38.0
2023	61,990	14,943	926,316,570	2.9	137,439	38.8
2024	69,575	15,069	1,048,425,675	2.2	145,972	36.3

(1) Yr 2024 U.S. Census Bureau Quick Facts, July 1, 2024

Yr 2023 U.S. Census Bureau Quick Facts, July 1, 2023

Yr 2022 U.S. Census Bureau 2014-2018 American Community Survey 5-Year Estimates

Yr 2021 U.S. Census Bureau 2014-2018 American Community Survey 5-Year Estimates

Yr 2020 U.S. Census Bureau 2014-2018 American Community Survey 5-Year Estimates

Yr 2019 U.S. Census Bureau 2014-2018 American Community Survey 5-Year Estimates

Yr 2018 U.S. Census Bureau 2013-2017 American Community Survey 5-Year Estimates

Yr 2017 U.S. Census Bureau 2012-2016 American Community Survey 5-Year Estimates

Yr 2016 U.S. Census Bureau 2011-2015 American Community Survey 5-Year Estimates

Yr 2015 U.S. Census Bureau 2010-2014 American Community Survey 5-Year Estimates

(2) U.S. Dept of Labor - Unemployment Rates By County for Pennsylvania

Table 18

EAST WHITELAND TOWNSHIP
Census Statistics
December 31, 2024

<u>Age Group Comparisons:</u>	Township		State		US	
	<u>2020</u>	<u>2010</u>	<u>2020</u>	<u>2010</u>	<u>2020</u>	<u>2010</u>
% Under 18	21.5%	23.9%	20.6%	24.9%	24.0%	26.9%
% 18-44	34.7%	37.7%	34.7%	31.4%	36.5%	33.6%
% 45-64	29.8%	26.6%	23.1%	28.1%	26.4%	26.4%
% 65 and over	14.0%	11.8%	18.7%	15.6%	13.1%	13.1%
Median (years)	38.0	36.0	40.8	40.1	38.4	37.2

<u>Population Density</u>	Township		State		US	
	<u>2020</u>	<u>2010</u>	<u>2020</u>	<u>2010</u>	<u>2020</u>	<u>2010</u>
(persons/sq. mile)	1305.0	968.2	286.1	283.4	92.9	87.3

<u>Average Household Size (persons):</u>	<u>2020</u>	<u>2010</u>
East Whiteland Township	2.63	2.73
Chester County	2.65	2.65
Pennsylvania	2.45	2.45
U.S.	2.53	2.58

<u>Percentage of Owner-Occupied Housing Units</u>	<u>2020</u>	<u>2010</u>
East Whiteland Township	64.6%	76.6%
Chester County	75.0%	79.5%
Pennsylvania	69.0%	69.6%
U.S.	64.4%	65.1%

<u>Median Household Income:</u>	<u>2020</u>	<u>2010</u>
East Whiteland Township	121,273	88,277
Chester County	104,161	84,741
Pennsylvania	63,627	49,737
U.S.	64,994	51,425

<u>Per Capita Income:</u>	<u>2020</u>	<u>2010</u>
East Whiteland Township	55,964	40,051
Chester County	52,711	41,251
Pennsylvania	35,518	26,678
U.S.	35,384	27,041

Source: United States Bureau of the Census - 2010 and 2020 Census Data

Table 19

**EAST WHITELAND TOWNSHIP
Principal Employers
Current Year and Ten Years Ago**

Employer	Description	(1) 2024	Percent of Total	Employer	2015	Percent of Total
		Approximate Employment	Township Employment		Approximate Employment	Township Employment
THE VANGUARD GROUP INC	Financial Services / Mutual Funds	5,180	17.88%	VANGUARD GROUP, INC.	2,817	11.02%
JOHNSON & JOHNSON SERVICES INC	Software / Technology	904	3.12%	CERNER HEALTH SERVICES, INC.	1,788	6.99%
ORACLE AMERICA INC	Pharmaceuticals	771	2.66%	IMMACULATA UNIVERSITY	1,045	4.09%
SIEMENS MEDICAL SOLUTIONS USA INC	Education	659	2.27%	SIEMENS MEDICAL SOLUTIONS USA, INC.	980	3.83%
IMMACULATA UNIVERSITY	Software / Technology	643	2.22%	JOHNSON & JOHNSON (CENTOCOR DIVISION)	783	3.06%
CERTAINTED LLC	Education	622	2.15%	GREAT VALLEY SCHOOL DISTRICT	555	2.17%
GREAT VALLEY SCHOOL DISTRICT	Health Services	464	1.60%	ENDO PHARMACEUTICALS	406	1.59%
WEGMANS FOOD MARKET INC	Manufacturer Building Materials	393	1.36%	WEGMANS FOOD MARKET, INC.	501	1.96%
FUJIREBIO DIAGNOSTICS INC	Grocery / Food	330	1.14%	IKON OFFICE SOLUTIONS (ABM)	441	1.72%
CUBESMART LP	Storage	<u>259</u>	0.89%	FIS MANAGEMENT	<u>317</u>	1.24%
Total Principal Employers		<u>10,225</u>	35.3%		<u>9,633</u>	37.7%
Total Township Employment		28,968			25,568	
Top 10 Employers as % of Township Total		35.3%			37.7%	

(1) Source: Local Services Tax Report from Keystone Collections Group

Table 20

EAST WHITELAND TOWNSHIP
Full Time Equivalent Township Government Employees by Function
Last Ten Fiscal Years (unaudited)

	<u>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>	<u>2013</u>
General Government												
Admin, Finance	7	7	7	6	5	4	4	3	4	4	3	3
Support Staff / FTE	1	1	1	1	1.5	1.5	1	1	1	1	1	1
Police												
Full Time Officers	25	23	22	24	22	22	21	19	20	20	20	21
Part Time Officers / FTE		0	0	1	0.1	1.5	2.9	2.1	2.6	2.6	3.2	2.8
Admin & IT	2	2	2	1	1	2	2	3	3	3	3	3
Fire												
Full Time Firefighters	14	14	12	10	10	10	10	10	10	10	9	9
Part Time Firefighters / FTE	17	4.5	7	8	4.70	3.72	3.79	2.72	2.85	2.85	4.0	2.45
Codes & Safety												
Inspectors/ Codes Enforcement	0	2	2	3	2	3	4	3	5	5	5	5
Support Staff	1	1	1	1	1	1	1	1	1	1	1	1
Planning & Zoning												
Director	1	1	1	1	1	1	1	1	1			
Support Staff	2	2	2	3	2	2						
Public Works												
Maintenance Workers	11	11	8	9	7	7	8	8	8	8	8	7
Director & Asst Director	1	1	1	1	1	2	2	2	2	1	1	1
Park and Recreation												
Camp Counselors	1	1	1	1	1.0	1.0	1.0	1.0	1.0	1.0	0.8	0.8
Sewer												
Maintenance Workers	0	0	3	3	3	3	2	3	3	3	3	3
Support Staff	0	0	0	0	1	1	1	1	1	1	1	1
Total												
Full Time	66	66	61	62	59	59	56	53	57	56	54	54
Part Time / FTE	<u>19.0</u>	<u>6.5</u>	6	6	<u>4.8</u>	<u>6.7</u>	<u>8.7</u>	<u>6.8</u>	<u>7.4</u>	<u>7.4</u>	<u>9.0</u>	<u>7.0</u>
Total FTE	<u>83.0</u>	<u>70.5</u>	<u>70.0</u>	<u>73.0</u>	<u>63.3</u>	<u>65.7</u>	<u>64.7</u>	<u>60.8</u>	<u>65.4</u>	<u>63.4</u>	<u>63.0</u>	<u>61.0</u>

Source: December 31 Payroll records for active employees - excludes Interns

Table 21

EAST WHITELAND TOWNSHIP
Operating Indicators by Function
Last Ten Years

General Government	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Police											
Part 1 Uniform Crime Reports	175	181	198	157	118	145	118	151	128	119	133
Part 2 Uniform Crime Reports	188	149	208	254	154	120	105	158	235	269	218
Fire											
Vehicle / EMS	1459	1455	1,423	1,246	1,074	2,104	2,140	1,618	1,018	1,047	1,008
Fire Alarm	376	307	343	263	305	326	337	254	252	229	216
Structure Fires	116	88	96	83	35	46	28	31	62	96	60
Other Fire related calls	283	195	170	148	190	842	887	433	159	171	175
Total Fire	775	590	609	494	530	1,214	1,252	718	473	496	451
Total Incidents	2,234	2,045	2,032	1,740	1,604	3,318	3,392	2,336	1,491	1,543	1,459
Codes & Safety											
Building Permits	422	338	287	511	469	445	538	439	432	300	264
Electrical Permits	317	200	149	266	313	325	400	368	340	203	155
Mechanical Permits	228	120	104	185	232	244	322	303	253	130	100
Plumbing Permits	235	103	92	163	241	248	318	295	249	115	90
Occupancy Permits	168	133	129	197	126	131	113	126	197	128	129
Total Permits	1,370	894	761	1,322	1,381	1,393	1,691	1,531	1,471	876	738
Building Inspections performed	470	1688	4,148	4,148	4,764	5,572	6,087	5,175	2,982	1,030	1,103
Public Works - Highway and Streets											
Snow Salt Used Per Ton	670	350	50	876	875	275	1,157	1,345	800	1,000	1,500
Square Yards of Roads Repaved	46,600	40,500	41,250	49,127	44,190	44,010	36,800	39,850	38,485	19,020	17,663
Park and Recreation											
Camp Registration	140	101	105	79	-	104	74	81	110	121	130
Sewer											
# Pump Stations	-	-	-	11	13	13	13	13	13	13	13

Source: East Whiteland Township Performance Status reports

Table 22

EAST WHITELAND TOWNSHIP
Capital Asset Statistics by Function
Last Ten Years (unaudited)

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
General Government											
Municipal Building	1	1	1	1	1	1	1	1	1	1	1
Square Footage	13,312	13,312	13,312	13,312	13,312	13,312	13,312	13,312	13,312	13,312	13,312
Vehicles	1	1	1	1	1	1	1	1	1	1	1
Public Safety											
Police											
Vehicles	20	20	20	20	22	23	25	22	21	21	20
Safety & Codes Enforcement											
Vehicles	6	6	6	6	6	6	6	6	6	6	6
Fire											
Stations (Volunteer Fire Co.)	1	1	1	1	1	1	1	1	1	1	1
Public Works - Highway and Streets											
Building	1	1	1	1	1	1	1	1	1	1	1
Streets / roads in miles	52	52.0	52.0	52.0	52.0	52.0	52.0	52.0	52.0	52.0	52.0
# traffic signals	39	39	39	39	39	39	39	39	39	39	39
# street lights	28	28	28	28	28	28	28	28	28	28	28
Vehicles	14	14	12	12	13	13	13	13	13	10	10
Leased Vehicles	-	-	-	-	-	-	-	-	-	2	2
Park and Recreation											
Parks	8	8	8	8	8	8	8	8	8	8	8
Acres	94	94	94	94	94	94	94	94	94	94	94
Waste Water/ Sewer											
# Pumping Stations	-	-	13	13	13	13	13	13	13	13	13
Miles of Pipe in Service	-	-	77	77	77	77	77	77	77	77	77
Vehicles	-	-	5	5	5	5	5	5	5	5	5
Vehicle count year end (Does not include leased vehicles)	41	42	45	45	48	49	51	48	47	44	43

Source: Township Capital Asset Schedules

Table 23

**EAST WHITELAND TOWNSHIP
Fiduciary Funds Obligations
Last Ten Fiscal Years**

	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
% of Pension Liability Funded:										
Police Pension Fund	91.3%	87.2%	76.9%	96.2%	86.3%	79.5%	73.3%	85.3%	82.7%	80.8%
Firefighters Pension Fund	80.0%	72.4%	71.1%	87.1%	85.0%	76.8%	67.0%	75.6%	74.5%	71.0%
Non-Uniformed Pension Fund	94.1%	89.5%	81.4%	104.5%	94.2%	86.2%	74.7%	87.1%	87.7%	84.8%
Post Employment Benefits Fund	14.2%	12.4%	10.5%	10.5%	8.9%	10.3%	8.7%	12.2%	15.9%	14.3%
Fund Balance (\$):										
Police Pension Fund	\$ 17,142,934	\$ 15,211,759	\$ 12,849,017	\$ 15,002,383	\$ 12,682,236	\$ 10,943,594	\$ 8,897,862	\$ 9,726,605	\$ 8,716,607	\$ 8,020,156
Firefighters Pension Fund	4,602,695	3,890,376	3,260,386	3,668,026	3,055,717	2,513,081	1,885,873	1,898,123	1,506,495	1,279,030
Non-Uniformed Pension Fund	8,249,008	7,727,616	7,020,345	8,929,175	7,994,036	7,082,251	5,784,100	6,491,925	5,792,502	5,214,774
Post Employment Benefits Fund	2,255,905	2,014,189	1,738,663	2,121,412	1,843,347	1,595,705	1,198,382	1,669,163	1,515,329	1,363,029
Total Fiduciary Fund Balances	\$ 32,250,542	\$ 28,843,940	\$ 24,868,411	\$ 29,720,996	\$ 25,575,336	\$ 22,134,631	\$ 17,766,217	\$ 19,785,816	\$ 17,530,933	\$ 15,876,989

Source: East Whiteland Township Annual Financial Statements

Table 24

**EAST WHITELAND TOWNSHIP
Police Pension Plan
Liability History Last Ten Fiscal Years**

Year	Total Liability	Plan Net Position	Net Liability	Funded Ratio	Covered Payroll	Net Liability % Payroll	Number of Active Members	Retirees Receiving Benefits (1)	Vested Terminated Employees
2014	9,654,219	7,984,328	1,669,891	82.7%	1,739,660	96.0%	19	12	-
2015	9,928,461	8,020,156	1,908,305	80.8%	1,932,369	98.8%	19	13	-
2016	10,538,693	8,716,607	1,822,086	82.7%	2,181,320	83.5%	19	12	-
2017	11,403,392	9,726,605	1,676,787	85.3%	2,376,418	70.6%	19	12	-
2018	12,142,675	8,897,862	3,244,813	73.3%	2,220,748	146.1%	21	13	-
2019	13,765,847	10,943,594	2,822,253	79.5%	2,617,694	107.8%	22	13	-
2020	14,703,891	12,682,236	2,021,655	86.3%	2,770,092	73.0%	22	13	-
2021	15,603,035	15,002,383	600,652	96.2%	2,964,898	20.3%	22	15	-
2022	16,704,744	12,849,017	3,855,727	76.9%	2,565,931	150.3%	19	16	1
2023	17,439,043	15,211,759	2,227,284	87.2%	2,647,552	84.1%	20	18	1
2024	18,786,256	17,142,934	1,643,322	91.3%	2,481,588	66.2%	20	18	1

Source: East Whiteland Township Annual Financial Statements

(1) Includes employees in the Drop Program

Table 25

**EAST WHITELAND TOWNSHIP
Non-Uniformed Pension Plan
Liability History Last Ten Fiscal Years**

Year	Total Liability	Plan Net Position	Net Liability	Funded Ratio	Covered Payroll	Net Liability % Payroll	Number of Active Members	Retirees Receiving Benefits	Vested Terminated Employees
2015	5,104,712	4,328,258	776,454	84.8%	1,681,050	46.2%	23	12	1
2016	6,601,736	5,792,502	809,234	87.7%	1,560,708	51.9%	25	15	1
2017	7,456,051	6,491,925	964,126	87.1%	1,402,439	68.7%	19	16	3
2018	7,745,596	5,784,100	1,961,496	74.7%	1,315,976	149.1%	18	17	3
2019	8,211,938	7,082,251	1,129,687	86.2%	1,229,587	91.9%	16	21	3
2020	8,485,689	7,994,036	491,653	94.2%	1,081,629	45.5%	14	23	3
2021	8,547,852	8,929,175	381,323	104.5%	1,187,357	32.1%	16	23	3
2022	8,624,465	7,020,345	1,604,120	81.4%	1,286,742	124.7%	16	24	3
2023	8,638,280	7,727,616	910,664	89.5%	1,167,504	78.0%	15	25	2
2024	8,767,533	8,249,008	518,525	94.1%	1,164,528	44.5%	14	25	2

Source: East Whiteland Township Annual Financial Statements

Table 26

**EAST WHITELAND TOWNSHIP
Firefighters Pension Plan
Liability History Last Ten Fiscal Years**

Year	Total Liability	Plan Net Position	Net Liability	Funded Ratio	Covered Payroll	Net Liability % Payroll	Number of Active Members	Retirees Receiving Benefits (1)	Vested Terminated Employees
2015	1,802,790	1,279,030	523,760	71.0%	619,306	84.6%	10	0	1
2016	2,021,546	1,506,495	515,051	74.5%	801,110	64.3%	10	0	1
2017	2,510,501	1,898,123	612,378	75.6%	835,655	73.3%	10	0	1
2018	2,815,754	1,885,873	929,881	67.0%	945,635	98.3%	10	0	1
2019	3,272,205	2,513,081	759,124	76.8%	865,531	87.7%	9	1	1
2020	3,595,481	3,056,717	538,764	85.0%	781,541	68.9%	8	2	1
2021	4,213,637	3,668,026	545,611	87.1%	1,032,376	52.9%	9	2	2
2022	4,587,109	3,260,386	1,326,723	71.1%	1,400,442	94.7%	11	3	3
2023	5,372,955	3,890,376	1,482,579	72.4%	1,372,380	108.0%	13	4	2
2024	5,750,913	4,602,695	1,148,218	80.0%	1,703,654	67.4%	14	5	2

Source: East Whiteland Township Annual Financial Statements

(1) Includes employees in the Drop Program