

**TOWNSHIP OF ALLEGHENY  
WESTMORELAND COUNTY, PENNSYLVANIA**

**PRIMARY GOVERNMENT FINANCIAL STATEMENTS  
FOR THE YEAR ENDED  
DECEMBER 31, 2021**

**Township of Allegheny**  
**December 31, 2021**  
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### INDEPENDENT AUDITORS' REPORT

Township of Allegheny  
Leechburg, Pennsylvania

#### **Opinions**

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the Township of Allegheny, as of and for the year ended December 31, 2021, and the related notes to the financial statements, which collectively comprise the Township of Allegheny's basic financial statements as listed in the table of contents.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information<sup>f</sup> of the Township of Allegheny, as of December 31, 2021, and the respective changes in financial position and, where applicable, cash flows thereof and the respective budgetary comparison for the General Fund 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 the Township of Allegheny, 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 the Township of Allegheny'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 the Township of Allegheny'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 the Township of Allegheny'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.

### **Basis of Accounting**

We draw attention to Note 1 of the financial statements, which describes the basis of accounting. The financial statements are prepared on the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinions are not modified with respect to this matter.

## **Other Information**

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township of Allegheny, Leechburg, Pennsylvania's basic financial statements. The budgetary comparison information on page 11, which are the responsibility of management, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on it.

The Township has not presented the Management's Discussion and Analysis (MD&A) that accounting principles generally accepted in the United States of America has determined is necessary to supplement, although not required to be part of the financial statements.

A handwritten signature in cursive script that reads "DeBlasio & DeBlasio".

DeBlasio & DeBlasio Associates  
Certified Public Accountants  
Greensburg, Pennsylvania  
August 5, 2022

## **Primary Government Financial Statements**

**Township of Allegheny**  
**Statement of Net Position - Modified Cash Basis**  
**December 31, 2021**

	<b>Governmental Activities</b>
<b>Assets</b>	
<b>Current Assets</b>	
Cash and Cash Equivalents	\$ <u>1,959,465</u>
<b>Total Current Assets</b>	<u>1,959,465</u>
<b>Noncurrent Assets</b>	
Land	319,043
Land Improvements	279,709
Machinery and Equipment	2,426,702
Buildings and Building Improvements	4,202,307
Furniture and Equipment	617,108
Accumulated Depreciation	<u>(3,814,810)</u>
<b>Total Noncurrent Assets</b>	<u>4,030,059</u>
<b>Total Assets</b>	<u>\$ 5,989,524</u>
 <b>Liabilities and Net Position</b>	
<b>Current Liabilities</b>	
Payroll Taxes Payable	\$ 18,897
Current Portion of Long-Term Debt	<u>160,000</u>
<b>Total Current Liabilities</b>	<u>178,897</u>
<b>Long-Term Liabilities</b>	
Long-Term Debt	<u>1,996,432</u>
<b>Total Liabilities</b>	<u>2,175,329</u>
 <b>Net Position</b>	
Net Investment in Capital Assets	1,873,627
Restricted	445,445
Unrestricted	<u>1,495,123</u>
<b>Total Net Position</b>	<u>3,814,195</u>
<b>Total Liabilities and Net Position</b>	<u>\$ 5,989,524</u>

The accompanying notes are an integral part of these financial statements.

**Township of Allegheny**  
**Statement of Activities And Changes in Net Position - Modified Cash Basis**  
**For the Year Ended December 31, 2021**

Functions/Programs	Expenses	Program Revenues		Net (Expense)
		Charges for Services	Operating Grants and Contributions	Revenue and Change in Net Position
				Governmental Activities
<b>Governmental Activities</b>				
General Gov	\$ 510,330	\$ 55,827	\$ 424,948	\$ (29,555)
Public Safety	1,366,316	19,272	-	(1,347,044)
Public Works	914,432	-	335,232	(579,200)
Culture and Rec	9,684	-	-	(9,684)
Other	908,815	-	-	(908,815)
Principal and Interest on Debt	57,875	-	-	(57,875)
Depreciation	<u>280,128</u>	<u>-</u>	<u>-</u>	<u>(280,128)</u>
<b>Total Governmental Activities and Primary Government</b>	<b>\$ <u>4,047,580</u></b>	<b>\$ <u>75,099</u></b>	<b>\$ <u>760,180</u></b>	<b><u>(3,212,301)</u></b>
<b>General Revenues</b>				
Taxes:				
Property taxes, levied for general purposes, net				1,535,727
Taxes levied for specific purposes				1,401,339
Licenses permits, fines and forfeits				173,192
Investment Earnings				358
Miscellaneous				<u>595,097</u>
<b>Total General Revenues</b>				<u>3,705,713</u>
<b>Change in Net Position</b>				493,412
<b>Net Position at December 31, 2020</b>				<u>3,320,783</u>
<b>Net Position at December 31, 2021</b>				<u><u>\$ 3,814,195</u></u>

The accompanying notes are an integral part of these financial statements.



**Township of Allegheny**  
**Balance Sheet - Modified Cash Basis**  
**Governmental Funds**  
**December 31, 2021**

	<b>General Fund</b>	<b>Non Major Funds</b>	<b>Total Gov. Funds</b>
<b>Assets</b>			
<b>Current Assets</b>			
Cash	\$ <u>1,253,719</u>	\$ <u>705,747</u>	\$ <u>1,959,466</u>
<b>Total Assets</b>	<b>\$ <u>1,253,719</u></b>	<b>\$ <u>705,747</u></b>	<b>\$ <u>1,959,466</u></b>
<b>Liabilities and Fund Balances</b>			
Payroll Taxes Payable	\$ <u>18,897</u>	\$ <u>-</u>	\$ <u>18,897</u>
<b>Total Liabilities</b>	<b><u>18,897</u></b>	<b><u>-</u></b>	<b><u>18,897</u></b>
<b>Fund Balances</b>			
Restricted	35,678	409,767	445,445
Committed	245,183	295,980	541,163
Unassigned	<u>953,960</u>	<u>-</u>	<u>953,960</u>
<b>Total Fund Balances</b>	<b><u>1,234,821</u></b>	<b><u>705,747</u></b>	<b><u>1,940,568</u></b>
<b>Total Liabilities and Fund Balances</b>	<b>\$ <u>1,253,719</u></b>	<b>\$ <u>705,747</u></b>	<b>\$ <u>1,959,466</u></b>

The accompanying notes are an integral part of these financial statements.

**Township of Allegheny**  
**Reconciliation of the Governmental Funds Balances Sheet**  
**to the Statement of Net Position**  
**December 31, 2021**

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**Total Fund Balances - Governmental Funds** \$ 1,940,568

Amounts reported for governmental activities in the statement of Net Position are different because:

Capital Assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds

Land	\$	319,043	
Land Improvements		279,709	
Machinery and Equipment		2,426,702	
Building and Building Improvements		4,202,307	
Furniture and Equipment		617,108	
Accumulated Depreciation		<u>(3,814,810)</u>	
			4,030,059

Noncurrent liabilities, including lease obligations and notes payable, are not due and payable in the current period, and therefore are not reported as liabilities in the funds.

Long-term liabilities at year end consist of:

Notes Payable		<u>(2,156,432)</u>	
			<u>(2,156,432)</u>

**Total Net Position - Governmental Activities** \$ 3,814,195

**Township of Allegheny**  
**Statement of Revenues, Expenditures and Changes in Fund Balances - Modified Cash Basis**  
**Governmental Funds**  
**For the Year Ended December 31, 2021**

<b>Revenues</b>	<b><u>General Fund</u></b>	<b><u>Non Major Fund</u></b>	<b><u>(Memorandum Only) Total</u></b>
Real Property Taxes	\$ 1,251,886	\$ 283,842	\$ 1,535,728
Local Enabling Act Taxes	1,401,339	-	1,401,339
Licenses and Permits	153,229	-	153,229
Fines and Forfeits	19,963	-	19,963
Interest, Rents and Royalties	270	85	355
Intergovernmental Revenues	424,948	335,232	760,180
Charges for Services	75,100	-	75,100
Miscellaneous	<u>591,317</u>	<u>-</u>	<u>591,317</u>
<b>Total Revenues</b>	<b><u>3,918,052</u></b>	<b><u>619,159</u></b>	<b><u>4,537,211</u></b>
<b>Expenditures</b>			
General Government	1,939,567	-	1,939,567
Public Safety	1,378,861	-	1,378,861
Public Works	831,513	165,330	996,843
Culture and Recreation	9,684	-	9,684
Other Expenditures	871,068	65,147	936,215
Debt Service			
Principal	<u>-</u>	<u>137,725</u>	<u>137,725</u>
<b>Total Expenditures</b>	<b><u>5,030,693</u></b>	<b><u>368,202</u></b>	<b><u>5,398,895</u></b>
Excess/(Deficiency) of Revenues Over Expenditures	(1,112,641)	250,957	(861,684)
<b>Other Financing Sources/(Uses)</b>			
Operating Transfers In	434,277	-	434,277
Operating Transfers Out	(419,305)	(14,972)	(434,277)
<b>Total Other Financing Sources(Uses)</b>	<b><u>14,972</u></b>	<b><u>(14,972)</u></b>	<b><u>-</u></b>
<b>Net Change in Fund Balance</b>	<b>(1,097,669)</b>	<b>235,985</b>	<b>(861,684)</b>
<b>Beginning Fund Balance</b>	<b><u>2,332,490</u></b>	<b><u>469,762</u></b>	<b><u>2,802,252</u></b>
<b>Ending Fund Balance</b>	<b><u>\$ 1,234,821</u></b>	<b><u>\$ 705,747</u></b>	<b><u>\$ 1,940,568</u></b>

The accompanying notes are an integral part of these financial statements.

**Township of Allegheny**  
**Reconciliation of the Governmental Funds**  
**Statement of Revenues, Expenditures and Changes in Fund Balances**  
**to the Statement of Activities**  
**For the Year Ended December 31, 2021**

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**Net Change in Fund Balances - Governmental Funds** \$ (861,684)

Amounts reported for governmental activities in the statement of activities are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlay exceeds depreciation in the period.

Capital Outlays	\$ 1,468,803	
Depreciation Expense	<u>(280,128)</u>	
		1,188,675

Borrowing and Repayments of loan and lease obligations are reported in governmental funds as revenues and expenditures. However, in the Statement of Activities, these transactions have been adjusted to reflect the balance sheet position

Net change in borrowing	<u>162,643</u>	
		<u>162,643</u>

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:

Amortization of Bond Premium	<u>3,778</u>	
		<u>3,778</u>

<b>Change in net position of governmental activities</b>		<b>\$ <u>493,412</u></b>
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**Township of Allegheny**  
**Statement of Fiduciary Net Position - OPEB Trust Fund**  
**For the Year Ended December 31, 2021**

	<b>OPEB Trust Fund</b>
<b>Assets</b>	
Investments at Fair Value:	
Money Market Fund	\$ 5,890
Mutual Funds - Large Cap Equity	95,325
Mutual Funds - Small Cap Equity	88,136
Mutual Funds - International Equity	46,253
Mutual Funds - Emerging Market Equity	18,670
Mutual Funds - Blended Equity	41,230
Mutual Funds - Domestic Core Taxable	120,240
Mutual Funds - Bank Loans	27,201
Mutual Funds - Real Assets	30,717
Exchange Traded Fund - Large Cap Equity	43,477
Exchange Traded Fund - Mid Cap Equity	40,658
Exchange Traded Fund - Domestic Core Tax	29,821
Exchange Traded Fund - Alternatives	<u>28,864</u>
<b>Total Assets</b>	<u><u>616,482</u></u>
<b>Net Position</b>	
<b>Restricted for Other Post Employment Benefits</b>	<u><u>\$ 616,482</u></u>

The accompanying notes are an integral part of these financial statements.

**Township of Allegheny**  
**Statement of Changes in Fiduciary Net Position - OPEB Trust Fund**  
**For the Year Ended December 31, 2021**

	<b><u>OPEB Trust Fund</u></b>
<b>Additions</b>	
<b>Contributions</b>	
Investment Income	
Interest and Dividends	\$ 12,266
Gain on Investment	<u>55,919</u>
Net Investment Income	<u>68,185</u>
<b>Total Additions</b>	<u>68,185</u>
<b>Deductions</b>	
Administrative Expenses	<u>4,718</u>
<b>Total Deductions</b>	<u>4,718</u>
<b>Net Increase</b>	63,467
<b>Beginning Net Position</b>	<u>553,015</u>
<b>Ending Net Position</b>	<u>\$ 616,482</u>

The accompanying notes are an integral part of these financial statements.

**Township of Allegheny**  
**Statement of Revenues, Expenditures and Changes in Fund**  
**Balances - Budget and Actual - General Fund - Modified Cash Basis**  
**For the Year Ended December 31, 2021**

<u>Revenues</u>	<u>Budget</u>	<u>Actual</u>	<u>Variance</u> <u>Favorable</u> <u>(Unfavorable)</u>
Real Property Taxes	\$ 1,259,667	\$ 1,251,886	\$ (7,781)
Local Enabling Act Taxes	1,352,700	1,401,339	48,639
Licenses and Permits	150,250	153,229	2,979
Fines and Forfeits	23,550	19,963	(3,587)
Interest, Rents and Royalties	500	270	(230)
Intergovernmental Revenues	374,995	424,948	49,953
Charges for Services	59,600	75,100	15,500
Miscellaneous	<u>143,350</u>	<u>591,317</u>	<u>447,967</u>
<b>Total Revenues</b>	<u>3,364,612</u>	<u>3,918,052</u>	<u>553,440</u>
<b>Expenditures</b>			
General Government	457,371	1,939,567	(1,482,196)
Public Safety	1,353,513	1,378,861	(25,348)
Public Works	884,724	831,513	53,211
Culture and Recreation	18,250	9,684	8,566
Other Expenditures	<u>1,270,754</u>	<u>871,068</u>	<u>399,686</u>
<b>Total Expenditures</b>	<u>3,984,612</u>	<u>5,030,693</u>	<u>(1,046,081)</u>
Excess/(Deficiency) of Revenues Over Expenditures	<u>(620,000)</u>	<u>(1,112,641)</u>	<u>(492,641)</u>
<b>Other Financing Sources/(Uses)</b>			
Operating Transfers In	170,000	434,277	264,277
Operating Transfers Out	<u>-</u>	<u>(419,305)</u>	<u>(419,305)</u>
<b>Total Other Financing Sources(Uses)</b>	<u>170,000</u>	<u>14,972</u>	<u>(155,028)</u>
<b>Net Change in Fund Balance</b>	(450,000)	(1,097,669)	(492,641)
<b>Fund Balance, January 1</b>		<u>2,332,490</u>	
<b>Fund Balance, December 31</b>		\$ <u>1,234,821</u>	

The accompanying notes are an integral part of these financial statements.

**Notes to Primary Government Financial Statements**



**Township of Allegheny**  
**Notes to the Financial Statements**  
**December 31, 2021**

**NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The Township's reporting entity applies all relevant Governmental Accounting Standards Board (GASB) pronouncements. Proprietary funds and similar components units apply Financial Accounting Standard Board (FASB) pronouncements and Accounting Principles Board (APB) opinions issued on or before November 30, 1989, unless those pronouncements conflict with or contradict GASB pronouncements, in which case GASB prevails. The more significant of the government's accounting policies are described below.

A. Reporting Entity

The Township is a governmental entity established by the provisions of Act of May 1, 1933 (P. L. 103, No. 69) known as "The Second Class Township Code" and was reenacted and amended July 10, 1947 (P. L. 1481, No. 567) as amended. The general supervision of the affairs of the Township is in the hands of three registered electors of the Township, who are styled Township Supervisors. The following services are provided: highways and streets, public safety, health and social, culture-recreation, education, public improvements, planning and zoning, and general administrative.

B. Basis of Presentation

The accounts of the Township are organized on the basis of funds, each of which is considered to be a separate accounting entity. The operations of each fund are summarized by providing a separate set of self-balancing accounts, which include its assets, liabilities, fund equity, revenues and expenses or expenditures. The following funds are used by the Township:

Governmental Fund Types:

General Fund -The General Fund is the general operating fund of the Township. All financial resources, except those required to be accounted for in another fund, are accounted for in the General Fund.

Special Revenue Funds -Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. Special Revenue Funds include the Liquid Fuels Highway Fund and the Capital Project Funds.

Fiduciary Funds - Other Post Employment Benefits (OPEB) Trust Funds are used to account for assets held by the Township in a trustee capacity for the OPEB plans for the Township.

C. Basis of Accounting

In the government-wide Statement of Net Position and Statement of Activities and the fund financial statements, governmental and business like activities are presented using modified cash basis of accounting. This basis recognizes assets, liabilities, net assets, revenues and expenditures when they result from cash transactions. This basis is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America.

As a result of the use of this modified cash basis of accounting, certain assets and their related revenues (such as accounts receivable and revenue for billed or provided services not yet collected) and certain liabilities and their related expenses (such as accounts payable and expenses for goods or services

**Township of Allegheny**  
**Notes to the Financial Statements**  
**December 31, 2021**

received but not yet paid, and accrued expenses and liabilities) are not recorded in these financial statements.

If the Township utilized the basis of accounting recognized as generally accepted, the fund financial statements for governmental funds would use the modified accrual basis of accounting, while the fund financial statements for proprietary fund types would use the accrual basis of accounting. All governmental-wide financial statements would be presented on the accrual basis of accounting.

D. Cash Equivalents

The Township considers all highly liquid debt instruments purchased with a maturity of three months or less to be cash equivalents.

E. Property Taxes

The Township's property taxes are levied and receivable on March 1, based on the assessed (taxable) value as of the prior January 1, for all general property located in the Township. All taxes are due and payable by June 30 and are considered delinquent effective July 1. Annually, as of December 31, all delinquent taxes are submitted to the County Tax Claim Bureau for collection.

F. Transfers

Operating Transfers are routine or recurring transfers between funds to finance current operations. Such transfers are separately reported as other financing sources and uses.

G. Budgets

At least thirty days prior to the adoption of the budget, the Township's Board of Supervisors must begin preparation of a proposed budget. After preparation, the Board gives public notice by advertising in a newspaper of general circulation that the proposed budget is available for public inspection in a designated place; the proposed budget must remain so available for twenty days after notice and before adoption. On or before December 31, the Board must finally adopt the budget. The Board must adopt the real estate tax resolution in sufficient time to assure delivery of the tax duplicate to the Township Tax Collector within thirty days of the adoption of the budget.

H. Property, Plant and Equipment

General fixed assets acquired for general governmental purposes are recorded as expenditures in the governmental fund when purchased or constructed. Assets received as gifts or donations are recorded at fair market value at the time of receipt. Interest costs incurred during construction periods related to major construction projects are capitalized as part of the cost of the related asset, if material.

I. Use of Estimates

The preparation of financial statements in conformity with other comprehensive basis of accounting require management to make estimates and assumptions that affect certain reported amounts and disclosures. Accordingly, actual results could differ from those estimates.

**Township of Allegheny**  
**Notes to the Financial Statements**  
**December 31, 2021**

J. Fund Equity

The township has implemented GASB Statement No. 54. GASB Statement establishes standards for fund balance classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. Additionally, the definitions of the general fund, special revenue fund type, capital projects fund type and permanent fund type are clarified by the provisions in the Statement. Interpretations of certain terms within the definition of the special revenue fund type have been provided and, for some governments, those interpretations may affect the activities they choose to report in those funds. The capital projects fund type definition also was clarified for better alignment with the needs of prepares and users. Definition of other governmental fund types also have been modified for clarity and consistency.

In the fund financial statements, governmental funds report aggregate amounts for five classifications of fund balances based on the constraints imposed on the use of these resources. The nonspendable fund balance classification includes amounts that cannot be spent because they are either (a) not in spendable form - prepaid items or inventories; or (b) legally or contractually required to be maintained intact.

The spendable portion of the fund balance comprises the remaining four classifications: restricted, committed, assigned, and unassigned.

*Restricted fund balance.* This classification reflects the constraints imposed on resources either (a) externally by creditors, grantors, contributors, or laws or regulations of other governments; or (b) imposed by law through constitutional provisions or enabling legislation.

*Committed fund balance.* These amounts can only be used for specific purposes pursuant to constraints imposed by formal resolutions or ordinances of the town council the government's highest level of decision making authority. Those committed amounts cannot be used for any other purpose unless the town council removes the specified use by taking the same type of action imposing the commitment. This classification also includes contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

*Assigned fund balance.* This classification reflects the amounts constrained by the township's "intent" to be used for specific purposes, but are neither restricted nor committed. The townships supervisors and manager have the authority to assign amounts to be used for specific purposes. Assigned fund balances include all remaining amounts (except negative balances) that are reported in governmental funds, other than the General Fund, that are not classified as nonspendable and are neither restricted nor committed.

*Unassigned fund balance.* This fund balance is the residual classification for the General Fund. It is also used to report negative fund balances in other governmental funds.

When both restricted and unrestricted resources are available for use, it is the township's policy to use externally restricted resources first, the unrestricted resources - committed, assigned, and unassigned - in order as needed.

**Township of Allegheny**  
**Notes to the Financial Statements**  
**December 31, 2021**

**NOTE 2: CASH AND CASH EQUIVALENTS**

Various restrictions on deposits and investments are imposed by state statutes. These are summarized as follows:

Deposits:

The Township is required by Act 72 of the Commonwealth of Pennsylvania, dated August 6, 1971, to maintain deposits that are properly collateralized. Collateralization is permitted to be on a “pooled” basis.

Investments:

The Township is authorized to invest in U.S. Treasury Bills and short term obligations of the Federal Government or its instrumentality obligations.

Custodial Credit Risk:

Custodial credit risk is the risk that, in the event of a bank failure, the Township’s deposits might not be recovered. The Township does not have a policy regarding custodial credit risk; however, deposits are in compliance with Act 72. As of December 31, 2021 \$2,018,236 of the Township’s bank balance of \$1,768,236 were exposed to custodial credit risk, which is collateralized in accordance with Act 72 of the Pennsylvania state legislature, which requires the institution to pool collateral for all governmental deposits and have collateral held by an approved custodian in the institution's name.

As of December 31, 2021, \$250,000 of the Township’s bank balances were covered by FDIC insurance.

Interest Rate Risk:

Interest rate risk arises from investments and is defined as “The risk that changes in interest rates will adversely affect the fair value of the investment.” During the year and at year end, December 31, 2021 the Township’s investments consisted of deposits with financial institutions and had no significant interest rate risk.

**Township of Allegheny**  
**Notes to the Financial Statements**  
**December 31, 2021**

**NOTE 3: CAPITAL ASSETS**

Capital assets activity for the year ended December 31, 2021 was as follows:

	<b>Beginning Balance</b>	<b>Additions</b>	<b>Retirements</b>	<b>Ending Balance</b>
<b>Governmental Activities</b>				
Assets:				
Land	\$ 319,043	\$ -	\$ -	\$ 319,043
Land Improvements	279,709	-	-	279,709
Buildings and Building Imp	2,773,069	1,429,238	-	4,202,307
Furniture and Equipment	589,707	27,400	-	617,107
Machinery and Equipment	<u>2,414,536</u>	<u>12,166</u>	<u>-</u>	<u>2,426,702</u>
Total	<u>6,376,064</u>	<u>1,468,804</u>	<u>-</u>	<u>7,844,868</u>
Accumulated Depreciation:				
Land Improvements	(254,322)	(4,758)	-	(259,080)
Buildings and Building Imp	(1,236,557)	(51,706)	-	(1,288,263)
Furniture and Equipment	(350,319)	(40,449)	-	(390,768)
Machinery and Equipment	<u>(1,693,483)</u>	<u>(183,215)</u>	<u>-</u>	<u>(1,876,698)</u>
Total	<u>(3,534,681)</u>	<u>(280,128)</u>	<u>-</u>	<u>(3,814,809)</u>
Net Capital Assets	<u>\$ 2,841,383</u>	<u>\$ 1,188,676</u>	<u>\$ -</u>	<u>\$ 4,030,059</u>

**NOTE 4: ALLEGHENY TOWNSHIP NON-UNIFORM PENSION PLAN:**

A. Plan Description

General: The Allegheny Township pension plan is a single-employer defined benefit pension plan controlled by the provisions of Ordinance No. 9-1986 adopted pursuant to Act 15 of 1974. The plan participates in the Pennsylvania Municipal Retirement System (PMRS), which is an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating municipal pension plans. PMRS issues a separate Comprehensive Annual Financial Report (CAFR). A copy of the CAFR can be obtained by contacting the PMRS accounting office.

**Township of Allegheny**  
**Notes to the Financial Statements**  
**December 31, 2021**

Plan Membership: Membership of the plan consisted of the following at December 31, 2021.

Active employees	14	
Retirees and beneficiaries receiving benefits	5	
Terminated employees entitled to but not yet receiving benefits	0	
Total	19	

Benefit Provisions: The plan provides retirement, disability and death benefits to plan members and their beneficiaries. Cost-of-living allowances are provided at the discretion of the plan.

**B. Summary of Significant Accounting Policies**

Basis of Accounting - The plan’s financial statements are prepared using the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to the plan are recognized when due, in accordance with Act 205, as amended. Benefits and refunds are recognized when due and payable in accordance with the terms of the plan.

Method Used to Value Investments - Investments are reported at fair value. The plan’s assets with PMRS are pooled for investment purposes and, therefore, do not represent specific identifiable investment securities. Disclosures required by Statement No. 3 of the Governmental Accounting Standards Board for aggregate PMRS investments are included in PMRS’s separately issued CAFR.

**C. Contributions**

Act 205 requires that annual contributions be based upon the plan’s Minimum Municipal Obligation (MMO). The MMO is based upon the plan’s biennial actuarial valuation.

In accordance with the plan’s governing Ordinance, members are required to contribute 4.00% of compensation to the plan.

The Plan may also be eligible to receive an allocation of state aid from the General Municipal Pension System State Aid Program which must be used for pension funding. Any funding requirements established by the MMO in excess of employee contributions and state aid must be paid by the municipality in accordance with Act 205.

Administrative costs, including the investment manager, custodial trustee and actuarial services are charged to the plan and funded through investment earnings.

Actuarial Assumptions - The total pension liability was determined by an actuarial valuation as of January 1, 2017 using the following actuarial assumptions, applied to all periods included in the measurement:

Mortality Rates - Were based on the RP2000 Mortality Table.

**Township of Allegheny**  
**Notes to the Financial Statements**  
**December 31, 2021**

Investment Rate of Return - 5.25 % compounded annually, net of expenses.

Cost of Living - 2.8% per year, subject to plan limitation

Discount Rate - The discount rate used to measure the total pension liability was 5.25%.

**NOTE 5: ALLEGHENY TOWNSHIP POLICE PENSION PLAN**

A. Description of Plan

General

The Allegheny Township Police Pension Plan is a single-employer defined benefit pension plan. The Plan was established June 1, 1968 (adopted pursuant to Act 600 of 1956). The Plan was amended and restated by Ordinance No. 12-2002, effective January 1, 2002. The Plan is governed by the Board of Supervisors of Allegheny Township which may amend plan provisions and which is responsible for the management of Plan assets. The Board of Supervisors has delegated the authority to manage certain Plan assets to Principal Financial Group. The plan is required to file PC-201C biennially with the Pennsylvania Department of the Auditor General's Municipal Pension Reporting Program (MPRP). The most recent filing was as of January 1, 2017.

Plan Membership

The plan provides pensions for full- time uniformed employees of the Township. As of December 31, 2018 the pension plan's membership consisted of:

Active employees	8
Retirees and beneficiaries receiving benefits	6
Terminated employees entitled to but not yet receiving benefits	1
Total	15

Benefit Provisions

The plan provides retirement, disability and death benefits to plan members and their beneficiaries. Cost-of-living increases are provided at the discretion of the municipality.

B. Summary of Significant Accounting Policies

Basis of Accounting

These statements have been prepared on the accrual basis of accounting. Contributions and pension payments are recognized in the period that they are due.

**Township of Allegheny**  
**Notes to the Financial Statements**  
**December 31, 2021**

Valuation of Investments

Plan investments are listed at fair market value as reported by Principal Financial Group.

C. Contributions

Act 205 (as amended) requires that annual contributions based upon the Minimum Municipal Obligation (MMO), which is based upon the plan's biennial actuarial valuation (annual valuation for distressed plans). The MMO includes the normal cost, estimated administrative expenses and an amortization contribution of the unfunded actuarial accrued liability, less estimated member contributions, and a credit equal to 10 percent of the excess (if any) of the actuarial value of assets over the actuarial accrued liability. The state provides an allocation of funds which must be used for pension funding. Any financial requirement established by the MMO which exceeds state and member contributions must be funded by the employer.

Employees are required to contribute 5.0 percent of covered payroll. Contributions are currently waived. Administrative costs, which may include but are not limited to investment management fees and actuarial services, are charged to the Plan and funded through the MMO and/or plan earnings.

D. Investments That Represent Five Percent or More of Plan Net Assets

At December 31, 2021, all of the Plan's investments were held by Principal Financial Group.

E. Deposits

At December 31, 2021, the Plan held no deposits.

Actuarial Assumptions - The total pension liability was determined by an actuarial valuation as of January 1, 2017 and rolled forward to reporting date, using the following actuarial assumptions, applied to all periods included in the measurement:

Mortality Rates - Were based on the RP2014 Mortality Table.

Investment Rate of Return - 6.0 % compounded annually, net of expenses.

Cost of Living - 4.75% per year, subject to plan limitation

Discount Rate - The discount rate used to measure the total pension liability was 7.0%.

**NOTE 6: OTHER POST EMPLOYMENT BENEFITS**

Plan Description

Plan Administration -The Township administers a single-employer, defined benefit post-employment health insurance plan. This plan does not include the pension benefits discussed in Notes 4 and 5. The Township Manager is responsible for administration of the plan in accordance with the OPEB Trust Agreement with the Township Council's oversight. The plan is reported as a Trust Fund in the Township's Financial Statements. The plan does not issue a publicly available financial report.



**Township of Allegheny**  
**Notes to the Financial Statements**  
**December 31, 2021**

Plan Membership -As of December 31, 2021 the plan membership data is as follows:

Active Employees	5
Retires	1
Total	6

Benefits Provided - The plan provides medical insurance for eligible retirees through the Township's health insurance plan, which covers both active and retired members. Benefits provisions are established and amended by the union contracts through negotiations between the Township and the respective unions. The plan provides the following benefits based on employee group upon retirement:

Police - Any police officer with a hire date on or prior to December 31, 2015 shall have the right to receive post-retirement health insurance through the Township's health insurance carrier.

Contributions -Contribution requirements are negotiated between the Township and the respective unions. The Township contributes an amount to the plan. For the fiscal year ended December 31, 2021, the Township was not required to contribute.

Basis of Accounting - The Post Employment Benefits Trust Fund's financial statements are prepared using the cash basis of accounting. Plan member contributions are recognized in the period in which the contributions are made. Employer contributions are recognized when made as well.

**NOTE 7: LONG TERM DEBT**

Long-term debt at December 31, 2021 consists of:

General Obligation Bond, Series of 2019, varying principal payments, maturing on September 15, 2039. With effective interest rate that varies between 2.00% and 4.00% per annum.	\$2,090,000
Bond Premium	66,432
Total	\$2,156,432

The maximum amount payable for future maturities of note principal included in general long-term debt at December 31, 2021 is summarized below:

<u>January 1</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2022	\$ 160,000	\$ 60,975	\$ 220,975
2023	165,000	57,775	222,775
2024	165,000	54,475	219,475
2025	90,000	51,175	141,175
2026	90,000	49,375	139,375
Thereafter	1,420,000	396,560	1,816,560
Total	\$ 2,090,000	\$ 670,335	\$ 2,760,335

**Township of Allegheny**  
**Notes to the Financial Statements**  
**December 31, 2021**

During 2021, general long-term debt changed as follows:

	<u>Principal Outstanding January</u>	<u>New Issues</u>	<u>Debit Retired</u>	<u>Principal Outstanding December 31</u>	<u>Amount Due Within One Year</u>
Obligation Bond	\$ 2,250,000	\$ -	\$ 160,000	\$ 2,090,000	\$ 160,000
Obligation Notes	2,640	-	2,640	-	-
Bond Premium	70,210	-	3,778	66,432	-
Total Debt	<u>\$ 2,322,850</u>	<u>\$ -</u>	<u>\$ 166,418</u>	<u>\$ 2,156,432</u>	<u>\$ 160,000</u>

**NOTE 8: ALLEGHENY TOWNSHIP MUNICIPAL AUTHORITY (ATMA)**

The Township of Allegheny, established the Allegheny Township Municipal Authority (ATMA) on January 31, 1969. The ATMA is a component unit of the Township of Allegheny and issues separate, audited financial statements which can be obtained through the ATMA office.

**NOTE 9: GUARANTEE OF INDEBTEDNESS OF OTHERS**

The Township has guaranteed \$6,360,373 in Penn Vest loans to the Allegheny Township Municipal Authority, a component unit. The balance of these loans at December 31, 2021 was \$3,009,688.

**NOTE 10: GOVERNMENT FUND REPORTING**

<u>Classification/Fund</u>	<u>Purpose</u>	<u>Amount</u>
Restricted		
General Fund	Tech Grant	\$ 35,678
Non Major	Liquid Fuels	409,767
Committed		
General Fund	Capital Projects	245,183
Non Major	VFD	163,474
Non Major	Debt	132,506
Unassigned		
General Fund		<u>953,960</u>
Total Fund Balance		<u>\$ 1,940,568</u>

**Township of Allegheny**  
**Notes to the Financial Statements**  
**December 31, 2021**

**NOTE 11: FAIR VALUE MEASUREMENTS**

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (level 1) and the lowest priority to unobservable inputs (level 3). The three levels of the fair value hierarchy under FASB ASC 820 are described as follows:

- Level 1        Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the Organizations has the ability to access.
- Level 2        Inputs to valuation included:
- Quoted prices for similar assets or liabilities in active markets;
  - Quoted prices for identical or similar assets or liabilities in inactive markets;
  - Inputs other than quoted prices that are observable for the asset or liability;
  - Inputs that are derived principally from or corroborated by observable market data by correlation or other means

If the asset or liability has a specified (contractual) term, the level 2 input must be observable for substantially the full term of the asset or liability.

- Level 3        Input to the valuation methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

The following is a description of the valuation methodologies used for assets measured at fair value. There have been no changes in the methodologies used at December 31, 2021.

Mutual Funds - Valued at quoted net asset values of the shares at year-end.

**Township of Allegheny**  
**Notes to the Financial Statements**  
**December 31, 2021**

The following tables set forth by level, within the fair value hierarchy, the Organization's investments at fair value as of December 31, 2021:

<u>Investments at Fair Value as of December 31, 2021</u>				
<u>Fiduciary Fund</u>	<u>Total</u>	<u>Level 1</u>	<u>Level 2</u>	<u>Level 3</u>
Money Market Fund	\$ 5,890	\$ 5,890	\$ -	\$ -
Mutual Funds - Large Cap Equity	95,325	95,325	-	-
Mutual Funds - Small Cap Equity	88,136	88,136	-	-
Mutual Funds - International Equity	46,253	46,253	-	-
Mutual Funds - Emerging Market Equity	18,670	18,670	-	-
Mutual Funds - Blended Equity	41,230	41,230	-	-
Mutual Funds - Domestic Core Taxable	120,240	120,240	-	-
Mutual Funds - Bank Loans	27,201	27,201	-	-
Mutual Funds - Real Assets	30,717	30,717	-	-
Exchange Traded Fund - Large Cap Equity	43,477	43,477	-	-
Exchange Traded Fund - Mid Cap Equity	40,658	40,658	-	-
Exchange Traded Fund - Domestic Core Tax	29,821	29,821	-	-
Exchange Traded Fund - Alternatives	<u>28,864</u>	<u>28,864</u>	<u>-</u>	<u>-</u>
Total Investments at Fair Value	<u>\$ 616,482</u>	<u>\$ 616,482</u>	<u>\$ -</u>	<u>\$ -</u>

**NOTE 12: COMPONENT UNIT**

**Municipal Authority of Allegheny Township**  
**Balance Sheet**  
**December 31, 2021**

Assets

Current Assets	\$ 702,654
Fixed Assets	<u>21,331,316</u>
Total Assets	<u>\$ 22,033,970</u>

Liabilities and Net Assets

Current Liabilities	\$ 378,920
Long-Term Debt	2,686,155
Net Assets	<u>18,968,895</u>
Total Liabilities and Net Assets	<u>\$ 22,033,970</u>

**Township of Allegheny**  
**Notes to the Financial Statements**  
**December 31, 2021**

**Municipal Authority of Allegheny Township**  
**Statement of Revenues and Expenses**  
**For The Year Ended December 31, 2021**

Revenues	\$ 1,965,247
Operating Expenses	<u>1,441,954</u>
Operating Income	<u>523,293</u>
Other Income(Expense)	<u>(61,333)</u>
Net Income Prior to Debt Repayment and After Interest Expense	\$ <u>461,960</u>

**Municipal Authority of Allegheny Township**  
**Statement of Cash Flows**  
**For The Year Ended December 31, 2021**

Net Cash Provided by Operating Activities	\$ 473,859
Net Cash Provided by Financing Activities	<u>(318,525)</u>
Net Increase in Cash	155,334
Beginning Cash and Cash Equivalents	<u>309,468</u>
Ending Cash and Cash Equivalents	\$ <u>464,802</u>
 <u>Supplemental Disclosures</u>	
Cash Paid During the Year for Interest	\$ <u>61,369</u>

**Long Term Debt**

The Authority was liable on the following notes included in long-term debt at December 31, 2021:

<b>Pennsylvania Infrastructure Investment Authority (Pennvest)</b>	
1.439% note payable, monthly payments of \$21,312, secured by a lien and perfected security interest in gross receipts, receivables and contract rights generated from operations subject only to previous outstanding liens, maturing May 2046.	\$ 2,615,790
 <b>Pennsylvania Infrastructure Investment Authority (Pennvest)</b>	
2.774% note payable, monthly payments of \$14,544, secured by a lien and perfected security interest in gross receipts, receivables and contract rights generated from operations subject only to previous outstanding liens, maturing April 2024.	<u>393,898</u>
	3,009,688
Less Current Maturities	<u>(323,533)</u>
Long-Term Notes Payable	\$ <u>2,686,155</u>

**Township of Allegheny**  
**Notes to the Financial Statements**  
**December 31, 2021**

Scheduled Principal payments on the above notes are as follows:

<u>Year Ending December 31</u>	<u>Amount</u>
2022	\$ 323,533
2023	331,418
2024	222,200
2025	167,721
2026	171,152
Thereafter	<u>1,793,664</u>
Total Principal Payments	\$ <u><u>3,009,688</u></u>

**NOTE 13: SUBSEQUENT EVENTS**

Subsequent events have been evaluated through the Independent Auditors' Report date which is the date the financial statements were available to be issued.

## **Supplementary Information**

**Township of Allegheny Non-Uniform Pension Plan**  
Schedule of Changes in Net Pension Liability and  
Schedule of Employer Contributions  
As of December 31, 2021  
(Unaudited)

**Schedule of Changes in Net Pension Liability**

<b><u>Total Pension Liability</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>
Service Cost (Beginning of Year)	\$ 71,651	\$ 74,161	\$ 71,640	\$ 69,609	\$ 72,289	\$ 69,461
Interest ( Includes Interest on Service Cost)	134,921	121,726	119,053	112,053	105,982	99,555
Changes in Benefits	-	23,279	-	-	-	-
Difference Between Expected and Actual Experience	-	122,764	-	107,304	-	7,576
Changes in Assumptions	-	-	-	62,729	1,850	-
Benefit Payments, Including Refunds of Member Contributions	<u>(93,714)</u>	<u>(82,608)</u>	<u>(200,489)</u>	<u>(48,191)</u>	<u>(85,419)</u>	<u>(40,321)</u>
<b>Net Change in Total Pension Liability</b>	112,858	259,322	(9,796)	303,504	94,702	136,271
<b>Total Pension Liability - Beginning</b>	<u>2,544,529</u>	<u>2,285,207</u>	<u>2,295,003</u>	<u>1,991,499</u>	<u>1,896,797</u>	<u>1,760,526</u>
<b>Total Pension Liability - Ending</b>	<u>\$ 2,657,387</u>	<u>\$ 2,544,529</u>	<u>\$ 2,285,207</u>	<u>\$ 2,295,003</u>	<u>\$ 1,991,499</u>	<u>\$ 1,896,797</u>
<b><u>Plan Fiduciary Net Position</u></b>						
Contribution - Employer	\$ 39,942	\$ 36,932	\$ 28,769	\$ 27,337	\$ 23,723	\$ 21,774
Contribution - Member	29,850	31,040	29,985	30,569	29,573	27,753
Contribution - PMRS Assessment	400	20	20	-	-	-
PMRS Investment Income	122,420	112,543	117,563	118,605	108,173	104,453
Market Value Investment Income	317,641	(242,856)	240,071	52,727	(80,387)	8,220
Benefit Payments, Including Refunds of Member Contributions	<u>(93,714)</u>	<u>(82,608)</u>	<u>(200,489)</u>	<u>(48,191)</u>	<u>(85,419)</u>	<u>(40,321)</u>
PMRS Admin Expends	(400)	(360)	(360)	(360)	(360)	(340)
Additional Admin Expense	<u>(4,232)</u>	<u>(5,022)</u>	<u>(5,407)</u>	<u>(5,811)</u>	<u>(4,510)</u>	<u>(4,006)</u>
<b>Net Change in Plan Fiduciary Net Position</b>	411,907	(150,311)	210,152	174,876	(9,207)	117,533
<b>Plan Fiduciary Net Position - Beginning</b>	<u>2,236,442</u>	<u>2,386,753</u>	<u>2,176,601</u>	<u>2,001,725</u>	<u>2,010,932</u>	<u>1,893,399</u>
<b>Plan Fiduciary Net Position - Ending</b>	<u>\$ 2,648,349</u>	<u>\$ 2,236,442</u>	<u>\$ 2,386,753</u>	<u>\$ 2,176,601</u>	<u>\$ 2,001,725</u>	<u>\$ 2,010,932</u>
<b>Net Pension Liability - Ending</b>	<u>\$ 9,038</u>	<u>\$ 308,087</u>	<u>\$ (101,546)</u>	<u>\$ 118,402</u>	<u>\$ (10,226)</u>	<u>\$ (114,135)</u>



**Township of Allegheny Non-Uniform Pension Plan**  
Schedule of Changes in Net Pension Liability and  
Schedule of Employer Contributions  
As of December 31, 2021  
(Unaudited)

**Schedule of Changes in Net Pension Liability**

	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	99.66%	87.89%	104.44%	94.84%	100.51%	106.02%
<b>Covered Employee Payroll</b>	\$ 746,246	\$ 776,017	\$ 749,631	\$ 764,212	\$ 739,321	\$ 696,363
<b>Net Pension Liability as a Percentage of Covered Employee Payroll</b>	1.21%	39.70%	-13.55%	15.49%	-1.38%	-16.39%

**Schedule of Employer Contributions**

Actuarially Determined Contribution	\$ 40,342	\$ 27,131	\$ 27,582	\$ 26,068	\$ 23,139	\$ 11,865
Contributions in Relation to the Actuarially Determined Contribution	<u>40,342</u>	<u>36,952</u>	<u>28,789</u>	<u>27,337</u>	<u>23,723</u>	<u>21,774</u>
Contribution Deficiency/(Excess)	\$ <u>-</u>	\$ <u>(9,821)</u>	\$ <u>(1,207)</u>	\$ <u>(1,269)</u>	\$ <u>(584)</u>	\$ <u>(9,909)</u>
Covered - Employee Payroll	\$ 746,246	\$ 776,017	\$ 749,631	\$ 764,212	\$ 739,321	\$ 696,363
Contributions as a Percentage of Covered Employee Payroll	5.41%	4.76%	3.84%	3.58%	3.21%	3.13%

**Township of Allegheny Police Pension Plan**  
Schedule of Changes in Net Pension Liability and  
Schedule of Employer Contributions  
As of December 31, 2021  
(Unaudited)

**Schedule of Changes in Net Pension Liability**

<b><u>Total Pension Liability</u></b>	<b><u>2021</u></b>	<b><u>2020</u></b>	<b><u>2019</u></b>	<b><u>2018</u></b>	<b><u>2017</u></b>	<b><u>2016</u></b>	<b><u>2015</u></b>
Service Cost (Beginning of Year)	\$ 129,411	\$ 123,543	\$ 99,466	\$ 125,646	\$ 108,634	\$ 103,461	\$ -
Interest ( Includes Interest on Service Cost)	357,387	334,039	316,272	296,676	259,694	238,176	-
Changes of benefit terms	-	-	-	204,732	-	-	-
Difference Between Expected and Actual Experience	-	(44,917)	-	57,169	-	-	-
Changes in Assumptions	-	-	-	84,493	-	-	-
Benefit Payments, Including Refunds of Member Contributions	<u>(130,196)</u>	<u>(129,644)</u>	<u>(152,123)</u>	<u>(81,490)</u>	<u>(69,633)</u>	<u>(31,075)</u>	<u>-</u>
<b>Net Change in Total Pension Liability</b>	356,602	283,021	263,615	687,226	298,695	310,562	-
<b>Total Pension Liability - Beginning</b>	<u>5,040,112</u>	<u>4,757,091</u>	<u>4,493,476</u>	<u>3,806,250</u>	<u>3,507,555</u>	<u>3,196,993</u>	<u>-</u>
<b>Total Pension Liability - Ending</b>	<b><u>\$ 5,396,714</u></b>	<b><u>\$ 5,040,112</u></b>	<b><u>\$ 4,757,091</u></b>	<b><u>\$ 4,493,476</u></b>	<b><u>\$ 3,806,250</u></b>	<b><u>\$ 3,507,555</u></b>	<b><u>\$ 3,196,993</u></b>
<b><u>Plan Fiduciary Net Position</u></b>							
Contribution - Employer	\$ 125,341	\$ 94,347	\$ 103,600	\$ -	\$ -	\$ -	\$ -
Market Value Investment Income	677,845	973,004	(265,697)	712,932	254,976	(26,385)	236,303
Benefit Payments, Including Refunds of Member Contributions	(130,196)	(129,644)	(152,123)	(81,490)	(69,633)	(31,075)	(31,075)
Additional Admin Expense	<u>(26,858)</u>	<u>(26,820)</u>	<u>(30,489)</u>	<u>(14,656)</u>	<u>(18,052)</u>	<u>(10,083)</u>	<u>(16,213)</u>
<b>Net Change in Plan Fiduciary Net Position</b>	646,132	910,887	(344,709)	616,786	167,291	(67,543)	189,015
<b>Plan Fiduciary Net Position - Beginning</b>	<u>5,726,585</u>	<u>4,815,698</u>	<u>5,160,407</u>	<u>4,543,621</u>	<u>4,376,330</u>	<u>4,443,873</u>	<u>4,254,858</u>
<b>Plan Fiduciary Net Position - Ending</b>	<b><u>\$ 6,372,717</u></b>	<b><u>\$ 5,726,585</u></b>	<b><u>\$ 4,815,698</u></b>	<b><u>\$ 5,160,407</u></b>	<b><u>\$ 4,543,621</u></b>	<b><u>\$ 4,376,330</u></b>	<b><u>\$ 4,443,873</u></b>
<b>Net Pension Liability - Ending</b>	<b><u>\$ (976,003)</u></b>	<b><u>\$ (686,473)</u></b>	<b><u>\$ (58,607)</u></b>	<b><u>\$ (666,931)</u></b>	<b><u>\$ (737,371)</u></b>	<b><u>\$ (868,775)</u></b>	<b><u>\$ (1,246,880)</u></b>

**Township of Allegheny Police Pension Plan**  
Schedule of Changes in Net Pension Liability and  
Schedule of Employer Contributions  
As of December 31, 2021  
(Unaudited)

**Schedule of Changes in Net Pension Liability**

	<b>2021</b>	<b>2020</b>	<b>2019</b>	<b>2018</b>	<b>2017</b>	<b>2016</b>	<b>2015</b>
<b>Plan Fiduciary Net Position as a Percentage of the Total Pension Liability</b>	118.1%	113.6%	101.2%	114.8%	119.4%	124.8%	139.0%
<b>Covered Employee Payroll</b>	\$ 751,910	\$ 877,319	\$ 746,057	\$ 714,373	\$ 699,404	\$ 626,607	\$ 576,791
<b>Net Pension Liability as a Percentage of Covered Employee Payroll</b>	-129.8%	-78.2%	-7.9%	-93.3%	-105.4%	-138.6%	216.2%

**Schedule of Employer Contributions**

Actuarially Determined Contribution	\$ 125,341	\$ 90,832	\$ 103,600	\$ -	\$ -	\$ -	\$ -
Contributions in Relation to the Actuarially Determined Contribution	<u>125,341</u>	<u>94,347</u>	<u>103,600</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Contribution Deficiency/(Excess)	\$ <u>-</u>	\$ <u>(3,515)</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>
Covered - Employee Payroll	\$ 751,910	\$ 877,319	\$ 746,057	\$ 714,737	\$ 699,404	\$ 626,607	\$ 576,791
Contributions as a Percentage of Covered Employee Payroll	16.7%	10.7%	13.9%	0%	0%	0%	0%