

**ANNUAL
COMPREHENSIVE
FINANCIAL REPORT**



**BUCKINGHAM TOWNSHIP,
PENNSYLVANIA**

For the year ended December 31, 2023

**BUCKINGHAM TOWNSHIP
BUCKS COUNTY, PENNSYLVANIA**

**ANNUAL COMPREHENSIVE
FINANCIAL REPORT**

Year ended December 31, 2023

Prepared by:
Buckingham Township Finance Department
Jill G. Pistory, CPA, Treasurer/Finance Director

BUCKINGHAM TOWNSHIP

ANNUAL COMPREHENSIVE FINANCIAL REPORT

For the Year Ended December 31, 2023

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INTRODUCTORY SECTION



BUCKINGHAM TOWNSHIP

P.O. Box 413, Buckingham, Pennsylvania 18912
Phone (215) 794-8834 • Fax (215) 794-8837

Website - www.buckinghampa.org

June 6, 2024

To the Board of Supervisors and Citizens of Buckingham Township,
Pennsylvania:

We hereby submit the Annual Comprehensive Financial Report (ACFR) of Buckingham Township, Pennsylvania for the year ended December 31, 2023. Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Bee, Bergvall & Co., an independent firm of certified public accountants, has issued an unmodified opinion on Buckingham Township's financial statements for the year ended December 31, 2023. The independent auditor's report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD & A complements this letter of transmittal and should be read in conjunction with it.

Following the MD & A are the basic financial statements, including the government-wide financial statements, the fund financial statements, the notes to the financial statements, and the statistical section, complete the Comprehensive Annual Financial Report.

REPORTING ENTITY

Buckingham Township, incorporated in 1700, lies in the center of Bucks County, in the southeastern part of the state and is part of the Philadelphia Metropolitan Area. The 33 square mile area makes it the largest of the county's fifty-four townships. The Township is bisected by Old York Road, which follows the original route to New York City from Philadelphia established in colonial times. The governing body of the Township is the Board of Supervisors, which consists of three members, elected at large to a six-year term.

The Township provides a full range of municipal services. The public safety program includes police protection, fire marshal, building inspection, planning, zoning, and emergency management. The Highway programs include street sweeping, snow removal, traffic signalization and street markings, street lighting, storm sewer maintenance, bridge and highway construction and maintenance. The Park and recreation department owns and operates three community parks and provides a variety of recreational facilities and programs. The Township also fully operates and maintains the water and waste water systems for most of its residents who have public sewer and water connections.

This report includes all the funds of Buckingham Township. There are no separate component units included or excluded. The Township sponsors two defined benefit pension plans, the Police Pension Plan and the Non-Uniform Pension Plan. The plans are administered by the Pennsylvania Municipal Retirement System (PMRS). PMRS is an agent, multi-employer pension system with the purpose of administering sound, cost-effective pensions for local government employees.

ECONOMIC CONDITION

Buckingham Township is characterized by gentle rolling hills and productive agricultural soils. The land use composition of the Township in 2023, according to the Delaware Valley Regional Planning Commission, is comprised of 7310 acres of agricultural use; 6871 acres of residential; 948 acres of transportation and utilities; 460 acres of recreational use; 332 acres of commercial use; 184 acres of water use; ; 171 acres of institutional use; 53 acres of industrial; 532 acres of vacant land; Over 5,000 acres have been preserved from future development.

The 2020 census states Buckingham Township's population as 20,851, which represents a 4% increase from 2010. The Township experienced steady residential development during the late 1900's. Beginning in 2009, Buckingham had been affected by the nationwide construction downturn and downturn in home values. From 2010 to 2019 the increase in population was .82%, significantly lower development than the decade before. During 2019 through present, we have experienced a moderate increase in activity in the building department, the township issued 5 new housing permits in 2023 and 2 in 2022. The Township's proposed residential development projects include one residential project with 12 Single family homes, 18 townhomes and 12 twin homes which is in the review process and another mixed-use project which is approved but not recorded includes 19 single family homes, 4 apartments, 18 condominiums and two restaurants and one retail location. Taxable property assessed values increased by Less than 0.01% in 2023 and 0.5% in 2022. The current unemployment levels, 2.6 percent, are lower than the state (3.4 percent) and national averages (3.7 percent). Wealth and income levels well exceed state and national medians. Median household income as a percentage of the state is 249%.

Buckingham Township has maintained General Fund balances of at least \$3.9 million since fiscal year 2004. At the end of fiscal year 2023, the total fund balance increased to \$7,984,502, an ample 73.0% of General Fund expenditures and other financing uses. There was a increase in 2022 of \$879,469. This increase was due to a decrease in transfers of \$1,298,879 offset by an increase in revenues of \$422,662.

The General Fund budgeted expenditures plus transfers to other funds for 2024 are in excess of budgeted revenues by \$2,563,900. The budgeted fund balance at the end of 2024 will still be an ample \$4,650,100.

In February 2021, "S&P Global Ratings assigned its 'AAA' long-term rating to Buckingham Township, Pa.'s expected \$4 million series 2021A and \$5 million series 2021B general obligation (GO) bonds. At the same time, we affirmed our 'AAA' rating on the township's GO debt outstanding. The outlook is stable."

MAJOR INITIATIVES

Looking at 2023, building permit applications generally trended up from previous years. We saw small increases in the number of permit applications for new homes, residential alterations, basement fit-outs, and sheds/garages. We saw a decrease in the number of residential additions and decks much lower than the COVID years where home improvement applications peaked. The total number of inspections completed by the department was relatively unchanged.

On the commercial side, permit applications for alterations increased moderately. There was also an increase in Change of Occupancy permits for commercial uses. While the number of new commercial construction starts increased by only one over 2022, the department was also conducting inspections for large construction projects started in previous years. These include ongoing projects at the PA Biotechnology Center of Bucks County, Wawa, and Buckingham Friends School. Additional commercial, planned industrial and residential and commercial mixed-use projects are in the planning process.

In September 2023, Buckingham Township entered into a Memorandum of Understanding with the Central Bucks School District to place a School Resource Officer (SRO) in Central Bucks East High School. The high school shares a compound with the middle school and the SRO will frequent that and other Central Bucks schools within the Township as the SRO. The Township and school district had discussed wanting an SRO for the high school for many years but as the high school serves several municipalities and the police officer would have to come from Buckingham the logistics of placing our officer as the SRO was complicated in trying to determine how to equitably divide the costs among the municipalities. After years of on and off negotiations between the School District and the municipalities, the Township and School District agreed that the school would cover the costs of the SRO so that they can recover their costs spread across the municipalities and the Buckingham Township taxpayers would not be burdened with the entire cost. Officer Chris Schaeffer started the school year as the first SRO from Buckingham Township. Having an officer in the school has been a win-win for everyone.

Our police department saw the departure of our Police Chief in December of 2023 after almost seven years of service. Lieutenant William Moffett took the helm and did a wonderful job as Acting Chief shepherding the Township through the transition process getting ready for the hiring of a new Chief of Police.

The Township hired Safe City Solutions to assist with the process of selecting a new Chief. A committee was formed to review resumes and interview perspective candidates. We were pleased to have such a great pool of candidates to choose from but one outshined them all.

In May 2024, the Township hired David Scirrotto, Police Chief of Lower Moreland Township. Chief Scirrotto has had an impressive career thus far. After serving in the Air Force, he spent 32 years with the Lower Moreland Police Department, working his way to become their chief in 2019. He has also served as a training officer to other Police Chiefs and many academy cadets, even some of our newest officers. With master's degrees in administration and police science, and an impressive array of achievements, we are fortunate to have him.

In 2021 Central Bucks Regional Police Department (CBRPD) applied for a collaborative grant from the federal government. The grant was awarded to CBRPD, Buckingham Township, Doylestown Township, and Plumstead Township Police Departments to launch a De-escalation training program. This program would involve a combination of classroom de-escalation training, practical de-escalation scenarios, and Virtual Reality de-escalation training. Beginning in 2022, the initial cadre of 5 instructors attended a 40-hour "train the trainer" course. This Department of Justice approved course was presented by the National De-Escalation Training Center. During the year these 5 instructors began training with the Virtual Reality equipment purchased through the grant. In 2023, we completed the training modules and hope to implement the de-escalation training for all officers in the four involved departments.

FINANCIAL OPERATIONS

Accounting Systems and Controls

Responsibility for the completeness and reliability of the information contained in this report is based on a comprehensive framework of internal control that management established for this purpose. Because the cost of internal control should not exceed the anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Our internal control evaluations occur within the above framework. We believe that the Township's internal controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

Budget

Annual Budgets are adopted for all governmental funds. The Township's budget policy is for the elected officials to provide direction on goals, service levels, fund balance level and tax levels. Budgetary control is maintained at the fund level, with operating departments charged with the development and maintenance of budgeted expenditures. The Township Manager is responsible for administering the annual budget.

Buckingham Township prepares its annual budget using the technique of Zero-Based Budgeting. All expenditures must be justified as if new during the annual budgeting process, thereby providing continued accountability by the operating departments. That said the Township does do a three year look forward for capital purchases and significant maintenance expenditures in order to assess projected long-term financial outlays.

Encumbrance accounting is used to record an estimated amount for approved purchase orders, contracts and other commitments to vendors. Justification of all expenditures is again required during this process. Legal budgetary control is maintained by the Township Manager with the assistance of the Finance Director. All budget transfers and additional appropriations are approved by the Board of Supervisors. See Note 1 of the financial statements for additional information on the Township's budget policies.

Independent Audit

The Township engaged the independent firm of licensed certified public accountants, Bee, Bergvall & Co., to perform an audit of the financial statements. In their report, which is included in the financial section of this comprehensive annual financial report, they expressed an unmodified opinion on Buckingham Township's financial statements for the year ended December 31, 2023.

The Township was not required to comply with the provisions of the Single Audit Act, as amended, as the federal funds expended did not total more than \$750,000.

Certificate of Achievement

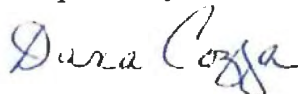
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Buckingham Township for its annual comprehensive financial report for the year ended December 31, 2022. This was the seventeenth consecutive year that the township has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual 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. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

ACKNOWLEDGEMENTS

The preparation of this report would not be possible without the assistance of all municipal departments. For that cooperation, we are very appreciative. We also wish to express our appreciation to the Board of Supervisors for the continued dedication to the well-being of our community. We have the utmost gratitude to the elected officials of the Township for their constant and continual cooperation and interest in the financial operations of Buckingham Township. Their unfailing commitment to maintaining the highest standards of professionalism in the management of Buckingham Township but specifically the finances is what enables us to continue to provide the quality of municipal government, which makes Buckingham so outstanding.

Respectfully submitted,



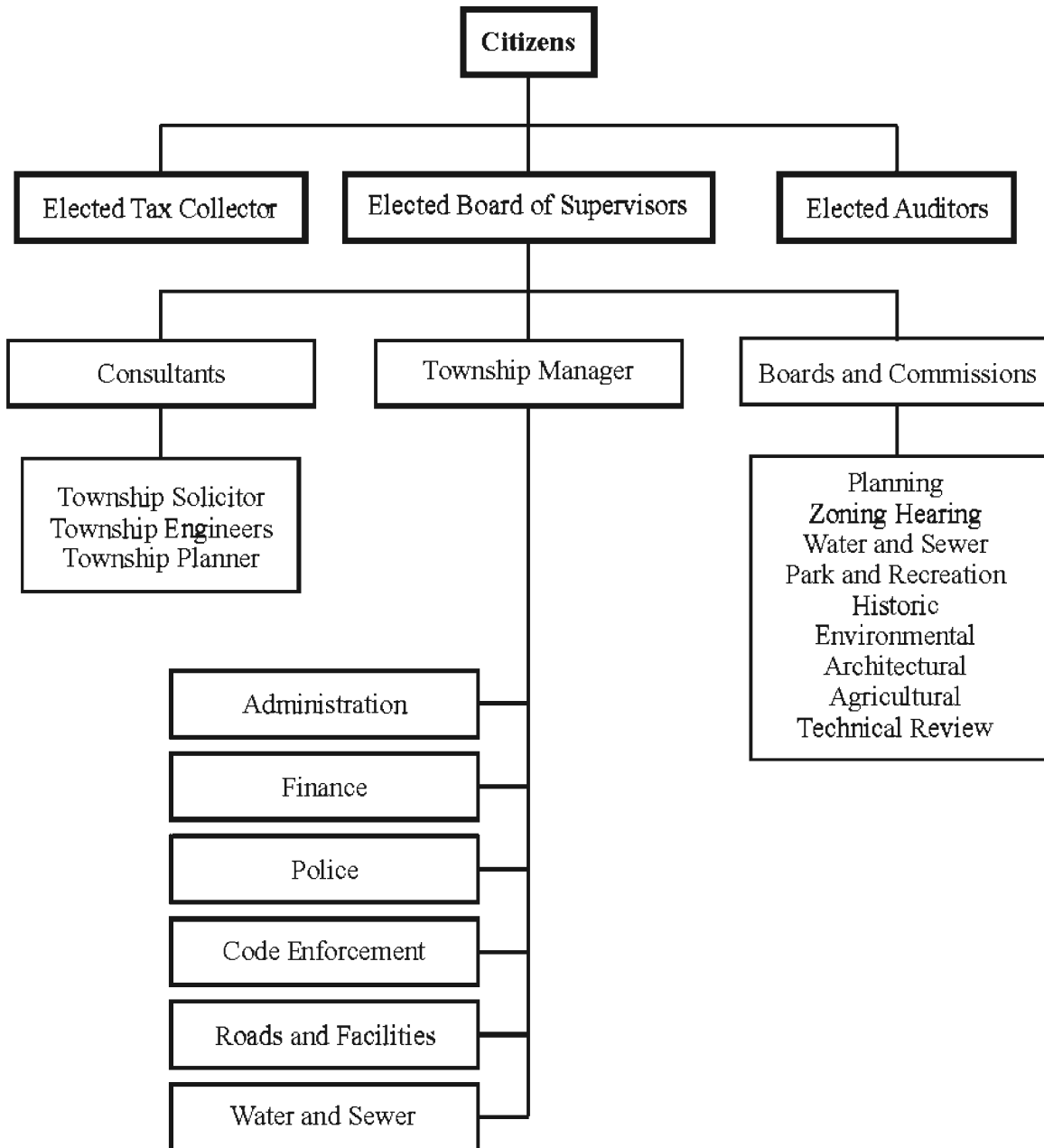
Dana S. Cozza, Esq.
Township Manager
Director



Jill G. Pistori, CPA
Treasurer/Finance

BUCKINGHAM TOWNSHIP, PENNSYLVANIA ORGANIZATIONAL CHART

As of December 31, 2023



BUCKINGHAM TOWNSHIP, PENNSYLVANIA

Elected and Appointed Officials

Elected Officials

Board of Supervisors:

Chairperson of the Board	Paul Calderaio
Vice-Chairperson of the Board	Maggie Rash
Member of the Board	Jon Forest

Elected Auditors:

Chairperson of the Board	Steve Mekanik
Vice-Chairperson of the Board	Sam A. Losorelli
Secretary of the Board	Chris Taylor
Tax Collector	Ann Calderaio

Appointed Officials

Township Manager/Secretary	Dana S. Cozza, Esquire
Treasurer/Finance Director	Jill G. Pistory, CPA
Township Solicitor	Craig Smith, Esquire
Township Engineer	Knight Engineering Inc.
Township Sewer/Water Engineer	Arro Consulting Inc.
Township Planner	Evan J. Stone, PLA
Township Independent Auditors	Bee, Bergvall & Co.



Government Finance Officers Association

Certificate of
Achievement for
Excellence in Financial
Reporting

Presented to

Buckingham Township Pennsylvania

For its Annual Comprehensive Financial Report
For the Fiscal Year Ended December 31, 2022

Christopher P. Morrill

Executive Director/CEO

FINANCIAL SECTION



936 Easton Rd., PO Box 754, Warrington, PA 18976 | 130 Almshouse Rd. Suite 201A, Richboro, PA 18954
215-343-2727 | www.bbco-cpa.com

INDEPENDENT AUDITORS' REPORT

Board of Supervisors
Buckingham Township
Bucks County, Pennsylvania

Report on the Financial Statements

Opinions

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Buckingham Township, Pennsylvania, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above 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 Buckingham Township, Pennsylvania, as of December 31, 2023, 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. 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 Buckingham Township, 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 opinions.

Responsibilities of Management for the Financial Statements

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 Buckingham Township, Pennsylvania'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 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 Buckingham Township, Pennsylvania'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 Buckingham Township, Pennsylvania'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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and the historical trend information 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 and other auditors 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.

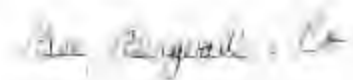
Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Buckingham Township, Pennsylvania's basic financial statements. The combining and individual nonmajor fund financial statements and budgetary schedules are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 by us and other auditors. In our opinion, based on our audit and the report of the other auditors, the combining and individual nonmajor fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the introductory, budgetary schedules, and statistical sections but does not include the basic financial statements and our auditors' report thereon. Our opinions on the basic 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 basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic 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.


Bee, Bergvall and Company, P.C.
Certified Public Accountants

Warrington, PA
June 6, 2024

**Buckingham Township
Management's Discussion and Analysis
For the Year Ended December 31, 2023**

This narrative and analysis provide an overview of the financial activities of Buckingham Township for the year ended December 31, 2023. We encourage readers to consider the information presented here in conjunction with the transmittal letter at the beginning of this report and the Township's financial statements, which follow.

Financial Highlights

- The assets and deferred outflows of resources of Buckingham Township exceeded its liabilities and deferred inflows of resources at the close of 2023 by \$156,656,084. Of this amount, \$30,466,627 represents unrestricted net position, which may be used to meet the Township's ongoing obligations to citizens and creditors.
- The Township's total net position increased by \$4,101,840. Net position increased for both the governmental activities and business-type activities. For governmental activities net investment in capital assets increased by \$194,357, restricted net position decreased by \$3,991,029 and unrestricted net position increased by \$7,290,328. For business-type activities net investment in capital assets increased by \$321,486, restricted net position decreased by \$634,378 and unrestricted net position increased by \$921,076.
- At the close of 2023, Buckingham Township governmental funds reported combined ending fund balance of \$20,736,326, an increase of \$3,547,082 from the prior year. Approximately 37.6% of the total fund balance, or \$7,803,359, is available for spending at the government's discretion (*unassigned fund balance*) and another \$9,789,533 or 47.2% is committed by the Board of Supervisor's for parks, land conservation and future capital improvements. Additionally, \$2,317,464 or 11.2%, is restricted for future public works projects and \$644,827 or 3.1% is restricted for debt service payments, preservation purchases and emergency services.
- At the end of 2023, unassigned fund balance for the General Fund was \$7,803,359 or an ample 90.6% of total general fund expenditures.
- Buckingham Township's total debt decreased by \$177,007 during the current year. This was primarily the net effect of payments on General Obligation Bonds and amortization of premium on those bonds of \$708,316 and an increase in net pension liability of \$529,674.
- Buckingham Township's bond rating was upgraded to AAA by Standard & Poor's in July 2014 and reaffirmed in February 2021 with a stable outlook.

Overview of the Financial Statements

The Buckingham Township basic financial statements consist of three components: 1) government-wide financial statements, 2) fund financial statements, and 3) the notes to financial statements. This report also includes supplementary information intended to furnish additional detail to support the basic financial statements themselves.

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of Buckingham Township's finances, in a manner similar to a private-sector business. They provide both short and long-term information about the Township's overall financial status.

The statement of net position presents financial information on all of the Township's assets, liabilities, and deferred inflows/outflows of resources, with the difference reported as net position. Over time, increase or decrease in net position may serve as a useful indicator of whether the financial position of the Township is improving or deteriorating.

The statement of activities presents information showing how the Township's net position changed during the most recent fiscal year. All changes in the net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported for some items that will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of Buckingham Township that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the Township include general government, public safety, public works, conservation and preservation and parks and recreation. The business-type activities of the Township include Water and Waste Water operations.

The government-wide financial statements can be found on pages 16-19 of this report.

Fund Financial Statements

The fund financial statements provide a detailed look at the Township's most significant funds. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. Buckingham Township, like other state and local government, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of Buckingham Township can be divided into two categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds – Governmental funds are used to account for those functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in assessing the Township’s near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, the reader may better understand the long-term impact of the government’s near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in financial balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Buckingham Township maintains ten individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balance for the General fund, Debt Service fund and General Obligation Bond fund, all of which are considered to be major funds. Data from the other seven funds are combined into a single, aggregate presentation. Individual fund data for each of the nonmajor governmental funds is provided in the form of combining statements in the combining and individual fund statements and schedules section of this report.

The basic governmental fund financial statements can be found on pages 20-23 of this report.

Proprietary funds – Proprietary funds provide the same type of information as the business-type activities in the government-wide financial statements, only in more detail. Buckingham Township has one kind of proprietary fund. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. Buckingham Township uses the enterprise funds to account for water and waste water activities.

The basic proprietary fund financial statements can be found on pages 24-26 of this report.

The basic fiduciary fund financial statements can be found on pages 27-28 of this report.

Notes to the Financial Statements – The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 29-59 of this report.

Other information – In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning Buckingham Township’s progress in funding its obligations to provide pension benefits to its employees, which can be found on page 61-66 of this report.

Also included in the supplementary information are the budgetary comparison schedules, which can be found on pages 67-71 and again on pages 77-83 of this report. Buckingham Township adopts an annual budget for all its governmental funds. A budgetary comparison schedule has been provided for the general fund and the major special revenue fund, the park and recreation fund, to demonstrate compliance with this budget. This schedule shows four columns: 1) the original budget as adopted by the board, 2) the final budget as amended by the board, 3) the actual revenues, expenditures and ending fund balance, and 4) the difference or variance between the final budget and the actual revenues and expenditures.

The combining and individual statements and schedules of governmental funds are presented immediately following the required supplementary information. They can be found on pages 73-76 of this report.

Government-wide Overall Financial Analysis

As noted earlier, net position over time, may serve as a useful indicator of a government’s financial position. Buckingham Township’s assets and deferred outflows of resources exceeded liabilities by \$156,656,084, at the close of 2023.

Buckingham Township’s Net Position

Figure 1

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Current and other assets	\$24,369,743	\$25,277,513	\$12,191,679	\$12,475,440	\$36,561,422	\$37,752,953
Capital assets	75,792,681	76,120,992	53,164,084	53,004,781	128,956,765	129,125,773
Total assets	100,162,424	101,398,505	65,355,763	65,480,221	165,518,187	166,878,726
Total deferred outflows of resources	2,565,140	1,422,354	238,941	111,000	2,804,081	1,533,354
Long-term liabilities outstanding	3,987,586	3,985,035	3,705,739	3,885,297	7,693,325	7,863,310
Other liabilities	2,317,634	2,247,332	509,772	390,631	2,827,406	2,637,963
Total liabilities	6,305,220	6,232,367	4,215,511	4,275,928	10,520,731	10,501,273
Total deferred inflows of resources	121,656	3,781,460	1,023,797	1,568,081	1,145,453	5,349,541
Net position:						
Net investment in capital assets	72,395,742	72,201,385	50,655,451	50,333,965	123,051,193	122,535,350
Restricted	3,087,232	7,078,261	51,032	685,410	3,138,264	7,763,671
Unrestricted	20,817,714	13,527,386	9,648,913	8,727,837	30,466,627	22,255,223
Total net position	<u>\$96,300,688</u>	<u>\$92,807,032</u>	<u>\$ 60,355,396</u>	<u>\$ 59,747,212</u>	<u>\$156,656,084</u>	<u>\$152,554,244</u>

Buckingham Township's Net Position

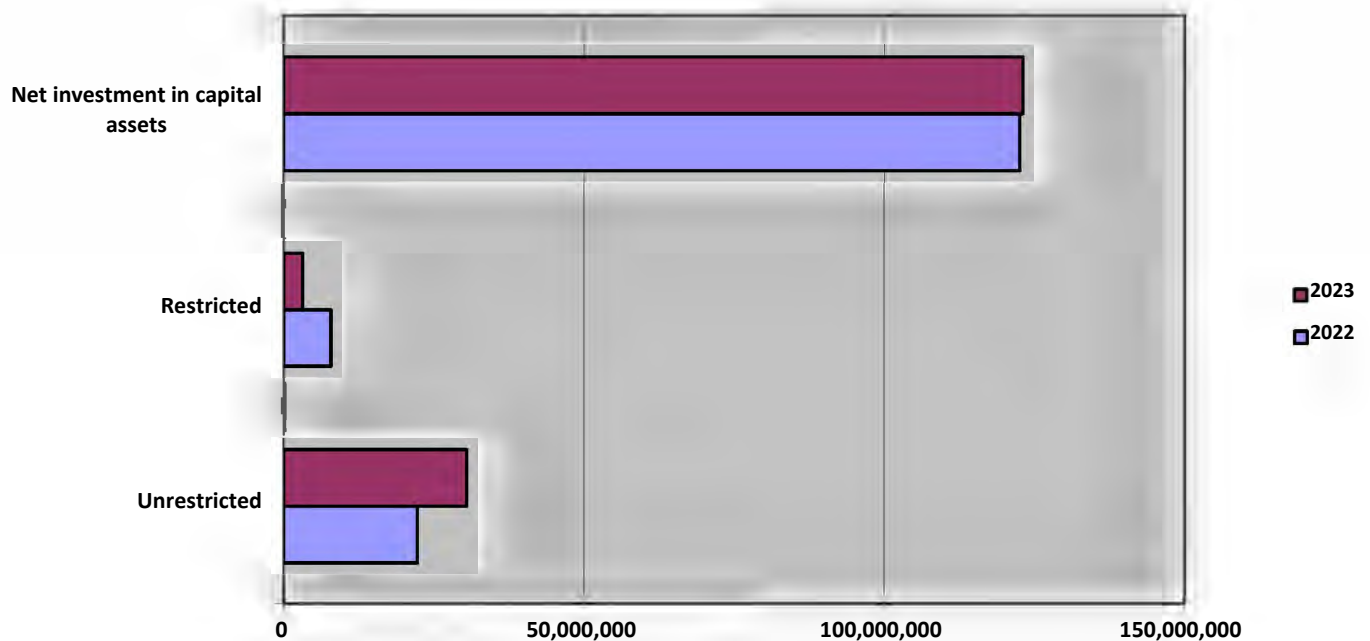
The largest portion of Buckingham Township's net position \$123,051,193 (78.6%) reflects its investment in capital assets (e.g., land, buildings, machinery, equipment, vehicles, infrastructure), less any related outstanding debt that was used to acquire those assets. The Township uses these capital assets to provide a variety of services to its citizens. Accordingly, these assets are not available for future spending. Although the Township investment in capital assets is reported net of related debt, it should be noted that the resources used to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

Another portion of Buckingham Township's net position, \$3,138,264 (2.0%) represents resources that are subject to external restrictions on how they may be used. The remaining balance of \$30,466,627 (19.4%) is unrestricted and may be used to meet the township's ongoing obligations to its citizens and creditors.

At the end of 2023 Buckingham Township reported positive balances in all reported categories of net position, both for the government as a whole, as well as for its business-type activities.

Buckingham Township's Net Position

Figure 2



The overall net position of Buckingham Township increased \$4,101,840 from the prior year primarily due to reasons discussed in the following sections for governmental activities and business-type activities.

Several aspects of the Township’s financial operations positively influenced the total unrestricted governmental net position:

- Continued low cost of debt due to the Township’s high bond rating.
- Thorough and detailed budgeting process.
- Sound financial operations for many years.
- Although expenditures are evaluated during the budgeting process, management reevaluates all expenditures during the requisitioning process.
- The Police Pension is 96% funded and the Nonuniform Pension is 102% funded.
- An ample tax base and increases in earned income tax revenues in 2023 of 2.7%

Buckingham Township’s Changes in Net Position

Figure 3

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Revenues:						
Program Revenues:						
Charges for services	\$ 1,085,826	\$ 1,068,614	\$ 5,136,292	\$ 4,842,371	\$ 6,222,118	\$ 5,910,985
Operating grants and contributions	1,420,577	1,286,137	58,278	48,652	1,478,855	1,334,789
Capital grants and contributions	0	0	0	320,936	0	320,936
General revenues:						
Real estate taxes	1,552,842	1,559,293	0	0	1,552,842	1,559,293
Real estate transfer taxes	969,832	1,348,197	0	0	969,832	1,348,197
Earned income taxes	8,409,641	8,190,137	0	0	8,409,641	8,190,137
Local services tax	84,064	78,892	0	0	84,064	78,892
Investment earnings	771,479	126,934	256,279	130,890	1,027,758	257,824
Gain on sale of capital assets	15,150	7,611	8,200	0	23,350	7,611
Miscellaneous	185,921	125,114	69,347	70,683	255,268	195,797
Total revenues	14,495,332	13,790,929	5,528,396	5,413,532	20,023,728	19,204,461
Expenses:						
General government	2,147,570	363,382	0	0	2,147,570	363,382
Public safety	5,771,619	4,795,750	0	0	5,771,619	4,795,750
Public works	2,328,198	2,532,349	0	0	2,328,198	2,532,349
Parks and recreation	783,547	832,357	0	0	783,547	832,357
Conservation and preservation	160,710	975,920	0	0	160,710	975,920
Interest on long-term debt	60,032	79,552	0	0	60,032	79,552
Water	0	0	1,829,928	1,627,276	1,829,928	1,627,276
Waste Water	0	0	2,840,284	2,651,581	2,840,284	2,651,581
Total expenses	11,251,676	9,579,310	4,670,212	4,278,857	15,921,888	13,858,167
Increase in net position before transfers	3,243,656	4,211,619	858,184	1,134,675	4,101,840	5,346,294
Transfers	250,000	250,000	(250,000)	(250,000)	0	0
Increase in net position	3,493,656	4,461,619	608,184	884,675	4,101,840	5,346,294
Net position, beginning	92,807,032	88,345,413	59,747,212	58,862,537	152,554,244	147,207,950
Net position, ending	\$ 96,300,688	\$ 92,807,032	\$ 60,355,396	\$ 59,747,212	\$ 156,656,084	\$ 152,554,244

Governmental activities. Governmental activities increased the Township's net position by \$3,493,656, accounting for 85.2% of the total growth in net position of Buckingham Township. Revenues continue to be in excess of expenditures, resulting in an increase in net position. There was an increase in operating grants and contributions of \$134,440, earned income taxes of \$219,504 and interest income and miscellaneous income of \$705,352.

Business-type activities: Business-type activities increased the Township's net position by \$608,184 accounting for 14.8% of the total growth in the net position of Buckingham Township. Net revenues from business-type activities continue to be in excess of expenditures, in 2023 that amount was \$524,358. There was an increase in charges for services of \$293,921 and an increase in interest income of \$125,389 however there was also an increase in expenditures of \$391,355.

Financial Analysis of Governmental Funds

As noted earlier, Buckingham Township uses fund accounting to ensure and demonstrate compliance with finance related legal requirements.

Governmental Funds. The focus of Buckingham Township's governmental funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing Buckingham Township's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

The general fund is the primary operating fund of Buckingham Township. At the end of 2023, the unassigned fund balance of the General Fund was \$7,803,359, and total fund balance amounted to \$7,984,502. As a measure of the General Fund's liquidity, it may be useful to compare both unassigned fund balance and total fund balance to total fund expenditures. Unassigned fund balance represents 90.6% of total General Fund expenditures. This represented a \$855,966 increase in unassigned fund balance. The increase is the result of a decrease in transfers to the Capital Reserve Fund and the General Obligation Bond Fund for future capital purchases in the amount of \$1,600,000. That decrease was minimized by an increase in total expenditures before transfers of \$548,813 and an increase in revenues of \$417,459.

The fund balances at the end 2023 for the other major funds are as follows; The Debt Service fund balance increased by \$23,158 to \$68,363, which is committed for the payment of open space debt service. This represented money remaining from real estate tax millage for open space debt. The Capital Reserve fund balance increased by \$1,762,147, almost entirely due to transfers from the General Fund of \$1,500,000.

As of December 31, 2023, the governmental funds of Buckingham Township reported a combined fund balance of \$20,736,326, an increase of \$3,547,082 in comparison with the prior year. Approximately 37.6% of this total amount, or \$7,803,359, is available for spending at the government's discretion (*unassigned fund balance*). Another \$9,789,533 or 47.2% has been committed for expansion of the parks, land conservation and future capital outlays. The amount of fund balance subject to external restrictions is \$2,962,291, or 14.3%. The balance is \$181,143, or less than 1%, is non-spendable prepaid items.

Proprietary Funds. Buckingham Township's proprietary funds provide the same type of information found in the business-type activities in the government-wide statements but in more detail. Unrestricted net position of the Water and Waste Water Fund at the end of the fiscal year amounted to \$9,648,913. The total change in net position for both funds was \$608,184. This was primarily the result operating revenues in excess of expenditures of \$607,484.

General Fund Budgetary Highlights: During the fiscal year, the Township revised the budget on one occasion. Generally, budget amendments fall into one of three categories:

1) amendments made to adjust the estimates that are used to prepare the original budget ordinance once the exact information is available; 2) amendments made to recognize new funding amounts from external sources, such as Federal and State grants; and 3) increases in appropriations that become necessary to maintain services.

Original budget compared to final budget. Total amendments to the General Fund increased revenue and other financing sources by \$1,624,150 and increased budgeted expenses and other financing uses by \$503,600. The increase in budgeted revenues was due to conservative budgeting due to the uncertainty of the economy and better-than-expected tax revenues. The largest amendment of revenues was for earned income tax revenues of \$1,150,000 and interest earnings of \$292,300.

Final budget compared to actual results. Revenues and other financing sources were higher than the final budgeted amounts by \$780,640 primarily due to higher-than-expected tax revenues of \$558,587. Expenses and other financing uses were lower than the final budgeted amounts by \$996,529. Public safety costs were lower than the final budgeted amount by \$407,663. This was primarily due to lower salaries and benefits due to the retirement of officers which were not replaced until later in the year and the hiring of officers at lower pay rates to replace newly retired officers. Public Works expenditures were lower than the final budgeted amount by \$339,856 mostly attributed to the decrease in snow related expenditures.

Capital Asset and Debt Administration

Capital assets: Buckingham Township's investment in capital assets for its governmental and business-type activities as of December 31, 2023, totals \$128,956,765 (net of accumulated depreciation). These assets include land, land easements and park facilities, buildings and improvements, machinery and equipment, vehicles, furniture and fixtures and roads, bridges and water and waste water connection systems. In 2023, investment in capital assets decreased by \$169,008.

Major capital asset transactions during the year include the following additions and deletions:

- Increase in accumulated depreciation of \$1,114,892 for Governmental activities and \$1,631,215 for Business-type activities.
- The restoration project at the Hughes House in the amount of \$156,454.
- The completion of the new fuel tanks project at two township facilities in the amount of \$72,055.

- The purchase of four new Police vehicles in the amount of \$203,602.
- Improvements to the Buckingham Water Company in the amount of \$339,700.
- Continuation of the Lojeski spray pumps replacement in the amount of \$845,760, bringing that project up to \$1,691,633 to date.

**Buckingham Township’s Capital Assets
(net of depreciation)**

Figure 4

	Governmental Activities		Business-type Activities		Total	
	2023	2022	2023	2022	2023	2022
Land and Land Easements	\$ 44,534,209	\$ 44,820,197	\$ 8,397,331	\$ 8,371,411	\$ 52,931,540	\$ 53,191,608
Construction in Progress	0	0	2,755,122	1,165,462	2,755,122	1,165,462
Building and Improvements	1,273,658	1,159,053	10,829,645	11,315,481	12,103,303	12,474,534
Machinery and Equipment	1,007,726	1,018,778	2,704,628	2,972,581	3,712,354	3,991,359
Vehicles and Equipment	388,181	281,204	142,441	109,303	530,622	390,507
Furniture and Fixtures	89,955	18,244	0	0	89,955	18,244
Infrastructure	28,498,952	28,823,516	0	0	28,498,952	28,823,516
Water and Sewer Connections	0	0	28,334,917	29,070,543	28,334,917	29,070,543
Total	\$ 75,792,681	\$ 76,120,992	\$ 53,164,084	\$ 53,004,781	\$ 128,956,765	\$ 129,125,773

Additional information on the Township’s capital assets can be found in note 6 of the Basic Financial Statements.

Long-term Debt: As of December 31, 2023, Buckingham Township had total general obligation bonds outstanding of \$7,092,090, all of which is backed by the full faith and credit of the Township.

Buckingham Township's Outstanding Debt
General Obligation Bonds, Pension Debt and Compensated Absences

Figure 5

	Governmental Activities		Business-type Activities		Total	
	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>	<u>2023</u>	<u>2022</u>
General obligation bonds	\$3,396,939	\$3,926,428	\$3,695,151	\$3,873,978	\$7,092,090	\$7,800,406
Pension related debt	529,674	0	0	0	529,674	0
Compensated absences	60,973	58,607	10,588	11,319	71,561	69,425
Total	\$3,987,586	\$3,985,035	\$3,705,739	\$3,885,297	\$7,693,325	\$7,870,332

- The Township's total debt decreased by \$177,007 (2.3%) during the past fiscal year. The payment of scheduled principal payments of \$510,000 decreased debt for the governmental activities however there was an increase in net pension liability of \$529,674. Altogether there was an increase in debt for governmental activities of \$2,551. Scheduled principal payments of \$175,000 decreased debt for the business-type activities. Total debt for business-type activities decreased by \$179,558.

As mentioned in the financial highlights section of this document, in February 2021, "S&P Global Ratings assigned its 'AAA' long-term rating to Buckingham Township, Pa.'s expected \$4 million series 2021A and \$5 million series 2021B general obligation (GO) bonds. At the same time, we affirmed our 'AAA' rating on the township's GO debt outstanding. The outlook is stable. Buckingham's full faith, credit, and taxing power secures the bonds. The township intends to use the 2021A bond proceeds for capital projects for its water and sewer system; the 2021B bond proceeds will currently refund its series 2014 GO bonds for interest cost savings over the lifetime of the bonds and is not extending maturities. The rating reflects our opinion of the following factors for the township, specifically its:

- Very strong economy, which benefits from its participation in the broad and diverse Philadelphia metropolitan statistical area (MSA);
- Very strong budgetary flexibility with fiscal 2013 audited reserves of 56.6% of adjusted general fund expenditures;
- Very strong budgetary performance with another operating surplus projected for fiscal 2014;
- Very strong liquidity, providing very strong cash to cover debt service and expenditures;
- Strong management, coupled with "standard" financial management policies under our Financial Management Assessment (FMA) methodology and a consistent ability to maintain balanced budgets; and
- Weak debt and contingent liabilities position with low overall net debt as a percent of market value and rapid amortization -- The township has exposure to contingent liability risk, but we understand it has sufficient reserves to cover an immediate principal acceleration."

This bond rating is a clear indicator of the sound financial condition of the Township. This achievement is a key factor in keeping interest costs on the Township's outstanding debt low. State statutes limit the amount of nonelectoral debt the Township may incur. The Township may not incur any new nonelectoral debt if, following the issuance thereof, the aggregate net principal amount of outstanding debt of the Township will exceed 250 percent of its borrowing base. The borrowing base of the Township is defined by the Debt Act as the arithmetic average of the total revenues of the Township for the three full fiscal years of the Township immediately preceding the date on which any new nonelectoral debt is incurred. The current debt limitation for Buckingham Township is approximately \$54,698,483. Debt applicable to the limit is \$3,695,151 which leaves a margin of \$51,003,332 which is significantly in excess of Buckingham Township's total outstanding general obligation debt of \$7,092,090 and the debt applicable to the limit.

Additional information regarding Buckingham Township's long-term debt can be found in note 7 of the Basic Financial Statements.

Economic Factors and Next Year's Budget and Rates

- Buckingham is located in Bucks County, Pennsylvania. The Township had an unemployment rate of 2.6 percent in 2023, which was lower than both the national and state average.
- In 2023, the median household income for Buckingham Township was \$181,855 compared to a median income of \$107,826 for Bucks County and \$72,210 for the Commonwealth of Pennsylvania. The Township continues to enjoy a median household income well in excess of the average for the County and the State.
- During 2023, 0 new housing units were occupied in Buckingham Township compared to 2 in 2022.
- The county-wide median home value was \$395,800. The median home value in Buckingham continues to be much higher at \$644,300.

Budget Highlights for the Year Ending December 31, 2024

Governmental Activities: Real Estate tax millage was reduced by 1.5 mils in 2017. Total millage was reduced to 4.0 mils, of which 3.0 mils is attributable to the Open Space program, .75 mils for fire protection and .25 mils for emergency services. The millage is the lowest of any Township in the county. In 2024 General Fund revenues are expected to increase by 5.15 percent primarily due to increases in earned income tax revenues.

Budgeted expenditures in the General fund are expected to increase by 9.49% in 2024. There is an increase before transfers of 1.71% mainly due to increased costs as a result of inflation. There was an increase in transfers of \$922,500. Expenditures are budgeted to be in excess of revenues, resulting in a reduction of Fund Balance of \$2,563,900. This was an intentional reduction of the Fund Balance which will still be an ample amount of more than \$4,650,100 or 48.0% of budgeted expenditures before transfers at the end of 2024.

Business-type Activities: During 2024, the Township expects a minimal increase in the number of water and waste water customers. There had been no changes to the water rates of the Township since 1989 however in 2021 through 2023 we increased water rates by 6% each year. These increases of CPI plus 2% or less will continue until the Board of Supervisors determines it is no longer necessary. In the beginning of 2018, we increased waste water rates by \$22.95 per quarter, for the first time since 2014. For years 2019 and later, the waste water rates increased by the CPI plus up to 2%. Beginning in 2021 through 2023 waste water rates also increased by 6% each year. Increases will continue until the Board of Supervisors determines it is no longer necessary. Water and waste water rates increase by 5% in 2024.

Request for Information

This report is designed to provide an overview of the Township's finances for those with an interest in this area. If you have any questions concerning any of the information found in this report or need additional information please contact the Finance Director, Buckingham Township, P.O. Box 413, Buckingham, PA 18912.

BUCKINGHAM TOWNSHIP
STATEMENT OF NET POSITION

December 31, 2023

	Primary Government		
	Governmental Activities	Business -Type Activities	Total
<u>ASSETS</u>			
Cash and cash equivalents	\$ 3,171,026	\$ 7,063,820	\$ 10,234,846
Investments	18,205,000	2,500,000	20,705,000
Receivables			
Accounts, net	122,989	115,966	238,955
Taxes receivable	2,543,894	-	2,543,894
Accrued unbilled charges for services	-	1,249,526	1,249,526
Leases		1,186,518	1,186,518
Other	4,731	-	4,731
Internal balances	16,019	(16,019)	-
Prepaid items	181,143	40,836	221,979
Net pension asset	124,941	51,032	175,973
Capital assets			
Land	36,283,438	8,332,193	44,615,631
Construction in progress	-	2,755,122	2,755,122
Other capital assets (net of accumulated depreciation)	39,509,243	42,076,769	81,586,012
Total capital assets, net	<u>75,792,681</u>	<u>53,164,084</u>	<u>128,956,765</u>
Total Assets	<u>100,162,424</u>	<u>65,355,763</u>	<u>165,518,187</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Deferred outflows of resources for police pension	1,980,143	-	1,980,143
Deferred outflows of resources for non-uniform pension	584,997	238,941	823,938
Total Deferred Outflows of Resources	<u>2,565,140</u>	<u>238,941</u>	<u>2,804,081</u>

(Continued)

	Primary Government		
	Governmental Activities	Business -Type Activities	Total
<u>LIABILITIES</u>			
Accounts payable	\$ 183,651	\$ 357,449	\$ 541,100
Accrued payroll and payroll taxes	219,694	32,464	252,158
Accrued interest payable	9,158	-	9,158
Unearned revenue	1,873,765	-	1,873,765
Deposits payable	31,366	119,859	151,225
Non-current liabilities:			
Due within one year	610,462	199,420	809,882
Due after one year	3,377,124	3,506,319	6,883,443
Total Liabilities	<u>6,305,220</u>	<u>4,215,511</u>	<u>10,520,731</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred inflows of resources for police pension	56,960	-	56,960
Deferred inflows of resources for non-uniform pension	64,696	26,426	91,122
Deferred inflows of reasourced-leases	-	997,371	997,371
Total Deferred Inflows of Resources	<u>121,656</u>	<u>1,023,797</u>	<u>1,145,453</u>
<u>NET POSITION</u>			
Net investment in capital assets	72,395,742	50,655,451	123,051,193
Restricted for			
Public safety	391	-	391
Highways and streets	2,317,464	-	2,317,464
Debt Service	68,363	-	68,363
Capital outlay	576,073	-	576,073
Pensions	124,941	51,032	175,973
Unrestricted	20,817,714	9,648,913	30,466,627
Total Net Position	<u>\$ 96,300,688</u>	<u>\$ 60,355,396</u>	<u>\$ 156,656,084</u>

The notes to the financial statements are an integral part of this statement.

BUCKINGHAM TOWNSHIP

STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2023

	<u>Expenses</u>	<u>Program Revenues</u>		
		<u>Charges for Services</u>	<u>Operating Grants and Contributions</u>	<u>Capital Grants and Contributions</u>
Primary Government				
Governmental Activities:				
General government	\$ 2,147,570	\$ 584,818	\$ 174,304	\$ -
Public safety	5,771,619	458,558	523,443	-
Public works	2,328,198	1,270	710,522	-
Parks and recreation	783,547	41,180	12,308	-
Conservation and preservation	160,710	-	-	-
Interest on long-term debt	60,032	-	-	-
Total Governmental Activities	<u>11,251,676</u>	<u>1,085,826</u>	<u>1,420,577</u>	<u>-</u>
Business -Type Activities				
Water fund	1,829,928	1,611,742	29,139	-
Waste water fund	<u>2,840,284</u>	<u>3,524,550</u>	<u>29,139</u>	<u>-</u>
Total Business-Type Activities	<u>4,670,212</u>	<u>5,136,292</u>	<u>58,278</u>	<u>-</u>
Total Primary Government	<u>\$ 15,921,888</u>	<u>\$ 6,222,118</u>	<u>\$ 1,478,855</u>	<u>\$ -</u>

General Revenues

Taxes:

Real estate taxes

Real estate transfer taxes

Earned income taxes

Local services taxes

Investment earnings

Miscellaneous

Gain on sale of capital assets

Transfers

Total General Revenues and Transfers

Change in Net Position

Net Position - Beginning, restated

Net Position - Ending

(Continued)

Net (Expense) Revenue and
Changes in Net Position

Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (1,388,448)	\$ -	\$ (1,388,448)
(4,789,618)	-	(4,789,618)
(1,616,406)	-	(1,616,406)
(730,059)	-	(730,059)
(160,710)	-	(160,710)
(60,032)	-	(60,032)
<u>(8,745,273)</u>	<u>-</u>	<u>(8,745,273)</u>
-	(189,047)	(189,047)
-	713,405	713,405
<u>-</u>	<u>524,358</u>	<u>524,358</u>
<u>(8,745,273)</u>	<u>524,358</u>	<u>(8,220,915)</u>
1,552,842	-	1,552,842
969,832	-	969,832
8,409,641	-	8,409,641
84,064	-	84,064
771,479	256,279	1,027,758
185,921	69,347	255,268
15,150	8,200	23,350
250,000	(250,000)	-
<u>12,238,929</u>	<u>83,826</u>	<u>12,322,755</u>
3,493,656	608,184	4,101,840
<u>92,807,032</u>	<u>59,747,212</u>	<u>152,554,244</u>
<u>\$ 96,300,688</u>	<u>\$ 60,355,396</u>	<u>\$ 156,656,084</u>

The notes to the financial statements are an integral part of this statement.

BUCKINGHAM TOWNSHIP

BALANCE SHEET

GOVERNMENTAL FUNDS

December 31, 2023

	<u>General</u>	<u>Debt Service</u>	<u>Capital Reserve</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
<u>ASSETS</u>					
Cash and cash equivalents	\$ 819,491	\$ 56,575	\$ 583,582	\$ 1,711,378	\$ 3,171,026
Investments	7,650,000	-	8,880,000	1,675,000	18,205,000
Receivables					
Accounts, net	122,989	-	-	-	122,989
Taxes receivable	1,343,704	142	-	48	1,343,894
Other	-	-	-	4,731	4,731
Due from other funds	378	11,646	-	3,995	16,019
Prepaid items	181,143	-	-	-	181,143
Total Assets	<u>\$ 10,117,705</u>	<u>\$ 68,363</u>	<u>\$ 9,463,582</u>	<u>\$ 3,395,152</u>	<u>\$ 23,044,802</u>
<u>LIABILITIES</u>					
Accounts payable	\$ 147,796	\$ -	\$ -	\$ 35,855	\$ 183,651
Accrued payroll and payroll taxes	219,694	-	-	-	219,694
Unearned revenue	1,734,347	-	134,418	5,000	1,873,765
Deposits	31,366	-	-	-	31,366
Total Liabilities	<u>2,133,203</u>	<u>-</u>	<u>134,418</u>	<u>40,855</u>	<u>2,308,476</u>
<u>FUND BALANCES</u>					
Nonspendable-prepaid items	181,143	-	-	-	181,143
Restricted for:					
Public safety	-	-	-	391	391
Highways and streets	-	-	-	2,317,464	2,317,464
Debt service	-	68,363	-	-	68,363
Capital outlay	-	-	-	576,073	576,073
Committed					
Land conservation	-	-	-	20,522	20,522
Park and recreation	-	-	-	439,847	439,847
Capital outlay	-	-	9,329,164	-	9,329,164
Unassigned	7,803,359	-	-	-	7,803,359
Total Fund Balances	<u>7,984,502</u>	<u>68,363</u>	<u>9,329,164</u>	<u>3,354,297</u>	<u>20,736,326</u>
Total Liabilities and Fund Balances and Deferred Inflows of Resources	<u>\$ 10,117,705</u>	<u>\$ 68,363</u>	<u>\$ 9,463,582</u>	<u>\$ 3,395,152</u>	<u>\$ 23,044,802</u>

The notes to the financial statements are an integral part of this statement.

BUCKINGHAM TOWNSHIP

RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET POSITION OF GOVERNMENTAL ACTIVITIES

December 31, 2023

Total fund balances-total governmental funds		\$ 20,736,326
Capital assets used in governmental activities are not financial resources and, therefore, are reported in the funds.		
Cost of capital assets	\$ 89,395,819	
Accumulated depreciation	<u>(13,603,138)</u>	75,792,681
Because the focus of governmental funds is on short-term financing, some assets will not be available to pay for current-period expenditures. Those assets (for example, receivables) are offset by deferred revenues in the governmental funds and thus are not included in fund balance.		1,200,000
Net pension assets are not financial resources and, therefore, are not reported in the governmental funds.		124,941
Deferred inflows and outflows or resources related to pensions are applicable to future periods and, therefore, are not reported in the funds.		
Deferred Outflows:		
Deferred outflows of resources for police pension	1,980,143	
Deferred outflows of resources for non-uniform pension	584,997	
Deferred Inflows:		
Deferred inflows of resources for police pension	(56,960)	
Deferred inflows of resources for non-uniform pension	<u>(64,696)</u>	2,443,484
Long term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported in the funds.		
Compensated absences	(60,973)	
Net pension liability	(529,674)	
Accrued interest payable	(9,158)	
Unamortized bond premiums	(116,939)	
General obligation bonds payable	<u>(3,280,000)</u>	<u>(3,996,744)</u>
Total net position of governmental activities		<u>\$ 96,300,688</u>

The notes to the financial statements are an integral part of this statement.

BUCKINGHAM TOWNSHIP

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - GOVERNMENTAL FUNDS

For the Year Ended December 31, 2023

	<u>General</u>	<u>Debt Service</u>	<u>Capital Reserve</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues					
Taxes:					
Real estate taxes	\$ -	\$ 1,163,886	\$ -	\$ 388,956	\$ 1,552,842
Real estate transfer taxes	969,832	-	-	-	969,832
Earned income taxes	8,409,641	-	-	-	8,409,641
Local services taxes	84,064	-	-	-	84,064
Licenses, permits and fees	445,502	-	-	-	445,502
Interest and rent	386,081	20,372	262,147	146,456	815,056
Intergovernmental revenues	480,252	-	-	928,017	1,408,269
Fines and forfeitures	37,905	-	-	-	37,905
Charges for services	558,842	-	-	-	558,842
Contributions from private sources	-	-	-	12,308	12,308
Miscellaneous	185,921	-	-	-	185,921
Total Revenues	<u>11,558,040</u>	<u>1,184,258</u>	<u>262,147</u>	<u>1,475,737</u>	<u>14,480,182</u>
Expenditures					
Current:					
General government	1,769,231	-	-	-	1,769,231
Public safety	5,249,637	-	-	632,865	5,882,502
Public works	1,171,544	-	-	674,198	1,845,742
Parks and recreation	425,200	-	-	52,919	478,119
Miscellaneous	-	-	-	-	-
Debt service:					
Principal	-	510,000	-	-	510,000
Interest	-	75,350	-	-	75,350
Fiscal agent fees	-	750	-	-	750
Capital outlay	-	-	-	636,556	636,556
Total Expenditures	<u>8,615,612</u>	<u>586,100</u>	<u>-</u>	<u>1,996,538</u>	<u>11,198,250</u>
Excess (Deficiency) of Revenues Over Expenditures					
	<u>2,942,428</u>	<u>598,158</u>	<u>262,147</u>	<u>(520,801)</u>	<u>3,281,932</u>
Other Financing Sources (Uses)					
Sale of capital assets	15,150	-	-	-	15,150
Transfers in	250,000	-	1,500,000	1,471,444	3,221,444
Transfers out	(2,328,109)	(575,000)	-	(68,335)	(2,971,444)
Total Other Financing Sources (Uses)	<u>(2,062,959)</u>	<u>(575,000)</u>	<u>1,500,000</u>	<u>1,403,109</u>	<u>265,150</u>
Net Change in Fund Balance	879,469	23,158	1,762,147	882,308	3,547,082
Fund Balance - Beginning	7,105,033	45,205	7,567,017	2,471,989	17,189,244
Fund Balance - Ending	<u>\$ 7,984,502</u>	<u>\$ 68,363</u>	<u>\$ 9,329,164</u>	<u>\$ 3,354,297</u>	<u>\$ 20,736,326</u>

The notes to the financial statements are an integral part of this statement.

BUCKINGHAM TOWNSHIP

RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS TO GOVERNMENTAL
ACTIVITIES IN THE STATEMENT OF ACTIVITIES

For the Year Ended December 31, 2023

Net change in fund balances - total governmental funds		\$ 3,547,082
Amounts reported for governmental activities in the statement of activities of activities are different because:		
Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlay exceeds depreciation in the current period:		
Capital outlay	\$ 786,581	
Depreciation expense	<u>(1,114,892)</u>	(328,311)
The repayment of the principal of long-term debt consumes the current financial resources of governmental funds. This transaction, however, does not have any effect on net position.		
		510,000
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 governmental funds:		
Interest expense	3,400	
Compensated absences:		
General government	(153)	
Public safety	(1,601)	
Public works	(558)	
Parks and recreation	<u>(54)</u>	1,034
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.		
Amortization of premiums, discounts, and losses	<u>12,668</u>	12,668
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 governmental funds.		
Net pension asset and deferred items		<u>(248,817)</u>
Change in net position of governmental activities		<u>\$ 3,493,656</u>

The notes to the financial statements are an integral part of this statement.

BUCKINGHAM TOWNSHIP

STATEMENT OF NET POSITION - PROPRIETARY FUNDS

December 31, 2023

<u>ASSETS</u>	<u>Water Fund</u>	<u>Waste Water Fund</u>	<u>Total</u>
<u>Current Assets</u>			
Cash and cash equivalents	\$ 2,416,620	\$ 4,647,200	\$ 7,063,820
Investments	1,000,000	1,500,000	2,500,000
Accounts receivable, net	41,521	74,445	115,966
Accrued unbilled charges for services	375,671	873,855	1,249,526
Lease receivable, current	19,264	-	19,264
Prepaid expenses	21,898	18,938	40,836
Total Current Assets	<u>3,874,974</u>	<u>7,114,438</u>	<u>10,989,412</u>
<u>Noncurrent Assets</u>			
<u>Capital assets</u>			
Land	70,596	8,261,597	8,332,193
Construction in progress	771,916	1,983,206	2,755,122
Other capital assets (net of accumulated depreciation)	15,963,986	26,112,783	42,076,769
Total capital assets, net	<u>16,806,498</u>	<u>36,357,586</u>	<u>53,164,084</u>
Lease receivable, long-term	1,167,254	-	1,167,254
Net pension asset	28,156	22,876	51,032
Total Noncurrent Assets	<u>18,001,908</u>	<u>36,380,462</u>	<u>54,382,370</u>
Total Assets	<u>21,876,882</u>	<u>43,494,900</u>	<u>65,371,782</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>			
Deferred outflows of resources for non-uniform pension	\$ 131,829	\$ 107,112	\$ 238,941
Total Deferred Outflows of Resources	<u>131,829</u>	<u>107,112</u>	<u>238,941</u>
<u>LIABILITIES</u>			
<u>Current Liabilities</u>			
Accounts payable	102,586	254,863	357,449
Accrued payroll and payroll taxes	17,402	15,062	32,464
Due to other funds	7,347	8,672	16,019
Deposits	31,500	88,359	119,859
Compensated absences	6,513	4,075	10,588
Current portion of long-term debt	94,416	94,416	188,832
Total Current Liabilities	<u>259,764</u>	<u>465,447</u>	<u>725,211</u>
Long term debt, less current portion	<u>1,753,159</u>	<u>1,753,160</u>	<u>3,506,319</u>
Total Liabilities	<u>2,012,923</u>	<u>2,218,607</u>	<u>4,231,530</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>			
Deferred inflows of resources for non-uniform pension	14,580	11,846	26,426
Deferred inflows of reasources -leases	997,371	-	997,371
Total Deferred Inflows of Resources	<u>1,011,951</u>	<u>11,846</u>	<u>1,023,797</u>
<u>NET POSITION</u>			
Net investment in capital assets	16,145,441	34,510,010	50,655,451
Restricted	28,156	22,876	51,032
Unrestricted	2,810,240	6,838,673	9,648,913
Total Net Position	<u>\$ 18,983,837</u>	<u>\$ 41,371,559</u>	<u>\$ 60,355,396</u>

The notes to the financial statements are an integral part of this statement.

BUCKINGHAM TOWNSHIP

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
PROPRIETARY FUNDS

For the Year Ended December 31, 2023

	<u>Water Fund</u>	<u>Waste Water Fund</u>	<u>Total</u>
Operating Revenues			
Charges for services	\$ 1,611,742	\$ 3,524,550	\$ 5,136,292
Miscellaneous	66,841	1,813	68,654
Total Operating Revenues	<u>1,678,583</u>	<u>3,526,363</u>	<u>5,204,946</u>
Operating Expenses			
Salaries and wages	499,744	436,021	935,765
Employee benefits	210,042	207,146	417,188
Utilities	140,024	597,778	737,802
Repair and maintenance	47,264	171,853	219,117
Disposal fees	-	48,242	48,242
Laboratory services	42,625	89,695	132,320
Supplies	119,081	100,260	219,341
Other operating costs	86,236	94,212	180,448
Insurance	26,035	35,379	61,414
Depreciation	616,527	1,014,688	1,631,215
Professional fees	5,600	8,260	13,860
Miscellaneous	375	375	750
Total Operating Expenses	<u>1,793,553</u>	<u>2,803,909</u>	<u>4,597,462</u>
Operating Income (Loss)	<u>(114,970)</u>	<u>722,454</u>	<u>607,484</u>
Nonoperating Revenues (Expense)			
Intergovernmental grants	29,139	29,139	58,278
Capital contributions	-	-	-
Refunds and reimbursements	420	273	693
Sale of capital assets	8,200	-	8,200
Interest income	148,311	107,968	256,279
Interest expense	<u>(36,375)</u>	<u>(36,375)</u>	<u>(72,750)</u>
Total Nonoperating Revenues (Expense)	<u>149,695</u>	<u>101,005</u>	<u>250,700</u>
Income (Loss) before Transfers	34,725	823,459	858,184
Transfers Out	<u>(125,000)</u>	<u>(125,000)</u>	<u>(250,000)</u>
Changes in Net Position	(90,275)	698,459	608,184
Total Net Position - Beginning	<u>19,074,112</u>	<u>40,673,100</u>	<u>59,747,212</u>
Total Net Position - Ending	<u>\$ 18,983,837</u>	<u>\$ 41,371,559</u>	<u>\$ 60,355,396</u>

The notes to the financial statements are an integral part of this statement.

BUCKINGHAM TOWNSHIP

STATEMENT OF CASH FLOWS - PROPRIETARY FUNDS

For the Year Ended December 31, 2023

	Proprietary Fund Types		
	Water Fund	Waste Water Fund	Total
Cash flows from operating activities			
Cash received from customers	\$ 1,615,131	\$ 3,418,777	\$ 5,033,908
Cash paid to suppliers	(379,719)	(1,257,457)	(1,637,176)
Cash paid to employees	(498,624)	(436,869)	(935,493)
Net cash provided by (used in) operating activities	<u>736,788</u>	<u>1,724,451</u>	<u>2,461,239</u>
Cash flows from non-capital financing activities			
Transfers to other funds	(125,000)	(125,000)	(250,000)
Refunds and reimbursements	420	273	693
Intergovernmental grants	29,139	29,139	58,278
Net cash provided by (used in) non-capital financing activities	<u>(95,441)</u>	<u>(95,588)</u>	<u>(191,029)</u>
Cash flows from capital and related financing activities			
Acquisition and construction of capital assets	(657,068)	(1,133,449)	(1,790,517)
Proceeds from capital grants			
Proceeds from the sale of capital asset	8,200	-	8,200
Proceeds from the long term debt	-	-	-
Principal paid on long-term debt	(89,414)	(89,414)	(178,828)
Interest paid on long-term debt	(36,375)	(36,375)	(72,750)
Net cash provided by (used in) capital and related financing activities	<u>(774,657)</u>	<u>(1,259,238)</u>	<u>(2,033,895)</u>
Cash flows from investing activities			
Earnings on investments	164,955	107,968	272,923
Redemption of certificates of deposit	1,000,000	1,501,142	2,501,142
Purchase of term deposit	(1,000,000)	(1,500,000)	(2,500,000)
Net cash provided by (used in) investing activities	<u>164,955</u>	<u>109,110</u>	<u>274,065</u>
Net increase (decrease) in cash and cash equivalents	31,645	478,735	510,380
Beginning cash and cash equivalents	2,384,975	4,168,465	6,553,440
Ending cash and cash equivalents	<u>\$ 2,416,620</u>	<u>\$ 4,647,200</u>	<u>7,063,820</u>

**Reconciliation of Net Operating Income (Loss)
to Net Cash Provided (Used) by Operating Activities**

Net operating income (loss)	\$ (114,970)	\$ 722,454	\$ 607,484
Adjustments to reconcile net operating income (loss) to net cash provided (used) by operating activities			
Depreciation and amortization	616,527	1,014,688	1,631,215
Changes in assets and liabilities			
(Increase) decrease in receivables and unbilled charges	(63,452)	(107,586)	(171,038)
(Increase) decrease in due from other funds	290,344	3,632	293,976
(Increase) decrease in prepaid expenses	9,638	15,263	24,901
(Increase) decrease in deferred outflows	(72,629)	(55,312)	(127,941)
Increase (decrease) in accounts payables	52,884	54,193	107,077
Increase (decrease) in due to other funds	2,110	8,672	10,782
Increase (decrease) in accrued payroll and payroll taxes	(7,990)	2,679	(5,311)
Increase (decrease) in net pension asset	337,396	296,982	634,378
Increase (decrease) in deferred inflows	(313,070)	(231,214)	(544,284)
Net adjustments	<u>851,758</u>	<u>1,001,997</u>	<u>1,853,755</u>
Cash provided (used) by operating activities	<u>\$ 736,788</u>	<u>\$ 1,724,451</u>	<u>\$ 2,461,239</u>

The notes to the financial statements are an integral part of this statement.

BUCKINGHAM TOWNSHIP

STATEMENT OF NET POSITION - FIDUCIARY FUNDS

December 31, 2023

	<u>Custodial Funds</u>
<u>ASSETS</u>	
Cash and cash equivalents	\$ 4,010,327
Total Current Assets	<u>4,010,327</u>
 <u>NET POSITION</u>	
Restricted for	
Developers and others	4,010,327
Total Net Position	<u>\$ 4,010,327</u>

The notes to the financial statements are an integral part of this statement.

BUCKINGHAM TOWNSHIP

STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -
FIDUCIARY FUNDS

For the Year Ended December 31, 2023

	<u>Custodial Funds</u>
Additions	
Escrow receipts	\$ <u>1,131,698</u>
Investment Income	<u>52,430</u>
Total Additions	<u>1,184,128</u>
Deductions	
Escrow Disbursements	<u>2,195,099</u>
Total Deductions	<u>2,195,099</u>
Change in Net Position	(1,010,971)
Net Position	
Beginning of the Year	<u>5,021,298</u>
End of the Year	<u>\$ <u>4,010,327</u></u>

The notes to the financial statements are an integral part of this statement.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Summary of Significant Accounting Policies

Buckingham Township (the “Township”), located in Bucks County, Pennsylvania, is classified as a “Township of the Second Class” under the laws of the Commonwealth of Pennsylvania. The major services provided by the Township include public safety, public works, parks and recreation, conservation and preservation, and general administration.

The Township is governed by an elected three-member Board of Supervisors. The daily operations of the Township are administered by the Township Manager.

The financial statements of the Township have been prepared in conformity with accounting principles generally accepted in the United States of America as applied to governmental units. The Governmental Accounting Standards Board (“GASB”) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The more significant of the government’s accounting policies are described below.

Reporting Entity: The basic financial statements include all funds, organizations, agencies, boards, commissions, and authorities for which the Township is financially accountable. The Township has also considered all other potential organizations for which the nature and significance of their relationships with the Township are such that exclusion would cause the Township’s financial statements to be misleading or incomplete. GASB has set forth criteria to be considered in determining financial accountability. These criteria include appointing a majority of an organization’s governing body, and 1) the ability of the Township to impose its will on that organization, or 2) the potential for that organization to provide specific benefits to or impose specific financial burdens on the Township. Based on these criteria, there are no other organizations or agencies which should be included in these basic financial statements.

Government-Wide and Fund Financial Statements: The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Township. For the most part, the effect of interfund activity has been removed from these statements except for interfund services provided and used which are not eliminated. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Summary of Significant Accounting Policies (Continued)

Government-Wide and Fund Financial Statements: (continued)

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function. Administrative overhead charges of the general government are included in the direct expenses. 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 and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not included among program revenues are reported as general revenues.

Separate fund financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. The focus of fund financial statements is on major funds. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements. Nonmajor funds are aggregated and presented in a single column.

Fund Accounting: The accounts of the Township are organized on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues and expenditures. Resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent. The Township has the following fund types:

Governmental Funds: Governmental funds are those funds through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses, and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used; current liabilities are assigned to the fund from which they are paid; and the difference between governmental fund assets and liabilities, the fund equity, is referred to as “fund balance”. The measurement focus is upon determination of changes in current financial resources, rather than upon net income determination.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Summary of Significant Accounting Policies (Continued)

Fund Accounting: (continued)

The following are the Township's major governmental funds:

- **General Fund** - The General Fund is the general operating fund of the Township. All activities of the Township are accounted for through this fund, except for those required to be accounted for in another fund.
- **Debt Service Fund** - The Debt Service Fund is used to accumulate resources for the payment of interest and principal on long-term general obligation debt. The Debt Service Fund includes the General Sinking Fund and the Open Space Sinking Fund. The resources of this fund include real estate taxes levied for the purpose of open space debt service and general fund transfers.
- **Capital Reserve Fund** - The Capital Reserve Fund is a major capital projects fund with a legally adopted budget. The Capital Reserve Fund is used to account for the continued updating and replacement of Township equipment, which is funded primarily by interfund transfers from the General Fund.

The other governmental funds of the Township are considered nonmajor.

Proprietary Funds: Proprietary funds are used to account for operations that are organized to be self-supporting through user charges. The fund type included in this category is:

- **Enterprise Funds** - Enterprise Funds are used to account for those operations that are financed and operated in a manner similar to private business or where the Township has decided that the determination of revenues earned, costs incurred and/or net income is necessary for management accountability.

The Township reports the following major enterprise funds:

- **Water Fund** - The Water Fund is used to account for the billing and collection of metered water sales and associated water costs.
- **Waste Water Fund** - The Waste Water Fund is to account for the billing and collection of sewer rents and the expenditures related to the collection and treatment of waste water.

Fiduciary Funds: Custodial funds are used to account for assets held on behalf of individuals and/or developers. The Township has one custodial fund consisting of an escrow fund.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Summary of Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting: The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the Proprietary Fund and Fiduciary Fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Earned income taxes are recognized when the underlying exchange transaction occurs or when resources are received, whichever is first. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Township considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Those revenues susceptible to accrual are real estate taxes, earned income taxes, interest, intergovernmental, charges for services (water and waste water), and certain miscellaneous revenues. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due or matured. Proceeds of general long-term debt and acquisitions under leases are reported as other financing sources.

In applying the susceptible to accrual concept to intergovernmental revenues, the legal and contractual requirements of the numerous individual programs are used as guidance. There are, however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Township; therefore, revenues are recognized based upon the expenditures recorded and the availability criteria. In the other, monies are virtually unrestricted as to purpose of expenditure and are usually revocable only for failure to comply with prescribed requirements. These resources are reflected as revenues at the time of receipt or earlier if the susceptible to accrual criteria are met.

Licenses and permits, fines and forfeitures, charges for sales and services (other than water and wastewater), and certain miscellaneous revenues are generally recorded as revenue when received in cash because they are generally not measurable and available until actually received.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Summary of Significant Accounting Policies (Continued)

Measurement Focus and Basis of Accounting: (continued)

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 Township's enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, the unrestricted resources.

Cash and Cash Equivalents: For purposes of reporting cash flows of proprietary funds, the Township considers all highly liquid instruments purchased with an original maturity of three months or less to be cash equivalents.

Investments: Investments consist of investments in the Pennsylvania Local Government Investment Trust, an external investment pool, and are included with cash and cash equivalents in the statements of net position and balance sheets. Term investments with maturities greater than three months reported separately in the statements of net position and balance sheets.

Receivables: Receivables are shown net of any allowance for the amount which the Township estimates to be uncollectible.

Leases: The Township is a lessor for various long-term noncancellable lease agreements. The Township recognizes leases receivable and deferred inflows of resources in the government-wide and the proprietary fund financial statements.

At the commencement of a lease, the Township initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Variable payments received are based on direct monthly usage and are recognized as revenue when received.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Summary of Significant Accounting Policies (Continued)

Leases: (continued)

Key estimates and judgements include how the Township determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

- The Township uses its estimated incremental borrowing rate as the discount rate for leases.
- The lease term includes the noncancellable period of the lease plus any options to extend. Lease receipts included in the measurement is composed of fixed payments from the lessee.

The Township monitors changes in circumstances that would require a remeasurement of its leases, and will remeasure the leases receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the leases receivable.

Interfund Transactions: Transactions, which constitute the transfer of resources from a fund receiving revenues to a fund through which the revenues are to be expended, are separately reported in the respective funds' operating statements.

Activities between funds that are representative of lending/borrowing arrangements at the end of the fiscal year are referred to as "due to/from other funds" or "advances 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".

Non-current portions of long-term interfund loan receivables are reported as advances within the governmental funds, and are offset equally by a fund balance reserve account which indicates that they do not constitute expendable available financial resources, and therefore, are not available for appropriation.

Prepaid Items: Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items. In the governmental funds, prepaid items are offset by a fund balance reserve account which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation. Prepaid items are accounted for using the consumption method.

Unearned Revenues: In the government-wide and governmental fund financial statements, unearned revenues represent amounts received which revenue cannot be recognized because it was not earned.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Summary of Significant Accounting Policies (Continued)

Capital Assets: Capital assets include land, construction in progress, buildings and improvements, machinery and equipment, vehicles, furniture and infrastructure are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the proprietary fund financial statements. Purchases of capital assets are recognized as expenditures in governmental funds statements. Capital assets are defined by the Township as assets with an initial, individual cost of more than \$5,000 and an initial useful life of one year or greater. Such assets are recorded at cost or estimated historical cost if purchased or constructed. Assets acquired through contributions from developers are recorded at their acquisition value at the time of acquisition. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend the life of the asset are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Prior to January 1, 2004, governmental funds' infrastructure assets were not capitalized. These assets are valued prospectively.

Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. No interest was capitalized in the current fiscal year.

Depreciation has been provided using the straight-line method over the estimated useful lives of the depreciable assets. The estimated useful lives for each capital asset type are as follows:

Buildings and improvements	20 - 100 years
Water and waste water connection systems	50 years
Machinery/vehicles/furniture/equipment	3 - 10 years
Infrastructure	50 - 100 years

Long-Term Obligations: In the government-wide financial statements and in the proprietary fund financial statements, any long-term debt and other long-term obligations are reported as liabilities Any unamortized charge, difference between the reacquisition price and the net carrying amount of old debt, on refunding of debt is deferred and amortized to interest expense using the proportionate-to-stated-interest method. The unamortized charge is reported as a deferred outflow of resources.

In the governmental fund financial statements, the face amount of debt issued is reported as another financing source and is not considered a fund liability, and repayments of debt are considered debt service expenditures.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Summary of Significant Accounting Policies (Continued)

Bond Discounts and Premiums: In the government-wide financial statements and in the proprietary fund financial statements, any bond discounts and premiums are deferred and amortized over the life of the bonds using the proportionate-to-stated-interest method. Long-term debt is reported net of the applicable bond premium or discount.

In the government fund financial statements, bond premiums and discounts are recognized during the current period. Premiums received on debt issuances are reported as other financing sources while discounts on debt issuances are reported as other financing uses.

Bond Issuance Costs: In the government-wide financial statements and in the proprietary fund financial statements, any bond issuance costs are expensed as incurred. In the governmental fund financial statements, issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures in the current period.

Deferred Outflows/Inflows of Resources: In addition to assets, the statement of financial 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 and so will *not* be recognized as an outflow of resources (expense/expenditure) until then.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net assets that applies to a future periods and o will *not* be recognized as an inflow of resources (revenue) until that time. The government has items that qualify for reporting in these categories:

1. *Change in assumptions* is reported in the government-wide statement of net position. A net difference results from an actuarial change in pension assumptions. This amount is deferred and amortized over a seven to eight years.
2. *Pension contributions made after the measurement date* is reported in the government-wide statement of net position. The pension measurement date is December 31, 2023. These amounts are deferred and recognized as an outflow of resources in the next period.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Summary of Significant Accounting Policies (Continued)

Deferred Outflows/Inflows of Resources: (continued)

3. *Net difference between projected and actual earnings on pension plan investments* is reported in the government-wide statement of net position. A net difference results from the actual earnings in the plan either exceeding or falling short of projected earnings. This amount is deferred and amortized over a five-year period.
4. *Differences between expected and actual experience on pension plan liability* is reported in the government-wide statement. A difference results when actual economic or demographic factors differ from expected results. These amounts are deferred and amortized over six to eight years.
5. *Leases* are reported in the proprietary funds and the government-wide statement of net position. A deferred balance results at the initiation of the lease in an amount equal to the initial recording of the lease receivable. A deferred inflow of resources is amortized on a straight-line basis over the term of the lease.

Compensated Absences: Full-time Township employees accumulate sick time in accordance with their applicable contracts. Employees are not compensated for unused sick leave upon termination. The employees in the police union may carry over unused vacation up to 48 hours and it must be taken within 4 months. For all other employees' vacation leave up to 40 hours may be carried beyond the calendar year only with Township Manager approval. All vacation pay is accrued when incurred in government wide financial statements and in proprietary fund financial statements and reported as a liability. A liability for these amounts is reported in governmental fund financial statements only if they have matured, for example, as a result of employee resignations and retirements.

Real Estate Taxes: Taxes are levied on March 1 and payable under the following terms: 2% discount March 1 through May 1; face amount May 2 through July 1; and a 10% penalty after July 1. Taxes unpaid are liened in January of the subsequent year.

The tax rate for 2023 was 4.0 mills on an assessed valuation of \$395,503,070. The mills were levied for the Fire Protection Fund, the Emergency Services Fund and the Debt Service Fund.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Summary of Significant Accounting Policies (Continued)

Real Estate Transfer Taxes, Earned Income Taxes and Local Services Taxes: The Township recognizes assets resulting from real estate transfer taxes, earned income taxes and local services taxes (derived tax revenues) when the underlying exchange transaction occurs or when resources are received, whichever is first. In the governmental fund financial statements, under the modified accrual basis of accounting revenue is recorded when the underlying exchange occurs and when the resources are available. Revenue that is not available is deferred.

Water and Waste Water Charges for Services: Water and waste water charges for services are recorded when earned. Customers are billed quarterly. The fourth quarter billings for the current year are billed in January of the following year and are shown as accrued unbilled charges for services as of year-end.

Net Position: In the government-wide financial statements, net position is classified in the following categories:

Net investment in capital assets - This category groups all capital assets, including infrastructure, into one component of net position. Accumulated depreciation and the outstanding balances of debt that are attributable to the acquisition, construction or improvement of these assets reduce the balance of this category.

Restricted net position - This category presents external restrictions imposed by creditors, grantors, contributors or laws or regulations of other governments and restrictions imposed by law through constitutional provisions or enabling legislation.

Unrestricted net position - This category represents net position of the entity, not restricted for any project or other purpose.

Fund Balance: Governmental funds report fund balance in classifications based primarily on the extent to which the Township is bound to honor constraints on the specific purposes for which amounts in the funds can be spent. Fund balance for governmental funds can consist of the following:

Nonspendable Fund Balance - includes amounts that are (a) not in spendable form, or (b) legally or contractually required to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, for example: inventories, prepaid amounts, and long-term notes receivable, and leases receivable net of deferred inflows of resources.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Summary of Significant Accounting Policies (Continued)

Restricted Fund Balance - Includes amounts that are restricted for specific purposes stipulated by external resources providers, constitutionally or through enabling legislation. Restrictions may effectively be changed or lifted only with the consent of resource providers.

Committed Fund Balance - Includes amounts that can only be used for the specific purposes determined by a resolution of the Board of Supervisors, Township's highest level of decision-making authority. Commitments may be changed or lifted only by the Township taking the same formal action that imposed the constraint originally (for example: resolution).

Assigned Fund Balance - Includes amounts intended to be used by the Township for specific purposes that are neither restricted nor committed. Intent is expressed by (a) the Board of Supervisors or (b) a body (a budget, finance committee, or Township Manager and Finance Director) to which the assigned amounts are to be used for specific purposes. Assigned amounts also include all residual amounts in governmental funds (except negative amounts) that are not classified as nonspendable, restricted, or committed. The governing body, the Board of Supervisors, has by resolution authorized the finance director to assign fund balance.

Unassigned Fund Balance - This residual classification is used for all negative fund balances in Special Revenue, Capital Projects, and Debt Service funds; or any residual amounts in the General Fund. In circumstances when an expenditure is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is depleted in the order of restricted, committed, assigned, and unassigned. In all cases, encumbrance amounts have been assigned for specific purposes for which resources already have been allocated.

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 or expenses during the reporting period. Actual results could differ from those estimates.

Subsequent Events: The Township has evaluated events and transactions for potential recognition or disclosure in the financial statements through the date of this report, which is the date the statements were available for release.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

1. Summary of Significant Accounting Policies (Continued)

Pending Accounting Pronouncements

GASB has issued statements that will become effective in future years. Management has not yet determined the impact of these statements on the financial statements.

2. Stewardship, Compliance, and Accountability

Budgets and Budgetary Accounting: Annual budgets are adopted on a basis consistent with generally accepted accounting principles for all funds of the Township.

1. At least thirty days prior to the adoption of the annual budget, the Township Board of Supervisors begins preparation of a proposed budget for all funds or annual estimates of revenues and expenditures for the following year.
2. After preparation, the Board gives public notice that the proposed budget is available for public inspection in a designated place; the proposed budget remains available for at least twenty days after notice and before adoption. Should a revision of the proposed budget increase the aggregate more than ten percent or an individual item more than twenty-five percent, the budget is advertised again with the appropriate time for public inspection. Not later than December 31, the Board adopts the budget and the necessary appropriation measures required to put it into effect.
3. Any excess appropriations lapse at year end.
4. The Supervisors may make supplemental appropriations from any funds on hand or estimated to be received within the fiscal year and not otherwise appropriated.
5. Legal budgetary control is maintained by the Township Manager with the assistance of the Finance Director at the Fund level. Budget transfers at the fund level must be approved by the Board of Supervisors.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

2. Stewardship, Compliance, and Accountability (Continued)

Budgets and Budgetary Accounting: (continued)

6. At least thirty days prior to the adoption of the annual budget, the Township Board of Supervisors begins preparation of a proposed budget for all funds or annual estimates of revenues and expenditures for the following year.
7. After preparation, the Board gives public notice that the proposed budget is available for public inspection in a designated place; the proposed budget remains available for at least twenty days after notice and before adoption. Should a revision of the proposed budget increase the aggregate more than ten percent or an individual item more than twenty-five percent, the budget is advertised again with the appropriate time for public inspection. Not later than December 31, the Board adopts the budget and the necessary appropriation measures required to put it into effect.
8. Any excess appropriations lapse at year end.
9. The Supervisors may make supplemental appropriations from any funds on hand or estimated to be received within the fiscal year and not otherwise appropriated.
10. Legal budgetary control is maintained by the Township Manager with the assistance of the Finance Director at the Fund level. Budget transfers at the fund level must be approved by the Board of Supervisors.
11. Annual budgets for governmental funds are adopted on the modified accrual basis of accounting.
12. Budgets for proprietary funds are adopted on the accrual basis of accounting. These annual budgets are “flexible budgets” and not legally appropriated operating budgets.

3. Deposits and Investments

Legal and Contractual Restrictions: The Township is permitted to invest in U.S. Treasury bills, short-term obligations of the U.S. Government or its agencies, and shares of an investment company as defined, provided that the only investments of the company are in authorized investments for Township funds. The Township may also place deposits that are insured by the Federal Deposit Insurance Corporation (“FDIC”) and deposits that are collateralized on an individual or on a pooled basis in accordance with Act No. 72 of the Commonwealth of Pennsylvania, August 6, 1971.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

3. Deposits and Investments (Continued)

As of December 31, 2023, the government had the following investments for governmental funds:

	Carrying Value	Weighted Average Maturity
PLGIT TERM	\$ 20,705,000	114 days

Custodial Credit Risk - Deposits: Custodial credit risk is the risk that in the event of a bank failure, the Township’s deposits may not be returned to it or the government will not be able to recover collateral securities in the possession of an outside party. The Township does not have a formal deposit policy for custodial credit risk. As of December 31, 2023, the Township’s bank balances were \$12,391,805. Of the bank balance, \$250,000 was covered by federal depository insurance and \$6,144,125 was invested in externally pooled investments, which are not subject to credit risk. Any balance exceeding depository insurance and investment in risk pools, are exposed to custodial credit risk because it is uninsured and collateralized with securities held by pledging institution’s trust department, but nor in the government’s name.

The Township participates in an external investment pool, the Pennsylvania Local Government Investment Trust (“PLGIT”). PLGIT is a common law trust established pursuant to the Intergovernmental Cooperation Act and similar statues by Local Governments in Pennsylvania for the purpose of pooling their investments. It is a fundamental policy of PLGIT to maintain a net position value of \$1 per share, but there can be no assurance that the net position value will not vary from \$1 per share. At December 31, 2023, management of PLGIT has indicated that all investments made of the PLGIT were either obligations of the U.S. Government or its agencies or instrumentalities, or certificates of deposit insured by FDIC. The Township had \$6,144,125 of deposits invested in PLGIT at December 31, 2023, which is included in cash and cash equivalents. All amounts invested have maturity dates of less than 3 months.

The Township’s cash equivalent investments in PLGIT are not subject to custodial credit risk because they are not evidenced by securities that exist in physical or entry form. The Township’s position in the external investment pool is the same as the value of the pool shares and is reported at amortized cost which approximates fair value. PLGIT activities are invested directly in a portfolio of securities, which are held by a third-party custodian. All investments in an external investment pool that is not SEC registered are subject to oversight by the Commonwealth of Pennsylvania. The Township can withdraw funds from the external investment pool without limitation or fees upon adequate notice.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

3. Deposits and Investments (Continued)

Custodial Credit Risk - Investments: For an investment, this is the risk that, in the event of a failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in possession of an outside party. The Township does not have a formal deposit policy for custodial credit risk. The Township's investments consisted of PLGIT term investments as listed above.

Interest Rate Risk - Investments: Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The Township does not have a formal investment policy for interest rate risk.

Credit Risk - Investments: Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The Township does not have a formal investment policy for credit risk. The Township's investments in PLGIT were rated "A-1+" by Standard & Poor's.

Concentration of Credit Risk: This is the risk of loss attributed to the magnitude of a government's investment in a single issuer. There were no investments that exceeded 5% of the total investments reported in the governmental or fiduciary funds that would be considered a concentration of credit risk.

Fair Value Measurements: The Township categorizes its fair value measurements within the 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 prices in active markets for identical assets; Level 2 inputs that include quoted prices for similar assets in active markets and inputs that are observable for the asset, either directly, or indirectly, for substantially the full term of the financial instrument.

Fair values of these instruments are estimated using pricing models, quoted pricing models, quoted prices of securities with similar characteristics, or discounted cash flows; Level 3 inputs are significant unobservable inputs. The Township only had one recurring fair value measurement as of December 31, 2023, PLGIT term deposits are classified as Level 2.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

4. Leases Receivable

Leases receivable are recognized for various long-term noncancellable lease agreements that meet the criteria for inclusion Governmental Accounting Standards. The lease receivable is measured as the present value of the future minimum rent payments expected to be received under the terms of the lease at a discount rate of 5%.

The Township has entered in to various leases for cell towers. Under the lease agreements, the Township receives minimum monthly payments. The lease agreements are noncancellable for a period of five years with monthly payment increasing between 2-2.5% yearly. The leases have four options for an extension of an additional 5 years each through 2043. There were no variable payments due or received.

For the year ended December 31, 2023, the principal and interest received on long-term noncancellable leases were as follows:

<u>Business-Type Activities</u>	
Lease	
<u>Revenue</u>	<u>Interest</u>
\$ 16,644	\$ 59,463

Amounts receivable are as follows:

	<u>Business-Type Activities</u>	
	Lease	
	<u>Revenue</u>	<u>Interest</u>
<u>Year Ending</u> <u>December 31,</u>		
2024	\$ 19,264	\$ 58,564
2025	22,058	57,530
2026	25,036	56,353
2027	28,209	55,021
2028	31,589	53,526
2029-2033	216,672	238,705
2034-2038	339,405	169,987
2039-2043	504,285	65,613
	<u>\$ 1,186,518</u>	<u>\$ 755,299</u>

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

5. Interfund Receivables, Payables, and Transfers

Interfund receivable and payable balances of each individual fund as of December 31, 2023 are as follows (certain amounts are netted for presentation in the fund financial statements):

	<u>Due From Other Funds</u>	<u>Due To Other Funds</u>
General Fund	\$ 378	\$ -
Debt Service Fund	11,646	-
Nonmajor Governmental Funds	3,995	-
Enterprise Funds		
Water Fund	-	7,347
Waste Water Fund	-	8,672
	<u>\$ 16,019</u>	<u>\$ 16,019</u>

Interfund balances result 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.

The following is a schedule of transfers as included in the basic financial statements of the Township:

	<u>Transfer in</u>	<u>Transfer out</u>
General Fund	\$ 250,000	\$ 2,328,109
Debt Service Fund	-	575,000
Capital Reserve	1,500,000	-
Nonmajor Governmental Funds	1,471,444	68,335
Enterprise Funds		
Water Fund	-	125,000
Waste Water Fund	-	125,000
Total	<u>\$ 3,221,444</u>	<u>\$ 3,221,444</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) use unrestricted revenues collected in the General Fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

6. Capital Assets

The following is a summary of changes in capital assets for the year ended December 31, 2023:

	Beginning Balance	Increases	Decreases	Ending Balance
Governmental activities:				
Capital assets, not being depreciated:				
Land and land easements	\$ 36,283,438	\$ -	\$ -	\$ 36,283,438
Construction in progress	-	-	-	-
Total capital assets, not being depreciated	<u>36,283,438</u>	<u>-</u>	<u>-</u>	<u>36,283,438</u>
Capital assets, being depreciated:				
Land improvements	9,308,837	21,979	-	9,330,816
Buildings and improvements	5,436,076	232,568	-	5,668,644
Machinery and equipment	2,622,963	156,130	-	2,779,093
Vehicles and equipment	2,039,850	280,822	(146,692)	2,173,980
Furniture and equipment	598,245	95,082	-	693,327
Infrastructure	32,466,521	-	-	32,466,521
Total capital assets being depreciated	<u>52,472,492</u>	<u>786,581</u>	<u>(146,692)</u>	<u>53,112,381</u>
Less accumulated depreciation for:				
Land improvements	772,078	307,967	-	1,080,045
Buildings and improvements	4,277,024	117,962	-	4,394,986
Machinery and equipment	1,604,184	167,183	-	1,771,367
Vehicles and equipment	1,758,646	173,845	(146,692)	1,785,799
Furniture and equipment	580,002	23,370	-	603,372
Infrastructure	3,643,004	324,565	-	3,967,569
Total accumulated depreciation	<u>12,634,938</u>	<u>1,114,892</u>	<u>(146,692)</u>	<u>13,603,138</u>
Total capital assets, being depreciated, net	<u>39,837,554</u>	<u>(328,311)</u>	<u>-</u>	<u>39,509,243</u>
Governmental activities capital assets, net	<u>\$ 76,120,992</u>	<u>\$ (328,311)</u>	<u>\$ -</u>	<u>\$ 75,792,681</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 8,332,193	\$ -	\$ -	\$ 8,332,193
Construction in progress	1,165,462	1,593,250	(3,590)	2,755,122
Total capital assets, not being depreciated	<u>9,497,655</u>	<u>1,593,250</u>	<u>(3,590)</u>	<u>11,087,315</u>
Capital assets, being depreciated:				
Buildings and improvements	18,395,140	32,762	-	18,427,902
Connection systems	37,281,326	-	-	37,281,326
Machinery, vehicles and equipment	7,706,631	168,096	(41,909)	7,832,818
Total capital assets being depreciated	<u>63,383,097</u>	<u>200,858</u>	<u>(41,909)</u>	<u>63,542,046</u>
Less accumulated depreciation for:				
Buildings and improvements	7,040,441	492,678	-	7,533,119
Connection systems	8,210,783	735,626	-	8,946,409
Machinery, vehicles and equipment	4,624,747	402,911	(41,909)	4,985,749
Total accumulated depreciation	<u>19,875,971</u>	<u>1,631,215</u>	<u>(41,909)</u>	<u>21,465,277</u>
Total capital assets, being depreciated, net	<u>43,507,126</u>	<u>(1,430,357)</u>	<u>-</u>	<u>42,076,769</u>
Business-type activities capital assets, net	<u>\$ 53,004,781</u>	<u>\$ 162,893</u>	<u>\$ (3,590)</u>	<u>\$ 53,164,084</u>

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

6. Capital Assets (Continued)

Depreciation expense was charged to functions/programs as follows:

Governmental activities:		
General government	\$	127,826
Public safety		147,542
Public works		481,898
Parks and recreation		357,626
Total depreciation expense-governmental activities	\$	<u>1,114,892</u>
Business activities:		
Water	\$	616,527
Waste Water		1,014,688
Total depreciation expense-business activities	\$	<u>1,631,215</u>

7. Long-Term Debt

The Township issues general obligation bonds and notes payable to provide funds for the acquisition and construction of major capital facilities. General obligation bonds are direct obligations and pledge the full faith and credit of the government. General obligation bonds and notes payable have been issued for both general government and proprietary activities. These bonds and notes payable are reported in the Proprietary Funds if they are expected to be repaid from Proprietary Fund revenues. In addition, general obligation bonds have been issued to refund debt for both general governmental and proprietary activities. General obligations currently outstanding in total are as follows:

<u>Purpose</u>	<u>Interest Rates</u>	<u>Amount</u>
Government-type activities	1.0%-4.0%	\$ 3,280,000
Business-type activities	1.0%-4.0%	<u>\$ 3,630,000</u>

Refunding Bonds: In 2021, the Township issued General Obligation Bonds, Series 2021 in the amounts of \$8,800,000. The bonds were issued to currently refund the Series 2014 General Obligation Bonds (Governmental type) in the total amount of \$4,870,000 and for the construction of the water and wastewater operations center (Business type). The Bonds have varying maturities from November 1, 2022 to November 1, 2040 with interest being paid semi-annually, May 1 and November 1. The refunded debt has been considered defeased and removed from this statement. The present value savings at the time of refunding on the Bond Series 2014 was \$286,167.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

7. Long-Term Debt (Continued)

Changes in Long-Term Liabilities: The following is a summary of changes in the long-term liabilities:

	Year of Final	Original Issue	Beginning			Ending	Due Within
	<u>Maturity</u>	<u>Amount</u>	<u>Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u>	<u>One Year</u>
Governmental activities:							
General obligation bonds/notes							
Series of 2021B - 1.00%-4.00%	2029	4,820,000	3,790,000	-	(510,000)	3,280,000	530,000
Deferred amount: issuance premium			136,428	-	(19,489)	116,939	19,489
Total obligation bonds/notes payable			3,926,428	-	(529,489)	3,396,939	549,489
Net pension liability			-	1,095,948	(566,274)	529,674	-
Compensated absences			58,607	60,973	(58,607)	60,973	60,973
Governmental activity long-term liabilities			<u>\$ 3,985,035</u>	<u>\$ 1,156,921</u>	<u>\$ (1,154,370)</u>	<u>\$ 3,987,586</u>	<u>\$ 610,462</u>
Business-type activities:							
General obligation bonds/notes							
Series of 2021A - 1.00%-4.00%	2040	3,980,000	\$ 3,805,000	\$ -	\$ (175,000)	\$ 3,630,000	\$ 185,000
Deferred amount: issuance premium			68,978	-	(3,827)	65,151	3,832
Total obligation bonds/note			3,873,978	-	(178,827)	3,695,151	188,832
Compensated absences			11,319	10,588	(11,319)	10,588	10,588
Business-type activity long-term liabilities			<u>\$ 3,885,297</u>	<u>\$ 10,588</u>	<u>\$ (190,146)</u>	<u>\$ 3,705,739</u>	<u>\$ 199,420</u>

Legal Debt Limit: At December 31, 2023, the Township’s legal debt limit under the Pennsylvania Local Government Unit Debt Act (the “Act”) was approximately \$54,698,483 for non-electoral debt. After deducting the non-electoral debt outstanding of \$3,695,151, 2021 Bonds, Series A, the Township’s remaining borrowing capacity was \$51,003,332 for non-electoral debt. Electoral debt (i.e. debt approved by the Township voters) is not subject to any statutory borrowing limit under the Act. The 2021 Bonds, Series B is considered electoral debt. The 2021 Bonds, Series A is considered non-electoral debt.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

7. Long-Term Debt (Continued)

Debt Service Requirements: Annual debt service requirements for each of the next five years and each five-year period thereafter for all long-term debt except compensated absences are as follows:

Year Ending December 31	Governmental Activities		Business-Type Activities	
	Principal	Interest	Principal	Interest
2024	\$ 530,000	\$ 54,950	\$ 185,000	\$ 70,750
2025	535,000	49,650	185,000	67,050
2026	540,000	44,300	190,000	65,200
2027	545,000	33,500	190,000	61,400
2028	560,000	22,600	195,000	57,600
2029-2032	570,000	11,400	1,040,000	227,600
2033-2037	-	-	1,150,000	119,500
2038-2040	-	-	495,000	14,900
	<u>\$ 3,280,000</u>	<u>\$ 216,400</u>	<u>\$ 3,630,000</u>	<u>\$ 684,000</u>

Debt service for general obligation bonds is funded primarily from real estate taxes for governmental activities and charges for service in the business type activities. Any liabilities for compensated absences and net pension liability are generally liquidated by the general fund or proprietary-type fund that they relate to.

8. Defined Benefit Pension Plans

Plan Description: The Township sponsors two single employer defined benefit pension plans, the Police Pension Plan and the Non-Uniform Pension Plan. These plans cover substantially all full-time employees. The following are details of these two plans. The most recent valuation was as of January 1, 2021. Details below are from the valuation.

Police Pension Defined Benefit Pension Plan - The plan is a contributory, single employer defined benefit plan that covers all regular, full-time sworn police officers. An employee enters the plan after a 90-day probationary period.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

8. Defined Benefit Pension Plans (Continued)

Plan Description: (continued)

Non-Uniform Defined Benefit Pension Plan - The plan is a contributory, single employer defined benefit plan that covers all regular, full-time employees, excluding sworn police officers, who join the plan after a 90-day probationary period.

The Township's plans are administered by the Pennsylvania Municipal Retirement System ("PMRS"), a statewide local government system. PMRS is an agent, multiple-employer system with the purpose to administer sound, cost-effective pensions for local government employees. PMRS consists of over 900 participating employer plans. Responsibility for the organization and administration of the system is vested in the eleven-member Pennsylvania Municipal Retirement Board - including the State Treasurer and Secretary of the Commonwealth by virtue of statute, and eight other members appointed by the Governor based on their respective organizations. PMRS issues a separate Annual Comprehensive Financial Report. A copy of the Annual Comprehensive Financial Report can be obtained by contacting the PMRS Accounting Office, P.O. Box 1165, Harrisburg, PA 17108-1165.

The following table provides information concerning types of covered employees and benefit provisions for each of the Township's Plans for the year ended December 31, 2023:

	<u>Police</u>	<u>Non-Uniform</u>
Inactive employees (or their beneficiaries)		
currently receiving benefits	15	14
Inactive employees entitled to benefits		
but not yet receiving them	3	4
Active employees	<u>22</u>	<u>31</u>
	<u>40</u>	<u>49</u>

Benefits Provided

Description of Police Pension Plan: The plan provides retirement, death, and disability benefits to plan members and their beneficiaries. A member is fully vested after 12 years of service. Cost-of-living allowances are provided at the discretion of the plan. Normal retirement is available upon attainment of age 54 with 12 years of service. The normal retirement benefit is equal to 2% times credit service times final average salary (FAS), but in no event is the basic benefit greater than 50% of FAS, plus an additional \$100 per month if retiring with 26 years of service, \$200 per month if retiring with 27 years of service, \$300 per month if retiring with 28 or more years of service.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

8. Defined Benefit Pension Plans (Continued)

Benefits Provided (continued)

Description of Police Pension Plan (continued)

Early retirement is voluntary after 24 years of service. For service-related disability, a 50% disability benefit is provided to a member who is unable to perform gainful employment regardless of age or service. For non-service-related disability, a 30% disability benefit is provided to a member who has at least 10 years of service and who is unable to perform gainful employment. A post retirement adjustment may be awarded based on investment performance (excess interest awards). Benefit provisions are established and amended by Pennsylvania law. Administrative costs of the Plan are financed through investment earnings.

A Deferred Retirement Option Plan ("DROP") is available to the Township's police officers who have fulfilled the age and service requirements of the Police Pension Plan as described in the above paragraph. Under the DROP program a participant may elect to defer receipt of normal retirement benefits while continuing employment with the Township for a period of not less than one year not more than three years. Upon entering the DROP program, the member's retirement benefit is frozen and his monthly retirement benefit payments will be deposited into an account that will be credited with interest and paid to the participant in a lump sum at his actual retirement in addition to his monthly pension payments. As of December 31, 2023, the DROP account balances totaling \$0 is held by the plan pursuant to a DROP.

Description of Non-Uniform Pension Plan: The plan provides retirement, death, and disability benefits to plan members and their beneficiaries. A member is fully vested after 7 years of service. Cost-of-living allowances are provided at the discretion of the plan. Normal retirement is available upon attainment of age 60. The normal retirement benefit is equal to 2.5% times credit service times by final average salary (FAS), but in no event is the basic benefit greater than 50% of FAS. All benefits are vested after seven years of credited service. Early retirement is voluntary after 20 years of service. For service-related disability, a 50% disability benefit is provided to a member who is unable to perform gainful employment regardless of age or service. For non-service-related disability, a 30% disability benefit is provided to a member who has at least 10 years of service and who is unable to perform gainful employment. A post retirement adjustment may be awarded based on investment performance (excess interest awards). Benefit provisions are established and amended by Pennsylvania law. Administrative costs of the plan are financed through investment earnings.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

8. Defined Benefit Pension Plans (Continued)

Measurement Focus and Basis of Accounting

Basis of Accounting: Pension Plan financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Employer and member contributions are recognized as when due pursuant to formal commitments, as well as statutory or contractual requirements. Investment income is recognized as revenue when earned. Retirement benefits and refunds are recognized when due and payable in accordance with terms of the plan. Other expenses are recognized when the corresponding liabilities are incurred. The net appreciation/(depreciation) in fair value of investments is recorded as an increase/(decrease) to investment income based on the valuation of investments. The entire expense of plan administration is charged against the earnings of the plan. Investment earnings are reduced for investment management fees, portfolio evaluation, custodial services, and actuarial services, as required by State statutes.

Method Used to Value Investments: Pension Plan investments are reported by the custodian at fair value. Investments that do not have an established market value are reported at estimated fair value.

Contributions

Currently, employees covered under the Police Pension Plan are required to contribute 3.75% of their salaries. Employees covered under the Non-Uniform Pension Plan are required to contribute 3% of their salaries. Administrative costs, including investment manager fees, custodial trustee fees and actuarial fees, are charged to the plans and funded through investment earnings.

The Township is required by statute, principally Pennsylvania Act 205, to contribute the remaining amounts necessary to finance the pensions. Benefit and contribution provisions are established by Pennsylvania law and may be amended only as allowed by Pennsylvania law. The pension plans funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are sufficient to accumulate sufficient assets to pay benefits when due.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

8. Defined Benefit Pension Plans (Continued)

Contributions (continued)

The Township’s annual required contribution is equal to its Minimum Municipal Obligation (“MMO”) as calculated in accordance with Pennsylvania law (Act 205 of 1984) less state aid and employee contributions deposited in the pension during the year. State law requires that state aid be used first to fund the plan, then employee contribution and finally general Township funds. The Township received state aid, which is recognized as revenue and expenses, in the amount of \$370,781 for the year ended December 31, 2023.

Investments

Investment Policy: The pension plan’s policy in regard to the allocation of invested assets is established and may be amended by the Pennsylvania Municipal Retirement System (PMRS). The policy is to pursue an investment strategy that reduces risk through the prudent diversification of the portfolio across a broad selection of distinct asset classes. The pension plan’s investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans.

Rate of Return: For the Measurement Date of December 31, 2022, the annual money-weighted rate of return on Plan investments, net of investment expense was -12.8 percent. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability

The components of the net pension liability of participating entities for the Measurement Date of December 31, 2022, were as follows:

	<u>Police</u>	<u>Non-Uniform</u>
Total pension liability	\$ 14,772,264	\$ 10,377,129
Plan fiduciary net position	<u>(14,242,590)</u>	<u>(10,553,102)</u>
Net pension liability (asset)	<u>\$ 529,674</u>	<u>\$ (175,973)</u>
Plan fiduciary net position as a percentage of the total pension liability	96%	102%

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

8. Defined Benefit Pension Plans (Continued)

Actuarial Assumptions: The total pension liability in the January 1, 2021 actuarial valuation was determined using the following economic assumptions, applied to all periods included in the measurement:

	<u>Police</u>	<u>Non-Uniform</u>	
Inflation	2.8%	2.8%	
Salary Increases	age related with merit and inflation component		
Investment Rate of Return	5.25%	5.25%	(including inflation)
Postretirement Cost of Living Increase	2.8%	2.8%	

Mortality rates were based on the RP-2000 Healthy Annuitant Mortality Table for males or females. This table does not include projected mortality improvements.

The actuarial assumptions used in the January 1, 2021 valuation were based on the results of an actuarial experience study for the period January 1, 2019 to December 31, 2020.

The net pension liability for Police was measured as of the Measurement Date of December 31, 2022 and the total pension liability was determined by rolling forward the liabilities from an actuarial valuation as of January 1, 2021.

PMRS has not performed a formal cash flow projection but has applied an alternative method to confirm the sufficiency of the pension plan's projected Net Position. The result would be greater than or equal to the benefit payments projected for each future period. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the Total Pension Liability.

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
Equities		
US Equities	32.5%	5.00-5.70%
International & Global Equities	22.5%	4.53-5.51%
Fixed Income	29.0%	2.10-5.50%
Real Estate	10.0%	4.92%
Timber	5.0%	4.00%
Cash	1.0%	-0.30%

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

8. Defined Benefit Pension Plans (Continued)

Discount Rate: The discount rate used to measure the total pension liability was 5.25% for both the Non-Uniformed and Police Pension Plans. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current contribution rate and that contributions from employers will be made at contractually required rates, actuarially determined. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of active and inactive plan members. Therefore, the long-term expected rate of return on plan investments was applied to all periods of projected benefit payments to determine the total pension liability. The employer's funding policy requires the full funding of the entry age normal cost-plus plan expenses, as well as an amortization of the unfunded 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.

For the Measurement Date of December 31, 2022:

	Increase (Decrease)		
	Total Pension Liability	Plan Fiduciary Net Position	Net Pension Liability
<u>Police Pension Plan</u>			
Balance at December 31, 2021	\$ 14,419,470	\$ 17,473,674	\$ (3,054,204)
Changes for the year:			
Service cost	344,398	-	344,398
Interest	751,550	-	751,550
Change of benefit terms	-	-	-
Differences between expected and actual experience	165,714	-	165,714
Change of assumptions	-	-	-
Contributions - employer	-	76,052	(76,052)
Contributions - employee	-	92,984	(92,984)
Net investment income	-	(2,449,558)	2,449,558
Benefit payments, including refunds of employee contributions	(908,868)	(908,868)	-
Administrative expense	-	(41,694)	41,694
Other changes	-	-	-
Net Changes	<u>352,794</u>	<u>(3,231,084)</u>	<u>3,583,878</u>
Balance at December 31, 2022	<u>\$ 14,772,264</u>	<u>\$ 14,242,590</u>	<u>\$ 529,674</u>

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

8. Defined Benefit Pension Plans (Continued)

	Increase (Decrease)		
	Total Pension <u>Liability</u>	Plan Fiduciary <u>Net Position</u>	Net Pension <u>Liability</u>
<u>Non-Uniform Pension Plan</u>			
Balance at December 31, 2021	\$ 10,293,143	\$ 12,577,844	\$ (2,284,701)
Changes for the year:			
Service cost	305,372	-	305,372
Interest	536,126	-	536,126
Change of benefit terms	-	-	-
Differences between expected and actual experience	25,673	-	25,673
Change of assumptions	-	-	-
Contributions - employer	-	254,919	(254,919)
Contributions - employee	-	72,897	(72,897)
Net investment income	-	(1,540,303)	1,540,303
Benefit payments, including refunds of employee contributions	(783,185)	(783,185)	-
Administrative expense	-	(29,070)	29,070
Other changes	-	-	-
Net Changes	<u>83,986</u>	<u>(2,024,742)</u>	<u>2,108,728</u>
Balance at December 31, 2022	<u>\$ 10,377,129</u>	<u>\$ 10,553,102</u>	<u>\$ (175,973)</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate: The following presents the net pension liability of participating entities calculated using the discount rate of 5.25 percent, as well as what the net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower (4.25 percent) or 1-percentage-point higher (6.25 percent) than the current rate:

	1% Decrease <u>Rate (4.25%)</u>	Current Discount <u>Rate (5.25%)</u>	1% Increase <u>Rate (6.25%)</u>
Net pension liability (asset)			
Police	\$ 2,569,854	\$ 529,674	\$ (1,148,593)
Non-Uniform	1,055,209	(175,973)	(1,233,029)

Deferred Outflows and Inflows of Resources: For the Measurement date of December 31, 2021, the Township recognized pension expense of \$460,126 for the police pension plan and \$233,854 for the Nonuniform Pension plan.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2021

8. Defined Benefit Pension Plans (Continued)

At December 31, 2023, the Township reported deferred outflows of resources and deferred inflows of resources related to pension related to this Measurement Date of December 31, 2022 from the following sources:

	Governmental- Activities Police	Governmental- Activities Non-Uniform	Proprietary - Activities Non-Uniform	Total Non-Uniform
Deferred Outflows of Resources				
Differences between expected and actual experience	\$ 671,825	\$ 14,582	\$ 5,956	\$ 20,538
Changes in assumptions	255,191	44,629	18,228	62,857
Net difference between projected and actual earnings on pension plan investments	844,044	366,704	149,780	516,484
Contributions by employer after measurement date	209,083	159,082	64,977	224,059
Total Deferred Outflows of Resources	<u>\$ 1,980,143</u>	<u>\$ 584,997</u>	<u>\$ 238,941</u>	<u>\$ 823,938</u>
Deferred Inflows of Resources				
Differences between expected and actual experience	\$ 56,960	\$ 64,696	\$ 26,426	\$ 91,122
Changes in assumptions	-	-	-	-
Net difference between projected and actual earnings on pension plan investments	-	-	-	-
Total Deferred Inflows of Resources	<u>\$ 56,960</u>	<u>\$ 64,696</u>	<u>\$ 26,426</u>	<u>\$ 91,122</u>
Net Pension Liability (Asset)	<u>\$ 529,674</u>	<u>\$ (124,941)</u>	<u>\$ (51,032)</u>	<u>\$ (175,973)</u>
Pension Expense	<u>\$ 460,126</u>	<u>\$ 163,698</u>	<u>\$ 70,156</u>	<u>\$ 233,854</u>

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

Year Ended December 31:	Governmental- Activities Police	Governmental- Activities Non-Uniform	Proprietary - Activities Non-Uniform	Total Non-Uniform
2024	\$ (735,892)	\$ (160,070)	\$ (40,018)	\$ (200,088)
2025	(931,274)	27,065	6,766	33,831
2026	(544,999)	33,538	8,384	41,922
2027	(284,309)	195,403	48,851	244,254
2028	27,619	335,498	83,874	419,372
Thereafter	4,182,955	(24,427)	(6,107)	(30,534)
Total	<u>\$ 1,714,100</u>	<u>\$ 407,007</u>	<u>\$ 101,750</u>	<u>\$ 508,757</u>

Payable to the Pension Plan: As of December 31, 2023, there were no amounts payable for contributions to the pension plans.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

9. Deferred Compensation Plans

The Township offers certain employees the option to participate in deferred compensation plans created in accordance with the Internal Revenue Code Section 457. The plans permit the employees to voluntarily defer a percentage of their salary until future years. The deferred compensation is not available to employees until termination, retirement, death or unforeseeable emergency.

All amounts of compensation deferred under the plans, all property rights purchased with those amounts, and all income attributable to these amounts, property, or rights are held in trust for the exclusive benefits of participants and their beneficiaries. The compensation deferred is managed by outside trustees under various investment options. As a result, the financial statements of the deferred compensation plans are excluded from the accompanying financial statements.

10. Risk Management

The Township is exposed to various risks of loss related to third-party liability claims, damages to and losses of Township-owned property, errors and omissions by public officials and injuries to employees. The Township carries various types of commercial insurance to manage these risks of loss.

There were no significant reductions in coverage from the prior year and settlements have not exceeded coverage in the past three years.

11. Contingencies

In the normal course of business, there are various claims and suits pending against the Township. In the opinion of Township Management, the potential loss on all claims and lawsuits will not be significant to the Township's financial statements.

The use of grant monies is subject to compliance audits by governmental agencies. Management of the Township believes the Township is in compliance with substantially all of the significant requirements of such grants.

BUCKINGHAM TOWNSHIP

NOTES TO FINANCIAL STATEMENTS

DECEMBER 31, 2023

12. Escrows

The Township acts in a custodial capacity with respect to monies deposited with it by developers and others. These monies are held by the Township and used to pay legal, engineering, and other fees incurred on behalf of a specific project. Any unused deposits are returned to the developer upon completion of the project. None of the monies received from or expended on behalf of the developers are recorded in the revenues or expenses of the Township. At December 31, 2023, \$4,010,327 represents the balance of these monies held in escrow.

**REQUIRED
SUPPLEMENTARY INFORMATION**

BUCKINGHAM TOWNSHIP

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS - POLICE PENSION PLAN

	Measurement Year Ending			
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total pension liability				
Service cost	\$ 344,398	\$ 310,678	\$ 238,348	\$ 264,108
Interest	751,550	734,289	638,044	630,258
Differences between expected and actual experience	165,714	-	1,067,460	-
Changes of assumptions	-	-	424,682	-
Benefit payments, including refunds of employee contributions	(908,868)	(594,942)	(620,006)	(818,028)
Net change in total pension liability	352,794	450,025	1,748,528	76,338
Total pension liability - beginning	14,419,470	13,969,445	12,220,917	12,144,579
Total pension liability - ending (a)	<u>\$ 14,772,264</u>	<u>\$ 14,419,470</u>	<u>\$ 13,969,445</u>	<u>\$ 12,220,917</u>
Plan fiduciary net position				
Contributions - employer	\$ 76,052	\$ 33,853	\$ 117,127	\$ 105,796
Contributions - employee	92,984	78,637	66,366	68,286
Net investment income	(2,449,558)	2,089,994	1,961,512	2,596,416
Benefit payments, including refunds of employee contributions	(908,868)	(594,942)	(620,006)	(818,028)
Administrative expense	(41,694)	(39,672)	(29,232)	(26,008)
Net change in plan fiduciary net position	(3,231,084)	1,567,870	1,495,767	1,926,462
Plan fiduciary net position - beginning	<u>17,473,674</u>	<u>15,905,804</u>	<u>14,410,037</u>	<u>12,483,575</u>
Plan fiduciary net position - ending (b)	<u>\$ 14,242,590</u>	<u>\$ 17,473,674</u>	<u>\$ 15,905,804</u>	<u>\$ 14,410,037</u>
Township's net pension liability - ending (a)-(b)	<u>\$ 529,674</u>	<u>\$ (3,054,204)</u>	<u>\$ (1,936,359)</u>	<u>\$ (2,189,120)</u>
Plan fiduciary net position as a percentage of the total pension liability	96.4%	121.2%	113.9%	117.9%
Covered payroll	\$ 2,324,591	\$ 2,096,993	\$ 1,896,180	\$ 2,101,110
Net pension liability as a percentage of covered payroll	22.8%	-145.6%	-102.1%	-104.2%
Annual money-weighted return, net of investment expenses	-12.83%	13.34%	13.80%	20.90%

Notes to Schedule:

Change in benefit terms: None since 1/1/2019

Changes in assumptions: In 2021- retirement rates, termination rates, disability rates, mortality table, inflation/cost of living rate and salary increase rate updates

(Continued)

This schedule is presented to illustrate the requirement to show information for 10 years.
However, until a full 10-year trend is complete, available information is presented.

<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$ 255,309	\$ 256,252	\$ 252,957	\$ 338,901	\$ 333,918
620,000	582,885	562,764	555,074	528,093
(211,151)	-	(174,180)	-	(217,310)
-	-	342,785	(473,321)	-
<u>(145,728)</u>	<u>(117,108)</u>	<u>(117,063)</u>	<u>(270,676)</u>	<u>(50,524)</u>
518,430	722,029	867,263	149,978	594,177
<u>11,626,149</u>	<u>10,904,120</u>	<u>10,036,857</u>	<u>9,886,879</u>	<u>9,292,702</u>
<u>\$ 12,144,579</u>	<u>\$ 11,626,149</u>	<u>\$ 10,904,120</u>	<u>\$ 10,036,857</u>	<u>\$ 9,886,879</u>

\$ 204,933	\$ 199,672	\$ 226,331	\$ 238,530	\$ 161,580
58,290	59,086	52,273	44,016	44,159
(641,098)	1,899,649	793,018	(20,790)	506,594
(145,728)	(117,108)	(117,063)	(270,676)	(50,524)
<u>(28,669)</u>	<u>(27,818)</u>	<u>(29,927)</u>	<u>(24,062)</u>	<u>(20,528)</u>
(552,272)	2,013,481	924,632	(32,982)	641,281

<u>13,035,847</u>	<u>11,022,366</u>	<u>10,097,734</u>	<u>10,130,716</u>	<u>9,489,435</u>
<u>\$ 12,483,575</u>	<u>\$ 13,035,847</u>	<u>\$ 11,022,366</u>	<u>\$ 10,097,734</u>	<u>\$ 10,130,716</u>

<u>\$ (338,996)</u>	<u>\$ (1,409,698)</u>	<u>\$ (118,246)</u>	<u>\$ (60,877)</u>	<u>\$ (243,837)</u>
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102.8%	112.1%	101.1%	100.6%	102.5%
\$ 1,943,016	\$ 1,950,193	\$ 2,044,615	\$ 2,142,912	\$ 2,099,042
-17.4%	-72.3%	-5.8%	-2.8%	-11.6%
-4.57%	17.84%	8.23%	-0.27%	5.20%

BUCKINGHAM TOWNSHIP

REQUIRED SUPPLEMENTAL INFORMATION

SCHEDULE OF CONTRIBUTIONS - POLICE PENSION PLAN

<u>Fiscal</u> <u>Year Ended</u> <u>December 31,</u>	<u>Actuarially</u> <u>Determined</u> <u>Contribution</u>	<u>Actual</u> <u>Employer</u> <u>Contribution</u>	<u>Contribution</u> <u>Deficiency</u> <u>(Excess)</u>	<u>Covered</u> <u>Payroll</u>	<u>Contribution as</u> <u>a Percentage</u> <u>of Covered</u> <u>Payroll</u>
2014	\$ 156,115	\$ 161,580	\$ (5,465)	\$ 2,099,042	7.70%
2015	238,530	238,530	-	2,142,912	11.13%
2016	226,331	226,331	-	2,044,615	11.07%
2017	199,632	199,672	(40)	1,950,193	10.24%
2018	204,913	204,933	(20)	1,943,016	10.55%
2019	105,716	105,796	(80)	2,101,110	5.04%
2020	117,067	117,127	(60)	1,896,180	6.18%
2021	33,813	33,853	(40)	2,096,993	1.61%
2022	50,867	76,052	(25,185)	2,324,591	3.27%
2023	203,466	209,083	(5,617)	2,147,842	9.73%

Notes to Schedule:

Actuarially determined contribution rates are calculated as of January 1, two years to four years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Valuation date	1/1/2019
Actuarial cost method	Entry Age Normal
Amortization method	Level Dollar Closed
Amortization period	Level dollar on amortization periods in Act 205
Asset valuation method	Based upon the municipal reserves
Inflation	2.8%
Salary increases	age related scale with merit and inflation component
COLA increases	2.8% for those eligible for a COLA
Investment rate of return	5.25%, net of pension plan investment expense, including inflation
Retirement age	Normal Retirement Age
Mortality	Males - RP2000 non-annuitant male table projected 15 years with scale AA, Females -RP2000 non-annuitant female table projected 15 years with scale AA, setback five years.

Change in benefit terms: None since 1/1/2019

Changes in assumptions: In 2021- retirement rates, termination rates, disability rates, mortality table, inflation/cost of living rate and salary increase rates were updated

BUCKINGHAM TOWNSHIP

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CHANGES IN NET PENSION LIABILITY AND RELATED RATIOS - NON-UNIFORM PENSION PLAN

	Measurement Year Ending			
	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Total pension liability				
Service cost	\$ 305,372	\$ 283,999	\$ 248,787	\$ 243,529
Interest	536,126	519,407	492,579	464,936
Changes of benefit terms	-	-	-	-
Differences between expected and actual experience	25,673	-	(166,058)	-
Changes of assumptions	-	-	125,716	-
Benefit payments, including refunds of employee contributions	(783,185)	(236,421)	(214,317)	(160,751)
Net change in total pension liability	83,986	566,985	486,707	547,714
Total pension liability - beginning	10,293,143	9,726,158	9,239,451	8,691,737
Total pension liability - ending (a)	<u>\$ 10,377,129</u>	<u>\$ 10,293,143</u>	<u>\$ 9,726,158</u>	<u>\$ 9,239,451</u>
Plan fiduciary net position				
Contributions - employer	\$ 254,919	\$ 263,448	\$ 254,352	\$ 249,100
Contributions - employee	72,897	67,794	62,825	61,515
Net investment income	(1,540,303)	1,363,776	1,483,856	1,616,535
Benefit payments, including refunds of employee contributions	(783,185)	(236,421)	(214,317)	(160,751)
Administrative expense	(29,070)	(30,515)	(21,432)	(16,919)
Other	-	-	-	-
Net change in plan fiduciary net position	(2,024,742)	1,428,082	1,565,284	1,749,480
Plan fiduciary net position - beginning	<u>12,577,844</u>	<u>11,149,762</u>	<u>9,584,478</u>	<u>7,834,998</u>
Plan fiduciary net position - ending (b)	<u>\$ 10,553,102</u>	<u>\$ 12,577,844</u>	<u>\$ 11,149,762</u>	<u>\$ 9,584,478</u>
Township's net pension liability - ending (a)-(b)	<u>\$ (175,973)</u>	<u>\$ (2,284,701)</u>	<u>\$ (1,423,604)</u>	<u>\$ (345,027)</u>
Plan fiduciary net position as a percentage of the total pension liability	101.7%	122.2%	114.6%	103.7%
Covered payroll	\$ 2,429,887	\$ 2,259,818	\$ 2,094,155	\$ 2,049,899
Net pension liability as a percentage of covered payroll	-7.2%	-101.1%	-68.0%	-16.8%
Annual money-weighted return, net of investment expenses	-12.83%	13.34%	13.80%	20.90%

Notes to Schedule:

Change in benefit terms: None since 1/1/2019

Changes in assumptions: In 2021- retirement rates, termination rates, disability rates, mortality table, inflation/cost of living rate and salary increase rate updates

(Continued)

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is complete, available information is presented.

	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
\$	233,011	\$ 222,311	\$ 204,244	\$ 213,880	\$ 211,879
	439,687	413,444	407,472	375,157	337,822
	-	-	-	-	-
	(48,557)	-	(242,090)	-	256,821
	-	-	219,051	140,572	-
	<u>(146,900)</u>	<u>(146,270)</u>	<u>(134,219)</u>	<u>(130,687)</u>	<u>(128,749)</u>
	477,241	489,485	454,458	598,922	677,773
	8,214,496	7,725,011	7,270,553	6,671,631	5,993,858
\$	<u>8,691,737</u>	<u>8,214,496</u>	<u>7,725,011</u>	<u>7,270,553</u>	<u>6,671,631</u>

\$	230,673	\$ 227,425	\$ 186,433	\$ 183,206	\$ 131,826
	59,742	56,999	56,032	54,673	54,156
	(417,074)	1,214,444	537,752	7,269	320,836
	<u>(146,900)</u>	<u>(146,270)</u>	<u>(134,219)</u>	<u>(130,687)</u>	<u>(128,749)</u>
	(19,525)	(18,408)	(19,144)	(15,230)	(12,674)
	-	-	-	-	-
	<u>(293,084)</u>	<u>1,334,190</u>	<u>626,854</u>	<u>99,231</u>	<u>365,395</u>
	8,128,082	6,793,892	6,167,038	6,067,807	5,702,412
\$	<u>7,834,998</u>	<u>8,128,082</u>	<u>6,793,892</u>	<u>6,167,038</u>	<u>6,067,807</u>
\$	<u>856,739</u>	<u>86,414</u>	<u>931,119</u>	<u>1,103,515</u>	<u>603,824</u>

	90.1%	98.9%	87.9%	84.8%	90.9%
\$	1,991,415	\$ 1,899,964	\$ 1,866,808	\$ 1,823,360	\$ 1,776,405
	43.0%	4.5%	49.9%	60.5%	34.0%
	-4.57%	17.84%	8.23%	-0.27%	5.20%

BUCKINGHAM TOWNSHIP

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF CONTRIBUTIONS - NON-UNIFORM PENSION PLAN

<u>Fiscal</u> <u>Year Ended</u> <u>December 31,</u>	<u>Actuarially</u> <u>Determined</u> <u>Contribution</u>	<u>Actual</u> <u>Employer</u> <u>Contribution</u>	<u>Contribution</u> <u>Deficiency</u> <u>(Excess)</u>	<u>Covered</u> <u>Payroll</u>	<u>Contribution as</u> <u>a Percentage</u> <u>of Covered</u> <u>Payroll</u>
2014	\$ 131,806	\$ 131,826	\$ (20)	\$ 1,776,405	7.42%
2015	183,186	183,206	(20)	1,823,360	10.05%
2016	186,433	186,433	-	1,866,808	9.99%
2017	227,405	227,425	(20)	1,899,964	11.97%
2018	230,653	230,673	(20)	1,991,415	11.58%
2019	249,040	249,100	(60)	2,049,899	12.15%
2020	254,332	254,352	(20)	2,094,155	12.15%
2021	247,022	263,448	(16,426)	2,259,818	11.66%
2022	254,899	254,919	(20)	2,429,887	10.49%
2023	224,059	224,099	(40)	2,407,061	9.31%

Notes to Schedule:

Actuarially determined contribution rates are calculated as of January 1, two years to four years prior to the end of the fiscal year in which contributions are reported.

Methods and assumptions used to determine contribution rates:

Valuation date	1/1/2019
Actuarial cost method	Entry Age Normal
Amortization method	Level Dollar Closed
Remaining amortization period	Level dollar on amortization periods in Act 205
Asset valuation method	Based upon the municipal reserves
Inflation	2.8%
Salary increases	age related scale with merit and inflation component
COLA increases	2.8% for those eligible for a COLA
Investment rate of return	5.25%, net of pension plan investment expense, including inflation
Retirement age	Normal Retirement Age
Mortality	Males - RP2000 non-annuitant male table projected 15 years with scale AA, Females -RP2000 non-annuitant female table projected 15 years with scale AA, setback five years.

Change in benefit terms: None since 1/1/2019

Changes in assumptions: In 2021- retirement rates, termination rates, disability rates, mortality table, inflation/cost of living rate and salary increase rates were updated

BUCKINGHAM TOWNSHIP

SCHEDULE OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES - BUDGET AND
ACTUAL - GENERAL FUND

For the Year Ended December 31, 2023

	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real estate transfer taxes	\$ 950,000	\$ 925,000	\$ 969,832	\$ 44,832
Earned income taxes	6,750,000	7,900,000	8,409,641	509,641
Local services taxes	73,950	79,950	84,064	4,114
Licenses, permits, and fees	457,050	457,050	445,502	(11,548)
Interest and rent	52,600	344,900	386,081	41,181
Intergovernmental revenues	320,650	355,650	480,252	124,602
Fines and forfeitures	32,350	32,350	37,905	5,555
Charges for services	519,600	550,300	558,842	8,542
Miscellaneous	54,550	132,200	185,921	53,721
Total Revenues	<u>9,210,750</u>	<u>10,777,400</u>	<u>11,558,040</u>	<u>780,640</u>
Expenditures				
Current:				
General government	1,908,100	1,908,100	1,769,231	138,869
Public safety	5,651,700	5,657,300	5,249,637	407,663
Public works	1,511,400	1,511,400	1,171,544	339,856
Park and recreation	458,950	458,950	425,200	33,750
Miscellaneous	1,000	1,000	-	1,000
Total Expenditures	<u>9,531,150</u>	<u>9,536,750</u>	<u>8,615,612</u>	<u>921,138</u>
Excess (Deficiency) of Revenues Over Expenditures				
	<u>(320,400)</u>	<u>1,240,650</u>	<u>2,942,428</u>	<u>1,701,778</u>
Other Financing Sources (Uses)				
Sale of capital assets	10,000	67,500	15,150	(52,350)
Transfers in	250,000	250,000	250,000	-
Transfers out	(1,905,500)	(2,403,500)	(2,328,109)	75,391
Total Other Financing Sources (Uses)	<u>(1,645,500)</u>	<u>(2,086,000)</u>	<u>(2,062,959)</u>	<u>23,041</u>
Net Change in Fund Balance				
	(1,965,900)	(845,350)	879,469	1,724,819
Fund Balance - Beginning	7,105,033	7,105,033	7,105,033	-
Fund Balance - Ending	<u>\$ 5,139,133</u>	<u>\$ 6,259,683</u>	<u>\$ 7,984,502</u>	<u>\$ 1,724,819</u>

BUCKINGHAM TOWNSHIP

NOTES TO SUPPLEMENTARY INFORMATION - BUDGETARY
COMPARISON SCHEDULES

For the Year Ended December 31, 2023

The budgets presented in the required supplementary information are prepared on a basis consistent with generally accepted accounting principles. Annual budgets for the governmental funds are adopted on the modified accrual basis of accounting.

Legal budgetary control is maintained at the Fund level. Budget transfers at the fund level must be approved by the Board of Supervisors.

MAJOR FUNDS

General Fund: The General Fund is a major fund with a legally adopted budget. The General Fund is the general operating fund of the Township. All activities of the Township are accounted for through this fund, except those required to be accounted for in other funds.

Debt Service Fund: The Debt Service Fund is a major debt service fund with a legally adopted budget. The Debt Service Fund is used to accumulate resources for the payment of interest and principal on long-term general obligation debt. The Debt Service Fund includes the General Sinking Fund and the Open Space Sinking Fund.

Capital Reserve Fund: The Capital Reserve Fund is a major capital projects fund with a legally adopted budget. The Capital Reserve Fund is used to account for the continued updating and replacement of Township equipment, which is funded primarily by interfund transfers from the General Fund.

BUCKINGHAM TOWNSHIP

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL

DEBT SERVICE FUND

For the Year Ended December 31, 2023

	<u>DEBT SERVICE FUND</u>			<u>Variance with Final Budget</u>
	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	
	<u>Original</u>	<u>Final</u>		
Revenues				
Real estate taxes	\$ 1,156,500	\$ 1,156,500	\$ 1,163,886	\$ 7,386
Interest	13,500	20,250	20,372	122
Total Revenues	<u>1,170,000</u>	<u>1,176,750</u>	<u>1,184,258</u>	<u>7,508</u>
Expenditures				
Debt service				
Principal	510,000	510,000	510,000	-
Interest	75,350	75,350	75,350	-
Fiscal agent fees	1,000	1,000	750	250
Total Expenditures	<u>586,350</u>	<u>586,350</u>	<u>586,100</u>	<u>250</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>583,650</u>	<u>590,400</u>	<u>598,158</u>	<u>7,758</u>
Other Financing Sources (Uses)				
Transfers out	<u>(575,000)</u>	<u>(575,000)</u>	<u>(575,000)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(575,000)</u>	<u>(575,000)</u>	<u>(575,000)</u>	<u>-</u>
Net Change in Fund Balance	8,650	15,400	23,158	7,758
Fund Balance - Beginning	45,205	45,205	45,205	-
Fund Balance - Ending	<u>\$ 53,855</u>	<u>\$ 60,605</u>	<u>\$ 68,363</u>	<u>\$ 7,758</u>

BUCKINGHAM TOWNSHIP

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL

CAPITAL RESERVE FUND

For the Year Ended December 31, 2023

	<u>CAPITAL RESERVE FUND</u>			<u>Variance with Final Budget</u>
	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$ 37,000	\$ 261,000	\$ 262,147	\$ 1,147
Total Revenues	<u>37,000</u>	<u>261,000</u>	<u>262,147</u>	<u>1,147</u>
Expenditures				
Current				
Capital outlay	-	-	-	-
Total Expenditures	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>37,000</u>	<u>261,000</u>	<u>262,147</u>	<u>1,147</u>
Other Financing Sources (Uses)				
Transfers in	<u>1,000,000</u>	<u>1,500,000</u>	<u>1,500,000</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>1,000,000</u>	<u>1,500,000</u>	<u>1,500,000</u>	<u>-</u>
Net Change in Fund Balance	1,037,000	1,761,000	1,762,147	1,147
Fund Balance - Beginning	<u>7,567,017</u>	<u>7,567,017</u>	<u>7,567,017</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 8,604,017</u>	<u>\$ 9,328,017</u>	<u>\$ 9,329,164</u>	<u>\$ 1,147</u>

NONMAJOR GOVERNMENTAL FUNDS

Special Revenue Funds - Account for the proceeds of specific revenue sources (other than special assessments or major capital projects) that are legally restricted to expenditures for specified purposes or designated to finance particular functions or activities of the Township.

The *Emergency Service Fund* is used to account for financial resources, which are used to fund local emergency service needs. The revenues are primary derived from tax millage.

The *Fire Protection Fund* is used to account for financial resources, which are used to fund local fire protection needs. The revenues are primary derived from tax millage and state grants.

The *State Highway Fund* is used to account for revenues from the distribution of a portion of the state gasoline tax, which is used to fund allowable highway-related expenditures.

The *Highway Improvement Fund* is used to account for maintenance of the Township's highways, which is funded primarily by interfund transfers from the General Fund and fees in lieu of improvements from developers.

The *Park and Recreation Fund* is used to account for financial resources, which are used to fund local park and recreation needs. The revenues are primarily derived from interfund transfers from the General fund and contributions from developers.

Capital Projects - Account for financial resources intended to be used for the acquisition, construction or reconstruction of Township assets and facilities.

The *General Obligation Bond Fund* accounts for bond proceeds to be used to purchase open space.

The *Capital Projects Fund* accounts for financial resources, which are used for major capital improvements.

BUCKINGHAM TOWNSHIP

COMBINING BALANCE SHEET NONMAJOR GOVERNMENTAL FUNDS

December 31, 2023

	<u>Special Revenue</u>			
	<u>Emergency Service</u>	<u>Fire Protection</u>	<u>State Highway</u>	<u>Highway Improvement</u>
<u>ASSETS</u>				
Cash and cash equivalents	\$ 8,243	\$ 17,837	\$ 630,607	\$ 11,857
Investments	-	-	1,000,000	675,000
Real estate taxes receivable	12	36	-	-
Prepaid expenses	-	4,731	-	-
Due from other funds	957	3,038	-	-
Total Assets	<u>\$ 9,212</u>	<u>\$ 25,642</u>	<u>\$ 1,630,607</u>	<u>\$ 686,857</u>
<u>LIABILITIES</u>				
Accounts payable	\$ 8,821	\$ 25,642	\$ -	\$ -
Unearned revenue	-	-	-	-
Total Liabilities	<u>8,821</u>	<u>25,642</u>	<u>-</u>	<u>-</u>
<u>FUND BALANCES</u>				
Restricted for:				
Public Safety	391	-	-	-
Highways and streets	-	-	1,630,607	686,857
Capital outlay				
Committed for:				
Park and recreation	-	-	-	-
Land conservation	-	-	-	-
Total Fund Equity	<u>391</u>	<u>-</u>	<u>1,630,607</u>	<u>686,857</u>
Total Liabilities and Fund Balances	<u>\$ 9,212</u>	<u>\$ 25,642</u>	<u>\$ 1,630,607</u>	<u>\$ 686,857</u>

(continued)

<u>Special Revenue</u>		<u>Capital Projects</u>			Total Nonmajor Governmental Funds
<u>Park and Recreation</u>	<u>Total</u>	<u>GO Bond</u>	<u>Capital Projects</u>	<u>Total</u>	
\$ 444,847	\$ 1,113,391	\$ 577,465	\$ 20,522	\$ 597,987	\$ 1,711,378
-	1,675,000	-	-	-	1,675,000
-	48	-	-	-	48
-	4,731	-	-	-	4,731
-	3,995	-	-	-	3,995
<u>\$ 444,847</u>	<u>\$ 2,797,165</u>	<u>\$ 577,465</u>	<u>\$ 20,522</u>	<u>\$ 597,987</u>	<u>\$ 3,395,152</u>
\$ -	\$ 34,463	\$ 1,392	\$ -	\$ 1,392	\$ 35,855
<u>5,000</u>	<u>5,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,000</u>
<u>5,000</u>	<u>39,463</u>	<u>1,392</u>	<u>-</u>	<u>1,392</u>	<u>40,855</u>
-	391	-	-	-	391
-	2,317,464	-	-	-	2,317,464
		576,073		576,073	576,073
439,847	439,847	-	-	-	439,847
-	-	-	20,522	20,522	20,522
<u>439,847</u>	<u>2,757,702</u>	<u>576,073</u>	<u>20,522</u>	<u>596,595</u>	<u>3,354,297</u>
<u>\$ 444,847</u>	<u>\$ 2,797,165</u>	<u>\$ 577,465</u>	<u>\$ 20,522</u>	<u>\$ 597,987</u>	<u>\$ 3,395,152</u>

BUCKINGHAM TOWNSHIP

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND
CHANGES IN FUND BALANCES

NONMAJOR GOVERNMENTAL FUNDS

For the Year Ended December 31, 2023

	<u>Special Revenue</u>			
	<u>Emergency Service</u>	<u>Fire Protection</u>	<u>State Highway</u>	<u>Highway Improvement</u>
Revenues				
Real estate taxes	\$ 96,858	\$ 292,098	\$ -	\$ -
Interest	963	2,451	79,223	34,964
Intergovernmental revenues	-	217,495	710,522	-
Contributions from private sources	-	-	-	-
Total Revenues	<u>97,821</u>	<u>512,044</u>	<u>789,745</u>	<u>34,964</u>
Expenditures				
Current				
Public safety	97,821	535,044	-	-
Public works	-	-	674,198	-
Parks and recreation	-	-	-	-
Capital outlay	-	-	-	-
Total Expenditures	<u>97,821</u>	<u>535,044</u>	<u>674,198</u>	<u>-</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>-</u>	<u>(23,000)</u>	<u>115,547</u>	<u>34,964</u>
Other Financing Sources (Uses)				
Transfers in	-	23,000	-	-
Transfers out	-	-	(68,335)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>23,000</u>	<u>(68,335)</u>	<u>-</u>
Excess (Deficiency) of Revenues and Other Financing Sources (Uses)	-	-	47,212	34,964
Fund Balance - Beginning	<u>391</u>	<u>-</u>	<u>1,583,395</u>	<u>651,893</u>
Fund Balance - Ending	<u>\$ 391</u>	<u>\$ -</u>	<u>\$ 1,630,607</u>	<u>\$ 686,857</u>

(Continued)

<u>Special Revenue</u>		<u>Capital Projects</u>			<u>Total Nonmajor Governmental Funds</u>
<u>Park and Recreation</u>	<u>Total</u>	<u>GO Bond</u>	<u>Capital Projects</u>	<u>Total</u>	
\$ -	\$ 388,956	\$ -	\$ -	\$ -	\$ 388,956
9,865	127,466	17,884	1,106	18,990	146,456
-	928,017	-	-	-	928,017
12,308	12,308	-	-	-	12,308
<u>22,173</u>	<u>1,456,747</u>	<u>17,884</u>	<u>1,106</u>	<u>18,990</u>	<u>1,475,737</u>
-	632,865	-	-	-	632,865
-	674,198	-	-	-	674,198
52,919	52,919	-	-	-	52,919
-	-	160,693	475,863	636,556	636,556
<u>52,919</u>	<u>1,359,982</u>	<u>160,693</u>	<u>475,863</u>	<u>636,556</u>	<u>1,996,538</u>
<u>(30,746)</u>	<u>96,765</u>	<u>(142,809)</u>	<u>(474,757)</u>	<u>(617,566)</u>	<u>(520,801)</u>
400,000	423,000	575,000	473,444	1,048,444	1,471,444
-	(68,335)	-	-	-	(68,335)
<u>400,000</u>	<u>354,665</u>	<u>575,000</u>	<u>473,444</u>	<u>1,048,444</u>	<u>1,403,109</u>
369,254	451,430	432,191	(1,313)	430,878	882,308
70,593	2,306,272	143,882	21,835	165,717	2,471,989
<u>\$ 439,847</u>	<u>\$ 2,757,702</u>	<u>\$ 576,073</u>	<u>\$ 20,522</u>	<u>\$ 596,595</u>	<u>\$ 3,354,297</u>

BUCKINGHAM TOWNSHIP

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES – BUDGET AND ACTUAL

EMERGENCY SERVICE FUND

For the Year Ended December 31, 2023

	<u>EMERGENCY SERVICE FUND</u>			
	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Real estate taxes	\$ 95,800	\$ 95,800	\$ 96,858	\$ 1,058
Interest	150	150	963	813
Total Revenues	<u>95,950</u>	<u>95,950</u>	<u>97,821</u>	<u>1,871</u>
Expenditures				
Current				
Public safety	95,950	95,950	97,821	(1,871)
Total Expenditures	<u>95,950</u>	<u>95,950</u>	<u>97,821</u>	<u>(1,871)</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance - Beginning	391	391	391	-
Fund Balance - Ending	<u>\$ 391</u>	<u>\$ 391</u>	<u>\$ 391</u>	<u>\$ -</u>

BUCKINGHAM TOWNSHIP

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL

FIRE PROTECTION FUND

For the Year Ended December 31, 2023

	<u>FIRE PROTECTION FUND</u>			<u>Variance with Final Budget</u>
	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	
	<u>Original</u>	<u>Final</u>		
Revenues				
Real estate taxes	\$ 292,050	\$ 292,050	\$ 292,098	\$ 48
Interest	400	400	2,451	2,051
Intergovernmental revenues	<u>215,000</u>	<u>217,450</u>	<u>217,495</u>	<u>45</u>
Total Revenues	<u>507,450</u>	<u>509,900</u>	<u>512,044</u>	<u>2,144</u>
Expenditures				
Current				
Public safety	<u>532,450</u>	<u>532,950</u>	<u>535,044</u>	<u>(2,094)</u>
Total Expenditures	<u>532,450</u>	<u>532,950</u>	<u>535,044</u>	<u>(2,094)</u>
Other Financing Sources (Uses)				
Transfers in	<u>25,000</u>	<u>23,000</u>	<u>23,000</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>25,000</u>	<u>23,000</u>	<u>23,000</u>	<u>-</u>
Net Change in Fund Balance	-	(50)	-	50
Fund Balance - Beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balance - Ending	<u>\$ -</u>	<u>\$ (50)</u>	<u>\$ -</u>	<u>\$ 50</u>

BUCKINGHAM TOWNSHIP

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL

STATE HIGHWAY FUND

For the Year Ended December 31, 2023

	<u>STATE HIGHWAY FUND</u>			<u>Variance with Final Budget</u>
	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$ 24,700	\$ 78,700	\$ 79,223	\$ 523
Intergovernmental revenues	698,050	710,500	710,522	22
Total Revenues	<u>722,750</u>	<u>789,200</u>	<u>789,745</u>	<u>545</u>
Expenditures				
Current				
Public works	675,000	674,250	674,198	52
Total Expenditures	<u>675,000</u>	<u>674,250</u>	<u>674,198</u>	<u>52</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>47,750</u>	<u>114,950</u>	<u>115,547</u>	<u>597</u>
Other Financing Sources (Uses)				
Transfers out	(46,000)	(68,350)	(68,335)	15
Total Other Financing Sources (Uses)	<u>(46,000)</u>	<u>(68,350)</u>	<u>(68,335)</u>	<u>15</u>
Net Change in Fund Balance	1,750	46,600	47,212	612
Fund Balance - Beginning	<u>1,583,395</u>	<u>1,583,395</u>	<u>1,583,395</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 1,585,145</u>	<u>\$ 1,629,995</u>	<u>\$ 1,630,607</u>	<u>\$ 612</u>

BUCKINGHAM TOWNSHIP

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL

HIGHWAY IMPROVEMENT FUND

For the Year Ended December 31, 2023

	<u>HIGHWAY IMPROVEMENT FUND</u>			
	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	<u>Variance with Final Budget</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$ 8,500	\$ 34,900	\$ 34,964	\$ 64
Contributions	-	-	-	-
Total Revenues	<u>8,500</u>	<u>34,900</u>	<u>34,964</u>	<u>64</u>
Other Financing Sources (Uses)				
Transfers out	-	-	-	-
Net Change in Fund Balance				
Fund Balance - Beginning	8,500	34,900	34,964	64
Fund Balance - Ending	<u>651,893</u>	<u>651,893</u>	<u>651,893</u>	-
	<u>\$ 660,393</u>	<u>\$ 686,793</u>	<u>\$ 686,857</u>	<u>\$ 64</u>

BUCKINGHAM TOWNSHIP

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL

PARK AND RECREATION FUND

For the Year Ended December 31, 2023

	<u>PARK AND RECREATION FUND</u>			<u>Variance with Final Budget</u>
	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$ 250	\$ 9,750	\$ 9,865	\$ 115
Intergovernmental revenues	-	-	-	-
Contributions	-	12,300	12,308	8
Total Revenues	<u>250</u>	<u>22,050</u>	<u>22,173</u>	<u>123</u>
Expenditures				
Current				
Park and recreation	107,000	56,000	52,919	3,081
Total Expenditures	<u>107,000</u>	<u>56,000</u>	<u>52,919</u>	<u>3,081</u>
Other Financing Sources (Uses)				
Transfers in	400,000	400,000	400,000	-
Total Other Financing Sources (Uses)	<u>400,000</u>	<u>400,000</u>	<u>400,000</u>	<u>-</u>
Net Change in Fund Balance	293,250	366,050	369,254	3,204
Fund Balance - Beginning	<u>70,593</u>	<u>70,593</u>	<u>70,593</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 363,843</u>	<u>\$ 436,643</u>	<u>\$ 439,847</u>	<u>\$ 3,204</u>

BUCKINGHAM TOWNSHIP

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL

GENERAL OBLIGATIONS BOND FUND

For the Year Ended December 31, 2023

	<u>GENERAL OBLIGATION BOND FUND</u>			<u>Variance with Final Budget</u>
	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$ 50	\$ 17,800	\$ 17,884	\$ 84
Total Revenues	<u>50</u>	<u>17,800</u>	<u>17,884</u>	<u>84</u>
Expenditures				
Capital outlay	645,900	165,800	160,693	5,107
Total Expenditures	<u>645,900</u>	<u>165,800</u>	<u>160,693</u>	<u>5,107</u>
Over Expenditures	<u>(645,850)</u>	<u>(148,000)</u>	<u>(142,809)</u>	<u>5,191</u>
Other Financing Sources (Uses)				
Issuance of refunding bonds	-	-	-	-
Premium on refunding bonds	-	-	-	-
Payment to refund bond escrow agent	-	-	-	-
Transfers In	575,000	575,000	575,000	-
Total Other Financing Sources (Uses)	<u>575,000</u>	<u>575,000</u>	<u>575,000</u>	<u>-</u>
Net Change in Fund Balances	(70,850)	427,000	432,191	5,191
Fund Balance - Beginning	<u>143,882</u>	<u>143,882</u>	<u>143,882</u>	<u>-</u>
Fund Balance - Ending	<u>\$ 73,032</u>	<u>\$ 570,882</u>	<u>\$ 576,073</u>	<u>\$ 5,191</u>

BUCKINGHAM TOWNSHIP

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN
FUND BALANCES - BUDGET AND ACTUAL

CAPITAL PROJECTS FUND

For the Year Ended December 31, 2023

	<u>CAPITAL PROJECTS FUND</u>			<u>Variance with Final Budget</u>
	<u>Budgeted Amounts</u>		<u>ACTUAL</u>	
	<u>Original</u>	<u>Final</u>		
Revenues				
Interest	\$ 50	\$ 50	\$ 1,106	\$ 1,056
Intergovernmental revenues	60,000	-	-	-
Total Revenues	<u>60,050</u>	<u>50</u>	<u>1,106</u>	<u>1,056</u>
Expenditures				
Current				
Capital outlay	586,500	526,500	475,863	50,637
Total Expenditures	<u>586,500</u>	<u>526,500</u>	<u>475,863</u>	<u>50,637</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(526,450)</u>	<u>(526,450)</u>	<u>(474,757)</u>	<u>51,693</u>
Other Financing Sources (Uses)				
Transfers in	526,500	548,850	473,444	(75,406)
Total Other Financing Sources (Uses)	<u>526,500</u>	<u>548,850</u>	<u>473,444</u>	<u>(75,406)</u>
Net Change in Fund Balance	50	22,400	(1,313)	(23,713)
Fund Balance - Beginning	21,835	21,835	21,835	-
Fund Balance - Ending	<u>\$ 21,885</u>	<u>\$ 44,235</u>	<u>\$ 20,522</u>	<u>\$ (23,713)</u>

STATISTICAL SECTION

Statistical Section

This part of Buckingham Township’s comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Township’s overall financial health.

Content	Pages
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.	85-89
Revenue Capacity These schedules contain information to help the reader assess the affordability of the Township’s most significant local revenue source, the property tax and earned income tax.	90-96
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.	97-100
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.	101-102
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the Township’s financial report relates to the services the government provides and the activities it performs.	103-105

Sources: Unless otherwise noted, the information in these schedules is derived from the annual audited financial for the relevant year.

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Net Position by Component
Last Ten Years
(accrual basis of accounting)

	<u>2023</u>	<u>2022(1)</u>	<u>2021</u>	<u>2020(2)</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015(3)</u>	<u>2014</u>
Governmental Activities										
Net investment in capital assets	\$ 72,395,742	\$ 72,201,385	\$ 70,306,846	\$ 67,514,584	\$ 66,050,754	\$ 55,990,937	\$ 52,550,675	\$ 51,417,083	\$ 45,138,624	\$ 41,508,862
Restricted	3,087,232	7,078,261	2,381,573	2,592,395	2,406,925	2,373,601	2,256,471	2,030,693	2,336,924	3,500,104
Unrestricted	20,817,714	13,527,386	15,656,994	14,621,520	12,603,618	16,157,867	16,392,838	14,082,585	10,543,794	9,310,298
Total governmental activities net position	<u>\$ 96,300,688</u>	<u>\$ 92,807,032</u>	<u>\$ 88,345,413</u>	<u>\$ 84,728,499</u>	<u>\$ 81,061,297</u>	<u>\$ 74,522,405</u>	<u>\$ 71,199,984</u>	<u>\$ 67,530,361</u>	<u>\$ 58,019,342</u>	<u>\$ 54,319,264</u>
Business-type activities										
Net investment in capital assets	\$ 50,655,451	\$ 50,333,965	\$ 48,949,398	\$ 49,020,171	\$ 46,222,128	\$ 45,877,648	\$ 34,341,407	\$ 34,610,705	\$ 29,928,480	\$ 29,782,478
Restricted	\$ 51,032	685,410								
Unrestricted	9,648,913	8,727,837	9,792,895	9,114,102	10,065,116	9,560,641	10,270,069	9,541,054	9,271,915	8,801,275
Total business-type activities net position	<u>\$ 60,355,396</u>	<u>\$ 59,747,212</u>	<u>\$ 58,742,293</u>	<u>\$ 58,134,273</u>	<u>\$ 56,287,244</u>	<u>\$ 55,438,289</u>	<u>\$ 44,611,476</u>	<u>\$ 44,151,759</u>	<u>\$ 39,200,395</u>	<u>\$ 38,583,753</u>
Primary government										
Net investment in capital assets	\$ 123,051,193	\$ 122,535,350	\$ 119,256,244	\$ 116,534,755	\$ 112,272,882	\$ 101,868,585	\$ 86,892,082	\$ 86,027,788	\$ 75,067,104	\$ 71,291,340
Restricted	3,138,264	7,763,671	2,381,573	2,592,395	2,406,925	2,373,601	2,256,471	2,030,693	2,336,924	3,500,104
Unrestricted	30,466,627	22,255,223	25,449,889	23,735,622	22,668,734	25,718,508	26,662,907	23,623,639	19,815,709	18,111,573
Total primary government net position	<u>\$ 156,656,084</u>	<u>\$ 152,554,244</u>	<u>\$ 147,087,706</u>	<u>\$ 142,862,772</u>	<u>\$ 137,348,541</u>	<u>\$ 129,960,694</u>	<u>\$ 115,811,460</u>	<u>\$ 111,682,120</u>	<u>\$ 97,219,737</u>	<u>\$ 92,903,017</u>

(1) In 2022, Buckingham Township adopted GASB#87.

(2) In 2020, Buckingham Township adopted GASB#84.

(3) In 2015, Buckingham Township adopted GASB#68 therefore the beginning balance was restated.

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Changes in Net Position
Last Ten Years
(accrual basis of accounting)

	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017(1)</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Expenses										
Governmental activities:										
General government	\$ 2,147,570	\$ 363,382	\$ 1,527,626	\$ 1,576,912	\$ 1,734,926	\$ 1,524,072	\$ 1,628,835	\$ 1,608,220	\$ 1,418,171	\$ 1,542,461
Public safety	5,771,619	4,795,750	4,890,603	4,610,441	5,404,200	5,051,346	5,266,476	5,102,403	5,000,403	4,843,577
Public works	2,328,198	2,532,349	2,388,207	1,972,655	2,087,672	2,015,242	1,925,788	1,791,306	1,786,638	1,655,467
Parks and recreation	783,547	832,357	667,433	449,416	304,917	283,196	254,768	298,280	267,866	201,520
Conservation and preservation	160,710	975,920	48,918	893,048	14,417	36,531	24,677	20,707	24,453	30,655
Interest on long-term debt	60,032	79,552	58,801	168,339	190,431	228,032	265,332	299,713	321,243	504,779
Total governmental activities expenses	<u>11,251,676</u>	<u>9,579,310</u>	<u>9,581,588</u>	<u>9,670,811</u>	<u>9,736,563</u>	<u>9,138,419</u>	<u>9,365,876</u>	<u>9,120,629</u>	<u>8,818,774</u>	<u>8,778,459</u>
Business-type activities										
Water	1,829,928	1,627,276	1,534,758	1,433,676	1,394,776	1,273,615	1,258,691	1,345,145	1,235,782	1,179,608
Waste water	2,840,284	2,651,581	2,452,855	2,228,392	2,479,861	2,038,039	1,888,974	1,902,955	1,766,056	1,716,698
Total business-type activities expenses	<u>4,670,212</u>	<u>4,278,857</u>	<u>3,987,613</u>	<u>3,662,068</u>	<u>3,874,637</u>	<u>3,311,654</u>	<u>3,147,665</u>	<u>3,248,100</u>	<u>3,001,838</u>	<u>2,896,306</u>
Total primary government expense:	<u>\$ 15,921,888</u>	<u>\$ 13,858,167</u>	<u>\$ 13,569,201</u>	<u>\$ 13,332,879</u>	<u>\$ 13,611,200</u>	<u>\$ 12,450,073</u>	<u>\$ 12,513,541</u>	<u>\$ 12,368,729</u>	<u>\$ 11,820,612</u>	<u>\$ 11,674,765</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 584,818	\$ 620,961	\$ 628,322	\$ 630,066	\$ 640,287	\$ 685,504	\$ 672,903	\$ 667,670	\$ 651,675	\$ 654,901
Public safety	458,558	405,735	412,457	588,160	525,703	540,040	544,722	476,261	542,318	486,569
Public works	1,270	1,518	1,866	1,116	557	717	718	276	778	906
Parks and recreation	41,180	40,400	35,598	10,679	26,251	24,208	22,697	17,675	23,000	16,195
Operating grants and contributions	1,420,577	1,286,137	1,134,434	1,223,134	1,242,649	1,442,318	1,785,160	1,203,630	1,043,769	1,024,140
Capital grants and contributions	-	-	39,120	876,355	3,674,515	20,050	130,200	6,278,900	511,231	548,000
Total governmental activities program revenues	<u>2,506,403</u>	<u>2,354,751</u>	<u>2,251,797</u>	<u>3,329,510</u>	<u>6,109,962</u>	<u>2,712,837</u>	<u>3,156,400</u>	<u>8,644,412</u>	<u>2,772,771</u>	<u>2,730,711</u>
Business-type activities:										
Charges for services:										
Water	1,611,742	1,530,396	1,417,953	1,380,174	1,325,442	1,289,566	1,275,964	1,324,510	1,359,420	1,262,671
Waste water	3,524,550	3,311,975	3,091,785	2,907,766	2,845,037	2,736,871	2,351,019	2,347,086	2,399,095	2,138,579
Operating grants and contributions	58,278	48,652	46,434	46,084	46,085	42,160	41,294	43,746	87,811	-
Capital grants and contributions	-	320,936	195,816	1,274,292	491,547	10,078,390	-	4,543,197	-	-
Total business-type activities program revenues	<u>5,194,570</u>	<u>5,211,959</u>	<u>4,751,988</u>	<u>5,608,316</u>	<u>4,708,111</u>	<u>14,146,987</u>	<u>3,668,277</u>	<u>8,258,539</u>	<u>3,846,326</u>	<u>3,401,250</u>
Total primary government program revenue:	<u>\$ 7,700,973</u>	<u>\$ 7,566,710</u>	<u>\$ 7,003,785</u>	<u>\$ 8,937,826</u>	<u>\$ 10,818,073</u>	<u>\$ 16,859,824</u>	<u>\$ 6,824,677</u>	<u>\$ 16,902,951</u>	<u>\$ 6,619,097</u>	<u>\$ 6,131,961</u>
Net (expense)revenue										
Governmental activities	\$ (8,745,273)	\$ (7,224,559)	\$ (7,329,791)	\$ (6,341,301)	\$ (3,626,601)	\$ (6,425,582)	\$ (6,209,476)	\$ (476,217)	\$ (6,046,003)	\$ (6,047,748)
Business-type activities	524,358	933,102	764,375	1,946,248	833,474	10,835,333	520,612	5,010,439	844,488	504,944
Total primary government net (expense)revenue	<u>\$ (8,220,915)</u>	<u>\$ (6,291,457)</u>	<u>\$ (6,565,416)</u>	<u>\$ (4,395,053)</u>	<u>\$ (2,793,127)</u>	<u>\$ 4,409,751</u>	<u>\$ (5,688,864)</u>	<u>\$ 4,534,222</u>	<u>\$ (5,201,515)</u>	<u>\$ (5,542,804)</u>
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Real estate taxes	\$ 1,552,842	\$ 1,559,293	\$ 1,532,113	\$ 1,544,661	\$ 1,537,851	\$ 1,563,992	\$ 1,540,598	\$ 2,097,994	\$ 2,093,741	\$ 2,084,937
Real estate transfer taxes	969,832	1,348,197	1,433,897	1,266,295	1,037,284	1,122,995	1,098,998	912,959	935,797	866,129
Earned income taxes	8,409,641	8,190,137	7,490,193	6,649,070	6,810,322	6,510,431	6,770,981	6,552,155	6,386,935	5,933,041
Local services taxes	84,064	78,892	75,333	72,225	81,399	76,183	78,007	82,426	81,726	76,996
Investment earnings	771,479	126,934	8,052	101,859	487,612	248,041	169,015	77,771	47,736	18,277
Miscellaneous	185,921	125,114	110,217	101,930	20	-	-	-	-	17,796
Gain(loss) on sale of Capital Assets	15,150	7,611	46,900	22,463	11,005	26,361	21,500	63,931	1,595	(99,203)
Transfers	250,000	250,000	250,000	250,000	200,000	200,000	200,000	200,000	200,000	206,064
Total general revenues and transfers	<u>12,238,929</u>	<u>11,686,178</u>	<u>10,946,705</u>	<u>10,008,503</u>	<u>10,165,493</u>	<u>9,748,003</u>	<u>9,879,099</u>	<u>9,987,236</u>	<u>9,747,530</u>	<u>9,104,037</u>
Business-type activities:										
Investment earnings	256,279	130,890	2,480	65,689	109,075	70,070	52,306	32,937	19,966	19,857
Miscellaneous	69,347	70,683	91,165	85,092	106,406	78,401	86,799	107,988	35,448	20,084
Gain(loss) on sale of Capital Assets	8,200	-	-	-	-	43,009	-	-	10,002	-
Transfers	(250,000)	(250,000)	(250,000)	(250,000)	(200,000)	(200,000)	(200,000)	(200,000)	(200,000)	(206,064)
Total business-type activities	<u>83,826</u>	<u>(48,427)</u>	<u>(156,355)</u>	<u>(99,219)</u>	<u>15,481</u>	<u>(8,520)</u>	<u>(60,895)</u>	<u>(59,075)</u>	<u>(134,584)</u>	<u>(166,123)</u>
Total primary government:	<u>\$ 12,322,755</u>	<u>\$ 11,637,751</u>	<u>\$ 10,790,350</u>	<u>\$ 9,909,284</u>	<u>\$ 10,180,974</u>	<u>\$ 9,739,483</u>	<u>\$ 9,818,204</u>	<u>\$ 9,928,161</u>	<u>\$ 9,612,946</u>	<u>\$ 8,937,914</u>
Changes in Net Position										
Governmental activities	\$ 3,493,656	\$ 4,461,619	\$ 3,616,914	\$ 3,667,202	\$ 6,538,892	\$ 3,322,421	\$ 3,669,623	\$ 9,511,019	\$ 3,701,527	\$ 3,056,289
Business-type activities	608,184	884,675	608,020	1,847,029	848,955	10,826,813	459,717	4,951,364	709,904	338,821
Total primary government change in net position	<u>\$ 4,101,840</u>	<u>\$ 5,346,294</u>	<u>\$ 4,224,934</u>	<u>\$ 5,514,231</u>	<u>\$ 7,387,847</u>	<u>\$ 14,149,234</u>	<u>\$ 4,129,340</u>	<u>\$ 14,462,383</u>	<u>\$ 4,411,431</u>	<u>\$ 3,395,110</u>

(1) In 2017, Buckingham Township Real Estate tax millage was reduced from 5.5 to 4 mils.

BUCKINGHAM TOWNSHIP, PENNSYLVANIA

Program Revenues by Function/Program

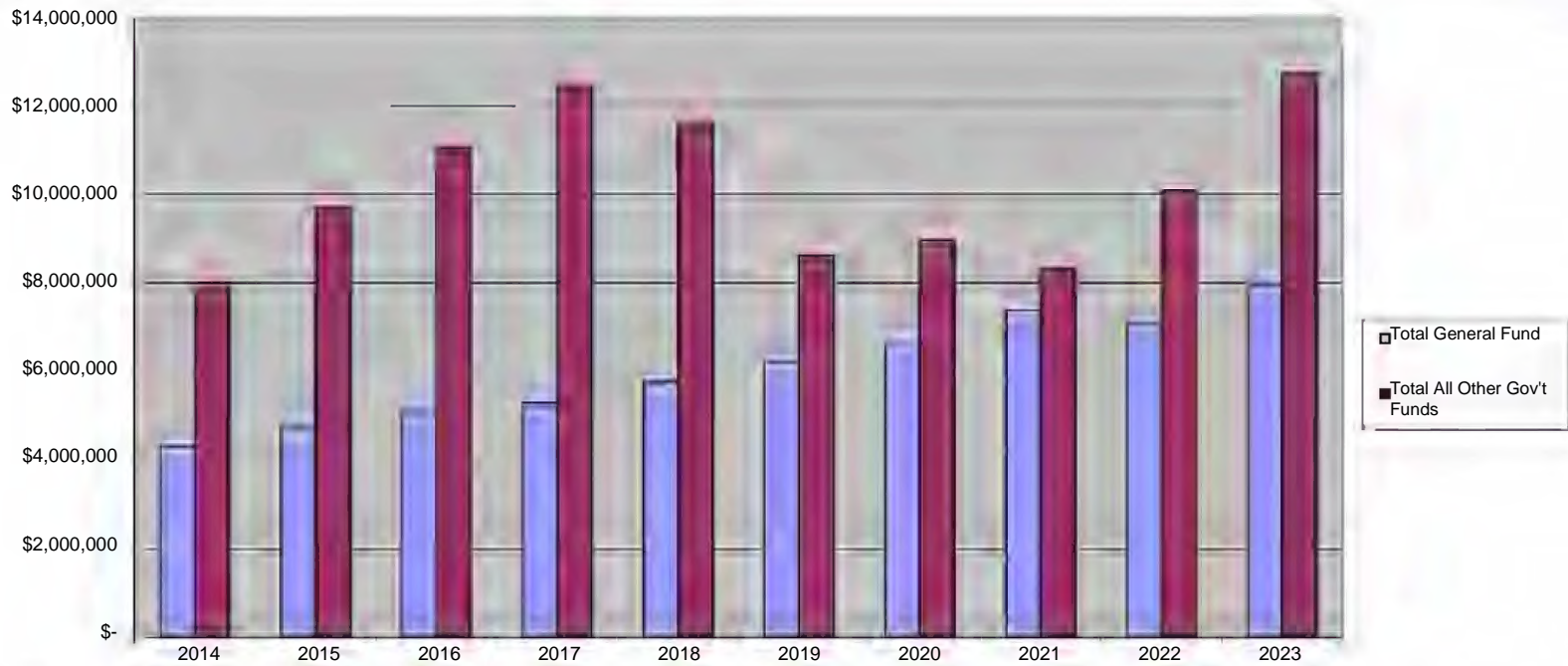
Last Ten Years

(accrual basis of accounting)

Function/Program	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Governmental activities:										
General government	\$ 759,122	\$ 916,014	\$ 857,223	\$ 750,117	\$ 763,988	\$ 791,642	\$ 785,750	\$ 768,691	\$ 697,249	\$ 781,394
Public safety	982,001	700,873	622,002	953,181	888,828	885,661	916,304	934,158	974,448	876,128
Public works	711,792	691,743	720,421	1,607,469	4,419,280	748,358	824,094	6,921,368	1,061,911	508,994
Parks and recreation	53,488	46,121	52,151	18,743	37,866	287,176	630,252	20,195	39,163	16,195
Conservation and preservation	-	-	-	-	-	-	-	-	-	548,000
Subtotal governmental activities	<u>2,506,403</u>	<u>2,354,751</u>	<u>2,251,797</u>	<u>3,329,510</u>	<u>6,109,962</u>	<u>2,712,837</u>	<u>3,156,400</u>	<u>8,644,412</u>	<u>2,772,771</u>	<u>2,730,711</u>
Business-type activities:										
Water Fund	1,640,881	1,875,658	1,636,986	1,859,734	1,702,125	3,348,017	1,298,905	3,517,095	1,379,024	1,262,671
Waste Water Fund	3,553,689	3,336,301	3,115,002	3,748,582	3,005,986	10,798,970	2,369,372	4,741,444	2,467,302	2,138,579
Subtotal business-type activities	<u>5,194,570</u>	<u>5,211,959</u>	<u>4,751,988</u>	<u>5,608,316</u>	<u>4,708,111</u>	<u>14,146,987</u>	<u>3,668,277</u>	<u>8,258,539</u>	<u>3,846,326</u>	<u>3,401,250</u>
Total Primary Government	<u>\$ 7,700,973</u>	<u>\$ 7,566,710</u>	<u>\$ 7,003,785</u>	<u>\$ 8,937,826</u>	<u>\$ 10,818,073</u>	<u>\$ 16,859,824</u>	<u>\$ 6,824,677</u>	<u>\$ 16,902,951</u>	<u>\$ 6,619,097</u>	<u>\$ 6,131,961</u>

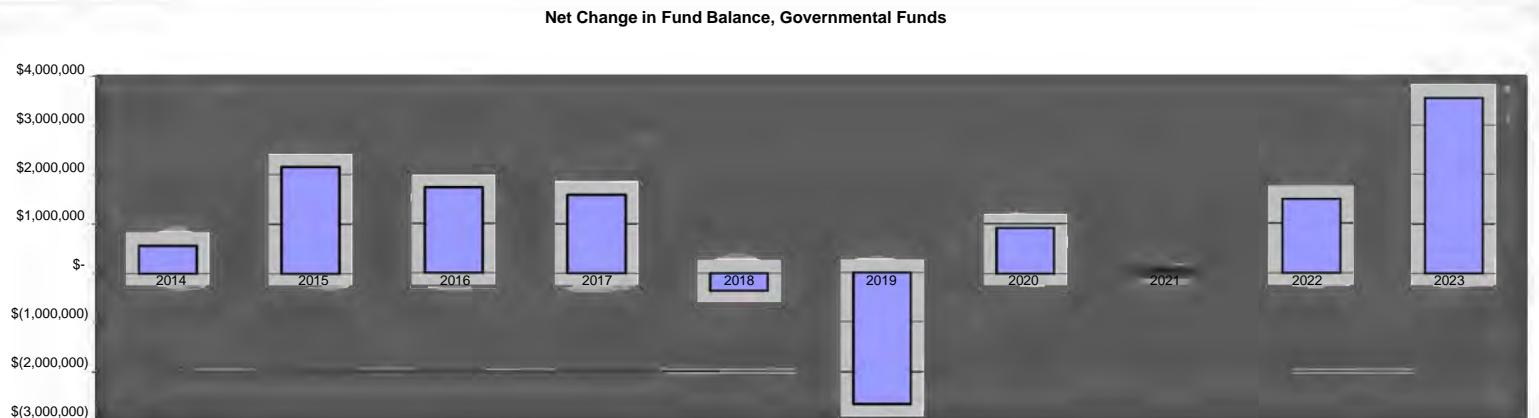
BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Fund Balances of Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

	<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>
General Fund										
Nonspendable	\$ 181,143	\$ 157,640	\$ 156,977	\$ 157,504	\$ 163,567	\$ 149,721	\$ 151,845	\$ 141,399	\$ 133,325	\$ 135,220
Unassigned	7,803,359	6,947,393	7,236,608	6,466,599	6,067,473	5,628,664	5,147,238	4,970,935	4,616,634	4,163,020
Total general fund	<u>\$ 7,984,502</u>	<u>\$ 7,105,033</u>	<u>\$ 7,393,585</u>	<u>\$ 6,624,103</u>	<u>\$ 6,231,040</u>	<u>\$ 5,778,385</u>	<u>\$ 5,299,083</u>	<u>\$ 5,112,334</u>	<u>\$ 4,749,959</u>	<u>\$ 4,298,240</u>
All other governmental funds										
Nonspendable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted	2,962,291	2,424,766	2,401,048	2,570,773	2,406,925	2,373,601	2,256,471	2,030,693	2,336,924	3,500,104
Committed	9,789,533	7,659,445	5,901,273	6,553,269	6,116,486	9,261,683	10,215,429	9,037,200	7,361,009	4,500,158
Unassigned	-	-	-	(79,514)	-	-	-	-	-	-
Total all other governmental funds	<u>\$ 12,751,824</u>	<u>\$ 10,084,211</u>	<u>\$ 8,302,321</u>	<u>\$ 9,044,528</u>	<u>\$ 8,523,411</u>	<u>\$ 11,635,284</u>	<u>\$ 12,471,900</u>	<u>\$ 11,067,893</u>	<u>\$ 9,697,933</u>	<u>\$ 8,000,262</u>



BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Changes in Fund Balances of Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Revenues										
Taxes	\$ 11,016,379	\$ 11,076,519	\$ 10,453,158	\$ 9,627,818	\$ 9,369,042	\$ 9,404,224	\$ 9,488,584	\$ 9,595,534	\$ 9,498,199	\$ 9,111,103
Licenses, permits and fees	445,502	468,097	465,209	477,465	490,751	514,524	521,468	515,807	500,404	480,522
Fines	37,905	66,351	33,477	33,012	29,764	47,585	44,062	42,043	47,062	60,856
Interest and rent	815,056	170,386	45,497	115,160	517,685	276,046	194,407	98,943	74,008	37,969
Intergovernmental	1,408,269	1,270,416	1,117,881	1,215,070	1,231,038	1,429,350	1,214,668	1,200,950	1,027,400	1,572,008
Charges for services	558,842	490,714	542,112	706,243	592,017	645,998	637,552	537,368	602,536	575,221
Contributions from private sources	12,308	15,721	55,673	8,064	11,615	33,018	607,605	24,680	16,369	7,548
Miscellaneous	185,921	125,114	110,217	101,930	50,209	14,357	12,566	45,492	41,497	32,660
Total revenues	14,480,182	13,683,318	12,823,224	12,284,762	12,292,121	12,365,102	12,720,912	12,060,817	11,807,475	11,877,887
Expenditures										
Current:										
General government	1,769,231	1,691,697	1,657,693	1,633,664	1,606,505	1,464,600	1,492,269	1,419,147	1,364,404	1,343,867
Public safety	5,882,502	5,329,136	5,264,071	4,919,270	5,262,200	5,325,404	5,106,696	5,002,578	5,053,821	4,849,160
Public works	1,845,742	1,856,955	1,851,508	1,440,995	1,600,685	1,573,519	1,512,647	1,438,132	1,480,071	1,315,869
Parks and recreation	478,119	813,849	2,551,243	1,993,798	4,650,136	258,494	546,873	417,395	312,059	503,323
Miscellaneous	-	11,117	1,341	6,942	3,698	14,095	5,147	5,919	7,700	7,512
Capital Outlays	636,556	1,430,890	447,482	292,411	273,955	2,552,800	920,759	638,114	290,758	138,047
Debt service:										
Principal	510,000	1,225,000	1,245,000	1,180,000	1,555,000	1,515,000	1,480,000	1,354,400	1,015,700	3,048,300
Interest	76,100	101,688	74,365	175,965	210,165	249,465	287,265	316,728	335,167	359,319
Bond issuance costs	-	-	70,279	-	-	-	-	-	-	97,347
Total expenditures	11,198,250	12,460,332	13,162,982	11,643,045	15,162,344	12,953,377	11,351,656	10,592,413	9,859,680	11,662,744
Excess (deficiency) of revenues over expenditures	3,281,932	1,222,986	(339,758)	641,717	(2,870,223)	(588,275)	1,369,256	1,468,404	1,947,795	215,143
Other financing sources (uses)										
Issuance of refunding bonds	-	-	4,820,000	-	-	-	-	-	-	7,638,837
Premium on refunding bonds	-	-	175,405	-	-	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	(4,925,272)	-	-	-	-	-	-	(7,532,356)
Sale of capital assets	15,150	20,352	46,900	22,463	11,005	30,961	21,500	63,931	1,595	10,716
Transfers in	3,221,444	3,876,988	2,385,496	2,640,256	2,004,096	1,902,541	2,846,935	2,385,259	1,935,812	1,864,387
Transfers out	(2,971,444)	(3,626,988)	(2,135,496)	(2,390,256)	(1,804,096)	(1,702,541)	(2,646,935)	(2,185,259)	(1,735,812)	(1,658,323)
Total other financing sources (uses)	265,150	270,352	367,033	272,463	211,005	230,961	221,500	263,931	201,595	323,261
Net change in fund balance	\$ 3,547,082	\$ 1,493,338	\$ 27,275	\$ 914,180	\$ (2,659,218)	\$ (357,314)	\$ 1,590,756	\$ 1,732,335	\$ 2,149,390	\$ 538,404
Debt service as a percentage of noncapital expenditures	5.63%	12.47%	12.61%	14.14%	25.94%	17.14%	17.61%	48.33%	15.08%	30.54%



BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Tax Revenues by Source, Governmental Funds
Last Ten Years
(modified accrual basis of accounting)

<u>Year</u>	<u>Real Estate</u>	<u>Real Estate Transfer</u>	<u>Earned Income</u>	<u>Local Services</u>	<u>Total</u>
2023	\$ 1,552,842	\$ 969,832	\$ 8,409,641	\$ 84,064	11,016,379
2022	1,559,293	1,348,197	8,090,137	78,892	11,076,519
2021	1,553,735	1,433,897	7,390,193	75,333	10,453,158
2020	1,540,228	1,266,295	6,749,070	72,225	9,627,818
2019	1,540,037	1,037,284	6,710,322	81,399	9,369,042
2018	1,544,615	1,122,995	6,660,431	76,183	9,404,224
2017(1)	1,540,598	1,098,998	6,770,981	78,007	9,488,584
2016	2,097,994	912,959	6,502,155	82,426	9,595,534
2015	2,093,741	935,797	6,386,935	81,726	9,498,199
2014	2,084,937	866,129	6,083,041	76,996	9,111,103

(1) In 2017 the millage for Open Space was decreased from 4.5 mils to 3.0 mils.

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Years

<u>Year</u>	<u>Total Taxable Assessed Value</u>	<u>Total Direct Millage Rate</u>	<u>Estimated Actual Taxable Values of Real Property</u>	<u>Taxable Assessed Value as a Percentage of Actual Value</u>
2023	\$ 395,516,440	4.00	\$ 2,649,138,915	14.93%
2022	395,446,120	4.00	2,886,468,029	13.70%
2021	393,313,720	4.00	3,264,014,274	12.05%
2020	392,774,540	4.00	3,494,435,409	11.24%
2019	391,183,240	4.00	3,676,534,211	10.64%
2018	390,472,500	4.00	4,058,965,696	9.62%
2017(1)	387,908,460	4.00	4,230,190,403	9.17%
2016	386,987,650	5.50	4,295,090,455	9.01%
2015	386,093,520	5.50	4,362,638,644	8.85%
2014	383,515,420	5.50	4,141,635,205	9.26%

Source: Market values are estimated based on the common-level ratio provided by the Pennsylvania State Tax Equalization Board (STEB) for Bucks County.

NOTE: Bucks County Board of Assessment records do not provide revenue base information by major component.

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Property Tax Rates - Direct and Overlapping Governments
Last Ten Years

Year	Direct Rates					Overlapping Rates					Total Direct and Overlapping Millage	
	<u>Buckingham Township</u>					<u>Bucks County</u>						<u>Central Bucks</u>
	<u>General Fund Millage</u>	<u>Fire Millage</u>	<u>Emergency Service Millage(1)</u>	<u>Open Space Millage</u>	<u>Total Township Millage</u>	<u>General Millage</u>	<u>Community College Millage</u>	<u>Debt Service and Lease Millage</u>	<u>Parks & Recreation Millage</u>	<u>Total County Millage</u>	<u>Total School District Millage</u>	
2023	-	0.75	0.25	3.00	4.00	18.66040	1.06600	4.93790	0.78570	25.45000	131.36	160.81000
2022	-	0.75	0.25	3.00	4.00	18.09730	1.07530	5.66180	0.61560	25.45000	127.84	157.29000
2021	-	0.75	0.25	3.00	4.00	18.31840	1.07770	5.44920	0.60470	25.45000	125.96	155.41000
2020	-	0.75	0.25	3.00	4.00	18.42170	1.08300	5.34560	0.59970	25.45000	124.10	153.55000
2019	-	0.75	0.25	3.00	4.00	17.44300	1.08360	5.36040	0.56300	24.45000	124.10	152.55000
2018	-	0.75	0.25	3.00	4.00	17.84220	1.09850	4.91850	0.59080	24.45000	124.10	152.55000
2017	-	0.75	0.25	3.00	4.00	17.22120	1.05370	4.30910	0.61600	23.20000	124.10	151.30000
2016	-	0.75	0.25	4.50	5.50	17.22120	1.05370	4.30910	0.61600	23.20000	124.10	152.80000
2015	-	0.75	0.25	4.50	5.50	17.22120	1.05370	4.30910	0.61600	23.20000	124.10	152.80000
2014	-	0.75	0.25	4.50	5.50	17.22120	1.05370	4.30910	0.61600	23.20000	124.10	152.80000

Source: Bucks County Board of Assessment

Note: Overlapping rates are all real estate tax rates that apply to property owners within Buckingham Township.

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Principal Property Taxpayers
Current Year and Nine Years Ago

Taxpayer	December 31, 2023			December 31, 2013		
	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Buckingham Village LTD.	\$ 2,123,080	1	0.54%	\$ 2,123,080	1	0.55%
Peddler's Village Lahaska Inc.	1,803,600	2	0.46%	1,798,600	2	0.47%
JJLH Associates, LTD	998,430	3	0.25%			
Heritage Business Center LLP	977,780	4	0.25%	555,770	7	0.14%
JCLP LTD Partnership	739,090	5	0.19%			
Buckingham Green I LP	699,640	6	0.18%	699,640	5	0.18%
Buckingham Green II LP	691,070	7	0.17%	691,070	6	0.18%
Lookaway Partners	562,590	8	0.14%	533,800	8	0.14%
Stonehaven at Penns Purchase, LLC	555,000	9	0.14%			
820(Eight) Durham Road LLC	457,440	10	0.12%	457,440	9	0.12%
Penn's Market II, LLC				1,539,450	3	0.40%
Garrison Cross Keys LLC				739,090	4	0.19%
Sovran HHF Storage Holdings II LLC				455,800	10	0.12%
TOTAL	\$ 395,503,070		2.43%	\$ 383,515,420		2.50%

Source: Buckingham Township Tax Collector

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Property Tax Levies and Collections
Last Ten Years

<u>Year</u>	<u>Tax Rate (Mills)</u>	<u>Total Tax Levy for the Year</u>	<u>Collected within the Fiscal Year of the Levy</u>		<u>Collections in Subsequent Years</u>	<u>Total Collections to Date</u>	
			<u>Amount Collected</u>	<u>Percentage of Levy</u>		<u>Amount Collected</u>	<u>Percentage of Levy</u>
2023	4.00	\$ 1,575,556	\$ 1,537,340	97.57%	\$ 0	\$ 1,537,340	97.57%
2022	4.00	1,575,298	1,542,656	97.93%	6,582	1,542,656	97.93%
2021	4.00	1,566,190	1,531,578	97.79%	12,106	1,536,948	98.13%
2020	4.00	1,564,012	1,525,738	97.55%	16,430	1,534,054	98.08%
2019	4.00	1,557,621	1,520,790	97.64%	11,992	1,532,782	98.41%
2018	4.00	1,561,890	1,511,720	96.79%	14,599	1,526,319	97.72%
2017	4.00	1,551,634	1,503,821	96.92%	17,916	1,521,737	98.07%
2016	5.50	2,128,432	2,059,552	96.76%	29,223	2,088,775	98.14%
2015	5.50	2,123,514	2,052,248	96.64%	28,193	2,080,442	97.97%
2014	5.50	2,109,335	2,036,032	96.52%	39,183	2,075,215	98.38%

Source: Buckingham Township Tax Collector and County of Bucks, Tax Claim Bureau

NOTE: In 2006, the Board of Supervisors passed a resolution freezing the millage for preserved properties. This will result in reduced collections in the future since most preserved properties are being taxed at the 2007, 2008 and 2009 rates which are significantly lower than the current millage rates.

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Municipal Earned Income Tax
Revenue Base and Collections
Last Ten Years

<u>Year</u>	<u>Tax Rate</u>	<u>Total Earned Income Tax Collected</u>	<u>Refunds</u>	<u>Net Earned Income Tax Collected</u>
2023	0.5%	\$ 8,500,725	\$ (91,084)	\$ 8,409,641
2022	0.5%	8,176,556	(86,420)	8,090,137
2021	0.5%	7,474,439	(84,246)	7,390,193
2020	0.5%	6,837,158	(88,088)	6,749,070
2019	0.5%	6,836,419	(126,097)	6,710,322
2018	0.5%	6,762,568	(102,137)	6,660,431
2017	0.5%	6,847,615	(76,634)	6,770,981
2016	0.5%	6,581,760	(79,606)	6,502,155
2015	0.5%	6,462,068	(75,133)	6,386,935
2014	0.5%	6,149,927	(66,886)	6,083,041

Source: Buckingham Township Earned Income Tax Collector

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Income Tax Statistics
Last Ten Years

<u>Income Range</u>	<u>Number of tax filers</u>										
	<u>2023(1)</u>	<u>2022</u>	<u>2021</u>	<u>#</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
> \$1,000,000		109	99		82	85	67	83	76	78	84
\$500,000 - \$999,999		285	292		259	238	237	224	219	224	216
\$100,000 - \$499,999		3487	3275		3160	3150	3109	3065	2933	2895	2767
\$40,000 - \$99,999		2404	2477		2429	2518	2505	2534	2605	2507	2527
< \$40,000		4893	5287		5478	5561	5931	5938	5774	6118	6051
Total		11,178	11,430		11,408	11,552	11,849	11,844	11,607	11,822	11,645
		% of total earned income paid									
> \$1,000,000		20.37%	19.45%		13.58%	16.02%	19.45%	19.94%	17.61%	15.55%	18.62%
\$500,000 - \$999,999		0.13	0.14		14.18	12.56	12.54	11.84	12.48	13.02	12.51
\$100,000 - \$499,999		0.51	0.50		54.16	53.09	50.00	49.86	50.29	51.53	48.92
\$40,000 - \$99,999		0.12	0.13		13.67	13.96	13.42	13.78	14.86	14.95	15.05
< \$40,000		0.04	0.04		4.41	4.37	4.59	4.58	4.76	4.95	4.90
Total		100.00%	100.00%		100.00%	100.00%	100.00%	100.00%	100.00%	100.00%	100.00%

(1) Data for 2023 will not be available until October 2024.

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Ratio of Outstanding Debt by Type
Last Ten Years

Year	Governmental Activities			Business-type	Total Primary Government	Percentage of Personal Income (5)	Debt Per Capita (5)
	Electoral General Obligation Bonds(1)	Non-electoral General Obligation Bonds(2)	Non-electoral General Obligation Notes(3)	Non-electoral General Obligation Bonds(4)			
2023	\$ 3,396,939	\$ -	\$ -	\$ 3,695,151	\$ 7,092,090	0.37%	332
2022	3,926,428	-	-	3,873,978	7,800,406	0.47%	364
2021	5,178,463	-	-	4,052,816	9,231,279	0.60%	433
2020	6,380,683	-	-	-	6,380,683	0.49%	296
2019	7,574,403	-	-	-	7,574,403	0.59%	351
2018	9,152,329	-	-	-	9,152,329	0.74%	425
2017	10,690,254	-	-	-	10,690,254	0.90%	496
2016	12,193,179	-	-	-	12,193,179	1.04%	604
2015	13,336,008	234,496	-	82,391	13,652,895	1.18%	676
2014	14,143,835	465,294	-	163,482	14,772,611	1.28%	733

(1) In 2021, the General Obligation Bonds series 2021B were issued to currently refund the 2014 General Obligation Bonds.

(2) In 2016, the General Obligation Bond 2012B was paid in full.

(3) In 2014, General Obligation Note 2008A was paid in full.

(4) In 2021, the General Obligation Bonds series 2021A were issued to help fund for the Water and Waste Water Complex. Those Bonds are Non-electorial

(5) See Demographic and Economic Statistics schedule on page 99 for personal income and population data.

Note: Details regarding the Township's outstanding debt can be found in the notes to the financial statements.

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Ratio of General Bonded Debt Outstanding
Last Ten Years

<u>Year</u>	<u>Electoral General Obligation Bonds(1)</u>	<u>Non-electoral General Obligation Bonds(2)</u>	<u>Non-electoral General Obligation Notes(3)</u>	<u>Total Primary Government</u>	<u>Percentage of Assessed Valuation</u>	<u>Debt Per Capita</u>
2023	\$ 3,396,939	3,695,151	-	\$ 7,092,090	1.79%	341
2022	3,926,428	3,873,978	-	7,800,406	1.97%	373
2021	5,178,463	4,052,816	-	9,231,279	2.35%	443
2020	6,380,683	-	-	6,380,683	1.62%	318
2019	7,574,403	-	-	7,574,403	1.94%	374
2018	9,152,329	-	-	9,152,329	2.34%	451
2017	10,690,254	-	-	10,690,254	2.76%	526
2016	12,193,179	-	-	12,193,179	3.15%	604
2015	13,336,008	316,887	-	13,652,895	3.54%	676
2014	14,143,835	628,776	-	14,772,611	3.85%	733

(1) In 2021, the General Obligation Bonds series 2021B were issued to currently refund the 2014 General Obligation Bonds, which were electoral bonds.

(2) In 2021, the General Obligation Bonds series 2021A were issued to help fund Construction of the Water and Waste Water Complex.

(3) In 2014, General Obligation Note 2008A was paid in full.

Note: Details regarding the Township's outstanding debt can be found in the notes to the financial statements.

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Computation of Direct and Overlapping Debt
As of December 31, 2022

<u>Jurisdiction</u>	<u>Total Debt Outstanding</u>	<u>Percentage Applicable to Buckingham</u>	<u>Amount Applicable to Buckingham</u>
Direct			
Buckingham (1)	\$ 3,396,939	100.00%	\$ 3,396,939
Overlapping			
Central Bucks School District (2)	\$ 3,520,000	23.46%	825,824
County of Bucks (2)	132,149,100	4.68%	6,182,673
Total Overlapping Debt	135,669,100		7,008,497
Total Debt	\$ 139,066,039		\$ 10,405,436

Sources: Municipal, Central Bucks School District and County of Bucks financial statements.

Note: Central Bucks School District financial information is for the year ending June 30, 2023.

(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 Buckingham Township.

(2) Proportional share of existing debt as of December 31, 2023 is based on the ratio of Buckingham's assessed value to other municipalities in Central Bucks School District and Bucks County's 2023 total assessed value, respectively.

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Legal Debt Margin Information
Last Ten Years

<u>Year</u>	<u>Three Year Average Revenue (borrowing base) (1)</u>	<u>Legal Debt Limit (2)</u>	<u>Debt Applicable to Limit</u>	<u>Legal Debt Margin</u>	<u>Legal Debt Margin %</u>
2023	\$ 21,879,393	\$ 54,698,483	\$ 3,695,151	\$ 51,003,332	93.24%
2022	20,640,421	51,601,052	3,873,978	47,727,074	92.49%
2021	18,828,024	47,070,062	4,052,816	43,017,246	91.39%
2020	17,735,902	44,339,756	-	44,339,756	100.00%
2019	16,775,392	41,938,482	-	41,938,482	100.00%
2018	16,342,516	40,856,291	-	40,856,291	100.00%
2017	16,022,027	40,055,069	-	40,055,069	100.00%
2016	15,436,289	38,590,722	-	38,273,835	99.18%
2015	14,949,135	37,372,838	316,887	36,744,062	98.32%
2014	14,524,431	36,311,078	628,776	35,230,413	97.02%

(1) The local Governmental Unit Debt act (Act 53 of 1978), reenacted and amended Act 185 of 1972 prescribes debt limits, net revenues and the calculation of the borrowing base for all local units in Pennsylvania. The "Debt act" is administered by the Pennsylvania Department of Economic Development.

(2) 250% of borrowing base

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Demographic and Economic Statistics
Last Ten Years

<u>Year</u>	<u>Population (1)</u>	<u>Total Personal Income</u>	<u>Per Capita Personal Income (1)</u>	<u>Median Household Income (1)</u>	<u>Median Age (1)</u>	<u>Educational Attainment: Bachelor's Degree or higher (1)</u>	<u>School Enrollment (2)</u>	<u>Unemployment Rate (3)</u>
2023	20,808	\$ 1,921,910,112	\$ 92,364	\$ 181,855	47.8	67.20%	3,272	2.6%
2022	20,901	1,672,560,723	80,023	166,369	48.0	65.60%	3,272	2.9%
2021	20,851	1,531,526,801	73,451	155,574	48.7	63.80%	3,352	3.3%
2020	20,350	1,307,705,575	73,451	155,574	44.8	63.80%	3,441	6.6%
2019	20,240	1,277,899,500	63,075	138,789	44.8	59.00%	3,451	3.5%
2018	20,286	1,228,662,162	60,567	128,833	44.8	59.00%	3,568	3.6%
2017	20,306	1,182,276,238	58,223	122,500	43.6	57.40%	3,629	3.7%
2016	20,197	1,175,929,931	58,223	122,500	43.6	57.40%	3,215	4.1%
2015	20,185	1,154,440,705	57,193	119,620	43.6	57.40%	3,215	3.4%
2014	20,161	1,153,068,073	57,193	119,620	43.6	57.40%	3,251	4.3%

(1) Source: U.S. Census Bureau Quickfacts

(2) Source: Central Bucks School District - reflects enrollment at school located in the township.

(3) Source: Home Facts for Buckingham, Pennsylvania

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
10 Principal Employers
Current Year and Nine Years Ago

<u>Business Name</u>	<u>2022</u>			<u>2014</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Township Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total Township Employment</u>
Central Bucks School District	525	1	4.69%	462	1	8.15%
Entertainemnt Partners Enterprises, LLC	161	2	1.44%			
Cock N Bull Partnership	142	3	1.27%	143	5	2.52%
Briarwood Recreation Inc.	136	4	1.22%			
Anthony & Sylvan Pools Co.	116	5	1.04%	87	8	1.53%
WAWA Inc.	112	6	1.00%			
Lookaway Partners	107	7	0.96%			
Historic Bucks County Inn Inc.	106	8	0.95%	111	6	1.96%
JJLH of Doylestown LLC	96	9	0.86%			
Caring People LLC	86	10	0.77%			
Johnson & Johnson Services Inc.				216	2	3.81%
Dishes, Inc.				67	10	1.18%
County of Bucks				186	3	3.28%
Sicom Systems Inc.				157	4	2.77%
None Such Farms Inc.				109	7	1.92%
Peddler's Village Partners				68	9	1.20%
	<u>1,587</u>		<u>14.18%</u>	<u>1,606</u>		<u>28.33%</u>
Total Employees	<u>11,193</u>			<u>5,669</u>		

Source: Buckingham Township Earned Income Tax Collector.

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Full-Time Equivalent Municipal Employees by Function/Program
Last Ten Years

<u>Function/Program</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>
General Government										
Administration	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Finance	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Tax	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5	0.5
Public Safety										
Police										
Police Officers	22.0	20.0	21.0	20.0	21.0	21.0	21.0	20.0	20.0	21.0
Administration	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0	2.0
Safety and Code Enforcement	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Public Works										
Facilities & Roads	9.0	9.0	9.0	8.0	8.0	8.0	8.0	8.0	8.0	8.0
Water	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0	5.0
Waste Water	5.0	5.0	5.0	5.0	5.0	5.0	4.0	4.0	5.0	4.0
Recreation										
Administration	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0	1.0
Totals:	<u>53.5</u>	<u>51.5</u>	<u>52.5</u>	<u>50.5</u>	<u>51.5</u>	<u>51.5</u>	<u>50.5</u>	<u>49.5</u>	<u>50.5</u>	<u>50.5</u>

Source: Buckingham Township financial and employment records

Method: Using 1.0 for each full-time employee, and .5 for each part-time and seasonal employee.

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Operating Indicators by Function/Program
Last Ten Years

<u>Function/Program</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>
General Government										
Board of Supervisors meetings	13	13	13	13	13	13	15	15	17	17
Public Safety										
Police (1)										
Traffic citations	593	664	497	633	850	839	1,055	726	1,048	1,212
Adult arrests	72	64	110	107	95	76	83	89	110	123
Traffic accidents	424	430	441	368	576	555	578	559	613	689
Juvenile arrests	10	12	22	16	10	11	40	36	32	27
Complaints	19,004	16,663	13,685	14,975	17,535	13,219	11,877	10,650	12,859	12,006
Safety and Codes Enforcement										
Building Permits Issued	305	367	386	299	365	253	233	313	245	252
New homes	5	2	12	37	38	25	23	12	14	15
All other	300	324	374	262	278	228	210	301	231	237
Building inspections performed	2,395	2,317	4,269	2,770	2,936	2,896	2,870	2,870	2,438	2,545
Number of Planning Commission agenda items	4	6	6	1	4	7	11	6	4	9
Number of Zoning Hearing Board hearings	15	22	24	18	11	18	23	20	14	18
Public Works										
Roads and Facilities										
Road paved in feet	21,177	23,475	19,241	20,112	23,760	17,794	17,794	22,390	17,225	17,310
Drainage pipe replaced per foot	60	80	325	150	450	380	380	360	340	380
Dead trees removed	20	25	125	42	85	65	65	70	65	72
Storm sewer inlet repair	15	22	27	15	35	46	46	42	34	38
Salt used per ton	700	100	1,300	1,100	300	900	900	950	1,200	1,400
Miles of road gutters cleaned	1	2	5	17	21	21	21	18	15	12
Parks and Recreation										
Total number of program attendees	2,200	2,200	2,000	NA/COVID	7,000	7,200	6,825	6,250	6,250	6,150
Number of people using playing fields	3,275	3,000	2,800	NA/COVID	2,700	2,500	2,000	1,800	1,800	1,800
Water										
Number of customers	3,415	3,401	3,401	3,384	3,329	3,310	3,271	3,252	3,240	3,208
Gallons of water supplied (in thousands)	221,958	240,198	220,006	225,489	216,329	210,587	213,670	239,045	252,075	241,030
Concerns addressed	41	302	177	286	283	83	83	127	98	74
Waste water										
Number of customers	3,376	3,373	3,373	3,351	3,283	3,278	3,265	3,243	3,235	3,190
Gallons of waste water treated (in thousands)	216,810	284,335	214,161	209,510	211,530	228,256	211,030	214,839	214,679	225,826
Concerns addressed	<10	<10	<10	<10	<10	<10	<20	<10	<10	<10

Source: Buckingham Township financial and internal reporting records

BUCKINGHAM TOWNSHIP, PENNSYLVANIA
Capital Asset Statistics by Function/Program
Last Ten Years

<u>Function/Program</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>
General Government										
Square Footage Occupied	5,050	5,050	5,050	5,050	5,050	5,050	5,050	5,050	5,050	5,050
Vehicles	-	-	-	-	-	-	-	-	-	-
Public Safety										
Police (1)										
Square Footage Occupied	6,190	6,190	6,190	6,190	6,190	6,190	6,190	6,190	6,190	6,190
Stations	1	1	1	1	1	1	1	1	1	1
Vehicles	17	17	16	19	19	24	24	24	24	23
Safety and Codes Enforcement										
Square Footage Occupied	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250	1,250
Inspection Vehicles	1	1	1	1	1	1	1	1	1	1
Fire Vehicles	1	1	1	1	1	1	1	1	1	1
Volunteer Fire Companies	3	3	3	3	3	3	3	3	3	3
Public Works										
Square Footage Occupied	12,250	12,250	12,250	12,250	12,250	12,250	12,250	12,250	12,250	12,250
Streets/roads in miles	104.46	104.46	104.46	103.58	102.11	102.11	102.11	102.11	95.18	95.18
Bridges	9	9	9	9	9	9	9	9	9	9
Storm sewers in miles	49.3	49.3	49.3	49.3	49.3	49.2	48.5	48.1	48.1	47.5
Traffic signals	12 3/4	12 3/4	12 3/4	12 3/4	12 3/4	12 3/4	12 3/4	12 3/4	12 3/4	12 3/4
Street Lights	243	243	243	243	243	243	226	204	204	204
Vehicles	16	16	16	17	16	16	17	16	17	15
Parks and Recreation										
Parks	3	3	3	3	3	3	3	3	3	3
Park Acreage	153	153	153	153	153	153	153	133	133	133
Water										
Pump and distribution facilities	7	7	7	7	7	7	8	8	9	9
Wells in service	15	15	15	15	15	15	15	15	19	19
Water storage tanks	8	8	8	8	8	8	10	10	10	10
Miles of pipe in service	52	52	52	52	52	52	52	52	52	52
Vehicles	4.5	5	6	5	5	5	7	5	6	5
Waste Water										
Pumping stations	18	18	18	18	18	18	18	18	18	18
Sprayfield acreage in service	228	228	228	228	228	228	228	228	228	218
Future or Reserve acreage for sprayfields	54	54	54	54	54	54	54	54	54	54
Lagoons	18	18	18	18	18	18	18	18	18	18
Miles of pipe in service	56	56	56	56	56	56	56	56	56	56
Vehicles	5.5	6	6	6	6	7	5	6	6	6
Waste water treatment plants	6	6	6	6	6	6	6	6	6	6

Source: Buckingham Township financial and internal reporting records