

# **BOROUGH OF MEDIA**



**COUNTY OF DELAWARE,  
PENNSYLVANIA**

## **ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**For The Year Ended  
December 31, 2024**

**BOROUGH OF MEDIA**  
**DELAWARE COUNTY, PENNSYLVANIA**

**THE ANNUAL COMPREHENSIVE FINANCIAL REPORT**

**FOR THE YEAR ENDED**  
**DECEMBER 31, 2024**

**Prepared by the Finance Department**  
**of the Borough of Media**

# **BOROUGH OF MEDIA, PENNSYLVANIA**

## **TABLE OF CONTENTS**

### **PAGE**

#### **INTRODUCTORY SECTION**

Letter of Transmittal .....	i
Organizational Charts .....	viii
Roster of Officials and Consultants.....	x
Map of Media Borough.....	xi

#### **FINANCIAL SECTION**

Independent Auditor's Report .....	1
Required Supplementary Information - Part I	
Management's Discussion and Analysis.....	5
Basic Financial Statements	
Government-wide Financial Statements:	
Statement of Net Position .....	15
Statement of Activities.....	16
Fund Financial Statements:	
Balance Sheet - Governmental Funds.....	17
Statement of Revenues, Expenditures, and Changes in Fund Balances -	
Governmental Funds.....	18
Reconciliation of the Statement of Revenues, Expenditures and Changes in	
Fund Balances of Governmental Funds to the Statement of Activities.....	19
Statement of Fiduciary Net Position - Fiduciary Funds.....	20
Statement of Changes in Fiduciary Net Position - Fiduciary Funds .....	21
Notes to Basic Financial Statements .....	22
Required Supplementary Information - Part II	
Schedule of Revenues, Expenditures, and Changes in Fund Balances - Budget to Actual:	
General Fund .....	68
Recreation Fund.....	71
Highway Aid Fund .....	72

# **BOROUGH OF MEDIA, PENNSYLVANIA**

## **TABLE OF CONTENTS**

	<b><u>PAGE</u></b>
Required Supplementary Information - Part III	
Pension Plan Schedules:	
Schedule of Changes in Net Pension Liability, Investment Returns, and Related Ratios - Police Pension Plan .....	73
Schedule of Employer Contributions - Police Pension Plan .....	74
Notes to Required Supplementary Information - Police Pension Plan .....	75
Schedule of Changes in Net Pension Liability, Investment Returns, and Related Ratios - Non-Uniformed Pension Plan .....	76
Schedule of Employer Contributions - Non-Uniformed Pension Plan .....	77
Notes to Required Supplementary Information - Non-Uniformed Pension Plan.....	78
Required Supplementary Information - Part IV	
Other Post-employment Benefits (OPEB):	
Schedule of Changes in Net OPEB Liability and Related Ratios .....	79
Notes to Required Supplementary Information.....	80
Other Supplementary Information	
Capital Reserve Fund:	
Detailed Schedule of Project Revenues, Expenditures and Changes in Capital Reserve Fund Balance .....	81
Schedule of Revenues Expenditures, and Changes in Fund Balances - Budget to Actual .....	83
Fiduciary Funds:	
Combining Statement of Fiduciary Net Position - Fiduciary Funds.....	84
Combining Statement of Changes in Fiduciary Net Position - Fiduciary Funds.....	85

## BOROUGH OF MEDIA, PENNSYLVANIA

### TABLE OF CONTENTS

	<u>PAGE</u>
<b>STATISTICAL SECTION</b>	
Net Position by Component .....	86
Changes in Net Position.....	87
Fund Balances, Governmental Funds .....	88
Changes in Fund Balances, Governmental Funds .....	89
Tax Revenues by Source .....	90
Assessed Value and Actual Value of Taxable Property.....	91
Direct and Overlapping Property Tax Rates.....	92
Principal Property Taxpayers .....	93
Property Tax Levies and Collections .....	94
Earned Income Tax Filers and Liability by Income Level .....	95
Ratios of Outstanding Debt by Type .....	96
Ratios of General Bonded Debt Outstanding.....	97
Direct and Overlapping Governmental Activities Debt .....	98
Legal Debt Margin Information.....	99
Demographic and Economic Statistics .....	100
Principal Employers .....	101
Full-time Equivalent Borough Government Employees by Function .....	102
Operating Indicators by Function .....	103
Capital Asset Statistics by Function .....	104
<b>OTHER REPORT</b>	
Independent Auditor's Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance with <i>Government Auditing Standards</i> .....	105

---

## **Introductory Section**

---

Robert A. McMahon  
*Mayor*  
Brittany N. Forman  
*Borough Manager*  
Brian Taussig-Lux  
*Treasurer*  
Katey McVerry  
*Tax Collector*  
Robert Scott, Esq.  
*Solicitor*



**Borough Council**  
Mark Paikoff  
*President*  
Elizabeth Romaine  
*Vice-President*  
Kevin Boyer  
Lisa Gelman  
Tray Herman  
Jen Malkoun  
Joi Washington

June 23, 2025

To the Mayor, Members of the Borough Council, and the Citizens of the Borough of Media:

The Borough of Media is pleased to submit the Annual Comprehensive Financial Report (“ACFR”) for the year ended December 31, 2024. The purpose of this report is to provide readers with useful information concerning the Borough’s financial position and operations.

The annual comprehensive financial report is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the Borough’s organizational chart, and a list of principal officials.

The financial section includes the auditor’s report, the Management’s Discussion and Analysis (“MD&A”), financial statements, and schedules, as well as required and other supplemental information. The MD&A offers a narrative overview of the Borough’s financial condition and key activities. It is intended to complement the transmittal letter and should be read in conjunction with it, providing broader context and insight into the information that follows.

The statistical section, in conformity with GASB Statement No. 44, includes selected financial and demographic information, generally presented on a multi-year basis. This section may be of special interest to holders of and prospective investors in the Borough’s bonds, notes, and other debt instruments.

The information in this report has been compiled with care, drawing from reliable internal records and, where appropriate, verified against external sources. As part of the reporting process, the information has undergone internal review to support its accuracy and consistency. This effort is distinct from, but complementary to, the independent audit of the financial statements, which have been prepared in accordance with generally accepted accounting principles (“GAAP”) and performed by Barbacane Thornton & Company LLP.

Responsibility for the contents of this report, including all required disclosures, rests with management. To the best of our knowledge, the information included is accurate in all material respects and presented in a way that enables the reader to gain a clear understanding of the Borough’s financial affairs.

## **PROFILE OF THE BOROUGH OF MEDIA:**

The Borough of Media, known as "Everybody's Hometown," is a vibrant and historic community that serves as the county seat of Delaware County, Pennsylvania. Incorporated in 1850, Media encompasses approximately 0.77 square miles and is home to a population of 5,991 residents as of the 2020 U.S. Census. The Borough's well-preserved downtown features a diverse mix of local businesses, restaurants, cultural attractions, and civic amenities that contribute to its economic strength and high quality of life.

The Borough of Media is governed by the Council-Manager form of government. Our seven (7) council members and the mayor are elected by the voters at large. Council members serve staggered four (4) year terms, with elections held each odd year. The Borough Council is empowered with legislative functions such as enacting ordinances and resolutions, adopting a budget, levying taxes, providing for appropriations, awarding bids and contracts, and making appointments to various advisory boards and commissions. Day-to-day Borough operations are managed by the Council-appointed Borough Manager.

The Borough organization has five departments, all headed by experienced career professionals selected by the Borough Manager and/or Borough Council on a merit basis. These departments provide an extensive array of services to Borough residents including police protection, refuse and recycling collection, parks maintenance, recreation activities, building and planning services, parking, community development programs, and public works services.

## **ECONOMIC AND FINANCIAL CONDITION:**

### **Local Economy**

Media Borough boasts a thriving and diverse local economy, strengthened by a mix of small businesses, professional services, and a dynamic retail and dining scene. The Borough's strategic location in Delaware County, along with its walkable downtown and access to public transportation, makes it an attractive destination for residents, businesses, and visitors alike. Media has cultivated a strong economic identity through a variety of cultural and community events, including its renowned Dining Under the Stars, arts festivals, and seasonal celebrations, which bring a steady flow of patrons to the local business community.

Real estate in Media remains highly desirable, with property values reflecting a strong demand for both residential and commercial spaces. The Borough's investment in infrastructure improvements, combined with business-friendly policies and a commitment to sustainability, continues to attract new enterprises and retain long-standing businesses. Additionally, the Borough benefits from a steady employment base, bolstered by the presence of the Delaware County courthouse, along with other regional medical, legal, and educational institutions.

### **Financial Outlook**

The Borough maintains a strong financial position, supported by prudent fiscal management and a well-balanced revenue structure. Key revenue sources, including real estate taxes, earned income taxes, and service fees, continue to show stability and growth. Parking revenue and business-related taxes also remained robust, reflecting the strength of the local economy. With an emphasis on long-term financial planning, the Borough has successfully maintained a stable millage rate of 2 mills since 2023, while ensuring high-quality public services.



As the Borough looks forward, it remains committed to strategic investments that will further enhance infrastructure, economic development, and community programs. The Borough's strong financial policies, conservative budgeting practices, and continued monitoring of economic trends, positions it well for sustained fiscal health in the coming years.

### **LONG-TERM FINANCIAL PLANNING AND FINANCIAL POLICIES:**

Media Borough is dedicated to ensuring sound financial planning practices that support sustainable growth and long-term financial stability. A key component of this approach is the Borough's five-year Capital Improvement Plan ("CIP"), which serves as a strategic framework for identifying and prioritizing necessary infrastructure projects, facility upgrades, and other critical investments. This structured approach enables the Borough to efficiently allocate resources to maintain and enhance public assets while proactively addressing both immediate and future needs.

Capital needs and requests will often exceed current funding capacity. As a result, the Borough evaluates and prioritizes capital needs based upon the following criteria and weights:

1. Asset Protection/Preservation/Replacement – 25%
2. Public Health, Safety, and Quality of Life – 20%
3. Availability of Funding – 15%
4. Timing and Urgency – 15%
5. Regulatory Compliance – 10%
6. Long-Term Planning – 5%
7. Economic Development – 5%
8. Environmental Sustainability – 5%

By continuously assessing the Borough's infrastructure and operational requirements, the CIP ensures that the Borough remains prepared for emerging challenges, such as evolving service demands, regulatory changes, and shifting economic conditions. Strategic long-term planning allows the Borough to balance necessary improvements with financial responsibility, ensuring that capital investments align with available funding sources and broader fiscal priorities.

To maintain fiscal discipline and ensure long-term financial health, Media Borough has established a comprehensive set of financial policies that guide budgetary decisions and overall fiscal management. These policies provide a structured approach to maintaining financial stability while allowing for strategic investments that benefit the community. Key financial policies include:

- **Reserve Policy:** The Borough maintains responsible reserve levels to protect against unexpected economic fluctuations and unforeseen emergencies. These reserves serve as a financial safeguard, ensuring that essential services can continue without disruption, even in challenging financial periods.
- **Debt Management:** Media Borough follows a conservative debt management strategy, ensuring that any borrowing is aligned with long-term financial capacity and structured to minimize interest costs. The Borough prioritizes pay-as-you-go financing for capital projects whenever feasible to reduce reliance on debt.

- **Budgetary Discipline:** The Borough enforces strict budgetary controls to promote responsible spending and ensure that public funds are utilized efficiently. Regular financial monitoring and reporting allow Borough officials to make informed decisions that align with fiscal objectives.
- **Investment Policy:** The Borough adheres to sound investment principles that emphasize security, liquidity, and yield, ensuring that public funds are managed prudently and in compliance with applicable regulations.

By adhering to these financial policies, Media Borough remains well-positioned to navigate economic challenges, maintain service excellence, and continue making strategic investments in the community's future.

## **MAJOR INITIATIVES:**

In the past fiscal year, Media Borough has undertaken several strategic initiatives to enhance community services and infrastructure, including:

### **Economic Development**

Plum Street Mall, a pedestrian corridor in the heart of downtown Media, is undergoing a significant transformation as part of the Borough's broader economic development and placemaking strategy. The mall has long served as a central gathering space for residents and visitors alike. Recognizing the need to revitalize this vital public space, the Borough initiated plans to rehabilitate Plum Street Mall into a passive-use, pedestrian-friendly park that integrates nature, art, and community interaction. This project is predominantly grant funded through the Pennsylvania Office of the Budget Redevelopment Assistance Capital Program (RACP), Pennsylvania Department of Conservation and Natural Resources, and a Delaware County Greenways grant. It aims to address the Borough's limited green spaces and stormwater management challenges by incorporating green infrastructure elements. After extensive community engagement and planning, construction began in July 2024.

### **Land Use**

In response to evolving development pressures and the need for diverse housing options, the Borough has updated its zoning regulations through the introduction of a hybrid form-based code. The initiative aims to preserve the Borough's historic character while accommodating modern living arrangements and promoting walkable, mixed-use neighborhoods. Key elements of the proposed code include provisions for accessory dwelling units (ADUs), architectural consistency, and the integration of green spaces, all designed to enhance the quality of life for residents and ensure that new developments align with the existing community fabric. Complementing the zoning reform, in 2024, the Borough developed an Affordable Housing Strategy to address the rising costs of housing and the changing demographics within the community. The strategy was developed upon the goals and recommendations of the Affordable Housing Study created in 2023.

### **Sustainability**

Media Borough is committed to advancing environmental sustainability through a series of proactive policies and programs. In 2024, Media Borough launched the Sustainable Storefront Program to recognize and support local businesses that adopt eco-friendly practices. Designated businesses receive a window

cling and features on the Borough's website and social media platforms. The program rollout was funded by a 902 grant from the Pennsylvania Department of Environmental Protection. In 2024, the Borough enacted an ordinance to regulate the use of combustion-powered leaf blowers. The ordinance restricts their operation during certain hours to mitigate noise and air pollution. Residents are encouraged to switch to electric models and to hire landscaping services that use battery-powered equipment. Continuing our effort to address flooding and improve water quality, the Borough developed engineering plans for the Ridge Road project, including the addition of rain gardens, underground stormwater infrastructure, and sidewalks. This project is part of the Borough's 2017 Stormwater Master Plan, which identifies and prioritizes infrastructure improvements to manage stormwater runoff effectively. Through all these initiatives, Media Borough demonstrates a comprehensive approach to sustainability, integrating environmental considerations into local governance and community engagement.

## **Recreation and Community Engagement**

In 2024, Media Borough enhanced its community engagement through a series of vibrant recreational and cultural events. In October, the Borough introduced an interactive scavenger hunt via the *Goosechase* app, offering residents and visitors a month-long adventure to complete various challenges and compete against other individuals and teams. Also in October, the inaugural "Pumpkinpalooza" attracted hundreds of attendees to a festive gathering featuring a jack-o'-lantern contest, yard games, and a painted pumpkin patch for children. Throughout the year, the Borough continued to host and support numerous parades along the State Street business district, fostering community spirit and local pride. Additionally, September marked the debut of Media's first Porchfest, a neighborhood music festival that showcased local bands and artists performing on porches, yards, and driveways across the Borough, further enriching the cultural landscape and promoting community cohesion.

## **Public Safety**

The Media Borough Police Department continues to demonstrate its commitment to transparency and accountability through the strategic deployment of body-worn camera technology. In 2023, the Department secured a \$30,000 Small, Rural, and Tribal Body-Worn Camera grant from the U.S. Department of Justice's Bureau of Justice Assistance, facilitating the purchase of 15 body-worn cameras. This initiative enhances officer documentation capabilities and reinforces public trust by ensuring that police-community interactions are recorded with accuracy and integrity.

## **Facilities and Infrastructure Upgrades**

The Third Street Pedestrian Bridge project in Media Borough has been a focal point of necessary infrastructure planning and improvements. In May 2011, Media Borough Council entered into a stipulation agreement with Delaware County and Broomall's Lake Country Club to reconstruct the Third Street Bridge and dam. However, this agreement led to prolonged legal disputes concerning environmental impacts and project responsibilities. After over a decade of litigation, a significant milestone was achieved on March 17, 2023, when Judge Dozor signed a settlement agreement officially ending the litigation between the involved parties. This settlement relieved the Borough from the obligation to design and construct the Third Street dam. Following the settlement, in June 2023, Media Borough Council announced plans to revise the bridge design to serve exclusively pedestrians and bicycles, aligning with community preferences for an environmentally sensitive solution. As of 2024, the project is in the design phase, with upcoming public meetings scheduled to gather community input on the bridge's features and integration with the surrounding

natural areas. The project is included in the Borough's 2025-2029 Capital Improvement Plan, with construction anticipated to commence in the coming years.

These projects reflect the Borough's commitment to improving residents' quality of life while ensuring long-term community growth.

### **INTERNAL ACCOUNTING CONTROLS:**

Management of the Borough is responsible for establishing and maintaining an internal control structure. The objective of an internal control structure, consisting of the control environment, control procedures, and accounting system, is to reasonably safeguard the Borough's assets, check the accuracy and reliability of its accounting data, promote operational efficiency, and encourage adherence to prescribed managerial policies. Management believes that the Borough's internal control structure adequately meets these objectives to provide reasonable assurance that the financial statements are free from material misstatements. However, because of its inherent limitations, internal control over financial reporting may not necessarily prevent or detect misstatements in the financial statements.

The Borough utilizes a comprehensive financial management and human resource system that allows management to access financial information and to maintain efficient business operations. This system enables the Borough to maintain an accurate and timely flow of information, consistent with the needs of sound government management.

### **BUDGET PROCESS AND BUDGETARY CONTROL:**

There is a multi-step approach to preparing, reviewing, and adopting the budget for each fiscal year. It starts with the Directors of each department submitting requests for the resources they need to operate efficiently and effectively. These budget requests are assembled by the Finance Department and vetted in conjunction with the Borough Manager. Together, the Administration submits a draft preliminary budget to the Finance Committee (a subset of Borough Council) for review. The Finance Committee holds budget hearings with Department Directors, along with any organizations who request funds from the Borough. The Finance Committee recommends a preliminary budget in November and a final budget in December to Borough Council for consideration and adoption. Notably, during the December workshop meeting, the Borough Manager gives a budget presentation on the final draft. Throughout the process, all committee and Council meetings are open for the public to listen to and to comment on the budget allocations. The draft and final budgets are posted online to the Borough's website.

All funds are budgeted using the modified accrual method of accounting. Modified accrual accounting recognizes revenues when they become measurable and available. Measurable means that the dollar amount of the transaction is known, and available means that it is collectible within the current period or soon enough after the end of the current period to pay liabilities of the current period. For this purpose, the Borough considers revenues to be available if they are collected within 60 days of the reporting period. Expenditures are generally recorded when a liability is incurred.

In addition to internal accounting controls, the Borough maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget. Annual appropriated budgets are adopted for the General Fund, Recreation Fund, and Liquid Fuels

Fund. Project-length budgets are approved for the capital improvements accounted for in the Capital Reserve Fund. Each year, funds are appropriated for the projects based on the Borough's Capital Improvement Plan. The final budget amount as amended for the fiscal year is reflected in the financial section.

The legal level of budgetary control is at the functional level of expense, for example, general government and protection to persons and property. All appropriations lapse at the end of the fiscal year except those that are obligated through encumbrance.

### **INDEPENDENT AUDIT:**

State statutes require an annual audit by an independent certified public accounting firm. An audit of the Borough's basic financial statements has been conducted by the appointed independent certified public accounting firm, and their report on the basic financial statements and additional information is included in the Financial Section of this report. In their report, the independent auditors rendered an unmodified opinion which indicates that the financial statements are fairly represented, in accordance with GAAP, and free from material misstatements. The independent audit involved an examination, on a test basis, of Borough records and supporting documentation used to generate the amounts and disclosures included in the financial statements.

In conformity with the provisions of the Single Audit Act of 1984, as amended, and U.S. Office of Management and Budget ("OMB") Uniform Grant Guidance, the Borough is also required to undergo an annual "Single Audit" in years in which the Borough expends \$750,000 or more in federal funds. During this fiscal year, the Borough has not met the expenditures threshold and as a result, a Single Audit is not required.

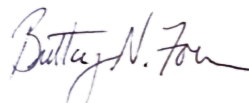
### **ACKNOWLEDGEMENTS:**

The preparation of this report reflects the collective efforts of the Borough Council, management, and dedicated staff. We extend our gratitude to the members of the Borough Council for their leadership and commitment to fiscal responsibility. Additionally, we acknowledge the Finance Department and all employees whose diligence and professionalism ensure the Borough's financial operations are conducted with the highest standards of excellence.

Respectfully submitted,

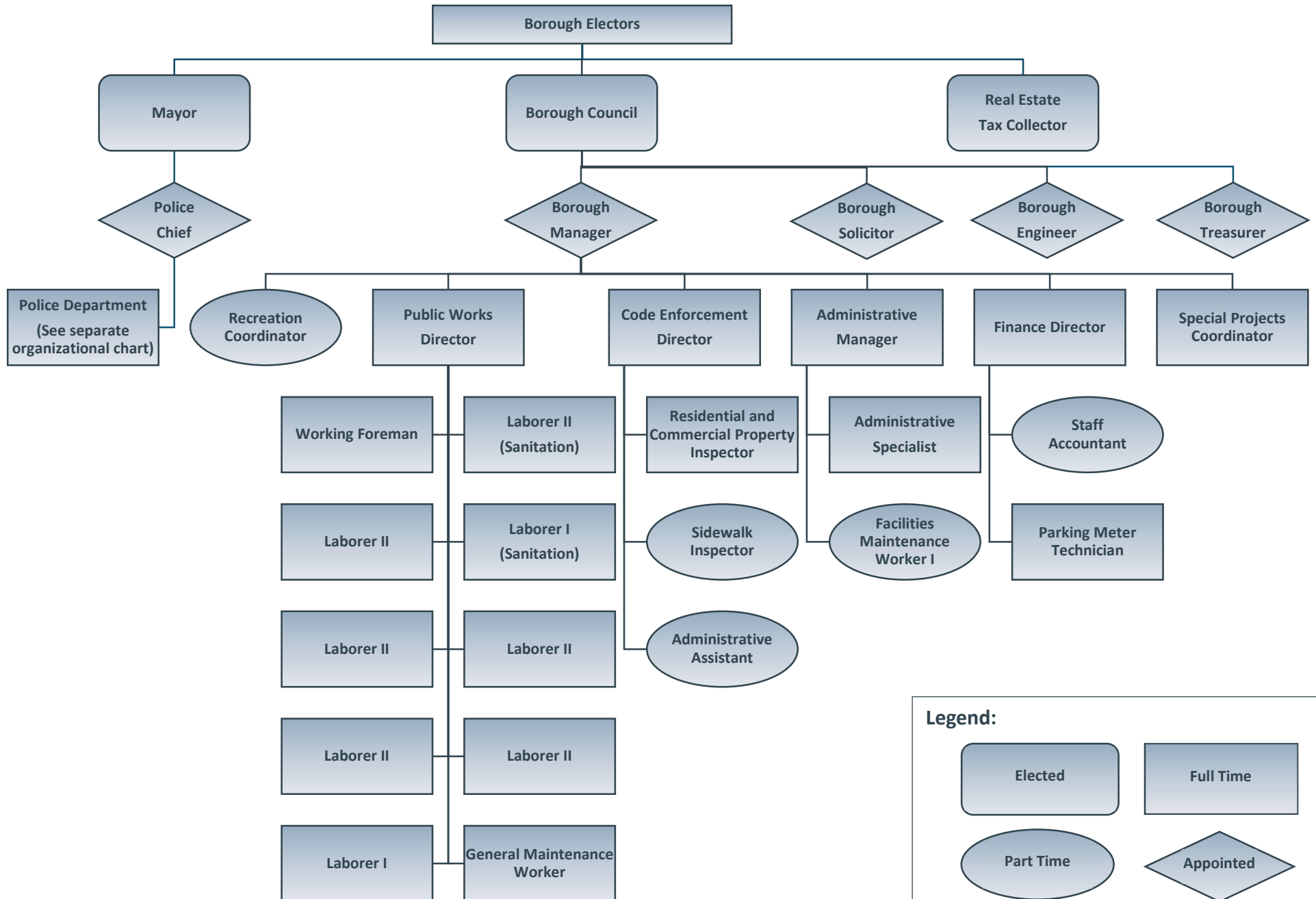


Jonathan Wascovich, CPA  
Finance Director

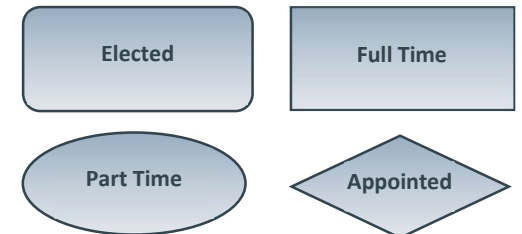


Brittany N. Forman  
Borough Manager

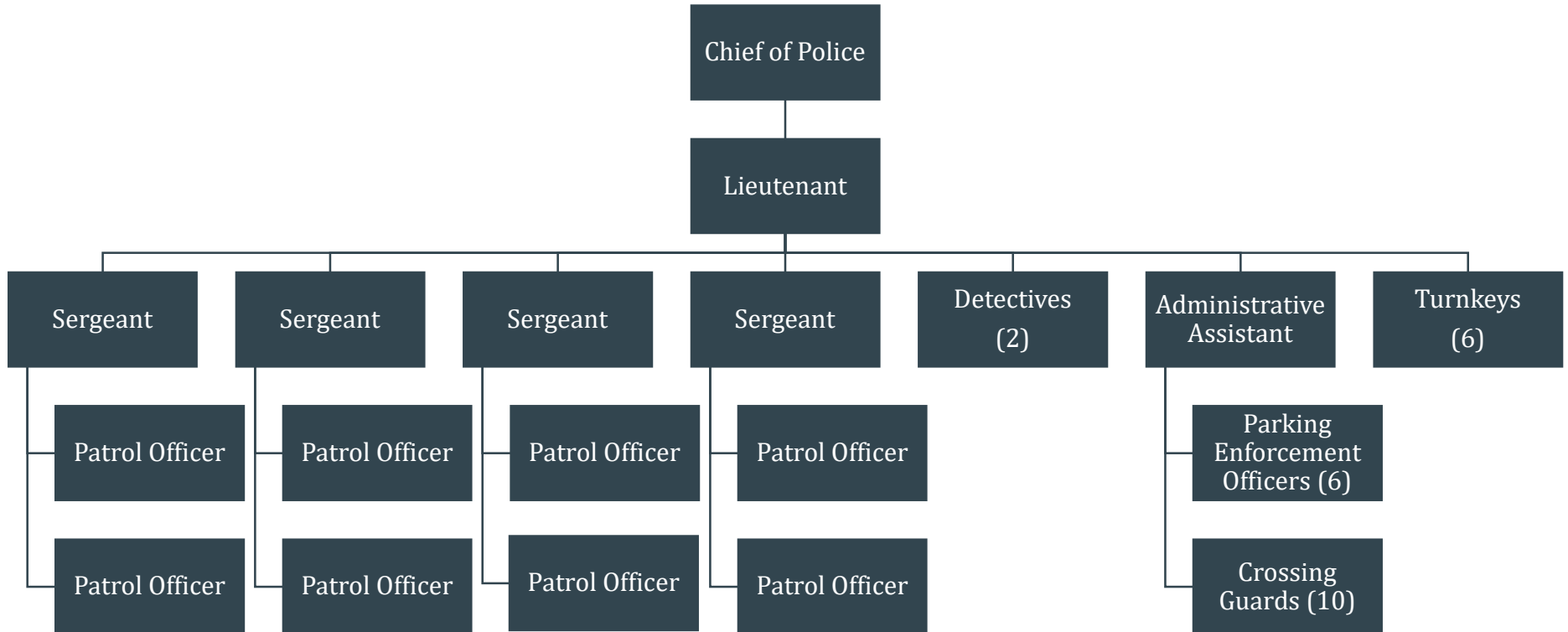
# Borough of Media Organizational Chart



## Legend:



**Borough of Media  
Police Department Organizational Chart**



**BOROUGH OF MEDIA**  
**ROSTER OF OFFICIALS AND CONSULTANTS**  
As of December 31, 2024

---

**ELECTED OFFICIALS**

<b><u>Members of Council</u></b>	<b><u>Title</u></b>	<b><u>Term Expires</u></b>
Robert A. McMahon	Mayor	January 1, 2026
Mark Paikoff	Council President	January 1, 2026
Elizabeth Romaine	Council Vice President	January 1, 2026
Joi Washington	President Pro Tempore	January 1, 2026
Kevin Boyer	Member of Council	January 1, 2026
Jennifer Malkoun	Member of Council	January 1, 2026
Lisa Gelman	Member of Council	January 1, 2027
Traycen Herman	Member of Council	January 1, 2027

**Other Elected Officials**

Katey McVerry	Elected Tax Collector	January 1, 2026
---------------	-----------------------	-----------------

---

**APPOINTED OFFICIALS AND PRINCIPAL BOROUGH PERSONNEL**

Brittany Forman.....	Borough Manager
John McCormick .....	Police Chief
Brian Taussig-Lux.....	Borough Treasurer
Michael Green.....	Public Works Director
James Jeffrey.....	Code Enforcement Director
Jonathan Wascovich .....	Finance Director
Karen Repino .....	Administrative Manager
Alexandra Garrett.....	Special Projects Coordinator
Jennifer Metzger .....	Recreation Coordinator

---

**CONSULTANTS AND ADVISORS**

WSFS Bank.....	Official Depository of Public Funds
Pennsylvania Local Government Investment Trust .....	Official Depository of Public Funds
Robert W. Scott, P.C .....	Solicitor
Barbacane, Thornton & Company LLP .....	Independent Auditor
Kevin Matson, P.E., Lighthouse Engineering LLC .....	Borough Engineer
Mockenhaupt Benefits Group.....	Pension Plan Actuary
Marquette Associates, Inc. ....	Pension Plan Investment Advisor
Wilmington Trust .....	Pension Plan Custodian











---

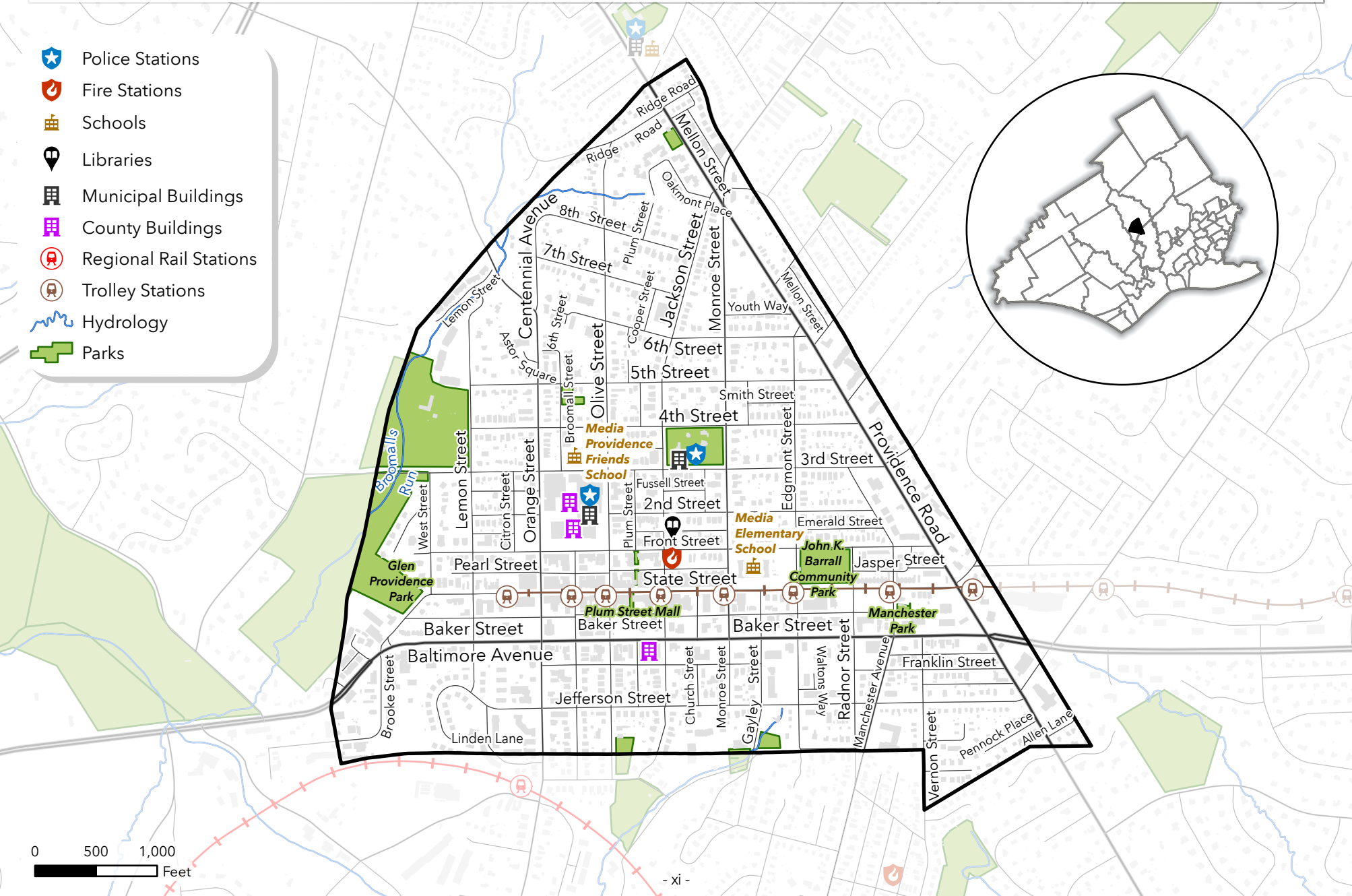


# MEDIA BOROUGH

Delaware County



-  Police Stations
-  Fire Stations
-  Schools
-  Libraries
-  Municipal Buildings
-  County Buildings
-  Regional Rail Stations
-  Trolley Stations
-  Hydrology
-  Parks



---

## **Financial Section**

---



## INDEPENDENT AUDITOR'S REPORT

June 23, 2025

Members of Council  
Borough of Media  
Media, Pennsylvania

### Report on the Audit of the Financial Statements

#### Opinions

We have audited the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Borough of Media ("the Borough"), Media, Pennsylvania, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Borough of Media, Media, Pennsylvania, as of December 31, 2024, and the respective changes in financial position 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 ("GAAS") and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Borough 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

The Borough's 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 Borough'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.

### Auditor's 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 auditor's 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 GAAS and *Government 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 GAAS and *Government 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 Borough'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 Borough's ability to continue as a going concern for a reasonable period of time.

Member of Council  
Borough of Media

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

#### Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 14; budgetary comparison schedules on pages 68 through 72; the schedule of changes in net pension liability, investment returns, and related ratios - police pension plan; schedule of employer contributions - police pension plan; notes to required supplementary information - police pension plan; schedule of changes in net pension liability, investment returns, and related ratios - non-uniformed pension plan; schedule of employer contributions - non-uniformed pension plan; notes to required supplementary information - non-uniformed pension plan; schedule of changes in net OPEB liability and related ratios; and notes to required supplementary information on pages 73 through 80 be presented to supplement the basic financial statements. Such information is the responsibility of management and, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

#### Other Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough's basic financial statements. The detailed schedule of project revenues, expenditures, and changes in capital reserve fund balance on pages 81 and 82, schedule of revenues, expenditures, and changes in fund balances - budget to actual on page 83, combining statement of fiduciary net position - fiduciary funds on page 84, and the combining statement of changes in fiduciary net position-fiduciary funds on page 85 are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The detailed schedule of project revenues, expenditures, and changes in capital reserve fund balance, schedule of revenues, expenditures, and changes in fund balances - budget to actual, and the combining fund statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the detailed schedule of project revenues, expenditures, and changes in capital reserve fund balance, schedule of revenues, expenditures, and changes in fund balances - budget to actual, combining statement of fiduciary net position - fiduciary funds, and the combining statement of changes in fiduciary net position-fiduciary funds are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Member of Council  
Borough of Media

#### Other Information

Management is responsible for the other information included in the annual comprehensive financial report. The other information comprises the introductory and statistical sections but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon. In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

#### Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 23, 2025, on our consideration of the Borough's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough's internal control over financial reporting and compliance.

*Barbacane, Thornton & Company LLP*  
BARBACANE, THORNTON & COMPANY LLP

**REQUIRED SUPPLEMENTARY INFORMATION  
PART I**

---

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

**BOROUGH OF MEDIA, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(UNAUDITED)**

As management of the Borough of Media ("the Borough"), we offer readers of the Borough's financial statements this narrative overview and analysis of the financial activities of the Borough for the year ended December 31, 2024 ("2024") as compared to the year ended December 31, 2023 ("2023"). The intent of this Management's Discussion and Analysis ("MD&A") is to look at the Borough's financial performance as a whole. We would encourage readers to consider not only the information presented here but also the information provided in the letter of transmittal, financial statements, and notes to the financial statements to enhance their understanding of the Borough's overall financial condition.

**FINANCIAL HIGHLIGHTS**

- The assets and deferred outflows of resources of the Borough exceeded its liabilities and deferred inflows of resources at the close of the current year by \$20,418,295 (net position, governmental activities). Unrestricted net position (governmental activities) was \$1,714,129.
- The Borough's total net position increased by \$3,507,135 (governmental activities), compared to the prior year net position. This increase is largely driven by favorable budget variances for the year, as well as significant investments in the Borough's capital assets during the year.
- As of the close of the current year, the Borough's governmental funds reported combined ending fund balances of \$6,767,173, an increase of \$1,895,098 over the prior year fund balance. The Statement of Revenues, Expenditures, and Changes in Fund Balances – Governmental Funds, along with the budgetary comparison schedules in the Required Supplementary Information and Other Supplementary Information sections, provide detailed information on the operating results, including the increase experienced during the year.
- At the end of the current year, unassigned fund balance for the General Fund was \$2,908,775, or approximately 23% of total General Fund revenues for the year ended December 31, 2024. Total fund balance for the General Fund, which includes committed, nonspendable, and unassigned fund balance, was \$3,230,636, or approximately 25% of total General Fund revenues for the year ended December 31, 2024.
- The overall increase in the Borough's net capital assets for the year ended December 31, 2024, was \$653,729 or 3.7%. Capital asset additions for governmental activities of \$1,660,053 exceeded depreciation and amortization expense of \$1,006,325. Refer to the Capital Assets portion of this MD&A for more information.
- The Borough's total long-term liabilities outstanding at December 31, 2024 was \$7,724,378, a net decrease of \$1,771,229 or 18.7% as compared to the year 2023. The Borough did not issue debt in 2024. Additional information can be found in the Debt Administration section of this narrative.



**BOROUGH OF MEDIA, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT'D)  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(UNAUDITED)**

**OVERVIEW OF THE FINANCIAL STATEMENTS**

This annual report consists of three parts – *Introductory Section*, *Financial Section* (which includes the MD&A, the financial statements, required supplementary information, and supplementary information), and *Statistical Section*.

**Financial Statements**

This MD&A is intended to serve as an introduction to the Borough's financial statements. The Borough's financial statements are comprised of three components: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the financial statements. The financial statements present two different views of the Borough through the use of government-wide statements and fund financial statements. In addition to the financial statements, this report contains supplementary information that will enhance the reader's understanding of the financial condition of the Borough.

The *government-wide financial statements* are designed to provide readers with a broad overview of the Borough's finances in a manner similar to a private-sector business. The *fund financial statements* are designed for a more detailed look at the Borough's finances.

***Government-wide Financial Statements***

The *Statement of Net Position* presents information on all of the Borough's assets, deferred outflows of resources, liabilities, and deferred inflows of resources, with the differences between them reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial condition of the Borough is improving or deteriorating.

The *Statement of Activities* presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods.

Government-wide financial statements are divided into two categories: 1) governmental activities; and 2) business-type activities. The Borough's governmental activities include general government, public safety, public works - streets and highways, public works - sanitation, community development, and culture and recreation. Taxes (including earned income and property), building permits, other charges for services, and grant funds finance most of these activities. The Borough presently does not report any business-type activities. The government-wide financial statements can be found as listed in the table of contents.

***Fund Financial Statements***

The fund financial statements provide a more detailed look at the Borough's most significant activities. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The Borough, like all other governmental entities in Pennsylvania, uses fund accounting to ensure and reflect compliance with finance-related legal

**BOROUGH OF MEDIA, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT'D)  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(UNAUDITED)**

requirements. Funds can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental Funds** – *Governmental funds* are used to account for those functions reported as governmental activities in the government-wide financial statements. Most of the Borough's basic services are accounted for in governmental funds. These funds focus on how assets can be readily converted into cash flow (in and out), and what monies are left at year-end that will be available for spending in the next year. Governmental funds are reported using the *modified accrual basis of accounting* which provides a short-term spending focus. As a result, the governmental fund financial statements give the reader a detailed short-term view that helps him or her determine if there are more or less financial resources available to finance the Borough's programs. The relationship between *governmental activities* (reported in the Statement of Net Position and Statement of Activities) and *governmental funds* is described in a reconciliation that is a part of the fund financial statements.

The Borough maintains several governmental funds. Information is presented separately in the governmental fund Balance Sheet and in the governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances for the General Fund, Capital Reserve Fund, Recreation Fund, and State Highway Aid Fund, as they are considered major funds. The Borough does not have any non-major funds to report. The governmental fund financial statements can be found as listed in the table of contents.

**Proprietary Funds** – Proprietary funds are maintained in two manners – Enterprise and Internal Service Funds. *Enterprise funds* are used to account for operations that: (a) are financed and operated in a manner similar to private business enterprises. *Internal service funds* are used to accumulate and allocate costs internally among the various government functions. The Borough presently does not maintain any proprietary funds and, consequently, there are none to report in the financial statements.

**Fiduciary Funds** – Fiduciary funds are used to account for resources held for the benefit of parties outside of the Borough. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the activities of the Borough. The economic resources measurement focus, and accrual basis of accounting are used for fiduciary funds.

The Borough maintains fiduciary funds that cover pension benefits for members of the Borough police force and other Borough employees. The fiduciary activities are reported in a separate statement of fiduciary net position and a statement of changes in fiduciary net position.

**Notes to Basic Financial Statements**

The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to basic financial statements can be found as listed in the table of contents.

**Other Information**

In addition to the financial statements and accompanying notes, this report includes additional required supplementary information and schedules, which can be found immediately following the notes to basic

**BOROUGH OF MEDIA, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT'D)  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(UNAUDITED)**

financial statements. These include the schedules of budget to actual comparisons, pension plan and OPEB plan funding schedules, and statistical tables.

**GOVERNMENT-WIDE FINANCIAL ANALYSIS**

As previously noted in this section, net position may serve as a useful indicator of a government's financial position as well as an important determinant of its ability to finance services in the future.

The Borough's total assets were \$31,693,802 as of December 31, 2024. Of this amount, \$18,476,850 was capital assets, net of accumulated depreciation and amortization. On a government-wide basis, the Borough's assets and deferred outflows of resources exceeded its liabilities and deferred inflows of resources by \$20,418,295 as of December 31, 2024, which represents the balance of net position at year-end. Of this amount, \$14,558,376 represents the balance of long-term capital assets, net of long-term debt related to such capital assets. Although the Borough's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

The portion of the Borough's net position that is restricted carries a balance of \$4,145,114. The portion of the Borough's net position that is unrestricted represents a balance of \$1,714,805.

Net cost of service expenses indicate the amount of support required from taxes and other general revenues for a program of the government. In 2024, the Borough's real estate tax revenues of \$1,935,689 and the earned income tax revenue of \$4,931,308 along with other enabling tax collections indicates the Borough relied heavily on these revenues to fund its activities in 2024.

Table 1 below provides a summary of the Borough's net position for years 2024 and 2023.

**TABLE 1  
NET POSITION**

	Governmental Activities		
		(Restated)	
	2024	2023	Change
<b>ASSETS:</b>			
Current assets	\$ 7,864,585	\$ 5,751,740	\$ 2,112,845
Capital assets, net	18,476,850	17,823,121	653,729
Other non-current assets	5,352,367	5,153,371	198,996
Total Assets	31,693,802	28,728,232	2,965,570
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
	556,134	1,428,618	(872,484)

**BOROUGH OF MEDIA, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT'D)  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(UNAUDITED)**

**TABLE 1  
NET POSITION**

	Governmental Activities		
		(Restated)	
(cont'd)	2024	2023	Change
<b>LIABILITIES:</b>			
Other liabilities	1,040,419	665,022	375,397
Long-term liabilities:			
Due in one year	845,690	976,138	(130,448)
Due beyond one year	6,878,688	8,519,469	(1,640,781)
Total Liabilities	<u>8,764,797</u>	<u>10,160,629</u>	<u>(1,395,832)</u>
 <b>DEFERRED INFLOWS OF RESOURCES</b>	 <u>3,066,844</u>	 <u>3,085,062</u>	 <u>(18,218)</u>
 <b>NET POSITION:</b>			
Net investment in capital assets	14,558,376	13,205,083	1,353,293
Restricted	4,145,114	428,549	3,716,565
Unrestricted	1,714,805	3,277,527	(1,562,722)
Total Net Position	<u>\$ 20,418,295</u>	<u>\$ 16,911,159</u>	<u>\$ 3,507,136</u>

Table 2 reflects changes in activities and net position for years 2024 and 2023.

**TABLE 2  
CHANGE IN NET POSITION**

	Governmental Activities		
		(Restated)	
	2024	2023	Change
<b>REVENUES:</b>			
Program revenues:			
Charges for services	\$ 2,107,385	\$ 2,148,607	\$ (41,222)
Operating grants and contributions	455,475	1,267,183	(811,708)
Capital grants and contributions	1,484,294	-	1,484,294
General revenues:			
Taxes	8,065,682	7,879,313	186,369
Interest and rents	1,286,077	1,141,209	144,868
Grants and contributions	36,609	298,305	(261,696)
Other	979,459	724,368	255,091
Total Revenues	<u>14,414,981</u>	<u>13,458,985</u>	<u>955,996</u>

**BOROUGH OF MEDIA, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT'D)  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(UNAUDITED)**

**TABLE 2  
CHANGE IN NET POSITION**

(cont'd)	Governmental Activities		
	2024	(Restated) 2023	Change
<b>EXPENSES:</b>			
General government	1,911,737	1,918,994	(7,257)
Public safety	4,313,270	4,917,076	(603,806)
Public works - streets and highways	2,493,603	2,006,479	487,124
Public works - sanitation	576,411	617,786	(41,375)
Community development	203,929	218,012	(14,083)
Culture and recreation	490,201	475,387	14,814
Unallocated benefits	871,727	-	871,727
Interest on long-term debt	46,967	63,943	(16,976)
Total Expenses	10,907,845	10,217,677	690,168
Change in net position	3,507,136	3,241,308	265,828
Net position, beginning of year, as reported	16,911,159	14,340,392	2,570,767
Prior period adjustments		(670,541)	670,541
Net position, beginning of year, as adjusted	16,911,159	13,669,851	3,241,308
Net position, end of year	<u>\$ 20,418,295</u>	<u>\$ 16,911,159</u>	<u>\$ 3,507,136</u>

As indicated above, general government accounts for approximately 18% of the total expenses of the Borough's governmental activities. Public safety and public works account for approximately 40% and 28%, respectively, of total expenses for 2024.

## **FINANCIAL ANALYSIS OF THE BOROUGH'S FUNDS**

As previously noted in this document, the Borough uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

### **Governmental Funds**

The focus of Governmental Funds is to provide information on near-term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the Borough's financing requirements. In particular, unreserved fund balance may serve as a useful measure of the Borough's net resources available for spending at the end of the fiscal year. Governmental Funds reported combined total ending fund balances of \$6,767,173. This reflects an increase of \$1,895,100 compared to the prior year.

**BOROUGH OF MEDIA, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT'D)  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(UNAUDITED)**

***Major Governmental Funds***

**General Fund** – The General Fund is the Borough's primary operating fund. The General Fund balance at fiscal year-end was \$3,230,636, an increase of \$1,025,102 from the prior year. The General Fund balance is 31.7% of current year expenditures and 25.4% of revenues.

**Recreation Fund** – The Recreation Fund accounts for the activities of various recreational programs. As of December 31, 2024, the Recreation Fund had an ending fund balance of \$676. This is a decrease of \$7,679 as compared to the prior year.

**Highway Aid Fund** – The Highway Aid Fund is a special revenue fund that is earmarked for expenditures related to streets and highways. The Borough's annual funding received from the Commonwealth of Pennsylvania's Liquid Fuels Tax is deposited into the Highway Aid Fund. As of December 31, 2024, the Highway Aid Fund has a fund balance of \$81,791, an increase of \$17,499 as compared to the prior year.

**Capital Reserve Fund** – The Capital Reserve Fund provides funding for capital improvements, or other unique expenditures which are not normal operating or maintenance-type expenditures reportable within the General Fund or other governmental funds. As of December 31, 2024, the fund balance of the Capital Reserve Fund was \$3,454,070, an increase of \$860,178 as compared to the prior year.

***Governmental Fund Revenues***

Governmental Funds revenues totaled \$14,390,284 for the year ended December 31, 2024. Property tax revenues in 2024 increased by \$61,204 from prior year. Local enabling tax collection revenue increased by \$126,726. Intergovernmental revenues increased by \$410,890 due to increased grant funding. With the exception of miscellaneous revenues, most other line items saw an increase compared to the prior year.

***Governmental Funds Expenditures***

Governmental Funds expenditures totaled \$12,501,790 for the year ended December 31, 2024. Debt service expenditures decreased \$4,595 from the prior year as a result of the continuing paydown of the outstanding general obligation note. Capital outlay expenditures amounted to \$1,660,053 in 2024, approximately \$160,000 less than the prior year due to delays in capital project completion that carried into 2025.

**GENERAL FUND BUDGETARY HIGHLIGHTS**

The budgetary comparison schedule for the General Fund can be found under required supplementary information as listed in the table of contents. The 2024 General Fund budget was adopted in December 2023; and during the year 2024, there were budget amendments made to both revenues and expenditures as part of the mid-year budget review process.

**BOROUGH OF MEDIA, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT'D)  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(UNAUDITED)**

The final budgetary basis revenue and other financing sources estimate was \$12,065,700, which was higher than the original budget by \$175,400. This increase reflects additional unbudgeted or underbudgeted revenues realized during the year, such as interest income, grants and fines. The final budgetary basis expenditure and other financing uses appropriation estimate was also \$12,065,700, which reflects net increases and decreases to various appropriations.

For the current year, total General Fund revenues and other financing sources realized exceeded budget estimates by \$655,852. Expenditures and other financing sources were under budget estimates by \$369,250.

**CAPITAL ASSETS**

The Borough's capital assets for its governmental activities as of December 31, 2024 amount to \$18,476,850 (net of accumulated depreciation and amortization). Capital assets consist primarily of land, buildings, land improvements, machinery and equipment, lease assets, subscription assets and infrastructure.

There was a net increase in the Borough's capital assets for the current fiscal year of 3.7%. The net increase was the result of the net effect of the 2024 asset additions, depreciation, disposals, and amortization expense. Table 3 reflects summarized capital asset information.

**TABLE 3  
CAPITAL ASSETS  
(NET OF ACCUMULATED DEPRECIATION AND AMORTIZATION)**

Classification	2024	2023
Land	\$ 1,154,041	\$ 1,154,041
Construction in progress	1,686,332	511,973
Buildings	5,023,931	5,181,720
Land improvements	1,807,671	1,873,231
Infrastructure	7,362,655	7,541,526
Machinery, vehicles, and equipment	1,418,731	1,528,404
Lease assets	12,117	11,756
Subscription assets	11,372	20,470
	<u>\$ 18,476,850</u>	<u>\$ 17,823,121</u>

**BOROUGH OF MEDIA, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT'D)  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(UNAUDITED)**

Significant capital asset activity during the year included the following additions:

- Plum Street Park Renovations, \$858,098
- Philip Green Park Renovations, \$170,728
- Third Street Bridge, \$136,786
- Leaf Vacuum for Streets and Highways Division, \$92,991
- New Police Vehicle, \$57,341

## **DEBT ADMINISTRATION**

**Long-term Debt** – At the end of the current year, the Borough had total general obligation debt outstanding of \$3,894,000. Governmental activities report the total amount of the outstanding general obligation debt. The 2025 adopted budget has appropriations of \$743,800 representing the payment on the annual principal and interest of the outstanding note payable. The 2020 note payable will mature on October 1, 2030. Additional information on the Borough's long-term debt can be found in the notes to basic financial statements, as listed in the table of contents.

## **ECONOMIC FACTORS AND NEXT YEAR'S BUDGETS AND RATES**

### **Economic Factors**

Media Borough continues to thrive as a regional hub for culture, commerce, and community life. Its walkable downtown, access to public transit, and strong mix of small businesses, restaurants, and professional services keep the local economy resilient and active year-round. Events like Dining Under the Stars and seasonal festivals draw consistent foot traffic, supporting local retailers, and reinforcing the Borough's identity as "Everybody's Hometown."

Real estate demand remains strong, with rising property values reflecting the Borough's desirability for both residents and businesses. Recent public investment, such as the transformation of Plum Street Mall into a green, pedestrian-focused public space, signals a continued focus on sustainability and placemaking. This, along with steady employment from institutions like the Delaware County Courthouse and nearby healthcare and educational employers, helps sustain a stable economic base.

Financially, the Borough maintains a balanced and healthy outlook. Core revenues like real estate and earned income taxes remain stable, and a consistent 2 mill property tax rate since 2023 reflects thoughtful fiscal planning. While the Borough benefits from a strong commercial sector, it remains mindful of potential long-term challenges such as limited space for expansion and rising housing costs.

### **Next Year's Budget**

The Borough's 2025 General Fund budget projects revenues and expenditures of approximately \$11.9 million, a slight decrease of about 1% from the 2024 modified budget. Key revenue sources remain



**BOROUGH OF MEDIA, PENNSYLVANIA  
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONT'D)  
FOR THE YEAR ENDED DECEMBER 31, 2024  
(UNAUDITED)**

consistent, with property tax revenues holding steady at \$1.9 million and the tax rate unchanged at 2.00 mills. Act 511 taxes, which include business privilege, earned income, and transfer taxes, are expected to total just over \$5.75 million, reflecting a slight decline due to neighboring municipalities adopting their own earned income tax levies.

On the expenditure side, the 2025 budget includes moderate salary increases across departments: 4.00% for police, 3.50% for public works, and 3.75% for administration, as well as the first rise in medical premiums in over five years. Debt service on the Borough's outstanding bank note continues to account for roughly 6.2% of the operating budget. Departmental spending reflects strategic adjustments, with increases in police and public works, while administrative and fire protection costs are down slightly.

The Borough's Capital Fund budget for 2025 totals \$2.3 million, aligned with its five-year Capital Improvement Plan. Major capital projects include stormwater infrastructure, traffic calming, and facility upgrades, funded through a combination of grants and reserves.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Borough's finances and to show the Borough's accountability for the funds it receives and disburses. If you have questions about this report or to request additional financial information, please contact the Director of Finance or Borough Manager at 301 North Jackson Street, Media, PA 19063-2909.

## **BASIC FINANCIAL STATEMENTS**

---

## **GOVERNMENT-WIDE FINANCIAL STATEMENTS**

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**STATEMENT OF NET POSITION**  
**DECEMBER 31, 2024**

	Governmental Activities
ASSETS:	
Cash and cash equivalents	\$ 3,735,812
Receivables, net (note 3)	1,454,988
Prepaid expenses	61,462
Restricted cash and cash equivalents	2,612,323
Loan receivable	939,344
Lease receivables (note 7)	3,792,575
Net pension asset (note 10)	620,448
Capital assets, net (note 6)	18,476,850
	<hr/>
Total Assets	31,693,802
	<hr/>
DEFERRED OUTFLOWS OF RESOURCES:	
Deferred outflows related to pensions (notes 9 and 10)	485,325
Deferred outflows related to OPEB (note 11)	70,809
	<hr/>
Total Deferred Outflows of Resources	556,134
	<hr/>
LIABILITIES:	
Accrued salaries and benefits	137,776
Payroll deductions and withholdings	79,625
Accrued interest	11,195
Accounts payable	639,962
Unearned revenue	64,691
Escrow deposits	107,170
Non-current liabilities (note 8):	
Due within one year	845,690
Due beyond one year	6,878,688
	<hr/>
Total Liabilities	8,764,797
	<hr/>
DEFERRED INFLOWS OF RESOURCES:	
Deferred inflows related to pensions (notes 9 and 10)	236,443
Deferred inflows related to OPEB (note 11)	643,815
Deferred inflows related to leases (note 7)	2,186,586
	<hr/>
Total Deferred Inflows of Resources	3,066,844
	<hr/>
NET POSITION:	
Net investment in capital assets	14,558,376
Restricted for:	
Capital projects	3,442,875
Other purposes	702,239
Unrestricted	1,714,805
	<hr/>
Total Net Position	\$ 20,418,295
	<hr/>

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

**BOROUGH OF MEDIA, PENNSYLVANIA  
STATEMENT OF ACTIVITIES  
FOR THE YEAR ENDED DECEMBER 31, 2024**

Functions / Programs	Expenses	Program Revenues			Net (Expenses) Revenues and Changes in Net Position
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	
GOVERNMENTAL ACTIVITIES:					
General government	\$ 1,911,737	\$ 257,685	\$ 29,433	\$ 1,098,711	\$ (525,908)
Public safety	4,313,270	16,913	272,010	30,000	(3,994,347)
Public works - streets and highways	2,493,603	1,786,117	154,032	355,583	(197,871)
Public works - sanitation	576,411	30,973	-	-	(545,438)
Community development	203,929	-	-	-	(203,929)
Culture and recreation	490,201	15,697	-	-	(474,504)
Unallocated benefits	871,727	-	-	-	(871,727)
Interest on long-term debt	46,967	-	-	-	(46,967)
Total Governmental Activities	<u>\$ 10,907,845</u>	<u>\$ 2,107,385</u>	<u>\$ 455,475</u>	<u>\$ 1,484,294</u>	(6,860,691)
General Revenues:					
Taxes:					
Real estate taxes				\$ 1,935,689	
Real estate transfer tax				307,261	
Earned income taxes				4,931,308	
Local services tax				258,051	
Mercantile and business privilege taxes				<u>633,373</u>	
					8,065,682
Interest and investment income					358,498
Rents and royalties					927,579
Intergovernmental revenues not restricted					36,609
Miscellaneous revenue					<u>979,459</u>
Total General Revenues					<u>10,367,827</u>
Change in Net Position					3,507,136
Net Position, Beginning (Restated)					<u>16,911,159</u>
Net Position, Ending					<u>\$ 20,418,295</u>

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

## **FUND FINANCIAL STATEMENTS**

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**BALANCE SHEET - GOVERNMENTAL FUNDS**  
**DECEMBER 31, 2024**

	General Fund	Recreation Fund	Highway Aid Fund	Capital Reserve Fund	Total Governmental Funds
<b>ASSETS:</b>					
Cash and cash equivalents	\$ 6,244,285	\$ 6,561	\$ 81,791	\$ 15,498	\$ 6,348,135
Accounts receivable, net	85,567	-	-	-	85,567
Taxes receivable	68,188	-	-	-	68,188
Loans receivable	939,344	-	-	-	939,344
Grants receivable	-	-	-	1,301,233	1,301,233
Interfunds receivable	73	-	-	2,508,473	2,508,546
Prepaid items	61,462	-	-	-	61,462
<b>TOTAL ASSETS</b>	<b>\$ 7,398,919</b>	<b>\$ 6,561</b>	<b>\$ 81,791</b>	<b>\$ 3,825,204</b>	<b>\$ 11,312,475</b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES:</b>					
<b>Liabilities:</b>					
Accounts payable	\$ 264,127	\$ 4,701	\$ -	\$ 371,134	\$ 639,962
Accrued salaries and benefits	136,665	1,111	-	-	137,776
Payroll deductions and withholdings	79,625	-	-	-	79,625
Unearned revenue	64,691	-	-	-	64,691
Interfunds payable	2,508,473	73	-	-	2,508,546
Escrow deposits	107,170	-	-	-	107,170
<b>Total Liabilities</b>	<b>3,160,751</b>	<b>5,885</b>	<b>-</b>	<b>371,134</b>	<b>3,537,770</b>
<b>Deferred Inflows of Resources:</b>					
Unavailable revenue	1,007,532	-	-	-	1,007,532
<b>Fund Balances:</b>					
Nonspendable - prepaid items	61,462	-	-	-	61,462
Restricted - streets and highways	-	-	81,791	-	81,791
Committed - capital projects	-	-	-	544,837	544,837
Assigned:					
Culture and recreation	-	676	-	-	676
Capital projects	-	-	-	2,909,233	2,909,233
Fire apparatus	240,000	-	-	-	240,000
Other purposes	20,399	-	-	-	20,399
Unassigned	2,908,775	-	-	-	2,908,775
<b>Total Fund Balances</b>	<b>3,230,636</b>	<b>676</b>	<b>81,791</b>	<b>3,454,070</b>	<b>6,767,173</b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES, AND FUND BALANCES</b>	<b>\$ 7,398,919</b>	<b>\$ 6,561</b>	<b>\$ 81,791</b>	<b>\$ 3,825,204</b>	

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

Capital assets used in governmental activities are not current financial resources and, therefore, are not reported in the funds.	18,476,850
Deferred outflows and deferred inflows related to pensions and OPEB represent the consumption and acquisition, respectively, of resources that relate to future periods; therefore, such amounts are not reported in the fund financial statements.	(324,124)
Some revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures, and, therefore, are deferred in the funds.	1,007,532
Accrued interest payable on long-term debt is not due and payable in the current period and, therefore, is not reported in the funds.	(11,195)
Long-term lease receivables and deferred inflows are not due in the current period and, therefore, are not reported in the funds.	1,605,989
Some long-term liabilities and assets, including notes payable, pension liability, OPEB liability, compensated absences payable, and net pension asset are not due and payable in the current period and, therefore, are not reported in the funds.	(7,103,930)
Net position of governmental activities	<u>\$ 20,418,295</u>

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

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -**  
**GOVERNMENTAL FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	General Fund	Recreation Fund	Highway Aid Fund	Capital Reserve Fund	Total Governmental Funds
<b>REVENUES:</b>					
Taxes	\$ 8,045,441	\$ -	\$ -	\$ -	\$ 8,045,441
Licenses and permits	390,690	-	-	-	390,690
Fines and forfeitures	494,678	-	-	-	494,678
Interest, rents, and royalties	1,242,430	1,054	5,194	3,416	1,252,094
Intergovernmental revenues	338,052	-	154,032	1,484,294	1,976,378
Departmental earnings	2,091,688	15,697	-	-	2,107,385
Miscellaneous	118,573	545	-	4,500	123,618
<b>Total Revenues</b>	<b>12,721,552</b>	<b>17,296</b>	<b>159,226</b>	<b>1,492,210</b>	<b>14,390,284</b>
<b>EXPENDITURES:</b>					
<b>Current:</b>					
General government	1,388,844	-	-	101,246	1,490,090
Public safety	4,207,167	-	-	93,095	4,300,262
Public works - sanitation	605,159	-	-	-	605,159
Public works - streets and highways	1,677,705	-	-	353,558	2,031,263
Culture and recreation	340,544	97,875	-	22,076	460,495
Community development	203,148	-	-	-	203,148
<b>Non-departmental:</b>					
Unallocated benefits	1,005,686	-	-	-	1,005,686
Other expenses	410	-	-	1,540	1,950
<b>Debt Service:</b>					
Principal	691,000	-	-	-	691,000
Interest	52,684	-	-	-	52,684
Capital outlay	21,353	-	147,883	1,490,817	1,660,053
<b>Total Expenditures</b>	<b>10,193,700</b>	<b>97,875</b>	<b>147,883</b>	<b>2,062,332</b>	<b>12,501,790</b>
<b>Excess (Deficiency) of Revenues Over (Under) Expenditures</b>	<b>2,527,852</b>	<b>(80,579)</b>	<b>11,343</b>	<b>(570,122)</b>	<b>1,888,494</b>
<b>OTHER FINANCING SOURCES (USES):</b>					
Issuance of lease obligations	6,606	-	-	-	6,606
Transfers in	-	72,900	6,156	1,430,300	1,509,356
Transfers out	(1,509,356)	-	-	-	(1,509,356)
<b>Total Other Financing Sources (Uses)</b>	<b>(1,502,750)</b>	<b>72,900</b>	<b>6,156</b>	<b>1,430,300</b>	<b>6,606</b>
<b>Net Change in Fund Balances</b>	<b>1,025,102</b>	<b>(7,679)</b>	<b>17,499</b>	<b>860,178</b>	<b>1,895,100</b>
<b>Fund Balance, Beginning (Restated)</b>	<b>2,205,534</b>	<b>8,355</b>	<b>64,292</b>	<b>2,593,892</b>	<b>4,872,073</b>
<b>Fund Balance, Ending</b>	<b>\$ 3,230,636</b>	<b>\$ 676</b>	<b>\$ 81,791</b>	<b>\$ 3,454,070</b>	<b>\$ 6,767,173</b>

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



**BOROUGH OF MEDIA, PENNSYLVANIA**  
**RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND**  
**BALANCES - GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

Net Change in Fund Balances - Governmental Funds \$ 1,895,100

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Depreciation and amortization expense	\$ (1,006,325)	
Capital outlays	1,660,053	653,728

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds until they are available.

Taxes	20,241	
Leases	33,983	54,224

Repayment of long-term receivables is a revenue in the governmental funds, but the repayment reduces assets in the statement of net position. (29,527)

Proceeds from the issuance of leases are a financing source in the governmental funds. They are not revenues in the statement of activities; issuing debt increases long-term liabilities in the statement of net position. (6,606)

In the statement of activities, interest on long-term debt in the statement of activities is accrued, regardless of when due. In the governmental funds, interest is reported when due. 5,717

Repayment of debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position.

Note payable	691,000	
Subscription Based Information Technology Arrangements (SBITA)	9,014	
Leases	6,423	706,437

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.

Pension benefit expense	116,109	
OPEB obligation expense	17,850	
Compensated absences	94,104	228,063

Change in net position of governmental activities		\$ 3,507,136
---	--	--------------

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

**BOROUGH OF MEDIA, PENNSYLVANIA  
STATEMENT OF FIDUCIARY NET POSITION -  
FIDUCIARY FUNDS  
DECEMBER 31, 2024**

	Pension Trust Funds
ASSETS:	
Cash and cash equivalents	\$ 504,829
Accounts receivable, net	5,206
Investments, at fair value:	
Mutual funds - fixed income	10,791,244
Mutual funds - equity	<u>16,259,403</u>
Total Assets	<u>27,560,682</u>
LIABILITIES:	
Benefits payable	4,056
Refunds of member contributions payable	<u>32,164</u>
Total Liabilities	<u>36,220</u>
NET POSITION:	
Restricted for pensions	<u><u>\$ 27,524,462</u></u>

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

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -**  
**FIDUCIARY FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	Pension Trust Funds
ADDITIONS:	
Contributions:	
State aid	\$ 188,747
Municipal contributions	415,446
Member contributions	<u>142,265</u>
Total Contributions	<u>746,458</u>
Investment Income:	
Interest and dividends	695,924
Net increase (decrease) in fair value of investments	1,805,125
Less: investment expense	<u>(92,622)</u>
Net Investment Income	<u>2,408,427</u>
Net Additions	<u>3,154,885</u>
DEDUCTIONS:	
Pension payments	1,728,292
Refund of member contributions	3,538
Administrative expenses	<u>12,762</u>
Total Deductions	<u>1,744,592</u>
Change in Net Position	1,410,293
Net Position, Beginning	<u>26,114,169</u>
Net Position, Ending	<u><u>\$ 27,524,462</u></u>

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

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 1     SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The financial statements of the Borough of Media ("the Borough") have been prepared to conform with accounting principles generally accepted in the United States of America ("GAAP") as applied to governmental units. The Governmental Accounting Standards Board ("GASB") is the accepted standard setting body for establishing governmental accounting and financial reporting principles. The following is a summary of the more significant of these policies.

**Financial Reporting Entity**

The Borough of Media is located in Delaware County, Pennsylvania. The Borough operates under a mayor-council form of government, with a Mayor and a seven-member Borough Council. Council members are elected to four-year terms, with elections held every two years for staggered terms. The Mayor is elected to a four-year term, and a Borough Manager is appointed by Council to oversee the daily functions of the Borough. The Borough encompasses an area of approximately 0.8 square miles and, as of the 2020 census, has a population of 5,901 residents. The Borough provides various municipal services to its residents, including public safety, public works, and community development.

Financial accountability is defined in GASB Statement No. 14, *The Financial Reporting Entity*, as amended by GASB Statement No. 39, *Determining Whether Certain Organizations Are Component Units*, and GASB Statement No. 61, *The Financial Reporting Entity: Omnibus--An Amendment of GASB Statements No. 14 and No. 39*. The Borough is financially accountable for legally separate organizations if it appoints a voting majority of the organization's board and (1) it is able to impose its will on that organization or (2) there is potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the Borough. The Borough also may be financially accountable if an organization is fiscally dependent on the Borough regardless of whether the organization has a separately elected governing board, a governing board appointed by a higher level of government, or a jointly appointed board. Based upon the application of these criteria, the Borough has determined that no other organizations are required to be included as component units in the Borough's reporting entity.

**Government-wide and Fund Financial Statements**

The Borough's basic financial statements consist of government-wide statements, and fund financial statements which provide a more detailed level of financial information.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by property taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support.

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 1     SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. Direct expenses are those that are specifically associated with a service, program, or department and, therefore, clearly identifiable to a particular function. It is the policy of the Borough to not allocate indirect expenses to functions in the statement of activities. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Property taxes and other items not properly included among program revenues are reported instead as general revenues.

With regard to the fund financial statements, the Borough segregates transactions related to certain functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. Fund financial statements report detailed information about the Borough. The focus of governmental fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a single column.

**Measurement Focus, Basis of Accounting, and Financial Statement Presentation**

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenues as soon as all eligibility requirements have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the Borough considers tax revenues to be available if collected within 60 days of the end of the current year and 90 days for all other revenues with the exception of certain reimbursement expenditure grants for which an eighteen-month availability period is generally used. Measurable means that the amount of revenue can be determined. Expenditures are generally recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

Taxes, grants, fees, interest income, and various intergovernmental revenues associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenue items are considered to

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 1     SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

be measurable and available only when cash is received by the Borough. Revenue related to expenditure-driven grants is recognized when the qualifying expenditures have been incurred, and all other grant requirements have been met.

The Borough reports the following major governmental funds:

**General Fund** – The general fund is the Borough's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

**Special Revenue Funds** – Special revenue funds are used to account for the proceeds of specific revenue sources that are restricted to expenditures for specified purposes. The Borough reports the following major special revenue funds:

- **Recreation Fund** – The recreation fund accounts for the activities of various Borough sponsored recreation programs.
- **Highway Aid Fund** – The highway aid fund, as required by law, accounts for revenue from the State Motor License Fund (gasoline tax distribution, etc.) and the approved expenditure of such monies for road and highway purposes.

**Capital Project Funds** – Capital projects funds are used to account for and report financial resources that are restricted, committed, or assigned to expenditures for capital outlays which include the acquisition or construction of capital facilities and other capital assets, including those financed by general obligation bond proceeds. The Borough reports the following major capital projects fund:

- **Capital Reserve Fund** – The capital reserve fund accounts for the resources accumulated for future capital projects.

Proprietary funds are used to account for those activities that are financed and operated in a manner similar to private business enterprises. The cost of providing services on a continuing basis is recovered primarily through user charges. The Borough currently does not maintain any active proprietary funds.

The Borough also reports the following funds:

Fiduciary funds reporting focuses on net assets and changes in net assets. The fiduciary fund category is split into four classifications: pension trust funds, investment trust funds, private-purpose trust funds, and custodial funds. Trust funds are used to account for assets held by the Borough under a trust agreement for individuals, private organizations, or other governments and are, therefore, not available to support the Borough's own programs. Custodial funds are

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 1     SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

used to account for assets held on behalf of individuals and/or other governmental units. The Borough reports the following fiduciary funds:

**Pension Trust Funds** – The pension trust funds are used to report resources that are required to be held in trust for the members and beneficiaries of the Borough's defined benefit pension plans. The Police Pension Plan and the Non-uniformed Pension Plan are accounted for as pension trust funds.

**Budgets and Budgetary Control**

Annual appropriated budgets are prepared in accordance with Title 8, Chapter 13 of the Pennsylvania Consolidated Statutes. The proposed budget, detailing estimated revenues and expenditures, is made available for public inspection for ten days, with notice published or posted as required. After the inspection period, the Borough Council may revise and ultimately finalizes the budget. The budget is adopted by motion no later than December 31, followed by a resolution to levy taxes for the fiscal year. If the tax rate increases, an ordinance must be enacted.

Budgets follow the modified accrual basis of accounting, with the functional level being the legal level of budgetary control. Budget modifications and transfers of appropriations may be made by council resolution during the fiscal year in accordance with applicable regulations. Formal budgetary integration is used as a management control, and there are no significant differences between budgetary accounting and generally accepted accounting principles. Encumbrance accounting is employed to extend budgetary integration, and unencumbered appropriations lapse at fiscal year-end.

**Encumbrances**

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of funds are recorded to assign a portion of the applicable appropriation, is utilized for budgetary control purposes. Encumbrances are a component of fund balance at fiscal year-end as they do not constitute expenditures or liabilities, but rather commitments related to unperformed contracts for goods and services. Open encumbrances in the governmental funds, which have not been previously restricted, committed, or assigned, should be included within committed or assigned fund balance, as appropriate. Encumbered appropriations may be carried into the next fiscal year through a budget modification approved by Council.

**Cash, Cash Equivalents and Investments**

Cash and cash equivalents, for all funds, include petty cash, change funds, cash in banks and all short-term highly liquid investments with original maturities of three months or less from the date of acquisition and no restrictions on withdrawal. State statutes authorize the Borough to invest in: 1) obligations, participations, and other instruments of the U.S. government or its

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 1     SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

agencies or instrumentalities 2) repurchase agreements with respect to U.S. Treasury bills or obligations, 3) negotiable certificates of deposit, 4) bankers' acceptances, 5) commercial paper, 6) shares of an investment company registered under the Investment Company Act of 1940 whose shares are registered under the Securities Act of 1933, and 7) savings or demand deposits. The Borough may also invest with trusts and other entities set up to specifically invest funds for Pennsylvania municipalities and legally restricted to allowable investment instruments under Pennsylvania law. Investments are stated at fair value based upon quoted market prices.

**Receivables and Payables**

External transactions are accounted for as revenues or expenditures. Exchange transactions between funds are reported as revenues in the seller funds and as expenditures / expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers.

Interfund transfers are reported as other financing sources/uses in governmental funds. Reimbursements from funds responsible for particular expenditures to the funds that initially paid for them are not presented on the financial statements.

Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as due to/from other funds. Such balances are eliminated in the statement of net position to minimize the grossing up of internal balances.

All trade receivables are shown net of an allowance for uncollectible accounts.

**Prepaid Expenses**

Using the consumption method, prepaid expenses are recorded on the government-wide financial statements and governmental fund financial statements which represent payments made to vendors for services that will benefit periods beyond December 31 of the current year.

**Lease Receivable**

Lease receivables recorded on the government-wide financial statement represent contracts that convey control of the right to use the Borough's (lessor) non-financial assets. At the commencement of the lease term, the lessor recognizes a lease receivable and a deferred inflow of resources. The lease receivable is measured at the present value of lease payments expected to be received during the lease term.

**Capital Assets**

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items) are reported in the governmental activities column in the



**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 1     SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

government-wide financial statements. Purchased capital assets are recorded as expenditures in the governmental fund financial statements and are capitalized at cost on the government-wide statement of net position. Intangible right to use assets (lease and subscription assets) are recorded as expenditures in the governmental fund financial statements. Lease assets are measured on the government-wide statement of net position at the amount of the initial measurement of the related lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. Subscription assets are recorded as expenditures in the governmental fund financial statements. Subscription assets are measured on the government-wide statement of net position at the amount of the initial measurement of the related subscription liability, plus any payments associated with the arrangement made to the vendor at the commencement of the subscription term and capitalizable initial implementation costs. In the case of gifts or contributions, such capital assets are recorded at acquisition value at the time received.

The Borough's capitalization threshold is \$5,000. Other costs incurred for repairs and maintenance are expensed as incurred. All reported capital assets, except land and construction in progress, are depreciated using the straight-line method over the useful life of the assets. Lease and subscription assets are amortized in a systematic and rational manner over the shorter of the lease and subscription term or the useful life of the underlying assets. The useful lives of the Borough's capital assets are as follows:

Land improvements	10 - 50 years
Buildings and improvements	20 - 50 years
Machinery and equipment	3 - 20 years
Infrastructure	40 - 50 years
Subscription assets	Term of lease
Right-to-use assets	Term of lease

**Deferred Outflows of Resources and Deferred Inflows of Resources**

The statement of net position and the balance sheet for governmental funds reports separate sections for deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources, reported after total assets, represents a reduction of net position that applies to a future period(s) and will be recognized as an outflow of resources (expense) at that time. Deferred inflows of resources, reported after total liabilities, represents an acquisition of net position that applies to a future period(s) and will be recognized as an inflow of resources (revenue) at that time.

Transactions are classified as deferred outflows of resources and deferred inflows of resources only when specifically prescribed by GASB standards. The Borough is required to report the following as deferred outflows of resources and deferred inflows of resources: defined benefit pension plans and postemployment benefit plans.

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 1    SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

The Borough has another type of item under the modified accrual basis of accounting that qualifies for reporting as a deferred inflow. Accordingly, the item, unavailable revenue, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and loan revenue. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

**Unearned Revenue**

Unearned revenue arises when assets are recognized before revenue recognition criteria have been satisfied and is recorded as a liability until the revenue is both measurable and the Borough is eligible to realize the revenue.

**Compensated Absences**

Compensated absences represent payments to employees for accumulated leave, including paid vacation, paid holidays, sick leave, and sabbatical leave. In accordance with GASB Statement No. 101, a liability for compensated absences is recognized for leave that has not been used if (a) the leave is attributable to services already rendered, (b) the leave accumulates, and (c) it is more likely than not that the leave will be used for time off or otherwise paid in cash or settled through noncash means. Leave that is more likely than not to be settled through conversion to defined benefit postemployment benefits is excluded from the liability for compensated absences.

The Borough measures its compensated absences liability using employees' pay rates as of the date of the financial statements. When applicable, salary-related payments that are directly and incrementally associated with compensated absences are included in the liability measurement. Certain types of compensated absences, such as parental leave, military leave, and jury duty leave, are not recognized as liabilities until the leave commences. Additionally, holiday leave that is taken on a specific date and unlimited leave are not recognized until used.

The Borough records the full compensated absences liability in the government-wide financial statements. The amount estimated to be used in the following fiscal year is classified as a current liability. In governmental funds, expenditures for compensated absences are recognized as payments become due, such as when employees terminate employment or take leave. Compensated absences not recorded at the fund level represents a reconciling item between fund-level and government-wide financial statements.

**Accrued Liabilities and Long-term Obligations**

All payables, accrued liabilities, and long-term obligations are reported in the government-wide financial statements. In general, governmental fund payables and accrued liabilities

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 1     SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

that, once incurred, are paid in a timely manner, and in full, from current financial resources, are reported as obligations of the funds.

However, claims and judgments, compensated absences, special termination benefits, and contractually required pension contributions that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are normally expected to be paid with expendable available financial resources.

**Bond Discounts / Premiums**

Bond discounts / premiums arising from the issuance of long-term debt (bonds) are amortized over the life of the bonds, in systematic and rational method, as a component of interest expense. Bond discounts / premiums are presented as an adjustment of the face amount of the bonds on the government-wide statement of net position. The Borough has no bonds outstanding with issuance discounts / premiums.

**Net Position**

Net position represents the difference between the summation of assets and deferred outflows of resources, and the summation of liabilities and deferred inflows of resources. Net position is classified into the following three components:

**Net Investment in Capital Assets** – This component represents capital assets, net of accumulated depreciation or amortization of intangible capital assets, net of outstanding balances of borrowings used for the acquisition, construction, or improvement of those assets.

**Restricted** – Net position is reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the Borough or through external restrictions imposed by creditors, grantors, or laws or regulations of other governments.

**Unrestricted** – Net position is reported as unrestricted when it does not meet the criteria of the other two components of net position.

The Borough applies restricted resources when an expense is incurred for purposes for which both restricted and unrestricted net position is available.

**Fund Balance**

In the fund financial statements, governmental funds report fund balance in categories based on the level of constraint placed upon the funds. The levels are as follows:

**Nonspendable** – The nonspendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 1     SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

to be maintained intact. The “not in spendable form” criterion includes items that are not expected to be converted to cash, such as inventories and prepaid amounts.

**Restricted** – The restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources either by being (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation.

**Committed** – The committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Borough’s highest level of decision-making authority, which is the Borough Council. Such formal action consists of an affirmative vote by the Council, memorialized by the adoption of a resolution. Once committed, amounts cannot be used for any other purpose unless the Borough Council removes, or changes, the specified use by taking the same type of action (resolution) it employed to previously commit those amounts.

**Assigned** – The assigned fund balance classification includes amounts that are constrained by the Borough’s intent to be used for specific purposes, but are neither restricted nor committed. Intent is expressed by either the Borough or by an official to which the Borough Council has delegated the authority to assign amounts to be used for specific purposes.

**Unassigned** – The unassigned fund balance classification is the residual classification for the general fund. This classification represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. The general fund is the only fund that reports a positive unassigned fund balance amount. In other governmental funds, if expenditures incurred for specific purposes exceed the amounts restricted, committed, or assigned to those purposes, it may be necessary to report a negative unassigned fund balance.

When expenditures are incurred for purposes for which both restricted and unrestricted fund balances are available, it is the policy of the Borough to spend restricted fund balances first. Moreover, when expenditures are incurred for purposes for which amounts in any of the unrestricted fund balance classifications can be used, it is the policy of the Borough to spend fund balances, if appropriate, in the following order: committed, assigned, then unassigned.

**Fair Value**

Fair value is defined as the price that would be received to sell an asset or paid to transfer a liability in an orderly transaction between market participants at the measurement date. Observable inputs are developed based on market data obtained from sources independent of the reporting entity. Unobservable inputs are developed based on the best information available about the assumptions market participants would use. The fair value hierarchy categorizes the inputs to

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 1     SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

valuation techniques used to measure fair value in three levels based on the extent to which inputs used in measuring fair value are observable in the market:

**Level 1** – unadjusted price quotations in active markets/exchanges for identical assets or liabilities.

**Level 2** – other observable inputs (including, but not limited to, quoted prices for similar assets or liabilities in markets that are active, quoted prices for identical or similar assets or liabilities in markets that are not active, inputs other than quoted prices that are observable for the assets and liabilities (such as interest rates, yield curves, volatilities, loss severities, credit risks and default rates, or other market-corroborated inputs).

**Level 3** – unobservable inputs based on the best information available in the circumstances, to the extent observable inputs are not available.

**Use of Estimates**

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

**Impact of Recently Issued Accounting Principles**

The GASB has issued the following statements that were implemented by the Borough during the year ended December 31, 2024:

In June 2022, the GASB issued Statement No. 100, *Accounting Changes and Error Corrections – an amendment of GASB Statement No. 62*. The objectives of this Statement are to enhance accounting and financial reporting requirements for accounting changes and error corrections to provide more understandable, reliable, relevant, consistent, and comparable information for making decisions or assessing accountability.

In June 2022, the GASB issued Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. Because of the implementation of GASB Statement No. 101, the Borough has restated its governmental activities net position for this change in accounting principle.

The GASB has issued the following Statements that could impact the Borough's financial statements in future years:

In December 2023, the GASB issued Statement No. 102, *Certain Risk Disclosures*. The objective of this Statement is to provide users of government financial statements with essential

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 1     SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (cont'd)**

information about risks related to a government's vulnerabilities due to certain concentrations or constraints.

In April 2024, the GASB issued Statement No. 103, *Financial Reporting Model Improvements*. The objective of this Statement is to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing a government's accountability.

Management is currently evaluating whether or not these Statements will have an impact on the basic financial statements of the Borough.

**NOTE 2     DEPOSITS AND INVESTMENTS**

**Deposits**

**Custodial Credit Risk Related to Deposits**

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned. The Borough is required by statute to deposit funds in depositories that are either banks, banking institutions, or trust companies located in the Commonwealth of Pennsylvania. To the extent that such deposits exceed federal insurance, the depositories must pledge as collateral obligations of the United States, the Commonwealth of Pennsylvania, or any political subdivision. Under Act 72 of 1971, as amended, the depositories may meet this collateralization requirement by pooling appropriate securities to cover all public funds on deposit.

At December 31, 2024, the carrying amount of the Borough's deposits was \$6,348,135, and the bank balance was \$6,491,608 (exclusive of pension funds). Of the bank balance, \$250,000 was covered by federal depository insurance, and \$512,172 was collateralized by the Borough's depository in accordance with Act 72 and the collateral was held by the depository's agent in pooled public funds. The remaining cash deposits of the Borough are in the Pennsylvania Local Government Investment Trust ("PLGIT"). Although not registered with the Securities and Exchange Commission and not subject to regulatory oversight, PLGIT acts like a money market mutual fund in that its objective is to maintain a stable net asset value of \$1 per share, is rated by a nationally recognized statistical rating organization, and is subject to an independent annual audit. As of December 31, 2024, PLGIT was rated as AAAm by a nationally recognized statistical rating agency.

The carrying amount at December 31, 2024 of the Police and Non-Uniformed Pension Plans deposits was \$424,319 and \$80,510 respectively. For details on custodial credit risk related to

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 2    DEPOSITS AND INVESTMENTS (cont'd)**

deposits of the pension plans, refer to Notes 9 and 10 for the Police and Non-Uniformed Employees' plans, respectively.

**Investments**

**Credit Risk**

Pennsylvania statutes authorize the Borough to invest in U.S. Treasury bills, short-term obligations of the U.S. Government, obligations of the U.S. Government or Commonwealth of Pennsylvania, or political subdivisions of the Commonwealth that are backed by the full faith and credit of the issuing government and shares of authorized investment companies provided that all of the company investments are authorized investments for the Borough.

In addition, the Borough may invest in time deposits, savings accounts, or share accounts of institutions insured by the FDIC, FSLIC, or NCUSIF to the extent that such investments are insured and, where amounts exceed the insured maximums, that the depository pledge collateral as provided by Pennsylvania law. The Borough may also invest in shares of registered investment companies provided that investments of the company are authorized investments, as noted above.

The state also imposes limitations with respect to the amount of investment in certificates of deposit to the extent that such deposits may not exceed 20% of a bank's total capital surplus or 20% of a savings and loan's or savings bank's assets, net of its liabilities. The Borough may also invest in shares of registered investment companies provided that investments of the company are authorized investments, as noted above.

The law provides that the Borough's Pension Trust Fund may invest in any form or type of investment, financial instrument, or financial transaction, if determined by the Borough to be prudent.

As of December 31, 2024, the Borough's Pension Trust Funds had the following investments:

**Pension Activities:**

<u>Investment Type</u>	<u>Fair Values</u>		
	<u>Non-Uniformed Plan</u>	<u>Police Plan</u>	<u>Total</u>
Mutual Funds - Equity	\$ 4,707,410	\$ 11,551,993	\$ 16,259,403
Mutual Funds - Fixed Income	3,115,052	7,676,192	10,791,244
Totals	<u>\$ 7,822,462</u>	<u>\$ 19,228,185</u>	<u>\$ 27,050,647</u>

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 2    DEPOSITS AND INVESTMENTS (cont'd)**

Interest Rate Risk

The Borough's investment policy does limit investment maturities to remain sufficiently liquid to meet all operating requirements that are reasonably anticipated as a means of managing its exposure to fair value losses arising from increasing interest rates. For the general fund and other operating funds, maturities will not exceed one year.

Fair Value Measurement

As stated in note 1, the Borough categorizes its fair value measurements within the fair value hierarchy established by GAAP. GASB Statement No. 72 sets forth the framework for measuring fair value.

As of December 31, 2024, the Borough had the following investments:

**Investments by Fair Value Level:**

	<u>December 31, 2024</u>	<u>Level 1</u>	<u>Level 2</u>
Equity Securities:			
Equity Mutual Funds	\$ 16,259,403	\$ 16,259,403	N/A
Fixed Income Mutual Funds	10,791,244	10,791,244	N/A
Totals	<u>\$ 27,050,647</u>	<u>\$ 27,050,647</u>	<u>N/A</u>

The Borough's investment policy does not limit its investment choices based upon credit quality rating.

Concentration Risk

The Borough does not currently have a policy that would limit the amount it may invest in any one issuer.

**NOTE 3    ACCOUNTS RECEIVABLE**

Accounts receivable at year-end consists of accounts (fees for services), property taxes, and intergovernmental awards/grants. An allowance for uncollectible accounts was established for trade receivables based on management's estimates. All other receivables are considered collectible in full due to the stability of the economic and regulatory environments associated with those balances.

Receivables, other than lease (note 7) and loan (note 4) receivables, as of December 31, 2024 for the Borough's funds, net of applicable allowances for uncollectible accounts, are as follows:



**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 3    ACCOUNTS RECEIVABLE (cont'd)**

<u>Description</u>	<u>Governmental Funds</u>		<u>Governmental Activities</u>
	<u>General Fund</u>	<u>Capital Reserve Fund</u>	
Receivables:			
Property taxes	\$ 68,188	\$ -	\$ 68,188
Accounts	92,274	-	92,274
Grant awards	-	1,301,233	1,301,233
Total receivables, gross	160,462	1,301,233	1,461,695
Less: allowance for uncollectible accounts	(6,707)	-	(6,707)
Receivables, net	<u>\$ 153,755</u>	<u>\$ 1,301,233</u>	<u>\$ 1,454,988</u>

Governmental funds report deferred inflows in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received, but not yet earned. At year-end, the various components of unavailable and unearned revenues reported in the governmental funds were as follows:

<u>Description</u>	<u>Unavailable</u>	<u>Unearned</u>
Real estate taxes receivable	\$ 68,188	\$ -
Loan receivable	939,344	-
Non-tax prepayments and overpayments	-	64,691
Total deferred/unearned revenue for governmental funds	<u>\$ 1,007,532</u>	<u>\$ 64,691</u>

**NOTE 4    LOAN RECEIVABLE**

In 2015, the Borough entered into a loan agreement with the Media Free Library Association ("the Association"), whereby the Borough agreed to loan \$1,500,000 at interest rates ranging from 1.54% to 4.50% to the Association to finance the construction of a new public library building. The agreement was amended in August 2021 to (1) extend the maturity date, (2) lower the interest rate, and (3) lower the annual payments. The original maturity date of the loan prior to the amendment was October 1, 2029, and the agreement stipulated semi-annual payments on April 1 and October 1.

Under the terms of the amended loan agreement, the final maturity date of the loan is October 1, 2051 with semi-annual payments on April 1 and October 1. The interest rate was renegotiated

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 4    LOAN RECEIVABLE (cont'd)**

at a fixed rate of 1.15% per annum. Interest payments under the amended agreement began on April 1, 2022, and principal payments began on October 1, 2022.

Principal and interest payments to be received on the outstanding loan are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 29,866	\$ 10,802	\$ 40,668
2026	30,210	10,459	40,669
2027	30,557	10,112	40,669
2028	30,908	9,760	40,668
2029	31,264	9,405	40,669
2030-2034	161,795	41,547	203,342
2035-2039	171,316	32,028	203,344
2040-2044	181,399	21,948	203,347
2045-2049	192,072	11,275	203,347
2050-2051	79,957	1,382	81,339
Totals	<u>\$ 939,344</u>	<u>\$ 158,718</u>	<u>\$ 1,098,062</u>

**NOTE 5    TAXES**

**Real Estate Taxes**

For the year ended 2024, a tax of 2.00 mills for general purposes was levied on a taxable assessed valuation of real property of \$950,293,546.

Taxes are levied and payable in the following periods:

Discount period	–	February 1 through April 30
Face Period	–	May 1 through May 31
Penalty Period	–	June 1 through December 30
Lien Date	–	December 31

**Other Taxes**

Real estate transfer tax	–	½% of sales price
Earned income tax	–	1% of net income
Local services tax	–	\$52 annually
Mercantile tax	–	0.75 mills of gross receipts for wholesalers and retailers
Business privilege tax	–	1.50 mills of gross receipts for services and retailers

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 6    CAPITAL ASSETS**

Capital asset activity for the year ended December 31, 2024 was as follows:

	<b>Restated Beginning Balance</b>	<b>Increases</b>	<b>Decreases</b>	<b>Ending Balance</b>
<b>Governmental Activities:</b>				
Capital Assets:				
Capital Assets Not Being Depreciated:				
Land	\$ 1,154,041	\$ -	\$ -	\$ 1,154,041
Construction in Progress	511,973	1,174,359		1,686,332
Total Capital Assets Not Being Depreciated	1,666,014	1,174,359	-	2,840,373
Capital Assets Being Depreciated:				
Infrastructure	9,404,727	157,383	-	9,562,110
Buildings	10,817,568	99,490	-	10,917,058
Land Improvements	3,072,599	22,000	-	3,094,599
Machinery and Equipment	6,390,498	200,215	-	6,590,713
Total Capital Assets Being Depreciated	29,685,392	479,088	-	30,164,480
Total Capital Assets, Cost	31,351,406	1,653,447	-	33,004,853
Less: Accumulated Depreciation:				
Infrastructure	(1,863,201)	(336,255)	-	(2,199,456)
Buildings	(5,635,848)	(257,277)	-	(5,893,125)
Land Improvements	(1,199,368)	(87,559)	-	(1,286,927)
Machinery and Equipment	(4,862,094)	(309,890)	-	(5,171,984)
Total Accumulated Depreciation	(13,560,511)	(990,981)	-	(14,551,492)
Total Capital Assets Being Depreciated, Net	16,124,881	(511,893)	-	15,612,988
Total Capital Assets, Net Excluding Lease Assets	17,790,895	662,466	-	18,453,361
Lease Assets:				
Machinery and Equipment	22,660	6,606	(6,949)	22,317
Less: Accumulated Amortization:				
Machinery and Equipment	(10,904)	(6,246)	6,949	(10,201)
Total Lease Assets, Net	11,756	360	-	12,116
Subscription Assets	27,294	-	-	27,294
Less: Accumulated Amortization:				
Subscription Assets	(6,823)	(9,098)	-	(15,921)
Total Subscription Assets, Net	20,471	(9,098)	-	11,373
<b>Governmental Activities Capital Assets, Net</b>	<b>\$ 17,823,122</b>	<b>\$ 653,728</b>	<b>\$ -</b>	<b>\$ 18,476,850</b>

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 6    CAPITAL ASSETS (cont'd)**

Depreciation and amortization expense were charged to functions/programs of the Borough as follows:

**Governmental Activities:**

General Government	\$    426,398
Public Safety	78,487
Public Works - Streets and Highways	469,294
Public Works - Sanitation	1,716
Community Development	781
Culture and Recreation	<u>29,649</u>
 Total Depreciation and Amortization	
Expense - Governmental Activities	<u><u>\$   1,006,325</u></u>

**NOTE 7    LEASES**

**Leases Payable**

The Borough has entered into lease agreements as a lessee for various office equipment. These lease agreements have been capitalized and are reported with other capital assets (note 6). For details on the leasing arrangements with the Borough as the lessee, refer to Note 8.

**Leases Receivable**

The Borough, acting as lessor, has entered into multiple agreements with various entities for the use of the Borough's real property. The leases expire at varying dates through 2051 and provide for various renewal options. Certain leases provide for increases in future minimum rental payments based on defined increases in the Consumer Price Index ("CPI"), subject to certain minimum and maximum increases. These leases are summarized as follows:

- (1) On May 23, 1995, the Borough entered into a 50-year lease agreement with Philadelphia Suburban Water Company (now Aqua PA) for the lease of real property encompassing approximately 63 acres. Based on the agreement, the Borough is receiving annual payments through 2045. The lease agreement includes two options to renew, each for an additional 50 years, at the discretion of the lessee. The lease also includes a provision for the annual rent to be adjusted based on changes in the CPI, beginning in 2001 and occurring every five years thereafter through the end of the lease. As the lease does not state a specified interest rate, the Borough has used an imputed interest rate of 9.00% as the discount rate for the lease.

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 7    LEASES (cont'd)**

- (2) On April 6, 2001, the Borough entered into a 50-year lease agreement with Little Washington Wastewater for the lease of real property encompassing approximately 12 acres. Based on the agreement, the Borough is receiving annual payments through 2051. The lease agreement includes two options to renew, each for an additional 50 years, at the discretion of the lessee. The lease also includes a provision for the annual rent to be adjusted based on changes in the CPI, beginning in 2007 and occurring every five years thereafter through the end of the lease. As the lease does not state a specified interest rate, the Borough has used an imputed interest rate of 8.00% as the discount rate for the lease.
  
- (3) On December 15, 2016, the Borough entered into a lease agreement with Commonwealth Real Estate Investors for the lease of real property. Based on the agreement, the Borough is receiving monthly payments through 2041. The lease agreement includes options to renew for six additional terms of five years each at the discretion of the lessee. As the lease does not state a specified interest rate, the Borough has used an imputed interest rate of 3.64% as the discount rate for the lease.
  
- (4) On September 26, 2003, the Borough entered into a lease agreement with Trader Joe's East, Inc., for the lease of real property. The initial lease term was 10 years and included options to renew for three additional terms of five years each. The Borough is currently receiving monthly payments through 2025. The lease includes provisions for increases in rental payments based on defined increases in the CPI. As the lease does not state a specified interest rate, the Borough has used an imputed interest rate of 4.00% as the discount rate for the lease.
  
- (5) On May 19, 2016, the Borough entered into a ground lease agreement with Hearth of Media LLC for an initial lease term of five years. The original term expired on April 30, 2021, and the lease was renewed for an additional five-year term on May 1, 2021. The Borough is currently receiving monthly payments through 2026. As the lease does not state a specified interest rate, the Borough has used an imputed interest rate of 3.25% as the discount rate for the lease.
  
- (6) On October 24, 2023, the Borough entered into a lease agreement with State Representative Jennifer O'Mara for the lease of real property. The initial lease term was for a period of 13 months and included options to renew for two additional terms of two years each. As the lease does not state a specified interest rate, the Borough has used an imputed interest rate of 3.52% as the discount rate for the lease.

The Borough reported leases receivable of \$3,792,575 at December 31, 2024. During the year ended December 31 2024, the Borough recognized \$313,074 as a reduction of lease receivable and \$317,348 in interest revenue related to leases. In addition, \$344,823 was recognized as both lease revenue and a reduction in deferred inflows of resources related to leases.

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 7    LEASES (cont'd)**

The following summary provides aggregated information reported for December 31, 2024 lease receivables, including additions and reductions for the year December 31, 2024:

<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
<u>\$   4,003,851</u>	<u>\$   101,798</u>	<u>\$   (313,074)</u>	<u>\$   3,792,575</u>

Total future minimum lease payments to be received under the lease agreements are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$   121,868	\$   305,765	\$   427,633
2026	100,940	299,259	400,199
2027	102,286	292,644	394,930
2028	107,479	285,561	393,040
2029	93,891	278,359	372,250
2030-2034	603,635	1,266,690	1,870,325
2035-2039	905,392	980,966	1,886,358
2040-2044	1,228,915	554,290	1,783,205
2045-2049	439,011	102,989	542,000
2040-2051	<u>89,158</u>	<u>10,842</u>	<u>100,000</u>
Totals	<u>\$   3,792,575</u>	<u>\$   4,377,365</u>	<u>\$   8,169,940</u>

Deferred inflows of resources mirror the principal payment maturities as described above. Deferred inflows of resources related to leases receivable are amortized and recognized as revenue on a straight-line basis over the life of the lease.

**NOTE 8    LONG-TERM LIABILITIES**

During the year ended December 31, 2024, the following changes occurred in long-term obligations for governmental activities:

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 8    LONG-TERM LIABILITIES (cont'd)**

	<u>Restated Beginning Balance</u>	<u>Additions</u>	<u>Deductions</u>	<u>Ending Balance</u>	<u>Due within One Year</u>
<b>Governmental Activities:</b>					
Other Liabilities:					
Compensated absences	\$ 1,107,646	\$ 193,717	\$ (287,821)	\$ 1,013,542	\$ 131,995
Net pension liability	1,827,636	1,717,718	(2,475,875)	1,069,479	-
Net OPEB liability	1,942,019	188,497	(407,633)	1,722,883	-
General obligation note payable	4,585,000	-	(691,000)	3,894,000	699,000
Total other liabilities	<u>9,462,301</u>	<u>2,099,932</u>	<u>(3,862,329)</u>	<u>7,699,904</u>	<u>830,995</u>
Lease and Subscription Liabilities:					
Lease liabilities:					
Equipment leases	12,568	6,606	(6,423)	12,751	5,358
Subscription liability	20,738		(9,015)	11,723	9,337
Total lease and subscription liabilities	<u>33,306</u>	<u>6,606</u>	<u>(15,438)</u>	<u>24,474</u>	<u>14,695</u>
Total Governmental Activities					
Long-term Liabilities	<u>\$ 9,495,607</u>	<u>\$ 2,106,538</u>	<u>\$ (3,877,767)</u>	<u>\$ 7,724,378</u>	<u>\$ 845,690</u>

All long-term obligations for governmental activities are generally liquidated by the general fund, unless noted otherwise.

**Bonds Payable**

The Borough has no bonded debt outstanding as of December 31, 2024.

**Bonds Authorized But Not Issued**

As of year-end, the Borough had no outstanding authorizations to issue bonded debt.

**Note Payable**

On October 22, 2020, the Borough issued a \$6,617,000 general obligation note at an interest rate of 1.15%. A portion of the proceeds were used to refund the Series 2014 general obligation bonds. The final maturity of this note is October 1, 2030. The note will be paid from general revenues, including property taxes.

Principal and interest due on the outstanding note are as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 699,000	\$ 44,781	\$ 743,781
2026	707,000	36,743	743,743
2027	715,000	28,612	743,612
2028	723,000	20,390	743,390
2029	731,000	12,075	743,075
2030	<u>319,000</u>	<u>3,669</u>	<u>322,669</u>
Totals	<u>\$ 3,894,000</u>	<u>\$ 146,270</u>	<u>\$ 4,040,270</u>

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 8    LONG-TERM LIABILITIES (cont'd)**

**Compensated Absences**

For details on compensated absences, refer to Note 14. Compensated absences will be paid from the fund from which the employees' salaries are paid.

**Net Pension Liability**

For details on the net pension liability, refer to Notes 9 and 10. The Borough's annual required contributions to the non-uniformed and police pension plans (minimum municipal obligations, or "MMOs") are budgeted and paid by the general fund on an annual basis.

**Other Postemployment Benefits**

For details on other postemployment benefits, refer to Note 11. The Borough's payments for postemployment benefits are budgeted and paid by from the general fund.

**Lease Liabilities**

The Borough's payments on lease liabilities are budgeted and paid from the general fund on an annual basis.

The Borough leased one (1) copy machine for the administration department for a term of four (4) years beginning September 2022 at an imputed interest rate of 5.50%, which is based on the Borough's estimated incremental borrowing rate during the period in which the lease agreement was executed.

The Borough also leased one (1) postage machine for the administration department for a term of 63 months beginning December 2023 at an imputed interest rate of 3.52%, which is based on the Borough's estimated incremental borrowing rate during the period in which the lease agreement was executed.

Annual requirements to amortize lease obligations and related interest are as follows:

<b><u>Year Ending December 31,</u></b>	<b><u>Principal</u></b>	<b><u>Interest</u></b>	<b><u>Total</u></b>
2025	\$ 5,358	\$ 5,831	\$ 11,189
2026	4,518	4,718	9,236
2027	1,300	1,380	2,680
2028	1,346	1,380	2,726
2029	229	230	459
Totals	<u>\$ 12,751</u>	<u>\$ 13,539</u>	<u>\$ 26,290</u>



**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 8    LONG-TERM LIABILITIES (cont'd)**

**Subscription Liabilities**

The Borough's payments on subscription liabilities are budgeted and paid from the general fund on an annual basis.

The Borough entered into a subscription-based information technology arrangement ("SBITA") for code enforcement software for a term of three (3) years beginning in 2023, with monthly payments made during the subscription term. The Borough imputed an interest rate of 3.52% to determine the present value of the intangible right to use asset and SBITA liability, which is based on the Borough's incremental borrowing rate during the period in which the agreement was executed.

The future subscription payments under the SBITA agreement is as follows:

<u>Year Ending December 31,</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 9,337	\$ 263	\$ 9,600
2026	<u>2,386</u>	<u>14</u>	<u>2,400</u>
Totals	<u>\$ 11,723</u>	<u>\$ 277</u>	<u>\$ 12,000</u>

**NOTE 9    POLICE PENSION PLAN**

**Plan Description**

**Plan Administration**

The Borough of Media Police Pension Plan is a single employer defined benefit pension plan. The plan was established on January 1, 1957 (adopted pursuant to Act 600 of 1956). The plan was amended and restated effective January 1, 2013. The plan is governed by the Borough Council of the Borough of Media, which may amend plan provisions, and which is responsible for the management of plan assets. The Borough Council has delegated the authority to manage certain plan assets to Wilmington Trust. The plan is required to file Form 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, 2023.

**Plan Membership**

The plan provides pensions for full-time uniformed employees of the Borough. As of December 31, 2024, pension plan membership consists of:

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 9    POLICE PENSION PLAN (cont'd)**

Active employees	14
Inactive members and beneficiaries currently receiving benefits	15
Inactive members entitled to but not yet receiving benefits	<u>1</u>
Total Plan Membership	<u>30</u>

**Benefit Provisions**

The following table provides information concerning the types of benefit provisions for the plan.

Eligibility Requirements:

Normal Retirement	Age 50 and 25 years of service
Early Retirement	20 years of service
Vesting	100% after 12 years of service
Retirement Benefit	A monthly benefit equal to 50% of gross pay averaged over the final 36 months of employment plus a service increment of \$100 for completion of 26 years of service, \$200 for completion of 27 years of service, and \$250 for completion of 28 or more years of service.
Death Benefit	Before retirement eligibility, a member's contributions plus interest is refunded. After retirement eligibility, a monthly benefit equal to 50% of the benefit the participant was receiving or was entitled to receive is payable to the spouse for life. Upon the spouse's death, the participant's dependent children will share the benefit until age 18, or age 23 if attending college.
Disability Benefit	For total and permanent disablement, the officer will receive a monthly benefit equal to the greater of 50% of the member's salary at the time disablement was incurred or 100% of the final year pay divided by 12 offset by any workers' compensation benefits received. There is no non-service-related disability benefit.

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 9    POLICE PENSION PLAN (cont'd)**

Post-Retirement Adjustments	Effective on each January 1 following retirement, retirees will receive an increase in their monthly benefit equal to the percentage change in the Philadelphia area Consumer Price Index during the last year times their pension benefit (before Service Increment). The total of all increases may not exceed 30% of the retiree's original benefit nor may the sum of the retiree's original benefit and all increases exceed 75% of the average monthly salary used to compute the original benefit.
Vesting	Normal retirement benefit multiplied by a ratio of years of service actually completed at date of termination to years of service that would have been completed at retirement date. Benefit is payable starting at normal retirement date in lieu of the return of member contributions.
Early Retirement Benefit	Completion of 20 years of service, but actuarially reduced for early commencement, payable immediately.
Member Contributions	5.0% of compensation. Interest rate credited to member contributions is 6%.

**Deferred Retirement Option Program ("DROP")**

An active member hired prior to January 1, 2018 who has attained the age of 52 and completed 25 years of service is eligible to participate in the Deferred Retirement Option Program ("DROP") for a period of up to 5 years. The monthly pension shall be calculated as of the date of the participation in the DROP. The DROP plan account balance is distributed to the member in a lump sum at the termination of the DROP. As of December 31, 2024, DROP balances amounting to \$248,415 are included in net position restricted for pensions.

**Contributions**

The employer follows the funding policy prescribed by Act 205 of 1984 (as amended), which requires that annual contributions be based upon the Minimum Municipal Obligation ("MMO") using the plan's most recent biennial actuarial valuation. 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% 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 contributions must be funded by the employer.

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 9    POLICE PENSION PLAN (cont'd)**

Employees are required to contribute 5.0% of covered payroll to the plan. This contribution is governed by the plan's governing ordinances.

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.

**Deposits and Investments**

**Investment Policy**

The Plan is authorized to invest in legal investments permitted under the Pennsylvania Fiduciaries Investment Act. The investment objective of the Plan is to maintain a balanced portfolio comprised of equity and fixed income, and as such is intended to be structured less aggressively than equity-oriented portfolios. The plan has no further formally adopted investment policy.

**Money-weighted Rate of Return**

For the year ended December 31, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense was 9.06%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Custodial Credit Risk**

**Deposits**

The carrying value of the plan's deposits is held in money market funds by the trustee of the plan in the plan's name. The money market funds were subject to custodial credit risk, as outlined for investments.

**Investments**

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the plan will not be able to recover the value of its investments or collateral security that are in the possession of an outside party. The plan manages its custodial credit risk through requiring that its broker-dealer or custodian shall be a member in good standing of the Securities Investor Protection Corporation, established under the Securities Investor Protection Act of 1970.

For more information regarding investments and deposits, including those of the plan, refer to note 2.

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 9    POLICE PENSION PLAN (cont'd)**

**Net Pension Liability**

The net pension liability was measured at December 31, 2024, and the total pension liability was determined by rolling forward the liabilities from an actuarial valuation as of January 1, 2023. No significant events or changes in assumptions occurred between the valuation date and the end of the year. The components of the net pension liability of the Borough at December 31, 2024 were as follows:

Total pension liability	\$ 20,728,778
Plan fiduciary net position	<u>19,659,299</u>
Net pension liability	<u><u>\$ 1,069,479</u></u>
Plan fiduciary net position as a percentage of the total pension liability	94.84%

The change in net pension liability for the year ended December 31, 2024 was as follows:

	<b><u>Total Pension Liability</u></b>	<b><u>Plan Fiduciary Net Position</u></b>	<b><u>Net Pension Liability</u></b>
Balance at December 31, 2023	\$ 20,451,848	\$ 18,624,212	\$ 1,827,636
Changes for the Year:			
Service cost	338,449	-	338,449
Interest	1,307,575	-	1,307,575
Contributions - employer	-	604,193	(604,193)
Contributions - employee	-	97,328	(97,328)
Net investment income	-	1,774,354	(1,774,354)
Benefit payments and refunds of employee contribution	(1,369,094)	(1,369,094)	-
Administrative expense	<u>-</u>	<u>(71,694)</u>	<u>71,694</u>
Net Changes	<u>276,930</u>	<u>1,035,087</u>	<u>(758,157)</u>
Balance at December 31, 2024	<u><u>\$ 20,728,778</u></u>	<u><u>\$ 19,659,299</u></u>	<u><u>\$ 1,069,479</u></u>

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 9    POLICE PENSION PLAN (cont'd)**

**Actuarial Assumptions**

Amounts in the January 1, 2023 actuarial valuation were determined using the following economic assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	4.50% including inflation
Expected long-term rate of return	6.50%, applied to all periods

Mortality rates were based on the Public Safety Mortality Tables (PubS-2010). Mortality improvement based on the Long-Range Demographic Assumptions for the 2020 SSA's Trustee Report.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which the best-estimate ranges of expected future real rates of return (expected returns, net of inflation and investment expenses not funded through the MMO) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighing the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic rates of return for each major asset class included in the target asset allocation as of December 31, 2024 are summarized in the following table:

<u>Asset Class</u>	<u>Long-term Expected Real Rate of Return</u>
U.S. Equity – Large Cap	4.25% - 7.31%
U.S. Equity – Small/Mid Cap	4.70% - 8.42%
Non-U.S. Equity – Developed	4.54% - 7.92%
Non-U.S. Equity – Emerging	5.22% - 9.27%
U.S. Corporate Bond – Core	0.97% - 1.94%
U.S. Corporate Bond – High Yield	2.62% - 4.32%
Non-U.S. Debt – Developed	0.88% - 2.14%
Non-U.S. Debt – Emerging	2.34% - 4.06%
U.S. Treasuries / Cash	0.47% - 1.07%

**Discount Rate**

The discount rate used to measure the total pension liability was 6.5%. The projection of cash flows used to determine the discount rate assumed that the plan will continue to be funded

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 9    POLICE PENSION PLAN (cont'd)**

based on the Minimum Municipal Obligation as determined in accordance with Act 205. Based on that assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability.

**Pension Expense and Deferred Outflows and Inflows of Resources Related to Pensions**

**Pension Expense**

For the year ended December 31, 2024, the Borough recognized pension expense of \$552,474 in the government-wide financial statements.

**Deferred Outflows and Inflows of Resources**

At December 31, 2024, the Plan reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	<b><u>Deferred Outflows of Resources</u></b>	<b><u>Deferred Inflows of Resources</u></b>
Differences between expected and actual experience	\$ 390,750	\$ 70,864
Changes of assumptions	94,575	-
Net difference between projected and actual earnings on pension plan investments	<u>-</u>	<u>120,928</u>
	<b><u>\$ 485,325</u></b>	<b><u>\$ 191,792</u></b>

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

**Year Ended December 31,**

2025	\$ 237,212
2026	435,855
2027	(275,496)
2028	<u>(104,038)</u>
	<b><u>\$ 293,533</u></b>

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 9    POLICE PENSION PLAN (cont'd)**

**Sensitivity of Net Pension Liability to Changes in the Discount Rate**

The following presents the Borough's net pension liability at the Plan's measurement date, calculated using a discount rate of 6.50%, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	<b>1% Decrease (5.50%)</b>	<b>Current Discount Rate (6.50%)</b>	<b>1% Increase (7.50%)</b>
Net pension liability (asset)	<u>\$    3,525,779</u>	<u>\$    1,069,479</u>	<u>\$    (965,895)</u>

**NOTE 10    NON-UNIFORMED PENSION PLAN**

**Plan Description**

**Plan Administration**

The Borough of Media Non-Uniformed Employees' Pension Plan is a single employer defined benefit pension plan. The plan was established April 21, 1966 and was amended and restated by Ordinance No. 1110, effective on January 1, 2014. The plan is governed by the Borough Council of the Borough of Media, which may amend plan provisions, and which is responsible for the management of plan assets. The Borough Council has delegated the authority to manage certain plan assets to Wilmington Trust. The plan is required to file Form PC-203C biennially with the Pennsylvania Department of the Auditor General's Municipal Pension Reporting Program (MPRP). The most recent filing was as of January 1, 2023.

**Plan Membership**

The plan provides pensions for full-time non-uniformed employees of the Borough. The plan is closed to all non-union employees hired on or after July 1, 2013 and all union employees on or after January 1, 2014. As of December 31, 2024, pension plan membership consists of:

Active employees	7
Inactive members and beneficiaries currently receiving benefits	13
Inactive members entitled to but not yet receiving benefits	<u>0</u>
Total Plan Membership	<u>20</u>



**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 10    NON-UNIFORMED PENSION PLAN (cont'd)**

**Benefit Provisions**

The following table provides information concerning the types of benefit provisions for the plan.

Eligibility Requirements:

Normal Retirement	Attainment of age 62, except for Public Works Employees earlier of age 62 or age 60 with 35 years of service.
Vesting	100% immediately upon plan participation
Retirement Benefit	A monthly benefit equal to 2.0% of Average Monthly Compensation multiplied by years of service. Maximum benefit is 70% of Average Monthly Compensation.
Death Benefit	Before retirement, a member's contributions plus interest is refunded. After retirement, the Normal Form of Payment is a life annuity with 120 monthly payments guaranteed. Optional Forms of Benefit Payment are available at the election of the participant and are calculated as actuarially equivalent to the Normal Form.
Disability Benefit	For total and permanent disablement and qualification for social security disability benefits, the accrued benefit at date of disablement will be payable 6 months following disablement and will continue for the lifetime of the participant.
Vesting	Normal retirement benefit using years of service actually completed at date of termination. Benefit is paid in lieu of the return of member contributions.
Member Contributions	6.5% of compensation. Interest rate credited to member contributions is 6%.

**Contributions**

The employer follows the funding policy prescribed by Act 205 of 1984 (as amended), which requires that annual contributions be based upon the Minimum Municipal Obligation ("MMO") using the plan's most recent biennial actuarial valuation. 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% of the excess

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 10    NON-UNIFORMED PENSION PLAN (cont'd)**

(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 contributions must be funded by the employer.

Employees are required to contribute 6.5% of covered payroll to the plan. This contribution is governed by the plan's governing ordinances.

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.

**Deposits and Investments**

**Investment Policy**

The plan is authorized to invest in legal investments permitted under the Pennsylvania Fiduciaries Investment Act. The investment objective of the plan is to maintain a balanced portfolio comprised of equity and fixed income, and as such is intended to be structured less aggressively than equity-oriented portfolios. The plan has no further formally adopted investment policy.

**Money-weighted Rate of Return**

For the year ended December 31, 2024, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense was 9.83%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

**Custodial Credit Risk**

**Deposits**

The carrying value of the plan's deposits is held in money market funds by the trustee of the plan in the plan's name. The money market funds were subject to custodial credit risk, as outlined for investments.

**Investments**

For an investment, custodial credit risk is the risk that, in the event of the failure of the counterparty, the plan will not be able to recover the value of its investments or collateral security that are in the possession of an outside party. The plan manages its custodial credit risk through requiring that its broker-dealer or custodian shall be a member in good standing of the Investor Protection Corporation, established under the Securities Investor Protection Act of 1970.

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 10    NON-UNIFORMED PENSION PLAN (cont'd)**

For more information regarding investments and deposits, including those of the plan, refer to Note 2.

**Net Pension Liability**

The net pension liability was measured at December 31, 2024, and the total pension liability was determined by rolling forward the liabilities from an actuarial valuation as of January 1, 2023. No significant events or changes in assumptions occurred between the valuation date and the end of the year. The components of the net pension liability of the Borough at December 31, 2024 were as follows:

Total pension liability	\$ 7,244,715
Plan fiduciary net position	<u>7,865,163</u>
Net pension asset	<u><u>\$ (620,448)</u></u>
Plan fiduciary net position as a percentage of the total pension liability	108.56%

The change in net pension liability for the year ended December 31, 2024 was as follows:

	<u>Total Pension Liability</u>	<u>Plan Fiduciary Net Position</u>	<u>Net Pension Asset</u>
Balance at December 31, 2023	<u>\$ 7,125,700</u>	<u>\$ 7,489,957</u>	<u>\$ (364,257)</u>
Changes for the Year:			
Service cost	28,341	-	28,341
Interest	453,410	-	453,410
Contributions - employee	-	44,937	(44,937)
Net investment income	-	726,695	(726,695)
Benefit payments and refunds of employee contribution	(362,736)	(362,736)	-
Administrative expense	<u>-</u>	<u>(33,690)</u>	<u>33,690</u>
Net Changes	<u>119,015</u>	<u>375,206</u>	<u>(256,191)</u>
Balance at December 31, 2024	<u><u>\$ 7,244,715</u></u>	<u><u>\$ 7,865,163</u></u>	<u><u>\$ (620,448)</u></u>

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 10    NON-UNIFORMED PENSION PLAN (cont'd)**

**Actuarial Assumptions**

Amounts in the January 1, 2023 actuarial valuation were determined using the following economic assumptions, applied to all periods included in the measurement:

Inflation	2.50%
Salary increases	4.00% including inflation
Expected long-term rate of return	6.50%, applied to all periods

Mortality rates were based on the General Employees Mortality Tables (PubG-2010). Mortality improvement based on the Long-Range Demographic Assumptions for the 2020 SSA's Trustee Report.

The long-term expected rate of return on pension plan investments was determined using a building-block method in which the best-estimate ranges of expected future real rates of return (expected returns, net of inflation and investment expenses not funded through the MMO) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation.

Best estimates of arithmetic rates of return for each major asset class included in the target asset allocation as of December 31, 2024 are summarized in the following table:

<u>Asset Class</u>	<u>Long-term Expected Real Rate of Return</u>
U.S. Equity – Large Cap	4.25% - 7.31%
U.S. Equity – Small/Mid Cap	4.70% - 8.42%
Non-U.S. Equity – Developed	4.54% - 7.92%
Non-U.S. Equity – Emerging	5.22% - 9.27%
U.S. Corporate Bond – Core	0.97% - 1.94%
U.S. Corporate Bond – High Yield	2.62% - 4.32%
Non-U.S. Debt – Developed	0.88% - 2.14%
Non-U.S. Debt – Emerging	2.34% - 4.06%
U.S. Treasuries / Cash	0.47% - 1.07%

**Discount Rate**

The discount rate used to measure the total pension liability was 6.50%. The projection of cash flows used to determine the discount rate assumed that plan member contributions will be

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 10    NON-UNIFORMED PENSION PLAN (cont'd)**

made at the current contribution rate and that employer contributions will be made equal to the Minimum Municipal Obligation. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payment to determine the total pension liability.

**Pension Expense and Deferred Outflows and Inflows of Resources Related to Pensions**

**Pension Benefit**

For the year ended December 31, 2024, the Borough recognized pension benefit of \$64,390 in the government-wide financial statements.

**Deferred Outflows and Inflows of Resources**

At December 31, 2024, the plan reported deferred outflows of resources and deferred inflows of resources related to pension from the following sources:

	<b><u>Deferred Inflows of Resources</u></b>
Net difference between projected and actual earnings on pension plan investments	\$ 44,651
	<u>\$ 44,651</u>

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

**Year Ended December 31,**

2025	\$ 35,971
2026	136,925
2027	(167,328)
2028	<u>(50,219)</u>
	<u>\$ (44,651)</u>

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 10    NON-UNIFORMED PENSION PLAN (cont'd)**

**Sensitivity of Net Pension Liability to Changes in the Discount Rate**

The following presents the Borough's net pension liability at the plan's measurement date, calculated using a discount rate of 6.50%, as well as what the Borough's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	<b>1% Decrease (5.50%)</b>	<b>Current Discount Rate (6.50%)</b>	<b>1% Increase (7.50%)</b>
Net pension asset	\$      (44,239)	\$      (620,448)	\$    (1,119,177)

**NOTE 11    POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)**

**General Information about the OPEB Plan**

**Plan Description**

The Borough of Media Post-Employment Benefits Plan ("the Plan") is a single employer defined benefit plan. The Plan provides life insurance and retirement medical coverage to eligible public works and police retirees and their spouses and/or dependents. Eligible police employees are those who retire either at or after normal retirement age with at least 20 years of service, or after age 50 with 25 years of service. Eligible public works employees are those full-time union employees hired before January 1, 2014 who retire, or after age 62.

The policy and management of OPEB benefits provided to retirees are the responsibility of the Borough. The plan benefits and refunds are recognized when they are due and payable in accordance with the plan terms.

The Plan does not issue a stand-alone financial report.

**Benefits Provided**

The Plan provides the following benefits to eligible employees:

Police

The Plan provides medical, dental, vision, and prescription drug coverage for retirees and their dependents. Benefit terms provide for payment of 100% of premiums for the retiree and 50%

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 11    POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (cont'd)**

of premiums for eligible dependents, continuing until the earlier of Medicare eligibility or 10 years of coverage. Dependent coverage terminates upon conclusion of the retiree's eligibility period.

In the event an officer dies in the line of duty prior to reaching normal retirement eligibility, the Plan provides for payment of 100% of premiums for the surviving spouse and dependents. This benefit continues until the surviving spouse remarries or passes away. Upon the date the deceased officer would have attained age 50, the employer's contribution reduces to 50% of dependent premiums for a period not to exceed 10 years.

**Public Works**

The Plan provides for payment of 25% of medical, dental, vision, and prescription drug premiums for the retiree and spouse from the date the retiree attains age 62 through age 65.

**Employees Covered by Benefit Terms**

As of December 31, 2024, the following employees were covered by the benefit terms:

Inactive employees or beneficiaries currently receiving benefit payments	10
Inactive employees or beneficiaries entitled to but not yet receiving benefits	0
Active employees	<u>19</u>
Total	<u>29</u>

**Funding Policy**

The Borough funds the Plan on a pay-as-you-go basis, with no assets accumulated in a trust that meets the criteria outlined in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*. Contribution requirements for plan members are determined by the Borough Council and may be amended at its discretion.

**Total OPEB Liability**

The Borough's total OPEB liability of \$1,722,883 was measured as of January 1, 2024, and was determined by an actuarial valuation as of that date.

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 11    POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (cont'd)**

**Actuarial Assumptions and Other Inputs**

The total OPEB liability in the January 1, 2024, actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Inflation	2.50%
-----------	-------

Discount rate	4.25% per year
---------------	----------------

Healthcare cost trend rates:

PPO Medical/Rx	7.75% in 2024, reducing by 0.5% per annum to 2030, leveling at 4.50% per annum in 2031
----------------	--

HMO Medical/Rx	7.50% in 2024, reducing by 0.5% per annum, leveling at 4.50% per annum in 2030
----------------	--

Dental	3.50% per annum
--------	-----------------

Vision	2.50% per annum
--------	-----------------

The discount rate was based on a survey of 20-year tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher.

Mortality rates were based on the following:

Police

2010 Public Retirement Plan – Public Safety mortality tables (PubS-2010), 0% assumed in the line of duty

Public Works

Public Retirement Plan – General Employees mortality tables (PubG-2010)

Demographic assumptions also included mortality improvement projected from 2015 using rates from the 2020 Social Security Administration Trustee Report. Withdrawal rates for Police were based on Table T-1 of the Actuary's Pension Handbook, with no withdrawal assumption applied for Public Works employees. Disability incidence for Police was based on ultimate rates from the 2020 Social Security Administration projections, and 60% of rates of disablement from *Advanced Pension Tables* for Public Works employees.



**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 11    POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (cont'd)**

**Changes in Total OPEB Liability**

Balance at December 31, 2023		\$ 1,942,019
Changes for the year:		
Service cost	\$ 116,904	
Benefit payments	(65,820)	
Interest	71,593	
Changes in benefit terms	(8,792)	
Changes in assumptions or other inputs	(122,262)	
Differences between expected and actual experience	<u>(210,759)</u>	
Net change in total OPEB liability		<u>(219,136)</u>
Balance at December 31, 2024		<u><u>\$ 1,722,883</u></u>

Changes in benefit terms include an expansion of eligibility for the Deferred Retirement Option Plan ("DROP"). The Collective Bargaining Agreement for Police effective January 1, 2023 provides all active officers the option to participate in the DROP. Previously, the DROP was only available to officers hired before January 1, 2018.

Changes of assumptions and other inputs reflect a change in the discount rate and inflation rate from 2.75% and 2.75% at December 31, 2023 to 4.25% and 2.50% at December 31, 2024, respectively. Assumed healthcare trend rates were also updated, and rate of disablement are now assumed for Public Works participants (60% of rates of disablement from Advanced Pension Tables).

**Sensitivity of the Total OPEB Liability to Changes in the Discount Rate**

The following presents the total OPEB liability of the Borough, as well as what the Borough's total OPEB liability would be if it were calculated for using a discount rate that is one percentage point lower and one percentage point higher than the current discount rate:

	<b><u>1.00% Decrease (3.25%)</u></b>	<b><u>Current Discount Rate (4.25%)</u></b>	<b><u>1.00% Increase (5.25%)</u></b>
Total OPEB Liability	<u>\$ 1,871,984</u>	<u>\$ 1,722,883</u>	<u>\$ 1,590,449</u>

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 11    POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (cont'd)**

**Sensitivity of the Total OPEB Liability to Changes in the Healthcare Cost Trend Rates**

The following presents the total OPEB liability of the Borough, as well as what the Borough's total OPEB liability would be if it were calculated using healthcare cost trend rates that are one percentage point lower and one percentage point higher than the current healthcare cost trend rates:

	<u>1.00% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1.00% Increase</u>
Total OPEB Liability	\$ 1,565,640	\$ 1,722,883	\$ 1,910,653

**OPEB Expense, Deferred Outflows of Resources, and Deferred Inflows of Resources Related to OPEB**

For the year ended December 31, 2024, the Borough recognized OPEB expense of \$47,970. At December 31, 2024, the Borough reported deferred inflows of resources and deferred outflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ -	\$ 493,792
Changes of assumptions	70,809	150,023
	<u>\$ 70,809</u>	<u>\$ 643,815</u>

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

**Year Ending December 31,**

2025	\$ (131,735)
2026	(131,735)
2027	(94,009)
2028	(68,859)
2029	(63,415)
Thereafter	<u>(83,253)</u>
	<u>\$ (573,006)</u>

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 12    RISK MANAGEMENT**

The Borough is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions by elected officials, employees and volunteers; personal injury and illness; and natural disasters. It is the policy of the Borough to purchase commercial insurance for the risks of loss to which it is exposed, including workers' compensation and employee health, and general liability insurances. Premiums for these coverages are paid directly to the insurers out of the accounts of the general fund. There were no significant reductions in coverage under these policies from the prior year. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three years.

**NOTE 13    DEFERRED COMPENSATION**

The Borough offers its employees a choice of several deferred compensation plans created in accordance with Internal Revenue Code (IRC) Section 457. The plans permit participants to defer a portion of their salary until future years. Amounts deferred under the plans are not available to employees until termination, retirement, death, or unforeseeable emergency. In accordance with the provisions of IRC Section 457, the Borough does not own the amounts deferred by employees, including the related income accrued on these amounts. The plan administrators are as follows: ICMA Retirement Corporation, Aspire Financial Services, and Corebridge Financial.

**NOTE 14    COMPENSATED ABSENCES**

The Borough accounts for compensated absences (e.g., unused vacation, sick leave) in accordance with the requirements of GASB Statement No. 101, *Compensated Absences*. For leave that accumulates, a liability for compensated absences is recognized when it is attributable to services already rendered and is more likely than not to be used for time off, paid in cash, or settled through noncash means.

Borough employees are entitled to various types of leave, including vacation, sick leave, holidays, parental leave, bereavement leave, compensatory time, and Kelly time. The types and amounts of leave granted are based on whether employees are covered by a collective bargaining agreement or are subject to Borough policy. These leave benefits may vary depending on the specific terms of the applicable agreements or policies. Leave benefits are subject to accrual, and a liability is recognized for unused leave that employees are entitled to carry forward for future use or settlement, in accordance with established policies and the likelihood of future use or payment.

The liability for compensated absences is measured using the employee's pay rate as of the year-end. At December 31, 2024, the liability for compensated absences for governmental activities reported on the Borough's government-wide statement of net position was \$1,013,542.

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 15 INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS**

**Interfund Balances**

The composition of interfund balances at year-end is as follows:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
General Fund	\$ 73	\$ 2,508,473
Recreation Fund	-	73
Capital Reserve Fund	2,508,473	-
Totals	<u>\$ 2,508,546</u>	<u>\$ 2,508,546</u>

Receivables reported as “due from other funds” and the related payables reported as “due to other funds” represent amounts owed between funds within the Borough’s reporting entity. Interfund balances above predominately resulted from the time lag between the dates that payments between funds are made.

**Interfund Transfers**

The funds transferred from the general fund to the recreation fund represent a subsidy to the recreation fund as fees do not cover the entire cost of the services provided by the fund. Transfers from the general fund to the capital reserve fund are used to fund various capital projects of the Borough. Additionally, a transfer was made from the general fund to the highway aid fund to adjust for the reallocation of prior-year activity to agree the balances with the amounts reported in the related state financial reports.

<u>Transfers Out</u>	<u>Recreation Fund</u>	<u>Transfers In Highway Aid Fund</u>	<u>Capital Reserve Fund</u>
General Fund	<u>\$ 72,900</u>	<u>\$ 6,156</u>	<u>\$ 1,430,300</u>

**NOTE 16 CONTINGENCIES**

**Grantor Agencies**

Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 16 CONTINGENCIES (cont'd)**

the grantor cannot be determined at this time, although the Borough expects such amount, if any, would not be immaterial.

**Litigation**

There are several pending lawsuits, claims, and/or disputes in which the Borough is involved. The Borough does not expect that the potential claims against the Borough not covered by insurance and resulting from such litigation, claims, and disputes would materially affect the financial statements.

**NOTE 17 EXCESS OF EXPENDITURES OVER APPROPRIATIONS**

For the year ended December 31, 2024, expenditures exceeded appropriations as follows:

<u>Program/Function</u>	<u>General Fund</u>	<u>Recreation Fund</u>
Streets and Highways	\$ 184,255	\$ -
Culture and Recreation	44	975
Community Development	8,948	-
Debt Service - Principal	1,684	-
Totals	<u>\$ 194,931</u>	<u>\$ 975</u>

The excess expenditures in the general fund were funded by other appropriations with lower than anticipated expenditures, as well as additional revenue. The excess expenditures in the recreation fund were funded by available fund balance.

**NOTE 18 COMMITMENTS**

The Borough had multiple active construction projects ongoing as of the year ended December 31, 2024 that are expected to continue into the subsequent year(s). These projects, which are related to the capital reserve fund, are as follows:

<u>Project</u>	<u>Spent to Date</u>	<u>Remaining Commitment</u>
Plum Street Park	\$ 284,425	\$ 490,163
Philip Green Park	146,175	54,673
Totals	<u>\$ 430,600</u>	<u>\$ 544,836</u>

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 18    COMMITMENTS (cont'd)**

Furthermore, in 2024, the Borough entered into an agreement for years 2024-2027 with a private company to provide curbside collection of recyclables. Total minimum payments under the contract are as follows:

<u>Year</u>	<u>Amount</u>
2024 - 2025	\$ 203,000
2025 - 2026	\$ 219,240
2026 - 2027	\$ 236,779

**NOTE 19    FUND BALANCES**

**Nonspendable**

As stated in Note 1, the non-spendable fund balance classification includes amounts that cannot be spent because they are either not in spendable form or are legally or contractually required to be maintained intact. The non-spendable fund balances of the Borough, as of December 31, 2024, are summarized as follows:

**General Fund** – The Borough recorded funds disbursed during the year ended December 31, 2024 that were for the subsequent year by means of a prepaid expense. As a result, because a prepaid expense is recorded as an asset, it is necessary to set aside fund balance at year-end by an amount equal to the prepaid expense. As of year-end, the non-spendable fund balance was \$61,462.

**Restricted**

As stated in Note 1, the restricted fund balance classification includes amounts that are restricted to specific purposes. Such restrictions, or constraints, are placed on the use of resources by either of the following: (1) externally imposed by creditors, grantors, contributors, or laws or regulations of other governments; or (2) imposed by law through constitutional provisions or enabling legislation. Specific restrictions of the Borough's fund balance are summarized as follows:

**Highway Aid Fund** – In accordance with Pennsylvania 1955 P.L.1944, No.655 (Liquid Fuels Tax Municipal Allocation Law), the Borough has restricted \$81,791 of funding received from the Commonwealth of Pennsylvania to be used for the maintenance, repair, and construction of roads, streets and bridges for which the Borough is responsible.

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 19   FUND BALANCES (cont'd)**

**Committed**

As stated in Note 1, the committed fund balance classification includes amounts that can only be used for specific purposes pursuant to constraints imposed by formal action of the Borough's highest level of decision-making authority, which is the Borough Council. Specific commitments of the Borough's fund balance are summarized as follows:

**Capital Reserve Fund** – As of year-end, the Borough has committed \$544,837 of fund balance for capital construction and acquisitions. This fund balance represents contractual obligations for which existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

**Assigned**

As stated in Note 1, the assigned fund balance classification includes amounts that are constrained by the Borough's intent to be used for specific purposes but are neither restricted nor committed. Specific assignments of the Borough's fund balance are summarized as follows:

**General Fund**

- **Fire Apparatus** – The Borough annually allocates a specified amount of funds, which, after accumulating for a predetermined period of time, will be donated to the Media Fire Company for the purpose of purchasing a new fire apparatus. As of year-end, the balance assigned for this purpose is \$240,000.
- **Other Purposes** – As of year-end, the Borough had \$20,399 of encumbrances outstanding for purchase orders and contracts signed by the Borough but not completed as of the close of the year.

**Recreation Fund** – As of year-end, the balance in the recreation fund not classified as non-spendable, restricted, or committed is \$676, which is assigned for various Borough sponsored recreation programs.

**Capital Reserve Fund** – As of year-end, the balance in the capital reserve fund not classified as non-spendable, restricted, or committed is \$2,909,233, which is assigned for capital projects approved through the Borough's Capital Improvement Plan.

**Unassigned**

As stated in Note 1, the unassigned fund balance classification represents fund balance that has not been restricted, committed, or assigned to specific purposes. As of year-end, \$2,908,775 of general fund balance was unassigned.

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 20    RESTATEMENT OF PRIOR PERIOD FUND BALANCE AND NET POSITION**

**Correction of Errors in Previously Issued Financial Statements**

During the year 2024, the Borough became aware of an equity investment that was previously not reported. The investment consisted of 1,901 shares of PFG stock, which had a fair value of \$149,552 as of January 1, 2024, based on a per-share price of \$78.67. Therefore, investments and fund balance of the general fund were understated by \$149,552. Governmental activities net position was also understated by the same amount. The shares were subsequently liquidated on December 17, 2024, at a quoted price of \$78.56 per share, generating proceeds (net of fees) of \$149,006. The difference between the initial fair value and the sale proceeds was recognized as part of interest and investment income. The effect of correcting this error is shown as item (A) in the table below.

Additionally, during the year 2024, the Borough determined that a subscription-based technology arrangement entered into during the prior year was not reported. Therefore, capital assets, net of depreciation and amortization, were understated by \$20,471, and long-term liabilities were understated by \$20,738 for the year ended December 31, 2023. The effect of correcting this error is shown as item (B) in the table below.

**Change in Accounting Principle**

For the year ended December 31, 2024, the Borough adopted GASB Statement No. 101, *Compensated Absences*, which modifies the recognition and measurement criteria for compensated absences to improve the consistency and comparability of financial reporting for accrued leave balances. This change resulted in a decrease of \$819,825 in net position and a corresponding increase in compensated absences liability as of January 1, 2024.

**Adjustments to and Restatements of Beginning Balances**

During the year 2024, a change in accounting principle and correction of errors resulted in adjustments to and restatements of beginning fund balance and net position, as follows:

	Reporting Units Affected by Adjustments to and Restatements of Beginning Balances	
	General Fund	Governmental Activities
<b>January 1, 2024, as previously reported</b>	\$ 2,055,982	\$ 17,581,700
Change in accounting principle	-	(819,825)
Error correction (A)	149,552	149,552
Error correction (B)	-	(267)
<b>January 1, 2024, as restated</b>	<u>\$ 2,205,534</u>	<u>\$ 16,911,160</u>



**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO BASIC FINANCIAL STATEMENTS  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**NOTE 21    SUBSEQUENT EVENTS**

**Crozer Health Closures**

Subsequent to year-end, Crozer Health announced the closure of multiple outpatient offices and two hospitals in Delaware County, including Crozer-Chester Medical Center and Taylor Hospital. These closures are reducing healthcare access for residents of the Borough of Media and surrounding communities across Delaware County. The shutdown may require municipalities to arrange for alternative Emergency Medical Services (EMS) coverage. Management is actively monitoring the situation and its potential impact on the Borough's financial condition, liquidity, operations, and economic environment. Due to the ongoing nature of these events, the full impact on the Borough cannot be reasonably estimated at this time.

**SEPTA Funding**

Subsequent to year-end, the Southeastern Pennsylvania Transportation Authority ("SEPTA") announced potential significant service cuts and fare increases due to a funding crisis. These changes are expected to have substantial effects on the regional economy, property values, tax revenues, and employment. The full impact of the SEPTA funding crisis continues to evolve as of the date of this report. As such, it is uncertain as to the full magnitude that the crisis will have on the Borough's financial condition and future results of operations. Management is actively monitoring the situation and considering its potential impacts. However, the full extent of the crisis remains uncertain as it continues to develop.

The Borough has evaluated all subsequent events through June 23, 2025, the date the financial statements were available to be issued.

**REQUIRED SUPPLEMENTARY INFORMATION  
PART II**

---

**BUDGETARY COMPARISON SCHEDULES**

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
REVENUES:				
Taxes:				
Real estate taxes	\$ 1,905,000	\$ 1,905,000	\$ 1,915,448	\$ 10,448
Real estate transfer taxes	300,000	300,000	307,261	7,261
Earned income taxes	4,675,000	4,675,000	4,931,308	256,308
Local services tax	314,400	314,400	258,051	(56,349)
Mercantile taxes	196,200	196,200	139,622	(56,578)
Business privilege taxes	555,800	555,800	493,751	(62,049)
Total Taxes	7,946,400	7,946,400	8,045,441	99,041
Licenses and Permits:				
Cable television franchise fees	120,000	120,000	104,485	(15,515)
All other licenses and permits	206,300	206,300	286,205	79,905
Total Licenses and Permits	326,300	326,300	390,690	64,390
Fines and Forfeitures	287,000	302,000	494,678	192,678
Interest, Rents, and Royalties:				
Interest and investment income	130,000	230,000	349,554	119,554
Rents and royalties	889,900	889,900	892,876	2,976
Total Interest, Rents, and Royalties	1,019,900	1,119,900	1,242,430	122,530
Intergovernmental Revenues:				
Federal - Emergency Disaster Relief - FEMA	-	-	453	453
State:				
Recycling / Act 101	25,000	25,000	17,576	(7,424)
Public utility realty tax (PURTA)	7,300	7,300	7,557	257
Alcoholic beverage licenses	5,000	5,000	4,300	(700)
General municipal pension system state aid	190,000	190,000	188,747	(1,253)
State public safety grants	-	59,000	59,339	339
Foreign fire insurance tax distribution	53,500	53,500	53,924	424
Total State	280,800	339,800	331,443	(8,357)
Local Governmental Units - Highways and Streets	6,200	6,200	6,156	(44)
Total Intergovernmental Revenues	287,000	346,000	338,052	(7,948)
Departmental Earnings/Charges for Service:				
General government	235,500	236,900	257,670	20,770
Public safety	114,500	114,500	16,913	(97,587)
Parking	1,400,000	1,400,000	1,786,117	386,117
All other charges for highway and street services	3,000	3,000	-	(3,000)
Solid waste collection and disposal charge (trash)	42,000	42,000	30,973	(11,027)
All other charges for services	43,700	43,700	15	(43,685)
Total Departmental Earnings/Charges for Service	1,838,700	1,840,100	2,091,688	251,588
Miscellaneous:				
Contributions and donations from private sources	70,000	70,000	29,527	(40,473)
All other unclassified operating revenues	95,000	95,000	89,046	(5,954)
Total Miscellaneous	165,000	165,000	118,573	(46,427)
Total Revenues	11,870,300	12,045,700	12,721,552	675,852

(Continued)

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
EXPENDITURES:				
Current Expense:				
General Government:				
Legislative body	\$ 20,000	\$ 20,000	\$ 19,791	\$ 209
Executive (manager or mayor)	280,100	280,100	296,602	(16,502)
Financial administration	668,100	577,600	485,238	92,362
Tax collection	126,500	129,100	121,029	8,071
IT-Networking services - data processing	263,500	263,500	249,786	13,714
General government buildings and plant	205,600	207,700	225,145	(17,445)
Total General Government	1,563,800	1,478,000	1,397,591	80,409
Public Safety:				
Police	3,514,150	3,441,650	3,310,092	131,558
Fire	626,100	626,100	564,983	61,117
UCC and code enforcement	333,900	343,400	311,760	31,640
Planning and zoning	4,700	5,200	4,082	1,118
Emergency management and communications	100	100	-	100
Health and human services	22,000	22,000	16,250	5,750
Total Public Safety	4,500,950	4,438,450	4,207,167	231,283
Public Works - Sanitation:				
Solid waste collection and disposal (garbage)	602,200	650,200	605,159	45,041
Public Works - Streets and Highways:				
General services - administration	1,031,050	1,017,250	1,047,007	(29,757)
Winter maintenance - snow removal	10,000	12,700	14,268	(1,568)
Traffic control devices	404,500	404,500	536,192	(131,692)
Street lighting	60,000	60,000	85,488	(25,488)
Storm and sewer drains	5,000	5,000	750	4,250
Total Public Works - Streets and Highways	1,510,550	1,499,450	1,683,705	(184,255)
Culture and Recreation:				
Shade trees	96,000	96,000	105,084	(9,084)
Libraries	165,000	165,000	165,000	-
All other culture and recreation	78,500	79,500	70,460	9,040
Total Culture and Recreation	339,500	340,500	340,544	(44)
Community Development:				
Conservation of natural resources	3,000	3,000	2,919	81
Economic development	151,200	151,200	151,200	-
All other community development	40,000	40,000	49,029	(9,029)
Total Community Development	194,200	194,200	203,148	(8,948)
Non-departmental:				
Unallocated Benefits:				
Pension / retirement fund contributions	680,200	780,200	604,193	176,007
Worker compensation insurance	135,500	195,500	114,917	80,583
Insurance, casualty, and surety	184,000	184,000	258,752	(74,752)
Other group insurance benefits	40,000	40,000	27,824	12,176
Total Unallocated Benefits	1,039,700	1,199,700	1,005,686	194,014
Other Expenses:				
All other unclassified expenditures	50,000	20,000	410	19,590

(Continued)

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**GENERAL FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
Debt Service:				
Debt principal (short-term and long-term)	\$ 680,000	\$ 680,000	\$ 691,000	\$ (11,000)
Debt interest (short-term and long-term)	62,000	62,000	52,684	9,316
Total Debt Service	742,000	742,000	743,684	(1,684)
Total Expenditures	10,542,900	10,562,500	10,187,094	375,406
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,327,400	1,483,200	2,534,458	1,051,258
OTHER FINANCING SOURCES (USES):				
Proceeds from sale of capital assets	20,000	20,000	-	(20,000)
Transfers out	(1,347,400)	(1,503,200)	(1,509,356)	(6,156)
Total Other Financing Sources (Uses)	(1,327,400)	(1,483,200)	(1,509,356)	(26,156)
Net Change in Fund Balance	-	-	1,025,102	1,025,102
Fund Balance, Beginning (Restated)	-	-	2,205,534	2,205,534
Fund Balance, Ending	\$ -	\$ -	\$ 3,230,636	\$ 3,230,636

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**RECREATION FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget
				Positive
				(Negative)
REVENUES:				
Interest, Rents, and Royalties:				
Interest and investment income	\$ 500	\$ 500	\$ 334	\$ (166)
Rents and royalties	-	-	720	720
Total Interest, Rents, and Royalties	500	500	1,054	554
Departmental Earnings/Charges for Service:				
Culture and recreation	21,500	21,500	15,697	(5,803)
Miscellaneous:				
Contributions and donations from private sources	2,000	2,000	545	(1,455)
Total Revenues	24,000	24,000	17,296	(6,704)
EXPENDITURES:				
Current Expense:				
Culture and recreation	96,900	96,900	97,875	(975)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(72,900)	(72,900)	(80,579)	(7,679)
OTHER FINANCING SOURCES (USES):				
Transfers in	72,900	72,900	72,900	-
Net Change in Fund Balance	-	-	(7,679)	(7,679)
Fund Balance, Beginning	-	-	8,355	8,355
Fund Balance, Ending	\$ -	\$ -	\$ 676	\$ 676

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**HIGHWAY AID FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	Budgeted Amounts		Actual	Variance with
	Original	Final	Amounts	Final Budget Positive (Negative)
REVENUES:				
Interest, Rents and Royalties:				
Interest and investment income	\$ 2,500	\$ 2,500	\$ 5,194	\$ 2,694
Intergovernmental Revenues - State:				
Motor vehicle fuel tax	156,137	156,137	151,352	(4,785)
State road turnback	-	-	2,680	2,680
Total Intergovernmental Revenues - State	156,137	156,137	154,032	(2,105)
Total Revenues	158,637	158,637	159,226	589
EXPENDITURES:				
Public works - Streets and highways	158,637	158,637	147,883	10,754
Excess (Deficiency) of Revenues Over (Under) Expenditures	-	-	11,343	11,343
OTHER FINANCING SOURCES (USES):				
Transfers in	-	-	6,156	6,156
Net Change in Fund Balance	-	-	17,499	17,499
Fund Balance, Beginning	-	-	64,292	64,292
Fund Balance, Ending	\$ -	\$ -	\$ 81,791	\$ 81,791

**REQUIRED SUPPLEMENTARY INFORMATION  
PART III**

---

**PENSION PLAN SCHEDULES**



**BOROUGH OF MEDIA, PENNSYLVANIA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY, INVESTMENT RETURNS, AND RELATED RATIOS**  
**POLICE PENSION PLAN**  
**LAST TEN PLAN YEARS**

	Measurement Year Ending December 31,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>Total Pension Liability</b>										
Service cost	\$ 338,449	\$ 323,875	\$ 311,391	\$ 335,675	\$ 306,606	\$ 325,297	\$ 270,412	\$ 313,852	\$ 257,879	\$ 245,599
Interest cost	1,307,575	1,281,579	1,210,145	1,174,173	1,153,180	1,090,728	1,042,349	985,194	928,810	878,981
Difference between expected and actual experience	-	642,846	-	(385,820)	-	(212,548)	-	(145,994)	-	206,719
Changes in assumptions	-	-	-	514,899	-	-	-	1,157,723	-	-
Gross benefit payments	(1,369,094)	(1,075,742)	(1,079,947)	(788,896)	(491,308)	(453,539)	(423,685)	(394,522)	(542,630)	(359,680)
Net change in total pension liability	276,930	1,172,558	441,589	850,031	968,478	749,938	889,076	1,916,253	644,059	971,619
Total pension liability, beginning of year	20,451,848	19,279,290	18,837,701	17,987,670	17,019,192	16,269,254	15,380,178	13,463,925	12,819,866	11,848,247
Total pension liability, end of year (a)	<u>\$ 20,728,778</u>	<u>\$ 20,451,848</u>	<u>\$ 19,279,290</u>	<u>\$ 18,837,701</u>	<u>\$ 17,987,670</u>	<u>\$ 17,019,192</u>	<u>\$ 16,269,254</u>	<u>\$ 15,380,178</u>	<u>\$ 13,463,925</u>	<u>\$ 12,819,866</u>
<b>Plan Fiduciary Net Position</b>										
Contributions:										
Commonwealth of Pennsylvania	\$ 188,747	\$ 186,492	\$ 165,774	\$ 101,534	\$ 122,902	\$ 763,707	\$ 810,803	\$ 131,240	\$ 94,100	\$ 100,000
Employer	415,446	253,901	678,932	614,296	982,957	151,639	143,936	590,339	620,801	511,925
Member	97,328	83,106	73,081	87,095	72,604	88,436	87,481	86,187	81,769	76,372
Net investment income (loss)	1,774,354	2,484,976	(2,325,098)	2,216,877	1,598,491	1,953,606	(682,094)	1,363,623	405,935	(113,645)
Benefit payments	(1,369,094)	(1,075,742)	(1,079,947)	(788,896)	(491,308)	(453,539)	(423,685)	(394,522)	(542,630)	(359,680)
Administrative expense	(71,694)	(79,925)	(95,635)	(95,914)	(87,643)	(2,375)	(4,050)	(6,110)	(2,977)	(6,421)
Net change in plan fiduciary net position	1,035,087	1,852,808	(2,582,893)	2,134,992	2,198,003	2,501,474	(67,609)	1,770,757	656,998	208,551
Plan fiduciary net position, beginning of year	18,624,212	16,771,404	19,354,297	17,219,305	15,021,302	12,519,828	12,587,437	10,816,680	10,159,682	9,951,131
Plan fiduciary net position, end of year (b)	<u>\$ 19,659,299</u>	<u>\$ 18,624,212</u>	<u>\$ 16,771,404</u>	<u>\$ 19,354,297</u>	<u>\$ 17,219,305</u>	<u>\$ 15,021,302</u>	<u>\$ 12,519,828</u>	<u>\$ 12,587,437</u>	<u>\$ 10,816,680</u>	<u>\$ 10,159,682</u>
Net pension (asset) liability (a-b)	<u>\$ 1,069,479</u>	<u>\$ 1,827,636</u>	<u>\$ 2,507,886</u>	<u>\$ (516,596)</u>	<u>\$ 768,365</u>	<u>\$ 1,997,890</u>	<u>\$ 3,749,426</u>	<u>\$ 2,792,741</u>	<u>\$ 2,647,245</u>	<u>\$ 2,660,184</u>
Plan fiduciary net position as a percentage of total pension liability	94.84%	91.06%	86.99%	102.74%	95.73%	88.26%	76.95%	81.84%	80.34%	79.25%
Covered employee payroll	\$ 1,991,115	\$ 1,865,759	\$ 1,309,460	\$ 1,382,861	\$ 1,369,110	\$ 1,681,469	\$ 1,528,164	\$ 1,821,275	\$ 1,618,388	\$ 1,506,925
Net pension (asset) liability as a percentage of covered employee payroll	53.71%	97.96%	191.52%	-37.36%	56.12%	118.82%	245.35%	153.34%	163.57%	176.53%
Annual money-weighted rate of return, net of investment expense not funded through the MMO	9.06%	18.32%	-12.23%	13.10%	10.64%	16.26%	-4.93%	13.23%	4.60%	-0.62%

See Notes to the Required Supplementary Information for an explanation of changes to benefits and actuarial assumptions.

**BOROUGH OF MEDIA, PENNSYLVANIA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
POLICE PENSION PLAN  
LAST TEN YEARS**

Year	Actuarial Determined Contribution	Actual Employer Contributions	Contribution Excess (Deficiency)	Covered Employee Payroll	Contributions as a Percentage of Covered Employee Payroll
2024	\$ 504,280	\$ 604,193	\$ 99,913	\$ 1,991,115	30.34%
2023	440,393	440,393	-	1,865,759	23.60%
2022	844,706	844,706	-	1,309,460	64.51%
2021	715,830	715,830	-	1,382,861	51.76%
2020	1,105,859	1,105,859	-	1,369,110	80.77%
2019	915,346	915,346	-	1,681,469	54.44%
2018	954,739	954,739	-	1,528,164	62.48%
2017	721,579	721,579	-	1,821,275	39.62%
2016	714,901	714,901	-	1,618,388	44.17%
2015	611,925	611,925	-	1,506,925	40.61%

See Notes to Required Supplementary Information for an explanation of changes to benefits and actuarial assumptions.

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
POLICE PENSION PLAN  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**Valuation Date:**

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

**Methods and Assumptions Used to Determine Contribution Rates:**

Actuarial valuation date	January 1, 2023
Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	8 years (aggregate)
Asset valuation method	4-year smoothing
Inflation	2.50%
Salary increases	4.50% including inflation
Investment rate of return	6.50% net of investment expenses not funded through the MMO, and including inflation
Mortality	Public Safety mortality tables PubS-2010. Mortality improvement based on the rates projected from base year 2015 with rates derived from the Long-Range Demographic Assumptions for the 2020 SSA's Trustee Report.
Retirement Age	Age 52 with 25 years of service

**Changes in Benefit Terms:**

None.

**Changes in Assumptions:**

**2017:**

Interest rate was lowered from 7.25% to 6.75%, salary scale lowered from 5.0% to 4.75%, inflation was lowered from 3.00% to 2.75%, and the mortality assumption was updated to RP-2014 Mortality Table with rates set forward 5 years for disabled lives. Mortality improvement based on the Long-Range Demographic Assumptions for the 2015 SSA's Trustee Report.

**2021:**

Interest rate was lowered from 6.75% to 6.50%, salary scale lowered from 4.75% to 4.50%, inflation was lowered from 2.75% to 2.50%, and the mortality assumption was updated to PubS-2010. Mortality improvement based on 2015 base year and the Long-Range Demographic Assumptions for the SSA's 2020 Trustee Report. Disability incidence updated to SSA's 2020 Trustees' Report.

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**REQUIRED SUPPLEMENTARY INFORMATION**  
**SCHEDULE OF CHANGES IN NET PENSION LIABILITY, INVESTMENT RETURNS, AND RELATED RATIOS**  
**NON-UNIFORM PENSION PLAN**  
**LAST TEN PLAN YEARS**

	Measurement Year Ending December 31,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>Total Pension Liability</b>										
Service cost	\$ 28,341	\$ 39,390	\$ 36,995	\$ 35,572	\$ 50,240	\$ 60,932	\$ 70,424	\$ 84,622	\$ 75,733	\$ 72,127
Interest cost	453,410	444,137	438,864	428,265	456,631	439,452	429,049	409,929	420,638	401,296
Difference between expected and actual experience	-	(97,814)	-	(501,483)	-	(123,578)	-	(541,702)	-	(316,836)
Changes in assumptions	-	-	-	105,380	-	-	-	512,631	-	-
Gross benefit payments	(362,736)	(297,952)	(300,630)	(303,718)	(241,731)	(228,862)	(196,242)	(197,920)	(211,721)	(208,840)
Net change in total pension liability	119,015	87,761	175,229	(235,984)	265,140	147,944	303,231	267,560	284,650	(52,253)
Total pension liability, beginning of year	7,125,700	7,037,939	6,862,710	7,098,694	6,833,554	6,685,610	6,382,379	6,114,819	5,830,169	5,882,422
Total pension liability, end of year (a)	<u>\$ 7,244,715</u>	<u>\$ 7,125,700</u>	<u>\$ 7,037,939</u>	<u>\$ 6,862,710</u>	<u>\$ 7,098,694</u>	<u>\$ 6,833,554</u>	<u>\$ 6,685,610</u>	<u>\$ 6,382,379</u>	<u>\$ 6,114,819</u>	<u>\$ 5,830,169</u>
<b>Plan Fiduciary Net Position</b>										
Contributions:										
Commonwealth of Pennsylvania	\$ -	\$ -	\$ -	\$ 71,168	\$ 74,051	\$ 58,301	\$ 57,493	\$ 47,702	\$ 89,635	\$ 60,754
Employer	-	-	-	-	-	-	-	100,748	59,791	134,263
Member	44,937	49,951	47,215	47,245	47,618	47,074	49,703	48,137	47,723	46,466
Net investment income (loss)	726,695	1,015,799	(1,006,738)	972,120	696,111	933,019	(337,592)	715,215	219,995	(65,710)
Benefit payments	(362,736)	(297,952)	(300,630)	(303,718)	(241,731)	(228,862)	(196,242)	(197,920)	(211,721)	(208,840)
Administrative expense	(33,690)	(36,015)	(44,091)	(45,341)	(41,174)	(6,020)	(2,450)	(7,055)	(2,785)	(5,548)
Net change in plan fiduciary net position	375,206	731,783	(1,304,244)	741,474	534,875	803,512	(429,088)	706,827	202,638	(38,615)
Plan fiduciary net position, beginning of year	7,489,957	6,758,174	8,062,418	7,320,944	6,786,069	5,982,557	6,411,645	5,704,818	5,502,180	5,540,795
Plan fiduciary net position, end of year (b)	<u>\$ 7,865,163</u>	<u>\$ 7,489,957</u>	<u>\$ 6,758,174</u>	<u>\$ 8,062,418</u>	<u>\$ 7,320,944</u>	<u>\$ 6,786,069</u>	<u>\$ 5,982,557</u>	<u>\$ 6,411,645</u>	<u>\$ 5,704,818</u>	<u>\$ 5,502,180</u>
Net pension (asset) liability (a-b)	<u>\$ (620,448)</u>	<u>\$ (364,257)</u>	<u>\$ 279,765</u>	<u>\$ (1,199,708)</u>	<u>\$ (222,250)</u>	<u>\$ 47,485</u>	<u>\$ 703,053</u>	<u>\$ (29,266)</u>	<u>\$ 410,001</u>	<u>\$ 327,989</u>
Plan fiduciary net position as a percentage of total pension liability	108.56%	105.11%	96.02%	117.48%	103.13%	99.31%	89.48%	100.46%	93.29%	94.37%
Covered employee payroll	\$ 559,701	\$ 768,481	\$ 709,092	\$ 691,893	\$ 712,002	\$ 829,951	\$ 850,155	\$ 844,064	\$ 817,622	\$ 809,503
Net pension (asset) liability as a percentage of covered employee payroll	-110.85%	-47.40%	39.45%	-173.40%	-31.21%	5.72%	82.70%	-3.47%	50.15%	40.52%
Annual money-weighted rate of return, net of investment expense not funded through the MMO	9.83%	15.24%	-12.65%	13.43%	10.30%	16.34%	-4.78%	13.23%	4.63%	-0.63%

See Notes to the Required Supplementary Information for an explanation of changes to benefits and actuarial assumptions.

**BOROUGH OF MEDIA, PENNSYLVANIA  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF EMPLOYER CONTRIBUTIONS  
NON-UNIFORMED PENSION PLAN  
LAST TEN YEARS**

Year	Actuarial Determined Contribution	Actual Employer Contributions	Contribution Excess (Deficiency)	Covered Employee Payroll	Contributions as a Percentage of Covered Employee Payroll
2024	\$ -	\$ -	\$ -	\$ 559,701	0.00%
2023	-	-	-	768,481	0.00%
2022	-	-	-	709,092	0.00%
2021	71,168	71,168	-	691,893	10.29%
2020	74,051	74,051	-	712,002	10.40%
2019	58,301	58,301	-	829,951	7.02%
2018	57,493	57,493	-	850,155	6.76%
2017	148,450	148,450	-	844,064	17.59%
2016	149,426	149,426	-	817,622	18.28%
2015	195,017	195,017	-	809,503	24.09%

See Notes to the Required Supplementary Information for an explanation of changes to benefits and actuarial assumptions.

**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
NON-UNIFORMED PENSION PLAN  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**Valuation Date:**

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

**Methods and Assumptions Used to Determine Contribution Rates:**

Actuarial valuation date	January 1, 2023
Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	15 years (aggregate)
Asset valuation method	4-year smoothing
Inflation	2.50%
Salary increases	4.00% including inflation
Investment rate of return	6.50% net of investment expenses not funded through the MMO, and including inflation
Mortality	2010 Public Retirement Plan – General Employees mortality tables (PubG-2010). Mortality improvement based on the Long-Range Demographic Assumptions for the 2020 SSA's Trustee Report.
Retirement Age	Normal Retirement Age, or attained age if currently eligible to retire

**Changes in Benefit Terms:**

**2015:**

The plan is closed to all non-union employees hired on or after July 1, 2013 and union employees hired on or after January 1, 2014.

**Changes in Assumptions:**

**2017:**

The interest rate assumption was lowered to 6.75%. The salary increase projection was lowered to 4.25%. The mortality table was updated to RP-2014 Mortality Table with rates set forward 5 years for disabled members and mortality improvement based on the Long-Range Demographic Assumptions for the 2015 SSA's Trustee Report. The withdrawal assumption (Table T-2 from the Actuary's Pension Handbook) was removed.

**2021:**

The interest rate assumption was lowered to 6.50%. The salary increase projection was lowered to 4.00%. The inflation assumption was lowered to 2.50%. The mortality table was updated to 2010 Public Retirement Plans – Public General employees mortality tables (PubG-2010) and improvement assumption was updated to being based on the 2020 Social Security Administration's Trustee Report assumptions. The mortality projection uses a base year of 2015 instead of 2010.

**REQUIRED SUPPLEMENTARY INFORMATION  
PART IV**

---

**OTHER POST-EMPLOYMENT BENEFITS (OPEB)**

**BOROUGH OF MEDIA, PENNSYLVANIA  
REQUIRED SUPPLEMENTARY INFORMATION  
OTHER POST-EMPLOYMENT BENEFITS (OPEB)  
SCHEDULE OF CHANGES IN NET OPEB LIABILITY AND RELATED RATIOS  
LAST SEVEN PLAN YEARS**

	Measurement Year Ending December 31,						
	2024	2023	2022	2021	2020	2019	2018
<b>Total OPEB Liability</b>							
Service cost	\$ 116,904	\$ 90,381	\$ 87,962	\$ 113,089	\$ 110,062	\$ 104,392	\$ 101,598
Interest cost	71,593	53,146	51,730	61,197	59,395	77,946	76,504
Difference between expected and actual experience	(210,759)	-	(327,469)	-	(332,558)	-	-
Changes in benefit terms	(8,792)	-	-	-	-	-	-
Changes in assumptions	(122,262)	-	115,065	-	(132,724)	-	-
Gross benefit payments	(65,820)	(86,863)	(94,300)	(96,727)	(127,924)	(154,192)	(119,200)
Net change in total OPEB liability	(219,136)	56,664	(167,012)	77,559	(423,749)	28,146	58,902
Total OPEB liability, beginning of year	1,942,019	1,885,355	2,052,367	1,974,808	2,398,557	2,370,411	2,311,509
Total OPEB liability, end of year	<u>\$ 1,722,883</u>	<u>\$ 1,942,019</u>	<u>\$ 1,885,355</u>	<u>\$ 2,052,367</u>	<u>\$ 1,974,808</u>	<u>\$ 2,398,557</u>	<u>\$ 2,370,411</u>
Net OPEB liability	<u>\$ 1,722,883</u>	<u>\$ 1,942,019</u>	<u>\$ 1,885,355</u>	<u>\$ 2,052,367</u>	<u>\$ 1,974,808</u>	<u>\$ 2,398,557</u>	<u>\$ 2,370,411</u>
Plan fiduciary net position as a percentage of net OPEB liability	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%	0.00%
Covered employee payroll	\$ 2,428,861	\$ 2,166,964	\$ 2,166,964	\$ 2,496,958	\$ 2,496,958	\$ 2,292,112	\$ 2,292,112
Net OPEB liability as a percentage of covered payroll	70.93%	89.62%	87.00%	82.19%	79.09%	104.64%	103.42%

This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

No assets are accumulated in a trust to pay benefits related to this plan.

See Notes to Required Supplementary Information for an explanation of changes to benefits and actuarial assumptions.



**BOROUGH OF MEDIA, PENNSYLVANIA  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
OTHER POST-EMPLOYMENT BENEFITS (OPEB)  
FOR THE YEAR ENDED DECEMBER 31, 2024**

**Changes in Benefit Terms:**

**2024:**

The collective bargaining agreement for police effective January 1, 2023 provides all active officers the option to participate in the Deferred Retirement Option Plan (DROP). Previously, the DROP program was only available to officers hired before January 1, 2018.

**Changes in Assumptions:**

The discount rate used as of the January 1 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2024	4.25%	2020	3.00%
2023	2.75%	2019	3.25%
2022	2.75%	2018	3.25%
2021	3.00%		

**2024:**

The inflation rate was lowered from 2.75% to 2.50%. Rates of disablement are now assumed for public works participants (60% of rates of disablement from Advanced Pension Tables).

In addition to changes in the discount rate, other factors that affected the valuation of the net OPEB liability included update in medical trend rates.

## **OTHER SUPPLEMENTARY INFORMATION**

---

## **CAPITAL RESERVE FUND**

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**DETAILED SCHEDULE OF PROJECT REVENUES, EXPENDITURES, AND CHANGES IN CAPITAL RESERVE FUND BALANCE**  
**CAPITAL RESERVE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	Public Works - Streets and Highways							General Government - Philip Green Park	Total Carried Forward
	Paving	Leaf Vacuum	State Street Planters	Stormwater Improvements	Third Street Bridge	Sidewalks	Traffic Calming	Parking Facilities	
REVENUES:									
Interest and investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental revenues	-	-	-	15,850	338,635	1,098	-	-	489,854
Miscellaneous	-	-	-	-	-	-	-	-	-
Total Revenues	-	-	-	15,850	338,635	1,098	-	-	489,854
EXPENDITURES:									
Capital Outlay:									
General government	-	-	-	-	-	-	-	-	170,728
Public safety	-	-	-	-	-	-	-	-	-
Public works - streets and highways	-	92,991	-	9,500	136,786	-	22,000	-	261,277
Current expense	11,160	-	13,064	87,854	13,852	48,256	7,999	171,373	356,807
Total Expenditures	11,160	92,991	13,064	97,354	150,638	48,256	29,999	171,373	788,812

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**DETAILED SCHEDULE OF PROJECT REVENUES, EXPENDITURES, AND CHANGES IN CAPITAL RESERVE FUND BALANCE**  
**CAPITAL RESERVE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

		General Government			Public Safety						
	Total Brought Forward		Plum Street Park	Borough Hall Improvements	Police Equipment	Police Vehicles	Construction - Fire Safety	Code Enforcement Equipment	Culture and Recreation - Planting	Other / Designated for Future Capital Projects	Total
		Recycling									
REVENUES:											
Interest and investment income	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,416	\$ 3,416
Intergovernmental revenues	489,854	24,218	940,222	-	30,000	-	-	-	-	-	1,484,294
Miscellaneous	-	-	4,500	-	-	-	-	-	-	-	4,500
Total Revenues	489,854	24,218	944,722	-	30,000	-	-	-	-	3,416	1,492,210
EXPENDITURES:											
Capital Outlay:											
General government	170,728	-	858,098	71,534	-	-	-	-	-	-	1,100,360
Public safety	-	-	-	-	43,883	57,341	27,956	-	-	-	129,180
Public works - streets and highways	261,277	-	-	-	-	-	-	-	-	-	261,277
Current Expense	356,807	26,909	18,065	53,023	80,493	1,021	1,620	9,961	22,076	1,540	571,515
Total Expenditures	788,812	26,909	876,163	124,557	124,376	58,362	29,576	9,961	22,076	1,540	2,062,332
Excess (Deficiency) of Revenues Over (Under) Expenditures											(570,122)
OTHER FINANCING SOURCES:											
Transfers in											1,430,300
Net Change in Fund Balance											860,178
Fund Balance, Beginning											2,593,892
Fund Balance, Ending											\$ 3,454,070

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES - BUDGET TO ACTUAL**  
**CAPITAL RESERVE FUND**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES:				
Interest and investment income	\$ -	\$ -	\$ 3,416	\$ 3,416
Intergovernmental revenues	1,082,400	1,402,400	1,484,294	81,894
Miscellaneous/Other	-	4,750	4,500	(250)
Total Revenues	1,082,400	1,407,150	1,492,210	85,060
EXPENDITURES:				
General government	1,545,000	1,875,550	1,201,606	673,944
Public safety	252,100	252,100	222,275	29,825
Public works - streets and highways	539,800	689,800	614,835	74,965
Culture and recreation	20,000	20,000	22,076	(2,076)
Miscellaneous/Other	-	-	1,540	(1,540)
Total Expenditures	2,356,900	2,837,450	2,062,332	775,118
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,274,500)	(1,430,300)	(570,122)	860,178
OTHER FINANCING SOURCES:				
Transfers in	1,274,500	1,430,300	1,430,300	-
Net Change in Fund Balance	-	-	860,178	860,178
Fund Balance, Beginning	-	-	2,593,892	2,593,892
Fund Balance, Ending	\$ -	\$ -	\$ 3,454,070	\$ 3,454,070

## **FIDUCIARY FUNDS**

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**COMBINING STATEMENT OF FIDUCIARY NET POSITION -**  
**FIDUCIARY FUNDS**  
**DECEMBER 31, 2024**

	Pension Trust Funds		
	Non-Uniformed Pension Trust Fund	Police Pension Trust Fund	Total
<b>ASSETS:</b>			
Cash and cash equivalents	\$ 80,510	\$ 424,319	\$ 504,829
Due from non-uniformed pension plan	-	1,986	1,986
Accounts receivable, net	397	4,809	5,206
Investments, at fair value:			
Mutual funds - fixed income	3,115,052	7,676,192	10,791,244
Mutual funds - equity	4,707,410	11,551,993	16,259,403
<b>Total Assets</b>	<b>7,903,369</b>	<b>19,659,299</b>	<b>27,562,668</b>
<b>LIABILITIES:</b>			
Benefits payable	4,056	-	4,056
Due to police pension plan	1,986	-	1,986
Refunds of member contributions payable	32,164	-	32,164
<b>Total Liabilities</b>	<b>38,206</b>	<b>-</b>	<b>38,206</b>
<b>NET POSITION:</b>			
Restricted for pensions	\$ 7,865,163	\$ 19,659,299	\$ 27,524,462



**BOROUGH OF MEDIA, PENNSYLVANIA**  
**COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -**  
**FIDUCIARY FUNDS**  
**FOR THE YEAR ENDED DECEMBER 31, 2024**

	Pension Trust Funds		
	Non-Uniformed Pension Trust Fund	Police Pension Trust Fund	Total
ADDITIONS:			
Contributions:			
State aid	\$ -	\$ 188,747	\$ 188,747
Municipal contributions	-	415,446	415,446
Member contributions	44,937	97,328	142,265
Total Contributions	44,937	701,521	746,458
Investment Income:			
Interest and dividends	195,085	500,839	695,924
Net increase (decrease) in fair value of investments	531,610	1,273,515	1,805,125
Less: investment expense	(27,239)	(65,383)	(92,622)
Net Investment Income	699,456	1,708,971	2,408,427
Net Additions	744,393	2,410,492	3,154,885
DEDUCTIONS:			
Pension payments	359,198	1,369,094	1,728,292
Refund of member contributions	3,538	-	3,538
Administrative expenses	6,451	6,311	12,762
Total Deductions	369,187	1,375,405	1,744,592
Change in Net Position	375,206	1,035,087	1,410,293
Net Position, Beginning	7,489,957	18,624,212	26,114,169
Net Position, Ending	\$ 7,865,163	\$ 19,659,299	\$ 27,524,462

---

## **Statistical Section**

---

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**STATISTICAL SECTION**  
**DESCRIPTION OF SCHEDULES**

This section of the Borough's annual comprehensive financial report presents comparative information to better understand the financial statements, note disclosures, and required supplementary information and to more fully comprehend the Borough's overall financial health.

**Financial Trends**

These schedules contain trend information to help the reader understand how the Borough's financial performance and well-being have changed over time.

Schedules

Net Position by Component  
Changes in Net Position  
Fund Balances, Governmental Funds  
Changes in Fund Balances, Governmental Funds  
Tax Revenues by Source

**Revenue Capacity**

These schedules contain information to help the reader assess the Borough's most significant local revenue, property, and earned income taxes.

Schedules

Assessed Value and Actual Value of Taxable Property  
Direct and Overlapping Property Tax Rates  
Principal Property Taxpayers  
Property Tax Levies and Collections  
Earned Income Tax Filers and Liability by Income Level

**Debt Capacity**

These schedules present information to help the reader assess the affordability of the Borough's current levels of outstanding debt and the Borough's ability to issue additional debt in the future.

Schedules

Ratios of Outstanding Debt by Type  
Ratios of General Bonded Debt Outstanding  
Direct and Overlapping Governmental Activities Debt  
Legal Debt Margin Information

**Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Borough's financial activities take place.

Schedules

Demographic and Economic Statistics  
Principal Employers

**Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the Borough's financial report relates to the services the Borough provides and the activities it performs.

Schedules

Full-time Equivalent Borough Government Employees by Function  
Operating Indicators by Function  
Capital Asset Statistics by Function

**Sources**

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

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**NET POSITION BY COMPONENT**  
**ACCRUAL BASIS OF ACCOUNTING**  
**LAST TEN YEARS**  
**(UNAUDITED)**

	As of December 31,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Governmental Activities:										
Net investment in capital assets	\$ 14,558,376	\$ 13,205,083	\$ 11,630,135	\$ 9,981,201	\$ 8,648,074	\$ 9,450,357	\$ 8,588,114	\$ 8,098,133	\$ 7,346,310	\$ 8,564,133
Restricted	4,145,114	428,549	549,099	1,716,303	222,250	68,410	81,941	95,328	-	-
Unrestricted (deficit)	1,714,805	3,277,527	2,161,158	(380,312)	1,132,459	894,444	1,971,003	3,043,994	3,693,641	(26,593)
Total governmental activities net position	<u>\$ 20,418,295</u>	<u>** \$ 16,911,159</u>	<u>\$ 14,340,392</u>	<u>\$ 11,317,192</u>	<u>\$ 10,002,783</u>	<u>\$ 10,413,211</u>	<u>\$ 10,641,058</u>	<u>\$ 11,237,455</u>	<u>\$ 11,039,951</u>	<u>\$ 8,537,540</u>

\*\* GASB #101 was implemented in 2024, net position was restated for 2023

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**CHANGES IN NET POSITION**  
**ACCRUAL BASIS OF ACCOUNTING**  
**LAST TEN YEARS**  
**(UNAUDITED)**

	For the Year Ended December 31,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>EXPENSES:</b>										
Governmental activities:										
General government	\$ 1,911,737	\$ 1,918,994	\$ 2,064,375	\$ 2,058,668	\$ 1,830,511	\$ 1,573,064	\$ 1,389,149	\$ 1,512,684	\$ 1,109,167	\$ 1,197,839
Public safety	4,313,270	4,917,076	4,934,040	4,012,611	5,161,638	5,071,822	5,033,921	4,795,411	4,484,762	4,687,113
Public works - highways and streets	2,493,603	2,006,479	1,897,502	1,400,509	1,275,178	1,713,779	1,917,114	1,473,733	1,497,584	1,406,062
Public works - sanitation	576,411	617,786	586,598	461,839	454,697	519,905	473,172	482,808	462,819	455,634
Community development	203,929	218,012	194,849	278,942	258,129	181,555	159,642	85,300	87,246	75,000
Culture and recreation	490,201	475,387	350,670	258,651	363,301	498,515	329,452	430,038	1,862,409	1,827,846
Unallocated benefits	871,727									
Interest expense	46,967	63,943	65,002	75,863	61,022	64,382	69,143	73,293	75,738	22,337
Total governmental activities expenses	10,907,845	10,217,677	10,093,036	8,547,083	9,404,476	9,623,022	9,371,593	8,853,267	9,579,725	9,671,831
<b>PROGRAM REVENUES:</b>										
Charges for services	2,107,385	2,148,607	1,290,463	937,385	734,535	1,127,714	1,045,039	1,227,804	1,166,040	1,241,654
Operating grants and contributions	455,475	1,267,183	1,046,457	803,084	498,167	656,108	597,718	467,309	626,430	382,257
Capital grants and contributions	1,484,294									561,409
Total governmental activities program revenues	4,047,154	3,415,790	2,336,920	1,740,469	1,232,702	1,783,822	1,642,757	1,695,113	1,792,470	2,185,320
Net revenues (expenses) governmental activities	(6,860,691)	(6,801,887)	(7,756,116)	(6,806,614)	(8,171,774)	(7,839,200)	(7,728,836)	(7,158,154)	(7,787,255)	(7,486,511)
<b>GENERAL REVENUES AND OTHER CHANGES IN NET POSITION:</b>										
Governmental activities:										
Taxes	8,065,682	7,879,313	7,554,991	6,715,201	6,155,017	6,166,482	6,021,397	5,873,367	6,039,079	5,204,457
Interest and investment income	358,498	221,860	42,415	5,044	28,752	101,214	68,572	19,778	9,223	5,841
Rents and royalties	927,579	919,349	951,867	884,473	836,345	867,690	818,985	813,186	783,174	727,519
Intergovernmental revenues not restricted	36,609	298,305	298,036							
Miscellaneous	979,459	724,367	442,755	516,305	741,232	475,967	826,717	649,327	2,362,326	332,189
Total governmental activities	10,367,827	10,043,194	9,290,064	8,121,023	7,761,346	7,611,353	7,735,671	7,355,658	9,193,802	6,270,006
<b>CHANGE IN NET POSITION:</b>										
Governmental activities	\$ 3,507,136	\$ 3,241,307	\$ 1,533,948	\$ 1,314,409	\$ (410,428)	\$ (227,847)	\$ 6,835	\$ 197,504	\$ 1,406,547	\$ (1,216,505)

**BOROUGH OF MEDIA, PENNSYLVANIA  
FUND BALANCES, GOVERNMENTAL FUNDS  
MODIFIED ACCRUAL BASIS OF ACCOUNTING  
LAST TEN YEARS  
(UNAUDITED)**

	As of December 31,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General Fund:										
Non-spendable	\$ 61,462	\$ 47,963	\$ 62,398	\$ 42,301	\$ 32,541	\$ 23,322	\$ 23,417	\$ 20,284	\$ 122,996	\$ -
Assigned	260,399	180,000	-	-	-	-	-	-	-	-
Unassigned	<u>2,908,775</u>	<u>1,977,571</u>	<u>2,379,600</u>	<u>1,095,120</u>	<u>838,089</u>	<u>5,076,551</u>	<u>4,820,787</u>	<u>4,508,984</u>	<u>3,702,696</u>	<u>2,613,304</u>
Total General Fund	<u>3,230,636</u>	<u>2,205,534</u>	<u>2,441,998</u>	<u>1,137,421</u>	<u>870,630</u>	<u>5,099,873</u>	<u>4,844,204</u>	<u>4,529,268</u>	<u>3,825,692</u>	<u>2,613,304</u>
All Other Governmental Funds:										
Restricted	81,791	64,292	57,844	-	-	68,410	81,941	66,062	-	6,002
Committed	544,837	-	-	-	-	-	-	-	-	-
Assigned	2,909,909	2,602,247	563,564	2,349,575	3,873,849	-	884,993	1,317,235	2,426,331	1,986,943
Unassigned (deficit)	<u>-</u>	<u>-</u>	<u>-</u>	<u>(27,453)</u>	<u>(9,506)</u>	<u>(137,537)</u>	<u>-</u>	<u>-</u>	<u>(66,119)</u>	<u>-</u>
Total Other Governmental Funds	<u>3,536,537</u>	<u>2,666,539</u>	<u>621,408</u>	<u>2,322,122</u>	<u>3,864,343</u>	<u>(69,127)</u>	<u>966,934</u>	<u>1,383,297</u>	<u>2,360,212</u>	<u>1,992,945</u>
Total	<u>\$ 6,767,173</u>	<u>\$ 4,872,073</u>	<u>\$ 3,063,406</u>	<u>\$ 3,459,543</u>	<u>\$ 4,734,973</u>	<u>\$ 5,030,746</u>	<u>\$ 5,811,138</u>	<u>\$ 5,912,565</u>	<u>\$ 6,185,904</u>	<u>\$ 4,606,249</u>

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS**  
**MODIFIED ACCRUAL BASIS OF ACCOUNTING**  
**LAST TEN YEARS**  
**(UNAUDITED)**

	For the Year Ended December 31,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
<b>REVENUES:</b>										
Taxes	\$ 8,045,441	\$ 7,857,511	\$ 7,573,457	\$ 6,695,904	\$ 6,168,305	\$ 6,186,775	\$ 5,987,324	\$ 5,870,275	\$ 6,039,079	\$ 5,201,941
Licenses and permits	390,690	361,483	277,022	277,226	363,516	265,821	332,665	389,497	334,748	452,288
Fines and forfeitures	494,678	410,367	143,569	146,936	112,668	160,151	195,666	200,481	205,601	186,643
Interest, rents, and royalties	1,252,094	1,106,749	946,334	889,517	865,097	968,904	887,557	832,964	792,397	733,359
Intergovernmental revenues	1,976,378	1,565,488	1,344,763	803,084	498,167	656,108	597,718	467,309	626,430	948,540
Departmental earnings	2,107,385	1,919,072	1,119,581	810,032	508,904	995,893	851,023	1,026,686	977,055	903,316
Miscellaneous	123,618	211,244	221,905	163,774	596,679	285,816	595,402	362,467	614,962	26,723
<b>Total Revenues</b>	<b>14,390,284</b>	<b>13,431,914</b>	<b>11,626,631</b>	<b>9,786,473</b>	<b>9,113,336</b>	<b>9,519,468</b>	<b>9,447,355</b>	<b>9,149,679</b>	<b>9,590,272</b>	<b>8,452,810</b>
<b>EXPENDITURES:</b>										
Current:										
General government	1,490,090	1,969,969	2,145,492	2,178,502	1,871,727	1,728,322	1,375,541	1,726,830	1,314,558	1,116,042
Public safety	4,300,262	4,391,740	4,778,424	4,384,530	5,423,332	4,616,715	4,663,390	4,298,971	4,103,692	4,263,274
Public works - sanitation	605,159	554,763	549,798	501,343	452,238	467,472	418,727	421,976	421,865	419,667
Public works - streets and highways	2,031,263	3,212,888	3,075,918	2,520,080	3,417,902	2,131,148	1,732,253	1,711,408	1,960,889	1,772,552
Culture and recreation	460,495	452,253	378,591	263,442	361,259	476,304	477,361	394,039	1,851,779	1,803,988
Community development	203,148	183,165	153,449	226,889	258,129	181,555	159,642	85,300	87,246	78,356
Non-departmental:										
Unallocated benefits	1,005,686	224,894	197,793	200,207	242,230	252,499	276,281	340,785	318,018	295,017
Other expenses	1,950	34,847	41,400	52,053	-	-	-	-	-	-
Debt Service:										
Principal	691,000	687,481	678,520	673,000	3,936,000	380,000	375,000	369,000	382,000	178,000
Interest	52,684	60,798	68,889	71,657	63,292	65,845	70,587	74,709	56,262	22,337
Capital outlay <sup>(1)</sup>	1,660,053	-	-	-	-	-	-	-	-	-
<b>Total Expenditures</b>	<b>12,501,790</b>	<b>11,772,798</b>	<b>12,068,274</b>	<b>11,071,703</b>	<b>16,026,109</b>	<b>10,299,860</b>	<b>9,548,782</b>	<b>9,423,018</b>	<b>10,496,309</b>	<b>9,949,233</b>
<b>Excess (Deficiency) of Revenues</b>										
Over (Under) Expenditures	1,888,494	1,659,116	(441,643)	(1,285,230)	(6,912,773)	(780,392)	(101,427)	(273,339)	(906,037)	(1,496,423)
<b>OTHER FINANCING SOURCES (USES):</b>										
Proceeds from borrowing	6,606	-	15,480	-	6,617,000	-	-	-	2,509,485	1,250,000
Transfers in	1,509,356	3,231,100	142,890	4,667	3,236,018	51,333	56,000	164,622	60,000	206,666
Transfers out	(1,509,356)	(3,231,100)	(142,890)	(4,667)	(3,236,018)	(51,333)	(56,000)	(164,622)	(60,000)	(206,666)
Other/miscellaneous	-	-	30,026	9,800	-	-	-	-	-	-
<b>Total Other Financing Sources (Uses)</b>	<b>6,606</b>	<b>-</b>	<b>45,506</b>	<b>9,800</b>	<b>6,617,000</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>2,509,485</b>	<b>1,250,000</b>
<b>Net change in fund balances</b>	<b>\$ 1,895,100</b>	<b>\$ 1,659,116</b>	<b>\$ (396,137)</b>	<b>\$ (1,275,430)</b>	<b>\$ (295,773)</b>	<b>\$ (780,392)</b>	<b>\$ (101,427)</b>	<b>\$ (273,339)</b>	<b>\$ 1,603,448</b>	<b>\$ (246,423)</b>
<b>Debt service as a percentage of non-capital expenditures</b>	<b>7.00%</b>	<b>8.00%</b>	<b>7.00%</b>	<b>8.00%</b>	<b>30.00%</b>	<b>5.00%</b>	<b>5.00%</b>	<b>5.00%</b>	<b>5.00%</b>	<b>2.00%</b>

(1) For fiscal years prior to 2024, capital outlay expenditures are included within the functional category with which they are associated, rather than being separately classified.

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**TAX REVENUES BY SOURCE, GOVERNMENTAL FUNDS**  
**MODIFIED ACCRUAL BASIS OF ACCOUNTING**  
**LAST TEN YEARS**  
**(UNAUDITED)**

Year	Real Estate	Real Estate Transfer	Mercantile	Earned Income	Local Services	Business Privilege	Total
2024	\$ 1,915,448	\$ 307,261	\$ 139,622	\$ 4,931,308	\$ 258,051	\$ 493,751	\$ 8,045,441
2023	1,854,244	225,264	150,218	4,877,405	259,156	491,224	7,857,511
2022	1,710,882	382,736	155,715	4,585,568	253,223	485,333	7,573,457
2021	1,362,708	365,649	125,039	4,167,688	241,076	433,744	6,695,904
2020	1,317,288	216,827	89,710	3,887,787	244,035	412,658	6,168,305
2019	1,208,680	282,908	101,039	3,823,881	266,809	503,458	6,186,775
2018	1,184,437	245,513	87,406	3,681,519	256,958	531,491	5,987,324
2017	1,201,123	248,928	93,207	3,602,048	262,933	462,036	5,870,275
2016	1,164,654	274,613	98,493	3,803,602	262,378	435,339	6,039,079
2015	1,090,282	222,695	98,275	3,126,647	254,365	409,677	5,201,941
Change: 2015-2024	75.68%	37.97%	42.07%	57.72%	1.45%	20.52%	54.66%

Source(s): Borough Records



**BOROUGH OF MEDIA, PENNSYLVANIA**  
**ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN YEARS**  
**(UNAUDITED)**

Year	Residential	(Ground) Vacant Land	Industrial	Commercial	Total Taxable Assessed Value	Estimated Actual Value	Assessed Value as a Percentage of Actual Value (1)	Total Direct Tax Rate (2)
2024	\$ 562,318,822	\$ 3,618,370	\$ 597,580	\$ 389,685,322	\$ 956,220,094	\$1,558,638,753	61.35%	2.0000
2023	555,355,388	3,660,930	597,580	390,679,648	950,293,546	1,444,446,190	65.79%	2.0000
2022	554,450,712	3,453,600	597,580	394,012,296	952,514,188	1,304,944,438	72.99%	1.8000
2021 (3)	551,889,412	3,567,800	597,580	393,541,446	949,596,238	949,596,238	100.00%	1.4100
2020	213,172,347	4,322,400	367,480	228,470,871	446,333,098	892,666,196	50.00%	3.0000
2019	236,409,169	4,405,550	426,420	164,712,201	405,953,340	718,537,412	56.50%	3.0000
2018	227,129,817	5,812,220	426,420	165,476,606	398,845,063	686,013,508	58.14%	3.0000
2017	220,827,883	5,591,490	426,420	168,180,063	395,025,856	647,842,404	60.98%	3.0000
2016	218,987,555	5,864,150	426,420	168,974,088	394,252,213	607,148,408	64.94%	3.0000
2015	219,023,692	5,437,190	426,420	168,558,478	393,445,780	578,365,297	68.03%	3.0000

(1) Common level ratio (CLR) of total assessed value to total market value

(2) Tax rates (millage rates) are per \$1,000 of assessed values.

(3) As a result of a county-wide reassessment effective 01-01-21, assessment value increase and corresponding millage rate decrease are reflected for 2021.

Source(s): Pennsylvania State Tax Equalization Board (STEB) and County of Delaware

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**DIRECT AND OVERLAPPING PROPERTY TAX RATES**  
**(RATE PER \$1,000 OF ASSESSED VALUE)**  
**LAST TEN YEARS**  
**(UNAUDITED)**

Year	Direct Rate			Overlapping Rates		Total Direct and Overlapping Rate
	Basic Rate	General Obligation Debt Service Rate (1)	Total Direct Rate	Delaware County	Rose Tree Media School District	
2024	1.2222	0.7778	2.0000	3.1490	15.1743	20.3233
2023	1.2175	0.7825	2.0000	2.9990	15.2320	20.2310
2022	1.0185	0.7815	1.8000	2.9990	14.6440	19.4430
2021	(2) 0.6258	0.7842	1.4100	2.9990	14.1643	18.5733
2020	2.0029	0.9971	3.0000	5.4610	26.2569	34.7179
2019	1.9017	1.0983	3.0000	5.4610	26.2569	34.7179
2018	1.8827	1.1173	3.0000	5.6040	25.6888	34.2928
2017	1.8732	1.1268	3.0000	5.6040	25.0945	33.6985
2016	1.8699	1.1301	3.0000	5.6040	24.3773	32.9813
2015	2.4646	0.5354	3.0000	5.6040	23.8080	32.4120

(1) The Borough does not levy a separate debt service millage; the allocation shown reflects an apportionment of the general millage rate for illustrative purposes only.

(2) As a result of a county-wide reassessment effective 01-01-21, a millage rate decrease is reflected for 2021 for the increase in assessment values.

Source(s): County of Delaware and Borough Records

**BOROUGH OF MEDIA, PENNSYLVANIA  
PRINCIPAL PROPERTY TAX PAYERS  
CURRENT YEAR AND NINE YEARS AGO  
(UNAUDITED)**

Taxpayer	2024			2015 <sup>(1)</sup>		
	Taxable Assessed Value	Rank	Percentage of Total Borough Assessed Value	Taxable Assessed Value	Rank	Percentage of Total Borough Assessed Value
West End Flats LP	\$ 40,879,250	1	4.28%	INFORMATION IS NOT AVAILABLE		
Commonwealth Real Estate Investors	31,916,450	2	3.34%			
Individual Taxpayer #1 <sup>(2)</sup>	22,136,630	3	2.32%			
Colonial Terrace Inc.	18,590,890	4	1.94%			
Westover Buildings	11,914,000	5	1.25%			
Pinnacle Holdings II LLC	8,191,620	6	0.86%			
Manchester Corp.	5,496,890	7	0.57%			
600 N. Jackson St. Investor	5,104,090	8	0.53%			
Orange Realty LLC	4,804,890	9	0.50%			
N&B Group LP	4,666,020	10	0.49%			
	<u>\$ 153,700,730</u>		<u>16.07%</u>	<u>-</u>		<u>-</u>

(1) Sufficient records to present this information either do not exist or are not available in an accessible format for obtaining the relevant data.

(2) Names of private citizen taxpayers are not disclosed to protect the individual's privacy.

Source(s): County of Delaware

**BOROUGH OF MEDIA, PENNSYLVANIA  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN YEARS  
(UNAUDITED)**

Year Ended Dec. 31	Property Taxes Levied for the Year	Collected within Year of Levy			Total Collections to Date		
		Amount	Percentage of Levy	Collections in Subsequent Years	Amount	Percentage of Levy	
2024	\$ 1,912,440	\$ 1,866,310	97.59%	\$ -	\$ 1,866,310	97.59%	
2023	1,900,587	1,866,082	98.18%	18,974	1,885,057	99.18%	
2022	1,714,526	1,696,301	98.94%	17,047	1,713,348	99.93%	
2021	1,338,931	1,310,508	97.88%	28,423	1,338,931	100.00%	
2020	1,338,999	1,324,400	98.91%	14,600	1,338,999	100.00%	
2019	1,217,860	1,188,922	97.62%	28,938	1,217,860	100.00%	
2018	1,196,535	1,177,440	98.40%	19,095	1,196,535	100.00%	
2017	1,185,078	1,162,267	98.08%	22,811	1,185,078	100.00%	
2016	1,182,757	1,167,714	98.73%	15,043	1,182,757	100.00%	
2015	1,180,337	1,167,337	98.90%	13,001	1,180,337	100.00%	

Source(s): County of Delaware and Borough Records

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**EARNED INCOME TAX FILERS AND LIABILITY BY INCOME LEVEL**  
**FISCAL YEARS 2023 AND 2015**

Income Level	2023 <sup>(1)</sup>				2015			
	Number of Filers	Percentage of Total	Earned Income Tax Liability	Percentage of Total	Number of Filers	Percentage of Total	Earned Income Tax Liability	Percentage of Total
\$50,000 and under	1,052	42.45%	\$ 206,724	9.49%	1,339	55.13%	\$ 251,615	15.00%
\$50,001 - \$100,000	732	29.54%	542,840	24.92%	728	29.97%	518,160	30.89%
\$100,001 - \$200,000	469	18.93%	648,054	29.75%	273	11.24%	365,849	21.81%
\$200,001 - \$500,000	198	7.99%	551,771	25.33%	73	3.01%	204,312	12.18%
\$500,001 - \$1,000,000	18	0.73%	120,897	5.55%	13	0.54%	84,040	5.01%
\$1,000,000 and higher	9	0.36%	108,045	4.96%	3	0.12%	253,461	15.11%
	<u>2,478</u>	<u>100.00%</u>	<u>\$ 2,178,332</u>	<u>100.00%</u>	<u>2,429</u>	<u>100.00%</u>	<u>\$ 1,677,436</u>	<u>100.00%</u>

Note: The information disclosed includes earned income tax filings of Borough residents only. This data does not account for earned income tax revenues associated with non-resident taxpayers.

(1) Tax year 2023 is the most recent year for which complete data is available.

Source: Borough Records

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**RATIOS OF OUTSTANDING DEBT BY TYPE**  
**LAST TEN YEARS**  
**(UNAUDITED)**

Governmental Activities							
Year	General Obligation Bonds	General Obligation Note Payable	Leases (1)	IT Subscriptions (2)	Total Government	Percentage of Personal Income	Per Capita
2024	\$ -	\$ 3,894,000	\$ 12,751	\$ 11,723	\$ 3,918,474	Unavailable	\$ 660
2023	-	4,585,000	12,568	20,738	4,618,306	1.24%	784
2022	-	5,268,000	17,614	-	5,285,614	1.49%	904
2021	-	5,944,000	-	-	5,944,000	1.77%	1,014
2020	-	6,617,000	-	-	6,617,000	2.12%	1,104
2019	3,936,000	-	-	-	3,936,000	1.40%	693
2018	4,316,000	-	-	-	4,316,000	1.61%	761
2017	4,691,000	-	-	-	4,691,000	1.91%	876
2016	5,060,000	-	-	-	5,060,000	2.25%	944
2015	-	2,932,515	-	-	2,932,515	1.34%	547

(1) Leases as defined in Governmental Accounting Standards Board Statement No. 87, Leases

(2) IT subscription as defined in Governmental Accounting Standards Board Statement No. 96, Subscription-Based Information Technology Arrangements

Source(s): Borough Records, U.S. Census Bureau and County of Delaware

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**RATIOS OF GENERAL BONDED DEBT OUTSTANDING**  
**LAST TEN YEARS**  
**(UNAUDITED)**

Year	General Bonded Debt Outstanding	Estimated Actual Value of Taxable Property	Percentage of Actual Taxable Value of Property	Population	Per Capita
2024	\$ -	\$ 1,558,638,753	0.00%	5,938	\$ -
2023	-	1,444,446,190	0.00%	5,890	-
2022	-	1,304,944,438	0.00%	5,845	-
2021	-	949,596,238	0.00%	5,862	-
2020	-	892,666,196	0.00%	5,991	-
2019	3,936,000	718,537,412	0.55%	5,682	693
2018	4,316,000	686,013,508	0.63%	5,673	761
2017	4,691,000	647,842,404	0.72%	5,353	876
2016	5,060,000	607,148,408	0.83%	5,360	944
2015	-	578,365,297	0.00%	5,363	-

Note: The Borough currently does not have any bonded debt outstanding. The Series 2014 general obligation bonds were refunded by the general obligation note issued by the Borough in 2020.

Source(s): Borough Records, U.S. Census Bureau and County of Delaware

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**  
**AS OF DECEMBER 31, 2024**  
**(UNAUDITED)**

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Estimated Share of Overlapping Debt</u>
<b>Debt repaid with property taxes</b>			
Rose Tree Media School District	\$ 32,795,000	15.43%	\$ 5,058,893
County of Delaware (2)	348,204,000	1.62%	<u>5,651,570</u>
Subtotal, overlapping debt			10,710,462
Borough of Media direct debt			<u>3,894,000</u>
Total direct and overlapping debt			<u><u>\$ 14,604,462</u></u>

Note: Overlapping governments are those that coincide, at least in part, with geographic boundaries of the Borough. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the property taxpayers of Media Borough. This process recognizes that, when considering the government's ability to issue and repay long-term debt, the entire debt burden borne by the property taxpayers should be taken into account. However, this does not imply that every taxpayer is a resident and, therefore, responsible for repaying the debt, of each overlapping government.

(1) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the Borough's boundaries and dividing it by each unit's total taxable assessed value.

(2) Non-electoral general obligation debt of governmental and business-type activities

Source(s): Borough Records, Delaware County 2023 Annual Comprehensive Financial Report and 2024 Official Statement, and Rose Tree Media School District Fiscal Year 2024 Annual Financial Report



**BOROUGH OF MEDIA, PENNSYLVANIA  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN YEARS  
(UNAUDITED)**

**Legal Debt Margin Calculation for Year 2024 (1)**

Total Revenues:	
2023	\$ 13,458,984
2022	11,626,984
2021	9,861,492
	<u>\$ 34,947,460</u>

Average total revenue (borrowing base)      \$ 11,649,153

Debt limit (250% of borrowing base)      29,122,883

Total net debt applicable to limit      3,894,000

Legal debt margin      \$ 25,228,883

	Year Ended December 31,									
	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
Debt limit (1)	\$ 29,122,883	\$ 25,402,103	\$ 23,542,263	\$ 23,139,709	\$ 23,186,978	\$ 24,512,893	\$ 23,743,641	\$ 25,957,598	\$ 24,465,818	\$ 24,567,300
Total net debt applicable to limit (2)	<u>3,894,000</u>	<u>4,585,000</u>	<u>5,268,000</u>	<u>5,944,000</u>	<u>6,617,000</u>	<u>3,936,000</u>	<u>4,316,000</u>	<u>4,691,000</u>	<u>5,060,000</u>	<u>2,932,515</u>
Legal debt margin	<u>\$ 25,228,883</u>	<u>\$ 20,817,103</u>	<u>\$ 18,274,263</u>	<u>\$ 17,195,709</u>	<u>\$ 16,569,978</u>	<u>\$ 20,576,893</u>	<u>\$ 19,427,641</u>	<u>\$ 21,266,598</u>	<u>\$ 19,405,818</u>	<u>\$ 21,634,785</u>

(1) The Borough's non-electoral debt limit is defined by the Commonwealth of Pennsylvania as 250% of the borrowing base. The borrowing base is defined as the average of total revenues for the three fiscal years preceding the borrowing year.

(2) The debt limit calculated above applies only to non-electoral debt. Non-electoral debt is bonds or notes issued directly by the municipality, without voter approval. Electoral debt is exempted from statutory debt limits contained in the Local Governmental Unit Debt Act. The Borough has no electoral debt outstanding.

Source(s): Borough Records

**BOROUGH OF MEDIA, PENNSYLVANIA  
DEMOGRAPHIC AND ECONOMIC STATISTICS  
LAST TEN YEARS  
(UNAUDITED)**

<u>Year</u>	<u>Population</u>	<u>Personal Income</u>	<u>Per Capita Personal Income</u>	<u>Unemployment Rate</u>
2024	5,938	Unavailable	Unavailable	3.3%
2023	5,890	\$ 371,093,560	\$ 63,004	3.1%
2022	5,845	355,796,840	60,872	3.5%
2021	5,862	336,373,284	57,382	4.3%
2020	5,991	311,987,316	52,076	6.7%
2019	5,682	281,560,146	49,553	3.9%
2018	5,673	267,453,585	47,145	3.5%
2017	5,353	245,220,930	45,810	3.9%
2016	5,360	224,616,160	41,906	4.2%
2015	5,363	219,282,344	40,888	3.5%

Source(s): United States Census Bureau and County of Delaware

**BOROUGH OF MEDIA, PENNSYLVANIA  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND NINE YEARS AGO  
(UNAUDITED)**

Employer	2024			2015		
	Employees	Rank	Percentage of Total Borough Employment	Employees	Rank	Percentage of Total Borough Employment
County of Delaware	1,130	1	14.11%	1,320	1	16.60%
Bayada Home Health Care	298	2	3.72%	300	2	3.77%
Sterling Healthcare	183	3	2.29%	223	3	2.80%
Employer #4 <sup>(1)</sup>	136	4	1.70%	104	10	1.31%
Mid Ulster Enterprise LLC	125	5	1.56%	108	9	1.36%
C&D Brewing Co. of Media	115	7	1.44%	124	7	1.56%
Rose Tree Media School District	114	6	1.42%			
Home Health Specialists	103	8	1.29%	181	4	2.28%
Employer #9 <sup>(1)</sup>	100	9	1.25%			
Wawa Inc.	87	10	1.09%			
Larsen Senior Care				148	5	1.86%
Fanorte LLC				143	6	1.80%
Sunoco Inc.				122	8	1.53%
	<u>2,391</u>		<u>29.86%</u>	<u>2,773</u>		<u>34.87%</u>

(1) Name not disclosed at employer request; listed by number for confidentiality.

Source(s): Borough Records

**BOROUGH OF MEDIA, PENNSYLVANIA**  
**FULL-TIME EQUIVALENTS BY FUNCTION**  
**LAST TEN YEARS**  
**(UNAUDITED)**

Function	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General government:										
General administration	3.8	5.0	4.0	4.0	5.0	4.0	5.0	6.0	6.0	4.0
Financial administration	1.7	2.5	2.6	2.6	2.5	3.0	3.0	3.0	2.0	3.0
Other	0.7	0.7	0.7	0.3	0.2	0.5	4.0	1.0	0.0	1.0
Public safety:										
Police protection										
Officers	16.0	18.1	15.2	17.0	18.8	17.8	16.0	16.0	15.0	16.0
Civilians	6.2	6.1	5.2	4.9	5.0	4.8	7.0	10.0	7.0	9.0
Code enforcement	3.3	2.8	2.6	2.6	2.7	2.6	(a)	(a)	(a)	(a)
Public works:										
Highways and streets	10.5	11.0	11.0	12.0	12.0	11.0	11.0	9.0	9.0	9.0
Sanitation and solid waste management	2.0	2.0	2.0	2.0	2.0	2.0	3.0	2.0	2.0	3.0
Culture and recreation	0.5	0.3	0.2	0.2	0.2	0.2	2.0	1.0	0.0	0.0
Total	<u>44.7</u>	<u>48.5</u>	<u>43.5</u>	<u>45.6</u>	<u>48.4</u>	<u>45.8</u>	<u>51.0</u>	<u>48.0</u>	<u>41.0</u>	<u>45.0</u>

Note: Elected and part-time appointed officials are excluded from this schedule.

(a) For years prior to 2019, employees in the code enforcement function are not reported separately.

Source(s): For years 2015-2018, U.S. Census Bureau Annual Survey of Public Employment & Payroll (ASPEP). For all other years, Borough Records.

**BOROUGH OF MEDIA, PENNSYLVANIA  
OPERATING INDICATORS BY FUNCTION  
LAST TEN YEARS  
(UNAUDITED)**

Function	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General government:										
Mass gathering permits issued	21	17	13	10	8	25	25	18	31	32
Public safety:										
Police protection:										
Arrests	191	211	200	239	153	345	310	356	282	287
Parking violations	23,666	19,233	5,733	6,450	5,187	8,636	8,754	10,176	10,588	11,730
Traffic violations	853	221	173	191	313	1,029	946	1,024	509	521
Code enforcement:										
Building permits issued	236	213	207	214	181	248	199	242	251	248
Electrical permits issued	64	59	61	62	50	73	66	85	58	56
Plumber registrations	44	41	41	44	22	28	43	36	33	29
Sign installer registrations	10	10	7	9	7	8	9	10	6	15
Certificates of occupancy issued	162	121	178	178	179	179	173	230	194	268
Sidewalk rebates	16	15	8	1	(a)	(a)	(a)	(a)	10	(a)
Public works:										
Highways and streets:										
Streets resurfaced (square yards)	6,541	4,646	1,267	7,603	10,548	5,785	9,727	5,808	11,053	20,416
Sanitation and solid waste management:										
Recycling tonnage collected (904 eligible)	2,142.5	1,125.9	1,544.7	1,337.0	(a)	1,932.7	(a)	1,578.5	2,218.1	1,680.4
Culture and recreation (b):										
Number of programs and events	398	300	295	295	160	160	160	160	160	160
Average number of participants	9,107	6,653	5,073	5,073	3,723	3,723	3,723	3,723	3,723	3,723
Average program volunteer hours	346	158	116	116	116	116	116	116	116	116
Community Development:										
Amount of grants awarded (c)	\$ 1,708,191	\$ 280,000	\$ 281,287	\$ 580,076	\$ 724,387	\$ 214,349	\$ 709,432	\$ 814,700	\$ 806,995	\$ 71,323
Number of grants awarded (c)	5	3	4	4	5	4	6	5	3	3

(a) Data for this year are not available for this indicator.

(b) Estimated

(c) Based on the year the grant was awarded

Source(s): Various Borough Departments

**BOROUGH OF MEDIA, PENNSYLVANIA  
CAPITAL ASSET STATISTICS BY FUNCTION  
LAST TEN YEARS  
(UNAUDITED)**

Function	2024	2023	2022	2021	2020	2019	2018	2017	2016	2015
General government:										
Buildings	3	3	3	3	3	3	3	3	3	3
Public safety:										
Police protection:										
Stations	1	1	1	1	1	1	1	1	1	1
Vehicles	9	10	9	9	8	8	11	10	10	9
Security cameras	14	14	14	14	14	14	6	6	6	(a)
Code Enforcement:										
Vehicles	3	1	4	4	4	4	2	2	1	1
Public works:										
Highways and streets:										
Vehicles	12	11	15	15	14	15	16	14	11	12
Parking garages	1	1	1	1	1	1	1	1	1	1
Parking kiosks	70	70	70	27	27	6	6	6	6	(a)
Traffic signals	14	14	14	19	19	19	19	18	18	18
Streets (linear miles)	14.22	14.22	14.22	14.22	14.22	14.22	14.22	14.22	14.12	14.12
Sanitation and solid waste management:										
Vehicles	2	2	3	2	1	1	2	2	2	2
Culture and recreation:										
Buildings	1	1	1	1	1	1	1	1	1	1
Parks	6	6	6	6	5	3	3	2	2	2
Community development:										
Community centers	1	1	1	1	1	1	1	1	1	1

(a) Data for this year are not available for this statistic.

Source(s): Borough Records

---

## Other Report

---



INDEPENDENT AUDITOR'S REPORT ON  
INTERNAL CONTROL OVER FINANCIAL REPORTING AND  
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT  
OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE  
WITH *GOVERNMENT AUDITING STANDARDS*

June 23, 2025

Members of Council  
Borough of Media  
Media, Pennsylvania

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Borough of Media ("the Borough"), Media, Pennsylvania, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements, and have issued our report thereon dated June 23, 2025.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Borough's internal control over financial reporting ("internal control") as a basis for designing procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, we do not express an opinion on the effectiveness of the Borough's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a



Member of Council  
Borough of Media

deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

#### Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

#### Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

*Barbacane, Thornton & Company LLP*  
BARBACANE, THORNTON & COMPANY LLP