MAIDENCREEK TOWNSHIP

BERKS COUNTY, PENNSYLVANIA

DECEMBER 31, 2008

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MEMBERS
AMERICAN INSTITUTE OF CPA'S
PA INSTITUTE OF CPA'S

ENROLLED TO PRACTICE BEFORE
U.S. TREASURY DEPARTMENT
PA DEPT. OF REVENUE

INDEPENDENT AUDITORS' REPORT

To the Board of Supervisors
Maidencreek Township
Berks County, Pennsylvania

We have audited the accompanying primary government financial statements, included in the accompanying Pennsylvania Form DCED of Maidencreek Township, Berks County, Pennsylvania, as of and for the year ended December 31, 2008. These primary government financial statements are the responsibility of Maidencreek Township's management. Our responsibility is to express an opinion on these primary government financial statements based on our audit.

We conducted our audit in accordance with U.S. generally accepted auditing standards. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinion.

As discussed in Note 1, Maidencreek Township prepares its primary government financial statements on the cash basis, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

A primary government is a legal entity or body politic and includes all funds, organizations, institutions, agencies, departments and offices that are not legally separate. Such legally separate entities are referred to as component units. In our opinion, the primary government financial statements present fairly, in all material respects, the cash balances of Maidencreek Township as of December 31, 2008, and the revenues it received and expenditures it paid for the year then ended on the basis of accounting described in Note 1.

However, the primary government financial statements, because they do not include the financial data of the component unit of Maidencreek Township, do not purport to, and do not, present fairly the cash balances of Maidencreek Township as of December 31, 2008, and the revenues it received and expenditures it paid for the year then ended on the basis of accounting described in Note 1.

The required supplementary information on Page 23 is not a required part of the basic primary government financial statements, but is supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquires of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

The accompanying financial information on Pages 24 and 25 is presented for purposes of additional analysis and is not a required part of the primary government financial statements of Maidencreek Township. Such information has been subjected to the auditing procedures applied in the audit of the primary government financial statements and, in our opinion, is fairly stated in all material respects in relation to the primary government financial statements taken as a whole.

Kosmerl & Co., P.C.

KOSMERL & CO., P.C.
CERTIFIED PUBLIC ACCOUNTANTS

March 26, 2009

BALANCE SHEET

December 31, 2008

ASSETS AND OTHER DEBITS	GOVERNMENTAL FUNDS			
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
100-120 Cash and Investments	375,907	206,810		
140-144 Tax Receivable				
121-129 145-149 Accounts Receivable (excluding taxes)				
130 Due From Other Funds				
131-139 150-159 Other Current Assets				
160-169 Fixed Assets				
180-189 Other Debits				
TOTAL ASSETS AND OTHER DEBITS	$ 375,907	$ 206,810	$	$

LIABILITIES AND OTHER CREDITS				
210-229 Payroll Taxes and Other Payroll Withholdings	88			
200-209 231-239 All Other Current Liabilities				
230 Due To Other Funds				
260-269 Long-Term Liabilities				
240-259 Current Portion of Long-Term Debt & Other Credits				
TOTAL LIABILITIES AND OTHER CREDITS	$ 88	$	$	$

FUND AND ACCOUNT GROUP EQUITY				
281-284 Contributed Capital				
290 Investment in General Fixed Assets	375,819	206,810		
270-289 Fund Balance/Retained Earnings on 12/31				
291-299 Other Equity				
TOTAL FUND AND ACCOUNT GROUP EQUITY	$ 375,819	$ 206,810	$	$

Total Assets and Other Debits minus Total Liabilities and Other Credits must equal the Total Fund and Account Group Equity.

	PROPRIETARY FUNDS		FIDUCIARY FUND	ACCOUNT GROUPS		TOTAL
ASSETS AND OTHER DEBITS	**Enterprise**	**Internal Service**	**Trust & Agency**	**General Fixed Assets**	**General Long Term Debt**	**Memorandum Only**
100-120 Cash and Investments			429,123			1,011,840
140-144 Tax Receivable						
121-129 145-149 Accounts Receivable (excluding taxes)						
130 Due From Other Funds						
131-139 150-159 Other Current Assets						
160-169 Fixed Assets						
180-189 Other Debits						
TOTAL ASSETS AND OTHER DEBITS	$	$	$ 429,123	$	$	$1,011,840

LIABILITIES AND OTHER CREDITS						
210-229 Payroll Taxes and Other Payroll Withholdings						88
200-209 231-239 All Other Current Liabilities			429,123			429,123
230 Due To Other Funds						
260-269 Long-Term Liabilities						
240-259 Current Portion of Long-Term Debt & Other Credits						
TOTAL LIABILITIES AND OTHER CREDITS	$	$	$ 429,123	$	$	$ 429,211

FUND AND ACCOUNT GROUP EQUITY						
281-284 Contributed Capital						
290 Investment in General Fixed Assets						582,629
270-289 Fund Balance/Retained Earnings on 12/31			0			
291-299 Other Equity						
TOTAL FUND AND ACCOUNT GROUP EQUITY	$	$	$ 0	$	$	$ 582,629

TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY	$ 1,011,840

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2008

REVENUES		GOVERNMENTAL FUNDS			
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
TAXES					
301.00	Real Estate Taxes	322,827	196,760		
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	142,029			
310.10	Real Estate Transfer Taxes	1,072,468			
310.20	Earned Income Taxes/Wage Taxes				
310.30	Business Gross Receipts Taxes				
310.40	Occupation Taxes (levied under Act 511)	18,143			
310.50	Emergency and Municipal Services Tax**	14,198			
310.60	Amusement/Admission Taxes				
310.70	Mechanical Device Taxes				
310.90	Other Local Tax Enabling Act/Act 511 Taxes				
	_____				
	_____				
	_____				
	TOTAL TAXES	$ 1,569,665	$ 196,760	$	$
LICENSES & PERMITS					
320-322	All Other Licenses and Permits	99,803			
321.80	Cable Television Franchise Fees	39,038			
	TOTAL LICENSES & PERMITS	$ 138,841	$	$	$
FINES & FORFEITS					
330-332	Fines and Forfeits	36,347			
	TOTAL FINES & FORFEITS	$ 36,347	$	$	$
INTEREST, RENTS & ROYALTIES					
341.00	Interest Earnings	18,975	8,216		
342.00	Rents and Royalties	17,195	360		
	TOTAL INTEREST, RENTS & ROYALTIES	$ 36,170	$ 8,576	$	$

** *Formerly Occupational Privilege Tax (OPT)*

REVENUES		PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
		Enterprise	Internal Service	Trust and Agency	Memorandum Only
TAXES					
301.00	Real Estate Taxes				519,587
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				142,029
310.10	Real Estate Transfer Taxes				1,072,468
310.20	Earned Income Taxes/Wage Taxes				
310.30	Business Gross Receipts Taxes				
310.40	Occupation Taxes (levied under Act 511)				18,143
310.50	Emergency and Municipal Services Tax**				14,198
310.60	Amusement/Admission Taxes				
310.70	Mechanical Device Taxes				
310.90	Other Local Tax Enabling Act/Act 511 Taxes				
	_____				
	_____				
	_____				
TOTAL TAXES		$	$	$	$ 1,766,425
LICENSES & PERMITS					
320-322	All Other Licenses and Permits				99,803
321.80	Cable Television Franchise Fees				39,038
TOTAL LICENSES & PERMITS		$	$	$	$ 138,841
FINES & FORFEITS					
330-332	Fines and Forfeits				36,347
TOTAL FINES & FORFEITS		$	$	$	$ 36,347
INTEREST, RENTS & ROYALTIES					
341.00	Interest Earnings				27,191
342.00	Rents and Royalties				17,555
TOTAL INTEREST, RENTS & ROYALTIES		$	$	$	$ 44,746

INTERGOVERNMENTAL REVENUES	GOVERNMENTAL FUNDS			
	General Fund	Special Revenue *(Including State Liquid Fuels)*	Capital Projects	Debt Service
FEDERAL				
351.03 Highways and Streets				
351.09 Community Development				
351.00 All Other Federal Capital and Operating Grants				
352.01 National Forest				
352.00 All Other Federal Shared Revenue & Entitlements				
353.00 Federal Payments in Lieu of Taxes				
TOTAL FEDERAL	$	$	$	$
STATE				
354.03 Highways and Streets				
354.09 Community Development	14,825			
354.15 Recycling/Act 101				
354.00 All Other State Capital and Operating Grants	12,403			
355.01 Public Utility Realty Tax (PURTA)		190,812		
355.02 - 355.03 Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback				
355.04 Alcoholic Beverage Licenses	19,118			
355.05 General Municipal Pension System State Aid	65,900			
355.00 All Other State Shared Revenues & Entitlements				
356.00 State Payments in Lieu of Taxes				
TOTAL STATE	$ 112,246	$ 190,812	$	$
LOCAL GOVERNMENT UNITS				
357.03 Highways and Streets				
357.00 All Other Local Governmental Units Capital and Operating Grants				
358.00 Local Government Unit Shared Payments for Contracted Intergovernmental Services				
359.00 Local Governmental Units, Authorities Payments and Payments in Lieu of Taxes				
TOTAL LOCAL GOVERNMENT UNITS	$	$	$	$

INTERGOVERNMENTAL REVENUES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
FEDERAL				
351.03 Highways and Streets				
351.09 Community Development				
351.00 All Other Federal Capital and Operating Grants				
352.01 National Forest				
352.00 All Other Federal Shared Revenue & Entitlements				
353.00 Federal Payments in Lieu of Taxes				
TOTAL FEDERAL	$	$	$	$
STATE				
354.03 Highways and Streets				
354.09 Community Development				14,825
354.15 Recycling/Act 101				
354.00 All Other State Capital and Operating Grants				12,403
355.01 Public Utility Realty Tax (PURTA)				190,812
355.02 - 355.03 Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback				
355.04 Alcoholic Beverage Licenses				19,118
355.05 General Municipal Pension System State Aid				65,900
355.00 All Other State Shared Revenues & Entitlements				
356.00 State Payments In Lieu of Taxes				
TOTAL STATE	$	$	$	$ 303,058
LOCAL GOVERNMENT UNITS				
357.03 Highways and Streets				
357.00 All Other Local Governmental Units Capital and Operating Grants				
358.00 Local Government Unit Shared Payments for Contracted Intergovernmental Services				
359.00 Local Governmental Units, Authorities Payments and Payments in Lieu of Taxes				
TOTAL LOCAL GOVERNMENT UNITS	$	$	$	$
TOTAL INTERGOVERNMENTAL REVENUES				$ 303,058

REVENUES	GOVERNMENTAL FUNDS			
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
CHARGES FOR SERVICE				
361.00 General Government	896			
362.00 Public Safety	1,151			
363.20 Parking				
363.00 All Other Charges for Highway & Streets Services				
364.10 Wastewater/Sewage Charges				
364.30 Solid Waste Collection & Disposal Charge (trash)				
364.60 Host Municipality Benefit Fee for Solid Waste Facility				
364.00 All Other Charges for Sanitation Services				
365.00 Health				
366.00 Human Services		18,964		
367.00 Culture and Recreation				
368.00 Airports				
369.00 Bars				
370.00 Cemeteries				
372.00 Electric System				
373.00 Gas System				
374.00 Housing System				
375.00 Markets				
377.00 Transit Systems				
378.00 Water System	325			
379.00 All Other Charges for Service				
TOTAL CHARGES FOR SERVICE	$ 2,372	$ 18,964	$	$
UNCLASSIFED OPERATING REVENUES				
383.00 Assessments				
386.00 Escheats (sale of personal property)				
387.00 Contributions & Donations from Private Sectors		4,187		
388.00 Fiduciary Fund Pension Contributions				
389.00 All Other Unclassified Operating Revenues				
TOTAL UNCLASSIFIED OPERATING REVENUES	$	$ 4,187	$	$
OTHER FINANCING SOURCES				
391.00 Proceeds of General Fixed Asset Disposition				
392.00 Interfund Operating Transfers**				
393.00 Proceeds of General Long-Term Debt				
394.00 Proceeds of Short-Term Debt				
395.00 Refunds of Prior Year Expenditures				
TOTAL OTHER FINANCING SOURCES	$	$	$	$
TOTAL REVENUES	$ 1,895,641	$ 419,299	$	$

** *The total of line 392.00 must match the total of line 492.00*

REVENUES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
CHARGES FOR SERVICE	**Enterprise**	**Internal Service**	**Trust and Agency**	**Memorandum Only**
361.00 General Government				896
362.00 Public Safety				1,151
363.20 Parking				
363.00 All Other Charges for Highway & Streets Services				
364.10 Wastewater/Sewage Charges				
364.30 Solid Waste Collection & Disposal Charge (trash)				
364.60 Host Municipality Benefit Fee for Solid Waste Facility				
364.00 All Other Charges for Sanitation Services				
365.00 Health				
366.00 Human Services				18,964
367.00 Culture and Recreation				
368.00 Airports				
369.00 Bars				
370.00 Cemeteries				
372.00 Electric System				
373.00 Gas System				
374.00 Housing System				
375.00 Markets				
377.00 Transit Systems				
378.00 Water System				325
379.00 All Other Charges for Service				
TOTAL CHARGES FOR SERVICE	$	$	$	$ 21,336
UNCLASSIFED OPERATING REVENUES				
383.00 Assessments				
386.00 Escheats (sale of personal property)				4,187
387.00 Contributions & Donations from Private Sectors				
388.00 Fiduciary Fund Pension Contributions				
389.00 All Other Unclassified Operating Revenues				
TOTAL UNCLASSIFIED OPERATING REVENUES	$	$	$	$ 4,187
OTHER FINANCING SOURCES				
391.00 Proceeds of General Fixed Asset Disposition				
392.00 Interfund Operating Transfers**				
393.00 Proceeds of General Long-Term Debt				
394.00 Proceeds of Short-Term Debt				
395.00 Refunds of Prior Year Expenditures				
TOTAL OTHER FINANCING SOURCES	$	$	$	$
TOTAL REVENUES	$	$	$	$ 2,314,940

** *The total of line 392.00 must match the total of line 492.00*

EXPENDITURES	GOVERNMENTAL FUNDS			
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
GENERAL GOVERNMENT				
400.00 Legislative (Governing) Body	95,206	3,199		
401.00 Executive (Manager or Mayor)				
402.00 Auditing Services/Financial Administration	4,000			
403.00 Tax Collection	6,570			
404.00 Solicitor/Legal Services	35,124	432		
405.00 Secretary/Clerk	34,255			
406.00 Other General Government Administration	83			
407.00 IT-Networking Services-Data Processing				
408.00 Engineering Services	71,645	30,546		
409.00 General Government Buildings and Plant	38,307			
TOTAL GENERAL GOVERNMENT	$ 285,190	$ 34,177	$	$
PUBLIC SAFETY				
410.00 Police	784,617			
411.00 Fire	144,752			
412.00 Ambulance/Rescue	51,694			
413.00 UCC and Code Enforcement	96,047			
414.00 Planning and Zoning	4,400			
415.00 Emergency Management & Communications	11,700			
416.00 Militia and Armories				
417.00 Examination of Licensed Occupations				
418.00 Public Scales (weights and measures)				
419.00 Other Public Safety	5,089			
TOTAL PUBLIC SAFETY	$ 1,098,299	$	$	$
HEALTH AND HUMAN SERVICES				
420.00-425.00 Health and Human Services	300			
PUBLIC WORKS - SANITATION				
426.00 Recycling Collection and Disposal	132,268			
427.00 Solid Waste Collection and Disposal (trash)	104	1,335		
428.00 Weed Control				
429.00 Wastewater/Sewage Collection & Treatment				
TOTAL PUBLIC WORKS - SANITATION	$ 132,372	$ 1,335	$	$

EXPENDITURES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
GENERAL GOVERNMENT				
400.00 Legislative (Governing) Body				98,405
401.00 Executive (Manager or Mayor)				
402.00 Auditing Services/Financial Administration				4,000
403.00 Tax Collection				6,570
404.00 Solicitor/Legal Services				35,556
405.00 Secretary/Clerk				34,255
406.00 Other General Government Administration				83
407.00 IT-Networking Services-Data Processing				
408.00 Engineering Services				102,191
409.00 General Government Buildings and Plant				38,307
TOTAL GENERAL GOVERNMENT	$	$	$	$ 319,367
PUBLIC SAFETY				
410.00 Police				784,617
411.00 Fire				144,752
412.00 Ambulance/Rescue				51,694
413.00 UCC and Code Enforcement				96,047
414.00 Planning and Zoning				4,400
415.00 Emergency Management & Communications				11,700
416.00 Militia and Armories				
417.00 Examination of Licensed Occupations				
418.00 Public Scales (weights and measures)				
419.00 Other Public Safety				5,089
TOTAL PUBLIC SAFETY	$	$	$	$ 1,098,299
HEALTH AND HUMAN SERVICES				
420.00-425.00 Health and Human Services				300
PUBLIC WORKS - SANITATION				
426.00 Recycling Collection and Disposal				132,268
427.00 Solid Waste Collection and Disposal (garbage)				1,439
428.00 Weed Control				
429.00 Wastewater/Sewage Collection & Treatment				
TOTAL PUBLIC WORKS - SANITATION	$	$	$	$ 133,707

EXPENDITURES	GOVERNMENTAL FUNDS			
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
PUBLIC WORKS - HIGHWAYS & STREETS				
430.00 General Services - Administration	84,752	20,951		
431.00 Cleaning of Streets and Gutters				
432.00 Winter Maintenance - Snow Removal	10,220	19,746		
433.00 Traffic Control Devices	26,397	13,268		
434.00 Street Lighting	84,945			
435.00 Sidewalks and Crosswalks				
436.00 Storm Sewers and Drains	602			
437.00 Repairs of Tools and Machinery	33,133	4,022		
438.00 Maintenance & Repairs of Roads & Bridges	213,567	135,051		
439.00 Highway Construction and Rebuilding Projects				
TOTAL PUBLIC WORKS - HIGHWAYS & STREETS	$ 453,616	$ 193,038	$	$
PUBLIC WORKS - OTHER SERVICES				
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	142,480			
447.00 Transit System				
448.00 Water System				
449.00 Water Transport and Terminals				
TOTAL PUBLIC WORKS - OTHER SERVICES	$ 142,480	$	$	$
CULTURE AND RECREATION				
451.00 Culture-Recreation Administration		10,000		
452.00 Participant Recreation				
453.00 Spectator Recreation		135,549		
454.00 Parks				
455.00 Shade Trees				
456.00 Libraries				
457.00 Civil and Military Celebrations				
458.00 Senior Citizens' Centers				
459.00 All Other Culture and Recreation	6,850	10,070		
TOTAL CULTURE AND RECREATION	$ 6,850	$ 155,619	$	$
COMMUNITY DEVELOPMENT				
461.00 Conservation of Natural Resources				
462.00 Community Development and Housing	(2,034)			
463.00 Economic Development				
464.00 Economic Opportunity				
465.00 - 469.00 All Other Community Development				
TOTAL COMMUNITY DEVELOPMENT	$ (2,034)	$	$	$

EXPENDITURES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
PUBLIC WORKS - HIGHWAYS AND STREETS				
430.00 General Services - Administration				105,703
431.00 Cleaning of Streets and Gutters				
432.00 Winter Maintenance - Snow Removal				29,966
433.00 Traffic Control Devices				39,665
434.00 Street Lighting				84,945
435.00 Sidewalks and Crosswalks				
436.00 Storm Sewers and Drains				602
437.00 Repairs of Tools and Machinery				37,155
438.00 Maintenance & Repairs of Roads & Bridges				348,618
439.00 Highway Construction and Rebuilding Projects				
TOTAL PUBLIC WORKS - HIGHWAYS & STREETS	$	$	$	$ 646,654
PUBLIC WORKS - OTHER SERVICES				
440.00 Airports				
441.00 Cemeteries				
442.00 Electric System				
443.00 Gas System				
444.00 Markets				
445.00 Parking				142,480
446.00 Storm Water and Flood Control				
447.00 Transit System				
448.00 Water System				
449.00 Water Transport and Terminals				
TOTAL PUBLIC WORKS - OTHER SERVICES	$	$	$	$ 142,480
CULTURE AND RECREATION				
451.00 Culture-Recreation Administration				76,668
452.00 Participant Recreation				
453.00 Spectator Recreation				68,881
454.00 Parks				
455.00 Shade Trees				
456.00 Libraries				
457.00 Civil and Military Celebrations				
458.00 Senior Citizens' Centers				16,920
459.00 All Other Culture and Recreation				
TOTAL CULTURE AND RECREATION	$	$	$	$ 162,469
COMMUNITY DEVELOPMENT				
461.00 Conservation of Natural Resources				(2,034)
462.00 Community Development and Housing				
463.00 Economic Development				
464.00 Economic Opportunity				
465.00 - 469.00 All Other Community Development				
TOTAL COMMUNITY DEVELOPMENT	$	$	$	$ (2,034)

EXPENDITURES	GOVERNMENTAL FUNDS			
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
DEBT SERVICE				
471.00 Debt Principal (short-term and long-term)				
472.00 Debt Interest (short-term and long-term)				
475.00 Fiscal Agent Fees				
TOTAL DEBT SERVICE	$	$	$	$
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS				
481.00 Employer Paid Withholding Taxes and Unemployment Compensation	27,515			
482.00 Judgments and Losses				
483.00 Pension/Retirement Fund Contributions	37,613			
484.00 Worker Compensation Insurance	24,966			
487.00 Group Insurance and Other Benefits	5,519			
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS	$ 95,613	$	$	$
INSURANCE				
486.00 Insurance, Casualty, and Surety	122,512			
UNCLASSIFIED OPERATING EXPENDITURES				
488.00 Fiduciary Fund Benefits and Refunds Paid				
489.00 All Other Unclassified Expenditures				
TOTAL UNCLASSIFIED OPERATING EXPENDITURES	$	$	$	$
OTHER FINANCING USES				
491.00 Refund of Prior Year Revenues				
492.00 Interfund Operating Transfers**				
493.00 All Other Financing Uses				
TOTAL OTHER FINANCING USES	$	$	$	$
TOTAL EXPENDITURES	$ 2,335,198	$ 384,169	$	$
EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES	$ (439,557)	$ 35,130	$	$

** *The total of line 492.00 must match the total of line 392.00*

EXPENDITURES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
DEBT SERVICE				
471.00 Debt Principal (short-term and long-term)				
472.00 Debt Interest (short-term and long-term)				
475.00 Fiscal Agent Fees				
TOTAL DEBT SERVICE	$	$	$	$
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS				
481.00 Employer Paid Withholding Taxes and Unemployment Compensation				27,515
482.00 Judgments and Losses				
483.00 Pension/Retirement Fund Contributions				37,613
484.00 Worker Compensation Insurance				24,966
487.00 Group Insurance and Other Benefits				5,519
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS	$	$	$	$ 95,613
INSURANCE				
486.00 Insurance, Casualty, and Surety				122,512
UNCLASSIFIED OPERATING EXPENDITURES				
488.00 Fiduciary Fund Benefits and Refunds Paid				
489.00 All Other Unclassified Expenditures				
TOTAL UNCLASSIFIED OPERATING EXPENDITURES	$	$	$	$
OTHER FINANCING USES				
491.00 Refund of Prior Year Revenues				
492.00 Interfund Operating Transfers**				
493.00 All Other Financing Uses				
TOTAL OTHER FINANCING USES	$	$	$	$
TOTAL EXPENDITURES	$	$	$	$ 2,719,367
EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES	$	$	$	$ (404,427)

** *The total of line 492.00 must match the total of line 392.00*

1. NATURE OF ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES

Nature of activity:

Maidencreek Township (the "Township") founded in 1747, has an approximate population of 6,600, based on a 2000 census report, living within an area of 14.8 square miles. The Township is in the southeastern portion of the Commonwealth of Pennsylvania and is located in Berks County.

A summary of the Township's significant accounting policies follows:

The accompanying primary government financial statements conform to the cash basis method of accounting as applicable to governmental units. The following is a summary of the more significant accounting policies used by the Township.

A. THE FINANCIAL REPORTING ENTITY

The Township is a Pennsylvania Second Class Township which operates under a Board of Supervisors form of government. U. S. generally accepted accounting principles require that the reporting entity include the primary government, organizations for which the primary government is financially accountable and other organizations for which the nature and significance of their relationship with the primary government are such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete. In evaluating how to define the reporting entity, management has considered all potential component units. The decision to include a potential component unit in the reporting entity was made based upon the significance of their operational or financial relationships with the primary government. The component unit as determined under the above criteria and as discussed below is not included in the Township's reporting entity as these financial statements include only the cash activities of the primary government.

INDIVIDUAL COMPONENT UNIT DISCLOSURES

Maidencreek Township Authority:

The Maidencreek Township Authority is governed by a five-member board appointed by the Township Supervisors. Although it is legally separate from the Township, the Authority is a component unit and its primary purpose is to provide water and sewer utilities to the Township. The Authority issues a publicly available financial report that includes financial statements and supplementary information. That report may be obtained by writing to the Maidencreek Township Authority.

1. NATURE OF ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES - continued

A summary of the Township's significant accounting policies follows (continued):

B. DESCRIPTION OF FUND ACCOUNTING AND FUNDS

The accounts of the Township are organized on the basis of funds and account groups, 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 balance, revenues and expenditures or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled.

The various funds of the Township are grouped in the primary government financial statements in this report as follows:

Governmental fund types:

Governmental funds are those through which most governmental functions of the Township are financed. The acquisition, use and balances of the Township's expendable financial resources and the related liabilities (except those accounted for in proprietary funds) are accounted for through governmental funds. The measurement focus is upon determination of changes in financial position rather than upon net income determination. The following are the Township's governmental fund types:

General Fund – is the general operating fund of the Township. It is used to account for all financial resources except those required to be accounted for in another fund.

Special Revenue Funds – are used to account for the proceeds of specific revenue sources (other than special assessments, expendable trust or major capital projects) that are legally restricted to expenditures for specified purposes.

State Liquid Fuels Highway Aid Fund – is used to account for the proceeds from the State Motor License Fund. Under the act of June 1, 1956, P.L. 1944, No. 145, this fund must be kept separate from all other funds and no other funds shall be commingled with this fund. Expenditures are legally restricted to expenditures for highway purposes in accordance with Department of Transportation regulations. County liquid fuels tax payments to the local government are not accounted for in this fund.

Recreation Board Fund – is used to account for revenue generated by taxation and expenditures related to recreation.

1. NATURE OF ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

A summary of the Township's significant accounting policies follows (continued):

B. DESCRIPTION OF FUND ACCOUNTING AND FUNDS (CONTINUED)

Fiduciary fund types:

Fiduciary funds are used to account for assets held by the Township in a trustee capacity or as an agent for individuals, private organizations, other governmental units and/or other funds. The following is the Township's fiduciary fund type:

Trust and Agency Funds – Trust funds are used to account for assets held by the government in a trustee capacity. Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other governments, and/or other funds.

Escrow Fund – is used to account for the funds received from land developers for the completion of improvements to real estate developments within the Township's boundaries. In prior years funds retained for future disposition were accounted for as a fund balance. These funds are held in a trustee capacity and after certain criteria is met, the remainder if any is returned to the developers. As such these funds are now reported as liabilities of the Township.

C. BASIS OF ACCOUNTING AND MEASUREMENT FOCUS

Basis of accounting:

Basis of accounting refers to when revenues and expenditures or expenses are recognized in the accounts and reported in the primary government financial statements.

Cash Basis:

The Township's accounts are maintained on a cash basis, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principals, and the statements of cash receipts and disbursements reflect only cash received and disbursed. Therefore, receivables and payables, inventories, long-lived assets, accrued income and expenses and amortization and depreciation, which may be material in amount, are not reflected in the accompanying financial statements.

1. NATURE OF ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

A summary of the Township's significant accounting policies follows (continued):

C. BASIS OF ACCOUNTING AND MEASUREMENT FOCUS (CONTINUED)

Measurement focus:

The accounting and reporting treatment applied to a fund is determined by its measurement focus. Governmental funds are accounted for on a spending or "financial flow" measurement focus. Governmental fund type operating statements present increases (revenues and other financing sources) and decreases (expenditures and other financing uses) in net current assets.

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

D. ASSET ACCOUNTING POLICY DISCLOSURES

Cash:

The Township considers all cash accounts, which are not subject to withdrawal restrictions or penalties, and all highly liquid debt investments purchased with a maturity of three months or less to be cash.

General fixed assets:

Purchased general fixed assets are recorded as expenditures in the governmental fund types. Infrastructure assets consisting of certain improvements, including roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are recorded as expenditures in the fund types expending the funds.

E. FUND EQUITY ACCOUNTING POLICY DISCLOSURES

Fund balances:

Fund balances of governmental fund types and nonexpendable trust and pension trust funds are classified in two separate categories. The categories, and their general meanings, are as follows:

Reserved fund balance – indicates that portion of fund balance, which has been legally segregated for specific purposes.

Unreserved fund balance – indicates that portion of fund balance which is available for appropriation and expenditure in future periods.

1. NATURE OF ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

A summary of the Township's significant accounting policies follows (continued):

F. REVENUE AND EXPENDITURE POLICY DISCLOSURES

Revenues:

All revenues are recognized when received.

Property taxes:

Property tax revenues are recognized on the cash basis. The Township is permitted by state law to levy taxes up to 30 mills of assessed valuation for general purposes. State law also permits additional millage to be levied for specific purposes as defined in the law. The millage rate levied by the Township for 2008 was 1.125 mills, as established by the Board of Supervisors. Current tax collections for the Township were approximately 98 percent of the total tax levy.

The Township's real estate taxes are based on assessed values established by the County's Board of Assessments. The taxes are collected by elected local tax collectors. Real estate taxes attach an enforceable lien on property when levied on March 1. A discount of two percent is applied to payments made prior to April 30. A penalty of ten percent is added to the face amount of taxes paid after June 30. The County of Berks Tax Claim Bureau collects delinquent real estate taxes on behalf of itself and other taxing authorities. Return of unpaid real estate taxes to the County Tax Claim Bureau is made by January 15 of the subsequent year.

Intergovernmental revenues:

Intergovernmental revenues represent revenues received from the Commonwealth of Pennsylvania, federal agencies, and other local governments generally to fund specific programs and are recognized when received.

Expenditures/expenses:

Expenditures and expenses are recognized when paid.

1. NATURE OF ACTIVITY AND SIGNIFICANT ACCOUNTING POLICIES (Continued)

A summary of the Township's significant accounting policies follows (continued):

F. REVENUE AND EXPENDITURE POLICY DISCLOSURES

Compensated Absences:

Compensated absences for vacation and sick leave are recorded when paid.

2. BUDGET MATTERS

The Board of Supervisors annually adopts a budget for the General and Special Revenue Funds. Budgetary control is legally maintained at the fund level.

The Second Class Township Code provides for the modification of the budget and supplemental appropriations and transfers.

Appropriations, except open project appropriations, encumbrances, and unexpended grant appropriations, lapse at the end of each fiscal year.

3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with finance related legal and contractual provisions:

The Township had no material violations of finance related legal and contractual provisions.

Excess of expenditures over appropriations in individual funds:

No individual fund, which was budgeted as required by the Commonwealth of Pennsylvania, contained an excess of expenditures over appropriations that was not covered by the cash balance at December 31, 2007 and the cash received for the year ended December 31, 2008.

4. CASH

As of December 31, 2008 bank balances of deposits were entirely insured by Federal Depository Insurance or collateralized in accordance with Act 72 of the 1971 Session of the Pennsylvania General Assembly.

5. PENSION PLAN

The Township administers and contributes to one defined benefit pension plan, the Maidencreek Township Non-Uniform Pension Plan. The assets of the plan are invested separately and may be used only for the payment of benefits to the members of the plan, in accordance with the terms of the plan.

Plan description and funding policy:

Plan description:

The Maidencreek Township Non-Uniform Pension Plan (the "Plan") is a single-employer defined benefit pension plan administered by the Principal Mutual Life Insurance Company. The Plan provides retirement, disability, and death benefits to plan members and beneficiaries. The Principal Mutual Life Insurance Company issues a publicly available financial report that includes financial statements and required supplementary information for the Plan. That report may be obtained by writing to Maidencreek Township.

Funding policy:

The Township is required to contribute amounts necessary to fund the Plan using the actuarial basis specified by statute.

Annual pension cost and net pension obligation:

The Township's annual pension cost and net pension obligation to the Plan for the current year were as follows:

Annual required contribution	$ 37,613
Interest on net pension obligation	--
Adjustment to annual required contribution	--
Annual pension cost	$ 37,613
Contributions made	37,613
Increase(decrease) in net pension obligation	--
Net pension obligation beginning of year	--
Net pension obligation end of year	$ --

5. PENSION PLAN (Continued)

Annual pension cost and net pension obligation (continued):

The annual required contribution for the current year was determined as part of the January 1, 2008 actuarial valuation using the entry age normal with normal cost as a level percent of salary. The actuarial assumptions included (a) 5.5% investment rate of return and (b) projected salary increases of 4.50% per year. Provisions for administrative expenses are added to normal cost. The assumptions included postretirement mortality and percent married provisions. Retirement is based upon normal retirement age as defined in the Plan. The actuarial value of assets was determined by market value of assets as of the valuation date.

Three-Year Trend Information:

Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/06	$ 31,742	100%	$ --
12/31/07	$ 37,256	100%	$ --
12/31/08	$ 37,613	100%	$ --

6. COMMITMENTS AND CONTINGENCIES

Maidencreek Township Authority:

The Township has guaranteed the Authority's 1999 Sewer Revenue Note, of which $ 490,952 is outstanding at September 30, 2008, the date of the Authority's latest year end. The debt is evidenced by a Guaranty Agreement.

MAIDENCREEK TOWNSHIP

SCHEDULE OF FUNDING PROGRESS

Maidencreek Township Non-Uniform Pension Plan:

Actuarial Valuation Date	Value of Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	AAL (UAAL) (b-a)	Funded Ratio (a/b)
January 1, 2001	$ 108,088	$ 156,736	$ 48,648	69%
January 1, 2003	191,044	186,723	(4,321)	102%
January 1, 2005	149,899	190,089	40,190	79%
January 1, 2007	273,269	254,949	(18,320)	107%

	Covered Payroll (c)	UAAL As A % of Covered Payroll ((b-a)/c)
January 1, 2001	$ 131,811	37.0%
January 1, 2003	166,829	(2.6%)
January 1, 2005	176,863	22.7%
January 1, 2007	260,915	(7.0%)

DEBT STATEMENT

Purpose	Bond (B) Note (N)	Issue Date (year)	Maturity Date (year)	Original Amount of Issue	Outstanding Beginning of Year (1)	Principal Incurred This Year (Additions)	Principal Paid This Year	Current Year Accretion of Compound Interest Bonds	Outstanding Year End (1)	Plus (less) Unamortized Premium (Discount)	Total Balance
GENERAL OBLIGATION BONDS AND NOTES											
											$
											$
											$
											$
											$
											$
											$
											$
											$
REVENUE BONDS AND NOTES											
											$
											$
											$
											$
											$
LEASE RENTAL DEBT/GENERAL LEASES											
											$
											$
											$
											$
OTHER											
											$
											$
											$
											$

Total bonds and notes outstanding	$ −0−
Capitalized lease obligations	
Other debt	
TOTAL OUTSTANDING DEBT	$ −0−

STATEMENT OF CAPITAL EXPENDITURES

CATEGORY:	Capital Purchases	Capital Construction	Total
Electric			
Fire			
Gas System			
General Government			
Health			
Housing			
Libraries			
Mass Transit			
Parks			
Police			
Recreation			
Sewer			
Solid Waste	16,052		16,052
Streets/Highways			
Water			
Other (Please specify)			
_____			
_____			
_____			
_____			
_____			
_____			
_____			
_____			
_____			
_____			

TOTAL CAPITAL EXPENDITURES ..... $ 16,052

EMPLOYEE COMPENSATION

Total salaries, wages, commissions, etc. paid this year *(including all employees and elected officials)** ..... $ 322,125

**Use income from box 16 of the W-3 Statement*

AUDIT NOTICE

MAIDENCREEK TOWNSHIP
BERKS COUNTY, PENNSYLANIA

PREPARED ON A CASH BASIS

Year Ended December 31, 2008

Cash Receipts:	
Taxes-all sources (real estate assessed valuation $359,100,200)	$ 1,766,425
Licenses and permits	138,841
Fines and forfeits	36,347
Interest, rents and royalties	44,746
Intergovernmental revenues	303,058
Charges for services	21,336
Miscellaneous revenues	4,187
Total cash receipts	**$ 2,314,940**
Cash Disbursements:	
General government	$ 319,367
Public safety	1,098,299
Health & Human Services	300
Public works:	
Sanitation	133,707
Highways and streets	646,654
Other public works enterprises	142,480
Culture and recreation	162,469
Community Development	(2,034)
Miscellaneous expenditures	95,613
Insurance	122,512
Total cash disbursements	**$ 2,719,367**

Deficit of cash receipts over cash disbursements	**($ 404,427)**
Cash, December 31, 2007:	
Governmental fund types:	
General Fund	$ 815,376
State Liquid Fuels Fund	15,456
Recreation Fund	156,224
Trust & Agency Funds	401,576
Total cash	**$ 1,388,632**
Cash, December 31, 2008:	
Governmental fund types:	
General Fund	$ 375,907
State Liquid Fuels Fund	24,765
Recreation Fund	182,045
Trust & Agency Funds	429,123
Total cash	**$ 1,011,840**
Statement of Indebtedness:	
General Obligation Note	$ 0

Published in accordance with Second Class Township, Section 904. The annual audit and financial report for the Township is available for public inspection at the Township Building during normal business hours.

Kosmerl & Company, P.C.

A Professional Corporation

Certified Public Accountants

845 North Park Rd.
Wyomissing, PA
19610-1342

(610) 372-5815
FAX (610) 372-8466
k.cpas@kosmerl.net

MEMBERS
AMERICAN INSTITUTE OF CPA'S
PENNA. INSTITUTE OF CPA'S

ENROLLED TO PRACTICE BEFORE
U.S. TREASURY DEPARTMENT
PENNA. DEPT. OF REVENUE

December 8, 2008

Ms Diane Hollenbach
Maidencreek Township
P.O. Box 319
Blandon, PA 19510

RE: 2008 ENGAGEMENT LETTER

Dear Diane:

Enclosed is the 2008 engagement letter. This letter is at the same terms as 2007. Also, please note I have added the penalty clause on the third page, the third to last paragraph.

Should you have any questions, please contact me at your convenience. I would also like to thank you and the Board for our continued relations.

Respectfully yours,

JOHN C. KOSMERL
CERTIFIED PUBLIC ACCOUNTANT
KOSMERL & COMPANY, P.C.

JCK/awm

Enclosures

Kosmerl & Company, P.C.

A Professional Corporation

Certified Public Accountants

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PENNA. DEPT. OF REVENUE

The Board of Supervisors
Maidencreek Township
Blandon, Pennsylvania

Ladies and Gentlemen:

We are pleased to confirm our understanding of the services we are to provide for Maidencreek Township for the year ended December 31, 2008. We will audit the financial statements of the Maidencreek Township accounts as of and for the year ended December 31, 2008.

We understand that the financial statements will be presented under the guidelines of the Commonwealth of Pennsylvania Annual Report of Municipalities.

Audit Objective

The objective of our audit is the expression of an opinion as to whether your financial statements are fairly presented, in all material respects, in conformity with the cash basis of accounting. Our audit will be conducted in accordance with U.S. generally accepted auditing standards and will include tests of the accounting records and other procedures we consider necessary to enable us to express such an opinion. If our opinion on the financial statements is other than unqualified, we will fully discuss the reasons with you in advance. If, for any reason, we are unable to complete the audit or are unable to form or have not formed an opinion, we may decline to express an opinion or to issue a report as a result of this engagement.

Management Responsibilities

Management is responsible for making all financial records and related information available to us. We understand that you will provide us with such information required for our audit and that you are responsible for the accuracy and completeness of that information. We will advise you about appropriate accounting principles and their application and will assist in the preparation of your financial statements, but the responsibility for the financial statements remains with you. You are responsible for making all management decisions, performing all management functions, and designating a management-level employee with sufficient skills, knowledge or experience to oversee any nonattest services we provide and to evaluate the adequacy and results of those services and accepting responsibility for them. As part of our engagement, we may propose standard, adjusting, or correcting journal entries to your financial statements. You are responsible for reviewing the entries and understanding the nature of any proposed entries and the impact they have on the financial statements. That responsibility includes the establishment and maintenance of adequate records and effective internal control over financial reporting, the selection and application of accounting principles, and the safeguarding of assets. Management is responsible for adjusting the financial statements to correct material misstatements and for confirming to us in the representation letter that the effects of any uncorrected misstatements aggregated by us during the current engagement and pertaining to the latest period presented are immaterial, both individually and in the aggregate, to the financial statements taken as a whole.

You are responsible for the design and implementation of programs and controls to prevent and detect fraud, and for informing us about all known or suspected fraud or illegal acts affecting the government involving (1) management, (2) employees who have significant roles in internal control, and (3) others where the fraud or illegal acts could have a material effect on the financial statements. You are also responsible for informing us of your knowledge of any allegations of fraud or suspected fraud or illegal acts affecting the government received in communications from employees, former employees, regulators, or others. In addition, you are responsible for identifying and ensuring that the entity complies with applicable laws and regulations and for taking timely and appropriate steps to remedy any fraud, illegal acts, or violations of contracts or grant agreements that we may report.

You are also responsible to notify us in advance of your intent to print our report, in whole or in part and to give us the opportunity to review any printed material containing our report before its issuance.

With regard to the electronic dissemination of audited financial statements, including financial statements published electronically on your internet website, if applicable, you understand that electronic sites are a means to distribute information and, therefore, we are not required to read the information contained in these sites or to consider the consistency of other information in the electronic site with the original document.

Audit Procedures – General

An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit will involve judgment about the number of transactions to be examined and the areas to be tested. We will plan and perform the audit to obtain reasonable rather than absolute assurance about whether the financial statements are free of material misstatement, whether from (1) errors, (2) fraudulent financial reporting, (3) misappropriation of assets, or (4) violations of laws or governmental regulations that are attributable to the entity or to acts by management or employees acting on behalf of the entity.

Because an audit is designed to provide reasonable, but not absolute, assurance and because we will not perform a detailed examination of all transactions, there is a risk that material misstatement may exist and not be detected by us. In addition, an audit is not designed to detect immaterial misstatements, or violations of laws or governmental regulations that do not have a direct and material effect on the financial statements. Our responsibility as auditors is limited to the period covered by our audit and does not extend to matters that might arise during any later periods for which we are not engaged as auditors.

Our procedures will include tests of documentary evidence supporting the transactions recorded in the accounts, and may include direct confirmation of certain other assets and liabilities by correspondence with selected individuals, creditors, and financial institutions. We will request written representations from your attorneys as part of the engagement. At the conclusion of our audit, we will also require certain written representations from you about the financial statements and related matters.

Identifying and ensuring that Maidencreek Township complies with laws, regulations, contracts, and agreements is the responsibility of management. As part of obtaining reasonable assurance about whether the financial statements are free of material misstatement, we may perform tests of Maidencreek Township's compliance with applicable laws and regulations and the provisions of contracts and agreements. However, the objective of our audit will not be to provide an opinion on overall compliance and we will not express such an opinion.

Audit Procedures – Internal Control

Our audit will include obtaining an understanding of the Organization and its environment, including internal control, sufficient to assess the risks of material misstatement of the financial statements and to design the nature, timing, and extent of further audit procedures. An audit is not designed to provide assurance on internal control or to identify deficiencies in internal control. However, during the audit, we will communicate to you and those charged with governance internal control related matters that are required to be communicated under professional standards.

Audit Administration, Fees, and Other

We understand that your employees will locate invoices selected by us for testing.

Our proposed fees for these services will be $ 4,000.00. This quote is based on anticipated cooperation from your personnel and the assumption that unexpected circumstances will not be encountered during the audit. If significant additional time is necessary, we will discuss it with you and arrive at a mutually agreeable settlement.

Failure to deliver the completed DCED audit report of the 2008 Maidencreek Township financial records to the Maidencreek Township office by March 31, 2009 will give rise to the Township withholding payment of a sum equivalent to 1 percent of the total contract price as a penalty.

Our audit engagement will end upon the delivery of our audit report to you, unless circumstances described earlier cause us to not issue a report.

We appreciate the opportunity to be of service to Maidencreek Township and believe this letter accurately summarizes the significant terms of our engagement. If you have any questions, please let us know. If you agree with the terms of our engagement as described in this letter, please sign all enclosed copies and return two of them to us in the enclosed self-addressed stamped envelope.

Sincerely yours,

Kosmerl & Company, P.C.

KOSMERL & COMPANY, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

RESPONSE:

This letter correctly sets forth the understanding of the Maidencreek Township.

By: MAIDENCREEK TOWNSHIP

Accepted by: Claude Beaver