

NORTH WALES BOROUGH
MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT
(DCED-CLGS-30)

Year Ended December 31, 2020

NORTH WALES BOROUGH
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Independent Auditors' Report

To the Borough Council
North Wales Borough
North Wales, Pennsylvania

We have audited the accompanying financial statements of North Wales Borough as of and for the year ended December 31, 2020.

Management's Responsibility for the Financial Statements

North Wales Borough's management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions prescribed or permitted by the Pennsylvania Department of Community and Economic Development (DCED). Management is also responsible for the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

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

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

To the Borough Council
North Wales Borough
North Wales, Pennsylvania

Basis for Qualified Opinion on DCED Prescribed Form and the Fiduciary Fund

North Wales Borough’s financial statements do not disclose an accounting of General Fixed Assets, which is required to be reported in the DCED prescribed form under the General Fixed Assets Account Group.

North Wales Borough’s financial statements presents only the prior year ending balances for the North Wales Borough Non-Uniform Pension Plan and does not disclose any current year activity due to being unable to obtain reports from the Pennsylvania Municipal Retirement System (PMRS), who administers the plan. The inability to obtain the reports is due to delays on the part of PMRS, and is out of the control of North Wales Borough. The amount by which this departure would affect the assets, liabilities, fund balance, revenues and expenses of the Fiduciary Fund has not been determined.

Qualified Opinion on DCED Prescribed Form and the Fiduciary Fund

In our opinion, except for the effects of matters discussed in the Basis for Qualified Opinion on DCED Prescribed Form and the Fiduciary Fund paragraphs, the financial statements referred to above present fairly, in all material respects, the assets, liabilities and fund balances of the General Fund, Special Revenue Funds, Capital Project Funds, and Debt Service Funds as of December 31, 2020, and the respective revenues and expenditures for the year then ended, on the basis of accounting described below.

Basis of Accounting

We draw attention to the basis of accounting, which is described in the second paragraph of this report. The financial statements are prepared on the basis of the financial reporting provisions prescribed or permitted by the DCED, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of the DCED. Our opinion is not modified with respect to this matter.

Emphasis of Matter

As discussed in Item B, the spread of the COVID-19 coronavirus is affecting the United States and global economies and may have an impact on North Wales Borough’s operational and financial performance. At this point, North Wales Borough cannot reasonably estimate the impact on its operations or financial results. Our opinion is not modified with respect to this matter.



Limerick, Pennsylvania
March 4, 2021



2020 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT

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

Borough of: North Wales Borough County: Montgomery County

Section I - Introduction

Statutory Requirements

- State law, under the provisions of the Borough Code, First Class Township Code and Second Class Township Code, requires that either the borough controller, elected auditors or appointed auditors file an Annual Audit and Financial Report.
- State law, under the provisions of the Third Class City Code, requires a city's Director of Accounts and Finance to file an Annual Audit and Financial Report.
- The state's Administrative Code requires home rule municipalities to file an Annual Audit and Financial Report.
- The Annual Audit and Financial Report forms, supplied by the Pennsylvania Department of Community and Economic Development (DCED), were developed and approved by a Uniform Forms Committee composed of representatives of the respective municipal associations.
- Form DCED-CLGS-30 (See Section IV) is the form adopted by the Committee for use by all municipalities in Pennsylvania to fulfill their statutory reporting requirements.

One Form

All municipalities are required to submit forms electronically to the DCED. The online form contains the same categories as in previous years: assets, liabilities, revenues and expenditures. Enter data only for those funds that your municipality uses. Leave the remaining columns blank. The online form will automatically calculate the amounts in the "Total" column.

Submitting the Report

- File one copy by the designated date at each of the places listed on page 9.
- DO NOT submit a paper copy of this report to the DCED. Reports must be submitted online at: munstats.pa.gov/forms (Please see the e-filing instructions on page 7.)
- The online system will automatically round all figure to the nearest whole dollar. The system will also add all rows and columns, following basic accounting principles.
- Appointed independent auditors should attach their own opinion in the "Final Review" step of the online form. Additionally, appointed independent auditors should place a checkmark in Section II at the bottom of the "Final Review" step, then choose the "Appointed Auditor/CPA" title from the dropdown and provide a name and contact number in order to submit the form online.
- Elected controllers should place a checkmark in the box in Section I at the bottom of the "Final Review" step of the online form then choose the "Controller" title from the dropdown and provide a name and contact number in order to submit the form online.
- Elected Auditors must place a check mark in the box in Section I of the "Final Review" step of the online form, then choose the "Elected Auditor" title from the dropdown and provide the name and phone number for **at least 2 of the 3 elected auditors**. If you appointed an auditor to fill an elected auditor position, please choose the "Elected Auditor" title, not the "Appointed Auditor/CPA" title when submitting online.
- If you need assistance or have any questions when completing this report, please contact the Governor's Center for Local Government Services (GCLGS) toll-free at 888-223-6837.

BALANCE SHEET

December 31, 2020

GOVERNMENTAL FUNDS				
ASSETS AND OTHER DEBITS	General Fund	Special Revenue	Capital Projects	Debt Service
		<i>(Including State Liquid Fuels)</i>		
100-120 Cash and Investments.....	3,728,156	931,718	519,597	2,103,769
140-144 Tax Receivable.....	41,343	3,014	-	948
121-129				
145-149 Accounts Receivable (excluding taxes).....	17,408	125	-	-
130 Due From Other Funds.....	-	113	2,000,000	98
131-139				
150-159 Other Current Assets.....	-	-	-	-
160-169 Fixed Assets.....	-	-	-	-
180-189 Other Debits.....	27,142	-	-	-
TOTAL ASSETS AND OTHER DEBITS.....	\$ 3,814,049	\$ 934,970	\$ 2,519,597	\$ 2,104,815

LIABILITIES AND OTHER CREDITS				
210-229 Payroll Taxes and Other Payroll Withholdings.....	9,083	-	-	-
200-209				
231-239 All Other Current Liabilities.....	106,251	2,797	-	441
230 Due To Other Funds.....	211	-	-	2,000,000
260-269 Long-Term Liabilities.....	-	-	-	-
240-259 Current Portion of Long-Term Debt & Other Credits...	-	-	-	-
TOTAL LIABILITIES AND OTHER CREDITS.....	115,545	2,797	-	2,000,441

FUND AND ACCOUNT GROUP EQUITY				
281-284 Contributed Capital.....	-	-	-	-
290 Investment in General Fixed Assets.....	-	-	-	-
270-289 Fund Balance/Retained Earnings on 12/31.....	3,698,504	932,173	2,519,597	104,374
291-299 Other Equity.....	-	-	-	-
TOTAL FUND AND ACCOUNT GROUP EQUITY.....	3,698,504	932,173	2,519,597	104,374

Total Assets and Other Debits minus Total Liabilities and Other Credits must equal the Total Fund and Account Group Equity.

2020 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT | BALANCE SHEET

	PROPRIETARY FUNDS		FIDUCIARY FUND	ACCOUNT GROUPS		TOTAL
	Enterprise	Internal Service	Trust and Agency	General	General	Memorandum Only
				Fixed Assets	Long Term Debt	
ASSETS AND OTHER DEBITS						
100-120 Cash and Investments.....	-	-	2,218,123	-	-	9,501,363
140-144 Tax Receivable.....	-	-	-	-	-	45,305
121-129						
145-149 Accounts Receivable (excluding taxes).....	-	-	3,553	-	-	21,086
130 Due From Other Funds.....	-	-	-	-	-	2,000,211
131-139						
150-159 Other Current Assets.....	-	-	-	-	-	-
160-169 Fixed Assets.....	-	-	-	-	-	-
180-189 Other Debits.....	-	-	-	-	-	27,142
TOTAL ASSETS AND OTHER DEBITS.....	\$ -	\$ -	\$ 2,221,676	\$ -	\$ -	\$ 11,595,107

LIABILITIES AND OTHER CREDITS						
210-229 Payroll Taxes and Other Payroll Withholdings.....	-	-	-	-	-	9,083
200-209						
231-239 All Other Current Liabilities.....	-	-	-	-	-	109,489
230 Due To Other Funds.....	-	-	-	-	-	2,000,211
260-269 Long-Term Liabilities.....	-	-	-	-	-	-
240-259 Current Portion of Long-Term Debt & Other Credits.....	-	-	-	-	-	-
TOTAL LIABILITIES AND OTHER CREDITS.....	-	-	-	-	-	2,118,783

FUND AND ACCOUNT GROUP EQUITY						
281-284 Contributed Capital.....	-	-	-	-	-	-
290 Investment in General Fixed Assets.....	-	-	-	-	-	-
270-289 Fund Balance/Retained Earnings on 12/31.....	-	-	2,221,676	-	-	9,476,324
291-299 Other Equity.....	-	-	-	-	-	-
TOTAL FUND AND ACCOUNT GROUP EQUITY.....	-	-	2,221,676	-	-	9,476,324

TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY.....	\$ 11,595,107
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Total Assets and Other Debits minus Total Liabilities and Other Credits must equal the Total Fund and Account Group Equity.

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2020

REVENUES		GOVERNMENTAL FUNDS			
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
TAXES					
301.00	Real Estate Taxes.....	630,218	112,514	-	35,368
305.00	Occupation Taxes (levied under municipal code).....	-	-	-	-
308.00	Residence Taxes (levied by cities of the 3rd Class).....	-	-	-	-
309.00	Regional Asset District Sales Tax (Allegheny County municipalities only).....	-	-	-	-
310.00	Per Capita Taxes.....	-	-	-	-
310.10	Real Estate Transfer Taxes.....	78,680	-	-	-
310.20	Earned Income Taxes/Wage Taxes.....	509,913	-	-	-
310.30	Business Gross Receipts Taxes.....	-	-	-	-
310.40	Occupation Taxes (levied under Act 511).....	-	-	-	-
310.50	Local Services Tax**.....	43,867	-	-	-
310.60	Amusement/Admission Taxes.....	-	-	-	-
310.70	Mechanical Device Taxes.....	-	-	-	-
310.90	Other Local Tax Enabling Act/Act 511 Taxes.....	-	-	-	-
				
				
				
TOTAL TAXES		\$ 1,262,678	\$ 112,514	\$ -	\$ 35,368
LICENSES & PERMITS					
320-322	All Other Licenses and Permits.....	17,290	-	-	-
321.80	Cable Television Franchise Fees.....	59,649	-	-	-
TOTAL LICENSES & PERMITS		76,939	-	-	-
FINES & FORFEITS					
330-332	Fines and Forfeits.....	12,412	-	-	-
TOTAL FINES & FORFEITS		12,412	-	-	-
INTEREST, RENTS & ROYALTIES					
341.00	Interest Earnings.....	54,506	2,377	4,966	469
342.00	Rents and Royalties.....	18,132	-	-	33,073
TOTAL INTEREST, RENTS & ROYALTIES		72,638	2,377	4,966	33,542

**This tax was known as the Occupational Privilege Tax (OPT) prior to 2005 and the Emergency and Municipal Services Tax prior to 2008.

2020 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT | STATEMENT OF REVENUES AND EXPENDITURES

REVENUES		PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
		Enterprise	Internal Service	Trust and Agency	Memorandum Only
TAXES					
301.00	Real Estate Taxes.....	-	-	-	778,100
305.00	Occupation Taxes (levied under municipal code).....	-	-	-	-
308.00	Residence Taxes (levied by cities of the 3rd Class).....	-	-	-	-
309.00	Regional Asset District Sales Tax (Allegheny County municipalities only).....	-	-	-	-
310.00	Per Capita Taxes.....	-	-	-	-
310.10	Real Estate Transfer Taxes.....	-	-	-	78,680
310.20	Earned Income Taxes/Wage Taxes.....	-	-	-	509,913
310.30	Business Gross Receipts Taxes.....	-	-	-	-
310.40	Occupation Taxes (levied under Act 511).....	-	-	-	-
310.50	Local Services Tax**.....	-	-	-	43,867
310.60	Amusement/Admission Taxes.....	-	-	-	-
310.70	Mechanical Device Taxes.....	-	-	-	-
310.90	Other Local Tax Enabling Act/Act 511 Taxes.....	-	-	-	-
				
				
				
TOTAL TAXES		\$ -	\$ -	\$ -	\$ 1,410,560

LICENSES & PERMITS					
320-322	All Other Licenses and Permits.....	-	-	-	17,290
321.80	Cable Television Franchise Fees.....	-	-	-	59,649
TOTAL LICENSES & PERMITS		-	-	-	76,939

FINES & FORFEITS					
330-332	Fines and Forfeits.....	-	-	-	12,412
TOTAL FINES & FORFEITS		-	-	-	12,412

INTEREST, RENTS & ROYALTIES					
341.00	Interest Earnings.....	-	-	176,578	238,896
342.00	Rents and Royalties.....	-	-	-	51,205
TOTAL INTEREST, RENTS & ROYALTIES		-	-	176,578	290,101

**This tax was known as the Occupational Privilege Tax (OPT) prior to 2005 and the Emergency and Municipal Services Tax prior to 2008.

2020 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT | STATEMENT OF REVENUES AND EXPENDITURES

INTERGOVERNMENTAL REVENUES		GOVERNMENTAL FUNDS			
		Special Revenue <i>(Including State Liquid Fuels)</i>		Capital Projects	Debt Service
FEDERAL		General Fund			
351.03	Highways and Streets.....	-	-	-	-
351.09	Community Development.....	-	-	-	-
351.00	All Other Federal Capital and Operating Grants.....	-	-	-	-
352.01	National Forest.....	-	-	-	-
352.00	All Other Federal Shared Revenue & Entitlements.....	-	-	-	-
353.00	Federal Payments in Lieu of Taxes.....	-	-	-	-
TOTAL FEDERAL		-	-	-	-

STATE					
354.03	Highways and Streets.....	-	-	-	-
354.09	Community Development.....	-	-	-	-
354.15	Recycling/Act 101.....	-	9,008	-	-
354.00	All Other State Capital and Operating Grants.....	-	-	-	-
355.01	Public Utility Realty Tax (PURTA).....	1,375	-	-	-
355.02 - 355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback.....	-	97,448	-	-
355.04	Alcoholic Beverage Licenses.....	600	-	-	-
355.05	General Municipal Pension System State Aid.....	59,086	-	-	-
355.07	Foreign Fire Insurance Tax Distribution.....	20,181	-	-	-
355.08	Local Share Assessment/Gaming Proceeds.....	-	-	-	-
355.09	Marcellus Shale Impact Fee Distribution.....	-	-	-	-
355.00	All Other State Shared Revenues & Entitlements.....	1,471	4,203	-	-
356.00	State Payments in Lieu of Taxes.....	-	-	-	-
TOTAL STATE		82,713	110,659	-	-

LOCAL GOVERNMENT UNITS					
357.03	Highways and Streets.....	-	-	-	-
357.00	All Other Local Governmental Units Capital and Operating Grants.....	-	-	-	-
358.00	Local Government Unit Shared Payments for Contracted Intergovernmental Services.....	10,376	-	-	-
359.00	Local Governmental Units, Authorities Payments and Payments in Lieu of Taxes.....	-	-	-	-
TOTAL LOCAL GOVERNMENT UNITS		10,376	-	-	-

2020 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT | STATEMENT OF REVENUES AND EXPENDITURES

INTERGOVERNMENTAL REVENUES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
FEDERAL				
351.03 Highways and Streets.....	-	-	-	-
351.09 Community Development.....	-	-	-	-
351.00 All Other Federal Capital and Operating Grants.....	-	-	-	-
352.01 National Forest.....	-	-	-	-
352.00 All Other Federal Shared Revenue & Entitlements.....	-	-	-	-
353.00 Federal Payments in Lieu of Taxes.....	-	-	-	-
TOTAL FEDERAL	-	-	-	-

STATE				
354.03 Highways and Streets.....	-	-	-	-
354.09 Community Development.....	-	-	-	-
354.15 Recycling/Act 101.....	-	-	-	9,008
354.00 All Other State Capital and Operating Grants.....	-	-	-	-
355.01 Public Utility Realty Tax (PURTA).....	-	-	-	1,375
355.02 - 355.03 Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback.....	-	-	-	97,448
355.04 Alcoholic Beverage Licenses.....	-	-	-	600
355.05 General Municipal Pension System State Aid.....	-	-	-	59,086
355.07 Foreign Fire Insurance Tax Distribution.....	-	-	-	20,181
355.08 Local Share Assessment/Gaming Proceeds.....	-	-	-	-
355.09 Marcellus Shale Impact Fee Distribution.....	-	-	-	-
355.00 All Other State Shared Revenues & Entitlements.....	-	-	-	5,674
356.00 State Payments in Lieu of Taxes.....	-	-	-	-
TOTAL STATE	-	-	-	193,372

LOCAL GOVERNMENT UNITS				
357.03 Highways and Streets.....	-	-	-	-
357.00 All Other Local Governmental Units Capital and Operating Grants.....	-	-	-	-
358.00 Local Government Unit Shared Payments for Contracted Intergovernmental Services.....	-	-	-	10,376
359.00 Local Governmental Units, Authorities Payments and Payments in Lieu of Taxes.....	-	-	-	-
TOTAL LOCAL GOVERNMENT UNITS	-	-	-	10,376

TOTAL INTERGOVERNMENTAL REVENUES	203,748
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REVENUES		GOVERNMENTAL FUNDS			
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
CHARGES FOR SERVICE					
361.00	General Government.....	11,978	-	-	-
362.00	Public Safety.....	68,660	-	-	-
363.20	Parking.....	-	-	-	-
363.00	All Other Charges for Highway & Streets Services.....	-	-	-	-
364.10	Wastewater/Sewage Charges.....	-	-	-	-
364.30	Solid Waste Collection & Disposal Charge (trash).....	-	-	-	-
364.60	Host Municipality Benefit Fee for Solid Waste Facility.....	-	-	-	-
364.00	All Other Charges for Sanitation Services.....	-	-	-	-
365.00	Health.....	-	-	-	-
366.00	Human Services.....	-	-	-	-
367.00	Culture and Recreation.....	-	-	-	-
368.00	Airports.....	-	-	-	-
369.00	Bars.....	-	-	-	-
370.00	Cemeteries.....	-	-	-	-
372.00	Electric System.....	-	-	-	-
373.00	Gas System.....	-	-	-	-
374.00	Housing System.....	-	-	-	-
375.00	Markets.....	-	-	-	-
377.00	Transit Systems.....	-	-	-	-
378.00	Water System.....	-	-	-	-
379.00	All Other Charges for Service.....	-	-	-	-
TOTAL CHARGES FOR SERVICE		80,638	-	-	-

UNCLASSIFIED OPERATING REVENUES					
383.00	Assessments.....	434	-	-	-
386.00	Escheats (sale of personal property).....	-	-	-	-
387.00	Contributions & Donations from Private Sectors.....	-	16,120	36,428	-
388.00	Fiduciary Fund Pension Contributions.....	 	 	 	
389.00	All Other Unclassified Operating Revenues***.....	2,081	86	-	-
TOTAL UNCLASSIFIED OPERATING REVENUES		2,515	16,206	36,428	-

OTHER FINANCING SOURCES					
391.00	Proceeds of General Fixed Asset Disposition.....	1,423	-	-	-
392.00	Interfund Operating Transfers**.....	-	-	2,207,000	-
393.00	Proceeds of General Long-Term Debt.....	-	-	-	2,000,000
394.00	Proceeds of Short-Term Debt.....	-	-	-	-
395.00	Refunds of Prior Year Expenditures.....	33,888	-	-	-
TOTAL OTHER FINANCING SOURCES		35,311	-	2,207,000	2,000,000

TOTAL REVENUES	1,636,220	241,756	2,248,394	2,068,910
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** The total of line 392.00 must match the total of line 492.00

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*** This amount cannot be greater than 1% of "TOTAL REVENUES" in each of the funds.

2020 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT | STATEMENT OF REVENUES AND EXPENDITURES

REVENUES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
CHARGES FOR SERVICE				
361.00 General Government.....	-	-	-	11,978
362.00 Public Safety.....	-	-	-	68,660
363.20 Parking.....	-	-	-	-
363.00 All Other Charges for Highway & Streets Services.....	-	-	-	-
364.10 Wastewater/Sewage Charges.....	-	-	-	-
364.30 Solid Waste Collection & Disposal Charge (trash).....	-	-	-	-
364.60 Host Municipality Benefit Fee for Solid Waste Facility.....	-	-	-	-
364.00 All Other Charges for Sanitation Services.....	-	-	-	-
365.00 Health.....	-	-	-	-
366.00 Human Services.....	-	-	-	-
367.00 Culture and Recreation.....	-	-	-	-
368.00 Airports.....	-	-	-	-
369.00 Bars.....	-	-	-	-
370.00 Cemeteries.....	-	-	-	-
372.00 Electric System.....	-	-	-	-
373.00 Gas System.....	-	-	-	-
374.00 Housing System.....	-	-	-	-
375.00 Markets.....	-	-	-	-
377.00 Transit Systems.....	-	-	-	-
378.00 Water System.....	-	-	-	-
379.00 All Other Charges for Service.....	-	-	-	-
TOTAL CHARGES FOR SERVICE.....	-	-	-	80,638

UNCLASSIFIED OPERATING REVENUES				
383.00 Assessments.....	-	-	-	434
386.00 Escheats (sale of personal property).....	-	-	-	-
387.00 Contributions & Donations from Private Sectors.....	-	-	-	52,548
388.00 Fiduciary Fund Pension Contributions.....	-	-	74,829	74,829
389.00 All Other Unclassified Operating Revenues***.....	-	-	6,753	8,920
TOTAL UNCLASSIFIED OPERATING REVENUES.....	-	-	81,582	136,731

OTHER FINANCING SOURCES				
391.00 Proceeds of General Fixed Asset Disposition.....	-	-	-	1,423
392.00 Interfund Operating Transfers**.....	-	-	-	2,207,000
393.00 Proceeds of General Long-Term Debt.....	-	-	-	2,000,000
394.00 Proceeds of Short-Term Debt.....	-	-	-	-
395.00 Refunds of Prior Year Expenditures.....	-	-	-	33,888
TOTAL OTHER FINANCING SOURCES.....	-	-	-	4,242,311

TOTAL REVENUES.....	-	-	258,160	6,453,440
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** The total of line 392.00 must match the total of line 492.00

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*** This amount cannot be greater than 1% of "TOTAL REVENUES" in each of the funds.

EXPENDITURES		GOVERNMENTAL FUNDS			
		General Fund	Special Revenue <i>(Including State Liquid Fuels)</i>	Capital Projects	Debt Service
GENERAL GOVERNMENT					
400.00	Legislative (Governing) Body.....	10,659	-	-	-
401.00	Executive (Manager or Mayor).....	162,415	-	-	-
402.00	Auditing Services/Financial Administration.....	19,259	-	-	-
403.00	Tax Collection.....	13,844	-	-	-
404.00	Solicitor/Legal Services.....	40,983	-	-	-
405.00	Secretary/Clerk.....	-	-	-	-
406.00	Other General Government Administration.....	10,509	-	-	-
407.00	IT-Networking Services-Data Processing.....	-	-	-	-
408.00	Engineering Services.....	75,048	-	-	-
409.00	General Government Buildings and Plant.....	33,316	-	4,279	-
TOTAL GENERAL GOVERNMENT.....		366,033	-	4,279	-

PUBLIC SAFETY					
410.00	Police.....	635,886	2,297	12,899	-
411.00	Fire.....	48,913	23,485	-	-
412.00	Ambulance/Rescue.....	-	-	-	-
413.00	UCC and Code Enforcement.....	11,818	-	-	-
414.00	Planning and Zoning.....	6,344	-	-	-
415.00	Emergency Management & Communications.....	-	-	-	-
416.00	Militia and Armories.....	-	-	-	-
417.00	Examination of Licensed Occupations.....	-	-	-	-
418.00	Public Scales (weights and measures).....	-	-	-	-
419.00	Other Public Safety.....	-	-	-	-
TOTAL PUBLIC SAFETY.....		702,961	25,782	12,899	-

HEALTH AND HUMAN SERVICES					
420.00-425.00	Health and Human Services.....	-	-	-	-

PUBLIC WORKS - SANITATION					
426.00	Recycling Collection and Disposal.....	-	-	-	-
427.00	Solid Waste Collection and Disposal (trash).....	-	-	-	-
428.00	Weed Control.....	-	-	-	-
429.00	Wastewater/Sewage Collection & Treatment.....	-	-	-	-
TOTAL PUBLIC WORKS - SANITATION.....		-	-	-	-

EXPENDITURES	PROPRIETARY FUNDS			FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only	
GENERAL GOVERNMENT					
400.00 Legislative (Governing) Body.....	-	-	-	-	10,659
401.00 Executive (Manager or Mayor).....	-	-	-	-	162,415
402.00 Auditing Services/Financial Administration.....	-	-	-	-	19,259
403.00 Tax Collection.....	-	-	-	-	13,844
404.00 Solicitor/Legal Services.....	-	-	-	-	40,983
405.00 Secretary/Clerk.....	-	-	-	-	-
406.00 Other General Government Administration.....	-	-	-	-	10,509
407.00 IT-Networking Services-Data Processing.....	-	-	-	-	-
408.00 Engineering Services.....	-	-	-	-	75,048
409.00 General Government Buildings and Plant.....	-	-	-	-	37,595
TOTAL GENERAL GOVERNMENT.....	-	-	-	-	370,312

PUBLIC SAFETY					
410.00 Police.....	-	-	-	-	651,082
411.00 Fire.....	-	-	-	-	72,398
412.00 Ambulance/Rescue.....	-	-	-	-	-
413.00 UCC and Code Enforcement.....	-	-	-	-	11,818
414.00 Planning and Zoning.....	-	-	-	-	6,344
415.00 Emergency Management & Communications.....	-	-	-	-	-
416.00 Militia and Armories.....	-	-	-	-	-
417.00 Examination of Licensed Occupations.....	-	-	-	-	-
418.00 Public Scales (weights and measures).....	-	-	-	-	-
419.00 Other Public Safety.....	-	-	-	-	-
TOTAL PUBLIC SAFETY.....	-	-	-	-	741,642

HEALTH AND HUMAN SERVICES					
420.00-425.00 Health and Human Services.....	-	-	-	-	-

PUBLIC WORKS - SANITATION					
426.00 Recycling Collection and Disposal.....	-	-	-	-	-
427.00 Solid Waste Collection and Disposal (garbage).....	-	-	-	-	-
428.00 Weed Control.....	-	-	-	-	-
429.00 Wastewater/Sewage Collection & Treatment.....	-	-	-	-	-
TOTAL PUBLIC WORKS - SANITATION.....	-	-	-	-	-

EXPENDITURES		GOVERNMENTAL FUNDS			
		General Fund	Special Revenue <i>(Including State Liquid Fuels)</i>	Capital Projects	Debt Service
PUBLIC WORKS - HIGHWAYS & STREETS					
430.00	General Services - Administration.....	105,206	-	71,555	-
431.00	Cleaning of Streets and Gutters.....	-	-	-	-
432.00	Winter Maintenance - Snow Removal.....	-	486	-	-
433.00	Traffic Control Devices.....	-	2,051	-	-
434.00	Street Lighting.....	-	18,702	-	-
435.00	Sidewalks and Crosswalks.....	-	-	-	-
436.00	Storm Sewers and Drains.....	-	-	-	-
437.00	Repairs of Tools and Machinery.....	-	203	-	-
438.00	Maintenance & Repairs of Roads & Bridges.....	-	1,089	50,331	-
439.00	Highway Construction and Rebuilding Projects.....	1,500	-	-	-
TOTAL PUBLIC WORKS - HIGHWAYS & STREETS		106,706	22,531	121,886	-

PUBLIC WORKS - OTHER SERVICES					
440.00	Airports.....	-	-	-	-
441.00	Cemeteries.....	-	-	-	-
442.00	Electric System.....	-	-	-	-
443.00	Gas System.....	-	-	-	-
444.00	Markets.....	-	-	-	-
445.00	Parking.....	-	-	-	-
446.00	Storm Water and Flood Control.....	-	-	-	-
447.00	Transit System.....	-	-	-	-
448.00	Water System.....	-	-	-	-
449.00	Water Transport and Terminals.....	-	-	-	-
TOTAL PUBLIC WORKS - OTHER SERVICES		-	-	-	-

CULTURE AND RECREATION					
451.00	Culture-Recreation Administration.....	-	-	-	-
452.00	Participant Recreation.....	-	-	-	-
453.00	Spectator Recreation.....	-	-	-	-
454.00	Parks.....	6,543	603	-	-
455.00	Shade Trees.....	-	-	-	-
456.00	Libraries.....	-	22,884	-	-
457.00	Civil and Military Celebrations.....	-	-	-	-
458.00	Senior Citizens' Centers.....	-	-	-	-
459.00	All Other Culture and Recreation.....	-	-	-	-
TOTAL CULTURE AND RECREATION		6,543	23,487	-	-

COMMUNITY DEVELOPMENT					
461.00	Conservation of Natural Resources.....	-	-	-	-
462.00	Community Development and Housing.....	-	-	-	-
463.00	Economic Development.....	-	-	-	-
464.00	Economic Opportunity.....	-	-	-	-
465.00 - 469.00	All Other Community Development.....	-	-	-	-
TOTAL COMMUNITY DEVELOPMENT		-	-	-	-

2020 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT | STATEMENT OF REVENUES AND EXPENDITURES

EXPENDITURES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
PUBLIC WORKS - HIGHWAYS & STREETS				
430.00 General Services - Administration.....	-	-	-	176,761
431.00 Cleaning of Streets and Gutters.....	-	-	-	-
432.00 Winter Maintenance - Snow Removal.....	-	-	-	486
433.00 Traffic Control Devices.....	-	-	-	2,051
434.00 Street Lighting.....	-	-	-	18,702
435.00 Sidewalks and Crosswalks.....	-	-	-	-
436.00 Storm Sewers and Drains.....	-	-	-	-
437.00 Repairs of Tools and Machinery.....	-	-	-	203
438.00 Maintenance & Repairs of Roads & Bridges.....	-	-	-	51,420
439.00 Highway Construction and Rebuilding Projects.....	-	-	-	1,500
TOTAL PUBLIC WORKS - HIGHWAYS & STREETS	-	-	-	251,123

PUBLIC WORKS - OTHER SERVICES				
440.00 Airports.....	-	-	-	-
441.00 Cemeteries.....	-	-	-	-
442.00 Electric System.....	-	-	-	-
443.00 Gas System.....	-	-	-	-
444.00 Markets.....	-	-	-	-
445.00 Parking.....	-	-	-	-
446.00 Storm Water and Flood Control.....	-	-	-	-
447.00 Transit System.....	-	-	-	-
448.00 Water System.....	-	-	-	-
449.00 Water Transport and Terminals.....	-	-	-	-
TOTAL PUBLIC WORKS - OTHER SERVICES	-	-	-	-

CULTURE AND RECREATION				
451.00 Culture-Recreation Administration.....	-	-	-	-
452.00 Participant Recreation.....	-	-	-	-
453.00 Spectator Recreation.....	-	-	-	-
454.00 Parks.....	-	-	371	7,517
455.00 Shade Trees.....	-	-	-	-
456.00 Libraries.....	-	-	-	22,884
457.00 Civil and Military Celebrations.....	-	-	-	-
458.00 Senior Citizens' Centers.....	-	-	-	-
459.00 All Other Culture and Recreation.....	-	-	-	-
TOTAL CULTURE AND RECREATION	-	-	371	30,401

COMMUNITY DEVELOPMENT				
461.00 Conservation of Natural Resources.....	-	-	-	-
462.00 Community Development and Housing.....	-	-	-	-
463.00 Economic Development.....	-	-	-	-
464.00 Economic Opportunity.....	-	-	-	-
465.00 - 469.00 All Other Community Development.....	-	-	-	-
TOTAL COMMUNITY DEVELOPMENT	-	-	-	-

EXPENDITURES	GOVERNMENTAL FUNDS			
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
DEBT SERVICE				
471.00 Debt Principal (short-term and long-term).....	-	-	-	44,542
472.00 Debt Interest (short-term and long-term).....	-	-	-	4,628
475.00 Fiscal Agent Fees.....	-	-	-	15,227
TOTAL DEBT SERVICE	-	-	-	64,397

EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS				
481.00 Employer Paid Withholding Taxes and Unemployment Compensation.....	74,919	-	-	-
482.00 Judgments and Losses.....	-	-	-	-
483.00 Pension/Retirement Fund Contributions.....	61,232	-	-	-
484.00 Worker Compensation Insurance.....	32,691	-	-	-
487.00 Group Insurance and Other Benefits.....	110,837	-	-	-
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS	279,679	-	-	-

INSURANCE				
486.00 Insurance, Casualty and Surety.....	76,330	-	-	-

UNCLASSIFIED OPERATING EXPENDITURES				
488.00 Fiduciary Fund Benefits and Refunds Paid.....				
489.00 All Other Unclassified Expenditures***.....	640	-	-	-
TOTAL UNCLASSIFIED OPERATING EXPENDITURES	640	-	-	-

OTHER FINANCING USES				
491.00 Refund of Prior Year Revenues.....	-	-	-	-
492.00 Interfund Operating Transfers**.....	206,700	300	-	2,000,000
493.00 All Other Financing Uses.....	-	-	-	-
TOTAL OTHER FINANCING USES	206,700	300	-	2,000,000

TOTAL EXPENDITURES	1,745,592	72,100	139,064	2,064,397
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EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES	(109,372)	169,656	2,109,330	4,513
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** The total of line 492.00 must match the total of line 392.00

*** This amount cannot be greater than 1% of "TOTAL EXPENDITURES" in each of the funds.

2020 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT | STATEMENT OF REVENUES AND EXPENDITURES

EXPENDITURES	PROPRIETARY FUNDS			FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only	
DEBT SERVICE					
471.00 Debt Principal (short-term and long-term).....	-	-	-	-	44,542
472.00 Debt Interest (short-term and long-term).....	-	-	-	-	4,628
475.00 Fiscal Agent Fees.....	-	-	-	-	15,227
TOTAL DEBT SERVICE	-	-	-	-	64,397

EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS					
481.00 Employer Paid Withholding Taxes and Unemployment Compensation.....	-	-	-	-	74,919
482.00 Judgments and Losses.....	-	-	-	-	-
483.00 Pension/Retirement Fund Contributions.....	-	-	-	-	61,232
484.00 Worker Compensation Insurance.....	-	-	-	-	32,691
487.00 Group Insurance and Other Benefits.....	-	-	-	-	110,837
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS	-	-	-	-	279,679

INSURANCE					
486.00 Insurance, Casualty and Surety.....	-	-	-	-	76,330

UNCLASSIFIED OPERATING EXPENDITURES					
488.00 Fiduciary Fund Benefits and Refunds Paid.....	-	-	80,891		80,891
489.00 All Other Unclassified Expenditures***.....	-	-	-	-	640
TOTAL UNCLASSIFIED OPERATING EXPENDITURES	-	-	80,891	-	81,531

OTHER FINANCING USES					
491.00 Refund of Prior Year Revenues.....	-	-	-	-	-
492.00 Interfund Operating Transfers**.....	-	-	-	-	2,207,000
493.00 All Other Financing Uses.....	-	-	-	-	-
TOTAL OTHER FINANCING USES	-	-	-	-	2,207,000

TOTAL EXPENDITURES	-	-	81,262	-	4,102,415
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EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES	-	-	176,898	-	2,351,025
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** The total of line 492.00 must match the total of line 392.00

*** This amount cannot be greater than 1% of "TOTAL EXPENDITURES" in each of the funds.

DEBT STATEMENT

Purpose	Bond (B) Note (N)	Issue Date (year)	Maturity Date (year)	Original Amount of Issue	Outstanding Beginning of Year	Principal Incurred This Year (Additions)	Principal Paid This Year	Current Year Accretion of Compound Interest Bonds	Outstanding Year End	Plus (less) Unamortized Premium (Discount)	Total Balance
GENERAL OBLIGATION BONDS AND NOTES											
Radio Promissory Note	N	2019	2020	89,084	44,542	-	44,542		-	-	\$ -
General Obligation Note, 2020 Series	N	2020	2040	2,000,000	-	2,000,000			2,000,000		\$ 2,000,000
									-		\$ -
									-		\$ -
									-		\$ -
									-		\$ -
									-		\$ -
									-		\$ -
									-		\$ -
									-		\$ -
REVENUE BONDS AND NOTES											
									-		\$ -
									-		\$ -
									-		\$ -
									-		\$ -
									-		\$ -
LEASE RENTAL DEBT/GENERAL LEASES											
									-		\$ -
									-		\$ -
									-		\$ -
									-		\$ -
OTHER											
									-		\$ -
									-		\$ -
									-		\$ -
									-		\$ -
Total bonds and notes outstanding.....										\$	2,000,000
Capitalized lease obligations.....											-
Other debt.....											-
TOTAL OUTSTANDING DEBT.....										\$	2,000,000

STATEMENT OF CAPITAL EXPENDITURES

CATEGORY:	Capital Purchases	Capital Construction	Total
Community Development.....	-	-	-
Electric.....	-	-	-
Fire.....	-	-	-
Gas System.....	-	-	-
General Government.....	19,627	18,820	38,447
Health.....	-	-	-
Housing.....	-	-	-
Libraries.....	-	-	-
Mass Transit.....	-	-	-
Parks.....	-	-	-
Police.....	12,899	-	12,899
Recreation.....	-	-	-
Sewer.....	-	-	-
Solid Waste.....	-	-	-
Streets/Highways.....	-	62,742	62,742
Water.....	-	-	-
Other (Please specify)	-	-	-
TOTAL CAPITAL EXPENDITURES*			\$ 114,088

**Capital expenditures are generally considered to be those which result in additions to the value of fixed assets (land, buildings and other structures, machinery and equipment) .*

EMPLOYEE COMPENSATION

Total salaries, wages, commissions, etc. paid this year
(including all employees and elected officials)** \$ 858,370

***Use income from box 16 of the W-3 Statement*

NORTH WALES BOROUGH
OTHER SUPPLEMENTARY INFORMATION
TO THE FINANCIAL STATEMENTS
DECEMBER 31, 2020

ITEM A - BASIS OF ACCOUNTING

The accompanying financial statements conform to the financial reporting provisions prescribed or permitted by the Pennsylvania Department of Community and Economic Development (DCED).

ITEM B - RISKS AND UNCERTAINTIES

On March 11, 2020, the World Health organization declared the novel coronavirus ("COVID-19") outbreak a pandemic which has impacted the global economy. Although no significant financial impact has occurred thus far, the COVID-19 pandemic is still on-going and the duration and extent of the related financial impact on the Borough's financial position, operations and cash flows is uncertain and cannot be reasonably estimated at this time.