EXHIBIT K

LOWER MAKEFIELD TOWNSHIP MOST RECENT REPORT TO THE DEPARTMENT OF COMMUNITY AND ECONOMIC DEVELOPMENT

DCED-CLGS-30 (9-09)

Received by DCED: 06/30/2020 Approved by DCED: Department of Community & Economic Development Governor's Center for Local Government Services Commonwealth Keystone Building 400 North Street, 4th Floor Harrisburg, PA 17120-0225

Ph: 888-223-6837 | fax: 717-783-1402

2019 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT

090605 LOWER MAKEFIELD TWP, BUCKS COUNTY

BALANCE SHEET

DCED-CLGS-30 (09-09)

LOWER MAKEFIELD TWP, BUCKS County

BALANCE SHEET

December 31, 2019

				De	December 31, 2019	19					
			Governmental Funds	ntal Funds		Proprietary Funds	ry Funds	Fid. Fund	Account Groups	Groups	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long Term Debt	Memorandum Only
	Assets and Other Debits										
100-120	100-120 Cash and Investments	4,066,339	1,871,573	84,078	4,887,765	317,936		22,373,827			33,601,518
140-144	Tax Receivable	90,366	30,916		18,158						139,440
121-129, 145-149	Accounts Receivable (excluding taxes)	353,712	49,672			2,387,813		103,707			2,894,904
130.00	Due From Other Funds					105,018					105,018
131-139, 150-159	Other Current Assets	5,389				147,443					152,832
160-169	Fixed Assets					33,276,203					33,276,203
180-189	Other Debits		60,630			108,416					169,046
Tot	Total Assets and Other Debits	4,515,806	2,012,791	84,078	4,905,923	36,342,829		22,477,534			70,338,961

230.00 Due	200-209, 231-239 All (210-229 Pay With	Liabili
230.00 Due To Other Funds	200-209, All Other Current Liabilities	Payroll Taxes and Other Payroll Withholdings	Liabilities and Other Credits
103,999	2,583,742		
	140,089		
	109,092		
1,019	14,117		
	14,117 4,479,652		
	107,943		
105,018	7,434,635		

LOWER MAKEFIELD TWP, BUCKS County BALANCE SHEET

December 31, 2019

			Governme	ntal Funds		Proprieta	ry Funds	Fid. Fund	Accoun	Groups	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long Term Debt	Memorandum Only
Lia	bilities and Other Credits										
260-269	Long-Term-Liabilities					26,821,051					26,821,051
240-259	Current Portion of Long-Term Debt and Other Credits										
Total	Liabilities and Other Credits	2,687,741	140,089	109,092	15,136	31,300,703		107,943			34,360,704
Fund	and Account Group Equity										
281-284	Contributed Capital										
290.00	Investment in General Fixed Assets										
270-289	Fund Balance / Retained Earnings on 12/31	1,828,065	1,872,702	-25,014	4,890,787	5,042,126		22,369,591			35,978,257
291-299	Other Equity										
Tota	I Fund and Account Group Equity	1,828,065	1,872,702	-25,014	4,890,787	5,042,126		22,369,591			35,978,257

TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY	70,338,961

LOWER MAKEFIELD TWP, BUCKS County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2019

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

REVENUES

	Taxes					
301.00	Real Estate Taxes	6,795,236	2,405,066	1,470,190		10,670,492
305.00	Occupation Taxes (levied under municipal code)					
308.00	Residence Taxes (levied by cities of the 3rd Class)					
309.00	Regional Asset District Sales Tax (Allegheny County municipalities only)					
310.00	Per Capita Taxes	213,175				213,175
310.10	Real Estate Transfer Taxes	1,530,496				1,530,496
310.20	Earned Income Taxes / Wage Taxes					
310.30	Business Gross Receipts Taxes					
310.40	Occupation Taxes (levied under Act 511)					
310.50	Local Services Tax **	356,298				356,298
310.60	Amusement / Admission Taxes					
310.70	Mechanical Device Taxes					
310.90	Other:					
	Other:					
	Total Taxes	8,895,205	2,405,066	1,470,190		12,770,461

	Licenses and Permits					
320-322	All Other Licenses and Permits	1,038,355				1,038,355
321.80	Cable Television Franchise Fees	759,379				759,379
	Total Licenses and Permits	1,797,734				1,797,734

	Fines and Forfeits					
330-332	Fines and Forfeits	76,428				76,428
	Total Fines and Forfeits	76,428				76,428

December 31, 2019

Proprietary Funds

Fiduciary Fund

Total

Governmental Funds

		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
	REVENUES								
	Interest, Rents and Royalties								
341.00	Interest Earnings	25,565	11,097		101,930	7,504		3,613,105	3,759,201
342.00	Rents and Royalties	423,838	153,883						577,721
	Total Interest, Rents and Royalties	449,403	164,980		101,930	7,504		3,613,105	4,336,922
	Federal								
351.03	Highways and Streets								
351.09	Community Development								
351.00	All Other Federal Capital and Operating Grants	13,300							13,300
352.01	National Forest								
352.00	All Other Federal Shared Revenue and Entitlements								
353.00	Federal Payments in Lieu of Taxes								
	Total Federal	13,300							13,300
	State								
354.03	Highways and Streets	2,164							2,164
354.09	Community Development	911,525							911,525
354.15	Recycling / Act 101	72,204							72,204
354.00	All Other State Capital and Operating Grants	5,181	7,841						13,022
355.01	Public Utility Realty Tax (PURTA)	11,284							11,284
355.02- 355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		1,118,339						1,118,339
355.04	Alcoholic Beverage Licenses	300							300
355.05	General Municipal Pension System State Aid	553,014							553,014
355.07	Foreign Fire Insurance Tax Distribution		289,474						289,474
355.08	Local Share Assessment/Gaming Proceeds								
355.09	Marcellus Shale Impact Fee Distribution								

December 31, 2019

Governmental Funds

Fiduciary Fund

Proprietary Funds

Total

							•		
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
	REVENUES								
	State								
355.00	All Other State Shared Revenues and Entitlements								
356.00	State Payments in Lieu of Taxes								
	Total State	1,555,672	1,415,654						2,971,326
	Local Government Units								
357.03	Highways and Streets								
357.00	All Other Local Governmental Units Capital and Operating Grants		300,000						300,000
358.00	Local Government Unit Shared Payments for Contracted Intergovernmental Services								
359.00	Local Governmental Units and Authorities Payments in Lieu of Taxes								
	Total Local Government Units		300,000						300,000
	Charges for Service								
361.00	General Government	297,732							297,732
362.00	Public Safety		37,175						37,175
363.20	Parking								
363.00	All Other Charges for Highway & Street Services								
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)					8,431,912			8,431,912
364.30	Solid Waste Collection and Disposal Charge (trash)								
364.60	Host Municipality Benefit Fee for Solid Waste Facility								
364.00	All Other Charges for Sanitation Services					10,924			10,924
365.00	Health								
366.00	Human Services			-					
367.00	Culture and Recreation		272,786			3,957,022			4,229,808
368.00	Airports								

REVENUES

369.00

370.00

372.00

373.00

374.00

375.00

377.00

378.00

379.00

Bars

Cemeteries Electric System

Gas System

Markets

Housing System

Transit Systems

All Other Charges for Service

Total Charges for Service

Water System

Charges for Service

LOWER MAKEFIELD TWP, BUCKS County STATEMENT OF REVENUES AND EXPENDITURES

	Decen	nber 31, 2019					
	Governme	ntal Funds		Proprietar	y Funds	Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
				^			
297,732	309,961			12,399,858			13,007,55
				•			
646,226	69,655						715,88
	234,542					492,596	727,13
						1,365,143	1,365,14
5 4 4 4				544			5.05

	Unclassified Operating Revenues						
383.00	Special Assessments	646,226	69,655				715,881
386.00	Escheats (sale of personal property)						
387.00	Contributions and Donations from Private Sectors		234,542			492,596	727,138
388.00	Fiduciary Fund Pension Contributions					1,365,143	1,365,143
389.00	All Other Unclassified Operating Revenues	5,141			514		5,655
То	tal Unclassified Operating Revenues	651,367	304,197		514	1,857,739	2,813,817

	Other Financing Sources							
391.00	Proceeds of General Fixed Asset Disposition					27,500		27,500
392.00	Interfund Operating Transfers	290,000	557,092	194,899	522,871	1,391,392		2,956,254
393.00	Proceeds of General Long-Term Debt		525,087					525,087
394.00	Proceeds of Short Term-Debt							

December 31, 2019

		Governmental Funds		ntal Funds		Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
	REVENUES								
	Other Financing Sources								
395.00	Refunds of Prior Year Expenditures	123,058	6,132			28,387			157,577
	Total Other Financing Sources	413,058	1,088,311	194,899	522,871	1,447,279			3,666,418
	TOTAL REVENUES	14,149,899	5,988,169	194,899	2,094,991	13,855,155		5,470,844	41,753,957
	EXPENDITURES								
	General Government								
400.00	Legislative (Governing) Body	783,260							783,260
401.00	Executive (Manager or Mayor)	83,323							83,323
402.00	Auditing Services / Financial Administration	267,658							267,658
403.00	Tax Collection	37,754							37,754
404.00	Solicitor / Legal Services								
405.00	Secretary / Clerk								
406.00	Other General Government Administration		85,139					128,142	213,281
407.00	IT-Networking Services-Data Processing	148,994							148,994
408.00	Engineering Services								
409.00	General Government Buildings and Plant	181,275							181,275
	Total General Government	1,502,264	85,139					128,142	1,715,545
	Public Safety								
410.00	Police	5,129,236	44,384	113,439					5,287,059
411.00	Fire		685,706						685,706
412.00	Ambulance / Rescue		207,500						207,500
413.00	UCC and Code Enforcement								

December 31, 2019

Governmental Funds

Proprietary Funds

Fiduciary Fund

Total

								•	
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
	EXPENDITURES								
	Public Safety								
414.00	Planning and Zoning	559,987							559,987
415.00	Emergency Management and Communications								
416.00	Militia and Armories								
417.00	Examination of Licensed Occupations								
418.00	Public Scales (weights and measures)								
419.00	Other Public Safety								
	Total Public Safety	5,689,223	937,590	113,439					6,740,252
420.00- 425.00	Health and Human Services Health and Human Services Total Health and Human Services								
	Public Works - Sanitation								
426.00	Recycling Collection and Disposal	18,620							18,620
427.00	Solid Waste Collection and Disposal (garbage)	257,077							257,077
428.00	Weed Control	71,668							71,668
429.00	Wastewater / Sewage Treatment and Collection					6,773,490			6,773,490
	Total Public Works - Sanitation	347,365				6,773,490			7,120,855
P	ublic Works - Highways and Streets]							
430.00	General Services - Administration	1,015,292							1,015,292
431.00	Cleaning of Streets and Gutters								
432.00	Winter Maintenance - Snow Removal	36,432							36,432
433.00	Traffic Control Devices								
434.00	Street Lighting		41,739						41,739

LOWER MAKEFIELD TWP, BUCKS County STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2019

		2000							
			Governmer	ntal Funds		Proprieta	ry Funds	Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
	EXPENDITURES								
P	ublic Works - Highways and Streets								
435.00	Sidewalks and Crosswalks								
436.00	Storm Sewers and Drains								
437.00	Repairs of Tools and Machinery								
438.00	Maintenance and Repairs of Roads and Bridges		230,038	40,602					270,640
439.00	Highway Construction and Rebuilding Projects		1,011,846						1,011,846
Tota	al Public Works - Highways and Streets	1,051,724	1,283,623	40,602					2,375,949
	Other Public Works Enterprises								
440.00	Airports								
441.00	Cemeteries								
442.00	Electric System								
443.00	Gas System								
444.00	Markets								
445.00	Parking								
446.00	Storm Water and Flood Control		50,350						50,350
447.00	Transit System								
448.00	Water System								
449.00	Water Transport and Terminals		150,257						150,257
Т	otal Other Public Works Enterprises		200,607						200,607
	Culture and Recreation								
451.00	Culture-Recreation Administration		914,451			3,563,716			4,478,167
452.00	Participant Recreation		21,078						21,078
453.00	Spectator Recreation								
454.00	Parks		129,447	_					129,447

December 31, 2019

Proprietary Funds

Fiduciary Fund

Total

Governmental Funds

Special

		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
	<u>EXPENDITURES</u>								
	Culture and Recreation								
455.00	Shade Trees		21,479						21,479
456.00	Libraries								
457.00	Civil and Military Celebrations								
458.00	Senior Citizens' Centers								
459.00	All Other Culture and Recreation		32,550						32,550
	Total Culture and Recreation		1,119,005			3,563,716			4,682,721
•									
	Community Development								
461.00	Conservation of Natural Resources								
462.00	Community Development and Housing								
463.00	Economic Development								
464.00	Economic Opportunity								
465-469	All Other Community Development		824,788	65,872					890,660
	Total Community Development		824,788	65,872					890,660
	Debt Service								
471.00	Debt Principal (short-term and long-term)				1,377,015				1,377,015
472.00	Debt Interest (short-term and long-term)				392,802	730,444			1,123,246
475.00	Fiscal Agent Fees				2,500				2,500
	Total Debt Service				1,772,317	730,444			2,502,761
Emplo	oyer Paid Benefits and Withholding Items								
481.00	Employer Paid Withholding Taxes and Unemployment Compensation	502,329	50,911			55,034			608,274
482.00	Judgments and Losses								
483.00	Pension / Retirement Fund Contributions	1,058,722	40,850			81,592			1,181,164

December 31, 2019

			Governmen	ntal Funds		Proprieta	ry Funds	Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
	<u>EXPENDITURES</u>								
Emplo	over Paid Benefits and Withholding Items								
484.00	Worker Compensation Insurance	260,612	29,429			63,058			353,099
487.00	Other Group Insurance Benefits	1,587,454				150,600			1,738,054
Total I	Employer Paid Benefits and Withholding Items	3,409,117	121,190			350,284			3,880,591
	Insurance								
486.00	Insurance, Casualty, and Surety	192,096	4,452			66,956			263,504
	Total Insurance	192,096	4,452			66,956			263,504
488.00	Fiduciary Fund Benefits and Refunds Paid All Other Unclassified Expenditures							1,504,769 528,652	1,504,769 528,652
Tota	al Unclassified Operating Expenditures							2,033,421	2,033,421
	Other Financing Uses								
491.00	Refund of Prior Year Revenues								
492.00	Interfund Operating Transfers	669,527	960,381		250,339	1,076,007			2,956,254
493.00	All Other Financing Uses								
	Total Other Financing Uses	669,527	960,381		250,339	1,076,007			2,956,254
	TOTAL EXPENDITURES	12,861,316	5,536,775	219,913	2,022,656	12,560,897		2,161,563	35,363,120
EXCE	SS/DEFICIT OF REVENUES OVER EXPENDITURES	1,288,583	451,394	-25,014	72,335	1,294,258		3,309,281	6,390,837

LOWER MAKEFIELD TWP

December 31, 2019

DEBT STATEMENT

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

Purpose	Bond (B) Capital Lease (C) Lease Rental (L) Note (N)	Issue Year (yyyy)	Maturity Year (уууу)	Original Amount of Issue	Outstanding Beginning of Year (1)	Principal Incurred This Year	Principal Paid This Year	Current Year Accretion on Compound Interest Bonds	Outstanding at Year End (1)	Plus (less) Unamortized Premium (Discount)	Total Balance
General Obligation Bonds and Notes											
GENERAL OBLIGATION - A	Bond	2013	2024	1,975,000	1,930,000		15,000		1,915,000	11,798	1,926,79
GENERAL OBLIGATION - B	Bond	2013	2032	2,792,534	2,792,534				2,792,534		2,792,534
GENERAL OBLIGATION	Bond	2015	2021	7,980,000	4,775,000		1,535,000		3,240,000	195,217	3,435,217
PEMA LOAN	Note	2001	2019	165,057	801		801		Ö		- (
GENERAL OBLIGATION	Bond	2016	2036	21,715,000	20,185,000		985,000		19,200,000	1,123,370	20,323,370
BUCKS COUNTY INSTALLMENT	Note	2016	2022	330,696	192,279		46,514	-	145,765		145,765
General Obligation	Bond	2018	2033	9,560,000	9,440,000		115,000		9,325,000	843,907	10,168,907
Revenue Bonds and Notes	12										
Lease Rental Debt							- 4	2 -			
Lease Rental Debt			, ,								
Vehicle Lease	Capital Leases	2019	2022	75,736	0	75,736	12,627		63,109		63,109
Vehicle Lease	Capital Leases	2019	2024	449,351	0	449,351	44,993		404,358		404,358
Other											
		1	- 19		-	-	- P				-

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding

38,792,591

Capitalized lease obligations

467,467

Net debt

39,260,058

LOWER MAKEFIELD TWP, BUCKS County

STATEMENT OF CAPITAL EXPENDITURES

December 31, 2019

Category	Capital Purchases	Capital Construction	Total
Community Development			
Electric			
Fire			
Gas System			
General Government	92,000		92,000
Health			
Housing			
Libraries			
Mass Transit			
Parks	21,154	140,715	161,869
Police	174,507		174,507
Recreation	7,332	578,165	585,497
Sewer	37,651	343,533	381,184
Solid Waste			
Streets / Highways	589,874	207,324	797,198
Water			
Other:			
TOTAL CAPITAL EXPENDITURES	922,518	1,269,737	2,192,255

EMPLOYEE COMPENSATION

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

8,059,222

ELECTED CONTROLLER'S/AUDITOR'S CERTIFIED OPINION

To the:	Governing Body of the Municipality
	President Judge of the Court of Common Pleas
	Secretary of the Department of Community & Economic Development

I/We, the undersigned, the duly elected (or appointed replacement), qualified, and Acting Controller/Auditors of the LOWER MAKEFIELD TWP have audited, adjusted and settled the various funds and account groups of the LOWER MAKEFIELD TWP for the year ended December 31, 2019. My/Our audit, adjustment and settlement was made in accordance with law rather than with generally accepted auditing standards

(PLEASE CROSS OUT ONLY IF ON MODIFIED ACCRUAL/ACCRUAL BASIS)

This municipality's policy is to prepare its financial statements on the basis of cash receipts and disbursements; consequently, certain revenues and the related assets are recognized when received rather than when earned, and certain expenditures or expenses are recognized when paid rather than when a liability is incurred. Accordingly, the accompanying financial statements are not intended to present the financial position and results of operations of this municipality in conformity with generally accepted accounting principles.

These financial statements do not include all of the disclosures required by generally accepted accounting principles.

In my/our opinion, the aforementioned financial statements present the financial position of the various funds and account groups of the municipality of LOWER MAKEFIELD TWP for the year ended December 31, 2019, and the results of operations of such funds in accordance with the law.

SIGNATURE AND VERIFICATION						
	Signed:	Maillie Appointed Auditor/CPA				
Subscribed and sworn to before me this 30 day of June, 2020.						
Signed:		SEAL				
Witness (Controller)//	Auditor (Auditors)					

December 31, 2019

NOTES / COMMENTS

Please note that due to the implementation of GASB 84, the 2019 beginning fund balance on the Trust & Agency Funds was adjusted and increased by \$623,189.