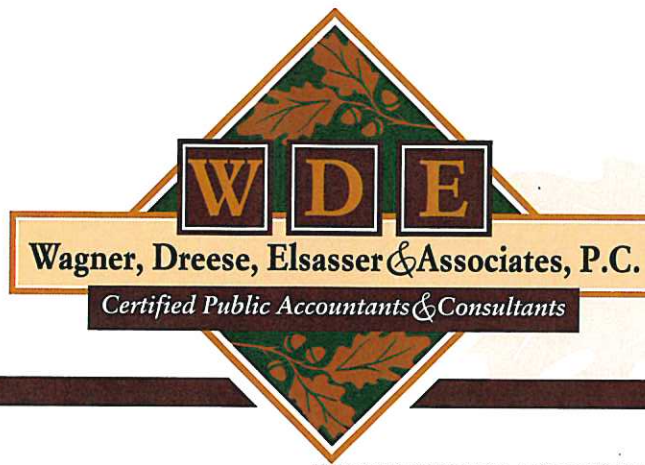


2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT

470215 MAHONING TWP, MONTGOMERY COUNTY



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Office Locations

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(570) 743-2030

BROOKPARK STATION
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(570) 524-0488

247 FILBERT STREET
MILTON, PA 17847
(570) 742-2613

219 MAIN STREET
P.O. BOX 257
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INDEPENDENT AUDITOR'S REPORT

Members of the Board
Mahoning Township
Danville, PA

We have audited the accompanying Annual Report of Municipal Authorities (DCED - CLGS - 30) for Mahoning Township, as of and for the year ended December 31, 2016, as described in the instructions provided by the Pennsylvania Department of Community and Economic Development (DCED). This annual report is the responsibility of the Township's management. Our responsibility is to express an opinion on this annual report based on our audit.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these annual reports in accordance with the financial reporting provisions of Pennsylvania Department of Community and Economic Development. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these annual reports 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 annual reports are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the annual reports. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the annual reports, 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 annual reports 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 annual reports.

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

The accompanying annual report is prepared in conformity with the accounting practices prescribed or permitted by the state in which they were filed, which is a comprehensive basis of accounting other than generally accepted accounting principles. It is not intended to be a complete presentation of the Township's assets, liabilities, revenues and expenses on the basis described.

Opinion

In our opinion, the annual report referred to above present fairly, in all material respects, the financial position of the Mahoning Township for the year ended December 31, 2016 on the basis of accounting described in the sixth paragraph.

Basis of Accounting

We draw attention to the sixth paragraph, which describes the basis of accounting. The annual reports are prepared on the basis of the financial reporting provisions of Pennsylvania Department of Community and Economic Development, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to comply with the requirements of Pennsylvania Department of Community and Economic Development. Our opinion is not modified with respect to that matter.

Restriction on Use

This report is intended solely for the information and use of the board members and management of Mahoning Township and for filing with Pennsylvania Department of Community and Economic Development Center for Local Government Services. However, this report is a matter of public record and its distribution is not limited.



WAGNER, DREESE, ELSASSER & ASSOCIATES, P.C.

Certified Public Accountants and Consultants

Selinsgrove, PA

June 22, 2017

BALANCE SHEET

DCED-CLGS-30 (09-09)

MAHONING TWP, MONTOUR County

BALANCE SHEET

December 31, 2016

[illegible]

Liabilities and Other Credits

[illegible]

December 31, 2016

[illegible]

TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY	2,205,242
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MAHONING TWP, MONTOUR County
STATEMENT OF REVENUES AND EXPENDITURES
December 31, 2016

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	473,988	76,806						550,794
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	22,648							22,648
310.10	Real Estate Transfer Taxes	92,443							92,443
310.20	Earned Income Taxes / Wage Taxes	944,780							944,780
310.30	Business Gross Receipts Taxes								
310.40	Occupation Taxes (levied under Act 511)								
310.50	Local Services Tax **	545,563							545,563
310.60	Amusement / Admission Taxes								
310.70	Mechanical Device Taxes								
310.90	Other Local Tax Enabling Act / Act 511 / Taxes								
	Other: _____								
Total Taxes		2,079,422	76,806						2,156,228

Licenses and Permits									
320-322	All Other Licenses and Permits	184,658							184,658
321.80	Cable Television Franchise Fees	54,499							54,499
Total Licenses and Permits		239,157							239,157

Fines and Forfeits									
330-332	Fines and Forfeits	62,444							62,444
Total Fines and Forfeits		62,444							62,444

MAHONING TWP, MONTOUR County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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	3,975	1,470						5,445
342.00	Rents and Royalties	1,500							1,500
Total Interest, Rents and Royalties		5,475	1,470						6,945

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

State									
354.03	Highways and Streets								
354.09	Community Development								
354.15	Recycling / Act 101								
354.00	All Other State Capital and Operating Grants								
355.01	Public Utility Realty Tax (PURTA)	2,351							2,351
355.02-355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		153,064						153,064
355.04	Alcoholic Beverage Licenses	1,200							1,200
355.05	General Municipal Pension System State Aid	78,744							78,744
355.07	Foreign Fire Insurance Tax Distribution	31,367							31,367
355.08	Local Share Assessment/Gaming Proceeds								
355.09	Marcellus Shale Impact Fee Distribution								

MAHONING TWP, MONTOUR County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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	273							273
Total State		113,935	153,064						266,999

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	129,051							129,051
Total Local Government Units		129,051							129,051

Charges for Service									
361.00	General Government								
362.00	Public Safety	42,739							42,739
363.20	Parking	3,870							3,870
363.00	All Other Charges for Highway & Street Services								
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)	550							550
364.30	Solid Waste Collection and Disposal Charge (trash)	1,208							1,208
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								

MAHONING TWP, MONTOUR County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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	64						64
Total Charges for Service		48,431						48,431

Unclassified Operating Revenues								
383.00	Special Assessments							
386.00	Escheats (sale of personal property)							
387.00	Contributions and Donations from Private Sectors	12,492						12,492
388.00	Fiduciary Fund Pension Contributions							
389.00	All Other Unclassified Operating Revenues	70						70
Total Unclassified Operating Revenues		12,562						12,562

Other Financing Sources								
391.00	Proceeds of General Fixed Asset Disposition							
392.00	Interfund Operating Transfers	2,279						2,279
393.00	Proceeds of General Long-Term Debt							
394.00	Proceeds of Short Term-Debt							

MAHONING TWP, MONTOUR County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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	198,985							198,985
Total Other Financing Sources		201,264							201,264

TOTAL REVENUES	2,891,741	231,340							3,123,081
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EXPENDITURES

General Government									
400.00	Legislative (Governing) Body	31,572							31,572
401.00	Executive (Manager or Mayor)								
402.00	Auditing Services / Financial Administration	6,630							6,630
403.00	Tax Collection	63,005							63,005
404.00	Solicitor / Legal Services	128,619							128,619
405.00	Secretary / Clerk	93,481							93,481
406.00	Other General Government Administration	19,629							19,629
407.00	IT-Networking Services-Data Processing	19,781							19,781
408.00	Engineering Services	21,355							21,355
409.00	General Government Buildings and Plant	32,594							32,594
Total General Government		416,666							416,666

Public Safety									
410.00	Police	515,955							515,955
411.00	Fire	31,367	29,987						61,354
412.00	Ambulance / Rescue								
413.00	UCC and Code Enforcement	89,994							89,994

MAHONING TWP, MONTOUR County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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	36,909							36,909
415.00	Emergency Management and Communications								
416.00	Militia and Armories								
417.00	Examination of Licensed Occupations								
418.00	Public Scales (weights and measures)								
419.00	Other Public Safety								
Total Public Safety		674,225	29,987						704,212

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	3,414							3,414
427.00	Solid Waste Collection and Disposal (garbage)								
428.00	Weed Control								
429.00	Wastewater / Sewage Treatment and Collection	550							550
Total Public Works - Sanitation		3,964							3,964

Public Works - Highways and Streets									
430.00	General Services - Administration	437,266							437,266
431.00	Cleaning of Streets and Gutters								
432.00	Winter Maintenance – Snow Removal	15,964							15,964
433.00	Traffic Control Devices	11,925							11,925
434.00	Street Lighting		5,959						5,959

MAHONING TWP, MONTOUR County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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

EXPENDITURES

Public Works - Highways and Streets									
435.00	Sidewalks and Crosswalks								
436.00	Storm Sewers and Drains								
437.00	Repairs of Tools and Machinery	15,015							15,015
438.00	Maintenance and Repairs of Roads and Bridges	27,000							27,000
439.00	Highway Construction and Rebuilding Projects	63,504	192,274						255,778
Total Public Works - Highways and Streets		570,674	198,233						768,907

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

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

MAHONING TWP, MONTOUR County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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								
457.00	Civil and Military Celebrations								
458.00	Senior Citizens' Centers								
459.00	All Other Culture and Recreation								
Total Culture and Recreation									

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	67,295							67,295
482.00	Judgments and Losses								
483.00	Pension / Retirement Fund Contributions	230,422							230,422

MAHONING TWP, MONTOUR County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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							
487.00	Other Group Insurance Benefits	594,790						594,790
Total Employer Paid Benefits and Withholding Items		892,507						892,507

Insurance								
486.00	Insurance, Casualty, and Surety	125,849						125,849
Total Insurance		125,849						125,849

Unclassified Operating Expenditures								
488.00	Fiduciary Fund Benefits and Refunds Paid							
489.00	All Other Unclassified Expenditures	188						188
Total Unclassified Operating Expenditures		188						188

Other Financing Uses								
491.00	Refund of Prior Year Revenues	22,477						22,477
492.00	Interfund Operating Transfers		2,279					2,279
493.00	All Other Financing Uses							
Total Other Financing Uses		22,477	2,279					24,756

TOTAL EXPENDITURES	2,706,550	230,499						2,937,049
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EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES	185,191	841						186,032
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MAHONING TWP

December 31, 2016

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

MAHONING TWP, MONTOUR County
STATEMENT OF CAPITAL EXPENDITURES
December 31, 2016

Category	Capital Purchases	Capital Construction	Total
Community Development			
Electric			
Fire			
Gas System			
General Government			
Health			
Housing			
Libraries			
Mass Transit			
Parks			
Police	17,490		17,490
Recreation			
Sewer			
Solid Waste			
Streets / Highways	166,543	192,274	358,817
Water			
Other: _____			
TOTAL CAPITAL EXPENDITURES	184,033	192,274	376,307

EMPLOYEE COMPENSATION

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

860,518