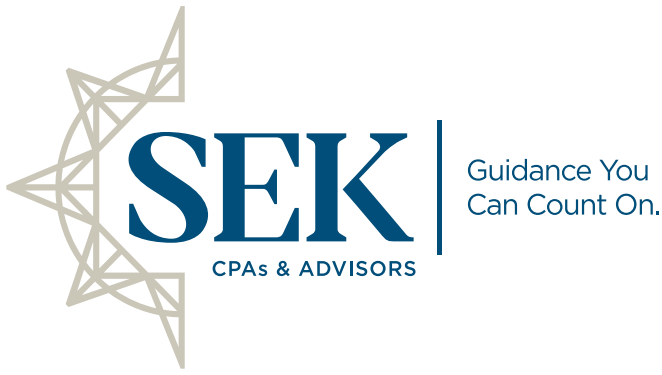


Annual Audit and
Financial Report
(DCED-CLGS-30)

December 31,
2022

Rye Township



INDEPENDENT AUDITOR'S REPORT

Board of Supervisors
Rye Township, Perry County
Marysville, Pennsylvania

President Judge of the Court of Common Pleas

Secretary of the Department of Community and Economic Development

Opinion

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

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

Basis for Opinion

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

Emphasis of Matter - Basis of Accounting

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

Responsibilities of Management for the Financial Statements

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

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of Rye 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 Rye 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.

Restriction on Use

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

Smith & Elliott Adams Company, LLC

Carlisle, Pennsylvania
March 30, 2023

**2022 MUNICIPAL ANNUAL AUDIT
AND
FINANCIAL REPORT**

500665 RYE TWP, PERRY COUNTY

RYE TWP, PERRY County

BALANCE SHEET

December 31, 2022

		Governmental Funds				Proprietary Funds		Fid. Fund	Account Groups		Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long Term Debt	Memorandum Only
Liabilities and Other Credits											
260-269	Long-Term-Liabilities										
240-259	Current Portion of Long-Term Debt and Other Credits										
Total Liabilities and Other Credits		271									271
Fund and Account Group Equity											
281-284	Contributed Capital										
290.00	Investment in General Fixed Assets										
270-289	Fund Balance / Retained Earnings on 12/31	1,141,957	3,452	958,942		296,444					2,400,795
291-299	Other Equity										
Total Fund and Account Group Equity		1,141,957	3,452	958,942		296,444					2,400,795
TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY											2,401,066

RYE TWP, PERRY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2022

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

REVENUES

Taxes

301.00	Real Estate Taxes	110,052	35,410	22,421				167,883
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	8,510						8,510
310.10	Real Estate Transfer Taxes	40,075						40,075
310.20	Earned Income Taxes / Wage Taxes	392,493						392,493
310.30	Business Gross Receipts Taxes							
310.40	Occupation Taxes (levied under Act 511)							
310.50	Local Services Tax **							
310.60	Amusement / Admission Taxes							
310.70	Mechanical Device Taxes							
310.90	Other: _____							
	Other: _____							
Total Taxes		551,130	35,410	22,421				608,961

Licenses and Permits

320-322	All Other Licenses and Permits	490						490
321.80	Cable Television Franchise Fees	2,964						2,964
Total Licenses and Permits		3,454						3,454

Fines and Forfeits

330-332	Fines and Forfeits	2,538						2,538
Total Fines and Forfeits		2,538						2,538

RYE TWP, PERRY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2022

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

REVENUES

Interest, Rents and Royalties								
341.00	Interest Earnings	15,654	1,263	4,722		821		22,460
342.00	Rents and Royalties	350						350
Total Interest, Rents and Royalties		16,004	1,263	4,722		821		22,810

Federal								
351.03	Highways and Streets							
351.09	Community Development							
351.00	All Other Federal Capital and Operating Grants							
352.01	National Forest							
352.00	All Other Federal Shared Revenue and Entitlements	125,397						125,397
353.00	Federal Payments in Lieu of Taxes							
Total Federal		125,397						125,397

State								
354.03	Highways and Streets							
354.09	Community Development							
354.15	Recycling / Act 101							
354.00	All Other State Capital and Operating Grants							
355.01	Public Utility Realty Tax (PURTA)	558						558
355.02-355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		120,700					120,700
355.04	Alcoholic Beverage Licenses							
355.05	General Municipal Pension System State Aid	9,609				951		10,560
355.07	Foreign Fire Insurance Tax Distribution	15,354						15,354
355.08	Local Share Assessment/Gaming Proceeds							
355.09	Marcellus Shale Impact Fee Distribution							

RYE TWP, PERRY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2022

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

REVENUES

State								
355.00	All Other State Shared Revenues and Entitlements							
356.00	State Payments in Lieu of Taxes	7,888						7,888
Total State		33,409	120,700			951		155,060

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

Charges for Service								
361.00	General Government	6,298						6,298
362.00	Public Safety	9,917						9,917
363.20	Parking							
363.00	All Other Charges for Highway & Street Services	1,200						1,200
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)							
364.30	Solid Waste Collection and Disposal Charge (trash)				207,360			207,360
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	75						75
368.00	Airports							

RYE TWP, PERRY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2022

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

REVENUES

Charges for Service								
369.00	Bars							
370.00	Cemeteries							
372.00	Electric System							
373.00	Gas System							
374.00	Housing System							
375.00	Markets							
377.00	Transit Systems							
378.00	Water System							
379.00	All Other Charges for Service							
Total Charges for Service		17,490				207,360		224,850

Unclassified Operating Revenues								
383.00	Special Assessments							
386.00	Escheats (sale of personal property)							
387.00	Contributions and Donations from Private Sectors	140						140
388.00	Fiduciary Fund Pension Contributions							
389.00	All Other Unclassified Operating Revenues	19		15		1,050		1,084
Total Unclassified Operating Revenues		159		15		1,050		1,224

Other Financing Sources								
391.00	Proceeds of General Fixed Asset Disposition	1,500						1,500
392.00	Interfund Operating Transfers	22,421		289,921		16,935		329,277
393.00	Proceeds of General Long-Term Debt							
394.00	Proceeds of Short Term-Debt							

RYE TWP, PERRY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2022

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

REVENUES

Other Financing Sources								
395.00	Refunds of Prior Year Expenditures	212						212
Total Other Financing Sources		24,133		289,921		16,935		330,989

TOTAL REVENUES

773,714	157,373	317,079		227,117			1,475,283
---------	---------	---------	--	---------	--	--	-----------

EXPENDITURES

General Government								
400.00	Legislative (Governing) Body	3,756						3,756
401.00	Executive (Manager or Mayor)							
402.00	Auditing Services / Financial Administration	10,849						10,849
403.00	Tax Collection	15,891						15,891
404.00	Solicitor / Legal Services	12,553						12,553
405.00	Secretary / Clerk	67,365						67,365
406.00	Other General Government Administration							
407.00	IT-Networking Services-Data Processing	1,613						1,613
408.00	Engineering Services	481						481
409.00	General Government Buildings and Plant	16,200						16,200
Total General Government		128,708						128,708

Public Safety

410.00	Police							
411.00	Fire	35,354	29,843					65,197
412.00	Ambulance / Rescue		3,711					3,711
413.00	UCC and Code Enforcement	12,160						12,160

RYE TWP, PERRY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2022

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

EXPENDITURES

Public Safety

414.00	Planning and Zoning	59						59
415.00	Emergency Management and Communications							
416.00	Militia and Armories							
417.00	Examination of Licensed Occupations							
418.00	Public Scales (weights and measures)							
419.00	Other Public Safety	261						261
Total Public Safety		47,834	33,554					81,388

Health and Human Services

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

Public Works - Sanitation

426.00	Recycling Collection and Disposal				2,240			2,240
427.00	Solid Waste Collection and Disposal (garbage)				221,272			221,272
428.00	Weed Control							
429.00	Wastewater / Sewage Treatment and Collection	6,623						6,623
Total Public Works - Sanitation		6,623			223,512			230,135

Public Works - Highways and Streets

430.00	General Services - Administration	115,755						115,755
431.00	Cleaning of Streets and Gutters							
432.00	Winter Maintenance – Snow Removal	17,661						17,661
433.00	Traffic Control Devices	7,357						7,357
434.00	Street Lighting							

RYE TWP, PERRY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2022

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

EXPENDITURES

Public Works - Highways and Streets								
435.00	Sidewalks and Crosswalks							
436.00	Storm Sewers and Drains	13,073						13,073
437.00	Repairs of Tools and Machinery	9,874						9,874
438.00	Maintenance and Repairs of Roads and Bridges	44,991						44,991
439.00	Highway Construction and Rebuilding Projects	45,912	295,000					340,912
Total Public Works - Highways and Streets		254,623	295,000					549,623

Other Public Works Enterprises								
440.00	Airports							
441.00	Cemeteries	1,320						1,320
442.00	Electric System							
443.00	Gas System							
444.00	Markets							
445.00	Parking							
446.00	Storm Water and Flood Control							
447.00	Transit System							
448.00	Water System							
449.00	Water Transport and Terminals							
Total Other Public Works Enterprises		1,320						1,320

Culture and Recreation								
451.00	Culture-Recreation Administration							
452.00	Participant Recreation							
453.00	Spectator Recreation							
454.00	Parks							

RYE TWP, PERRY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2022

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

EXPENDITURES

Culture and Recreation								
455.00	Shade Trees							
456.00	Libraries	1,700	1,856					3,556
457.00	Civil and Military Celebrations							
458.00	Senior Citizens' Centers	1,200						1,200
459.00	All Other Culture and Recreation	7,115						7,115
Total Culture and Recreation		10,015	1,856					11,871

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

Debt Service								
471.00	Debt Principal (short-term and long-term)							
472.00	Debt Interest (short-term and long-term)							
475.00	Fiscal Agent Fees							
Total Debt Service								

Employer Paid Benefits and Withholding Items								
481.00	Employer Paid Withholding Taxes and Unemployment Compensation	13,665						13,665
482.00	Judgments and Losses							
483.00	Pension / Retirement Fund Contributions	18,312			1,812			20,124

RYE TWP, PERRY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2022

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

EXPENDITURES

Employer Paid Benefits and Withholding Items								
484.00	Worker Compensation Insurance	10,750						10,750
487.00	Other Group Insurance Benefits	55,395						55,395
Total Employer Paid Benefits and Withholding Items		98,122			1,812			99,934

Insurance								
486.00	Insurance, Casualty, and Surety	24,556						24,556
Total Insurance		24,556						24,556

Unclassified Operating Expenditures								
488.00	Fiduciary Fund Benefits and Refunds Paid							
489.00	All Other Unclassified Expenditures	1,355						1,355
Total Unclassified Operating Expenditures		1,355						1,355

Other Financing Uses								
491.00	Refund of Prior Year Revenues							
492.00	Interfund Operating Transfers	291,856	37,421					329,277
493.00	All Other Financing Uses							
Total Other Financing Uses		291,856	37,421					329,277

TOTAL EXPENDITURES	865,012	330,410	37,421		225,324			1,458,167
---------------------------	---------	---------	--------	--	---------	--	--	-----------

EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES	-91,298	-173,037	279,658		1,793			17,116
---	---------	----------	---------	--	-------	--	--	--------

RYE TWP

December 31, 2022

DEBT STATEMENT

OUTSTANDING BONDS AND NOTES

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

Purpose	Bond (B) Capital Lease (C) Lease Rental (L) Note (N)	Issue Year (yyyy)	Maturity Year (yyyy)	Original Amount of Issue	Outstanding Beginning of Year (1)	Principal Incurred This Year	Principal Paid This Year	Current Year Accretion on Compound Interest Bonds	Outstanding at Year End (1)	Plus (less) Unamortized Premium (Discount)	Total Balance
General Obligation Bonds and Notes											
Revenue Bonds and Notes											
Lease Rental Debt											
Other											

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding

0

Capitalized lease obligations

0

Net debt

0

RYE TWP, PERRY County
STATEMENT OF CAPITAL EXPENDITURES

December 31, 2022

Category	Capital Purchases	Capital Construction	Total
Community Development			
Electric			
Fire			
Gas System			
General Government	3,345		3,345
Health			
Housing			
Libraries			
Mass Transit			
Parks			
Police			
Recreation			
Sewer			
Solid Waste			
Streets / Highways		29,843	29,843
Water			
Other: _____			
TOTAL CAPITAL EXPENDITURES	3,345	29,843	33,188

EMPLOYEE COMPENSATION

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

185,786

RYE TOWNSHIP
Notes to Financial Statements
December 31, 2022

COMMENTS

NOTE 1 BASIS OF ACCOUNTING

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

NOTE 2 PENSION

The Township has a defined benefit pension plan. This is not reported as a Fiduciary Fund of the Township for reporting on the DCED report due to the fact the Township does not hold the assets in a fiduciary capacity. This plan is held by the Pennsylvania Municipal Retirement System which is an agent multiple employer pension plan.

NOTE 3 A/C 429.00 WASTEWATER/SEWAGE TREATMENT AND COLLECTION

Line 429 has expenses related to a sewage enforcement officer. There is no revenue related to this because the Township does not charge a fee for this service.