BOROUGH OF WEST YORK

FINANCIAL STATEMENTS

DECEMBER 31, 2025

KOCHENOUR, EARNEST, SMYSER & BURG
Certified Public Accounts
710 South George Street
York, PA 17401

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INDEPENDENT AUDITORS' REPORT

To the Members of Borough Council
West York Borough
York, Pennsylvania

Opinions
We have audited the financial statements of the governmental activities of West York Borough, as of and for the year ended December 31, 2025, 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 financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities of West York Borough as of and for the year ending December 31, 2025, and the respective changes in financial position in accordance with the cash basis of accounting described in Note 1.

Basis for Opinion
We conducted our audit in accordance with audit standards generally accepted in the United States of America.
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 West York Borough to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audits. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

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

Responsibilities of Management for the Financial Statements
Management is responsible for the preparation and fair presentation of the financial statements in accordance with the cash basis of accounting described in Note 1; this includes determining that the cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. Management is also responsible 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.

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 opinion. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations or the override of internal control. Misstatements are considered material if, individually or in aggregate, they could reasonably be expected to influence the economic decisions of users made on the basis of these financial statements.

In performing an audit in accordance with generally accepted auditing standards we;

Exercise professional judgement and maintain professional skepticism throughout the audit.
Identify and assess the risks of material misstatements 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 if 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 West York 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 judgement, there are conditions or events, considered in the aggregate, that raise substantial doubt about West York Borough's ability to continue as a going concern for a reasonable period of time.

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

Other Matters
Management is responsible for the other information included in the annual report. The other information comprises the management's discussion and analysis and budgetary comparison information 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.

Kochenour, Earnest, Smyser, & Burg

Certified Public Accountants

York, Pennsylvania
May 11, 2026

DCED-CLGS-30 (9-09)

BALANCE SHEET

DCED-CLGS-30 (09-09)

WEST YORK BORO, YORK County

BALANCE SHEET

December 31, 2025

		Governmental Funds				Proprietary Funds		Fid. Fund	Account Groups		Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long Term Debt	Memorandum Only
Assets and Other Debits											
100-120	Cash and Investments	80,655	7,885					6,136,735			6,225,275
140-144	Tax Receivable										
121-129, 145-149	Accounts Receivable (excluding taxes)										
130.00	Due From Other Funds										
131-139, 150-159	Other Current Assets										
160-169	Fixed Assets										
180-189	Other Debits										
Total Assets and Other Debits		80,655	7,885					6,136,735			6,225,275
Liabilities and Other Credits											
210-229	Payroll Taxes and Other Payroll Withholdings	351,234									351,234
200-209, 231-239	All Other Current Liabilities	30,336									30,336
230.00	Due To Other Funds										

WEST YORK BORO, YORK County

BALANCE SHEET

December 31, 2025

		Governmental Funds				Proprietary Funds		Fid. Fund	Account Groups		Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long Term Debt	Memorandum Only
Liabilities and Other Credits											
260-269	Long-Term-Liabilities										
240-259	Current Portion of Long-Term Debt and Other Credits	195,003									195,003
Total Liabilities and Other Credits		576,573									576,573
Fund and Account Group Equity											
281-284	Contributed Capital										
290.00	Investment in General Fixed Assets										
270-289	Fund Balance / Retained Earnings on 12/31	-495,918	7,885					6,136,735			5,648,702
291-299	Other Equity										
Total Fund and Account Group Equity		-495,918	7,885					6,136,735			5,648,702
TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY											6,225,275

WEST YORK BORO, YORK County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

REVENUES

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
Taxes									
301.00	Real Estate Taxes	2,643,535	1		1				2,643,537
305.00	Occupation Taxes (levied under municipal code)								
308.00	Residence Taxes (levied by cities of the 3rd Class)								
309.00	Regional Asset District Sales Tax (Allegheny County municipalities only)								
310.00	Per Capita Taxes	33							33
310.10	Real Estate Transfer Taxes	84,309							84,309
310.20	Earned Income Taxes / Wage Taxes	601,176							601,176
310.30	Business Gross Receipts Taxes	154,761							154,761
310.40	Occupation Taxes (levied under Act 511)								
310.50	Local Services Tax **	32,184							32,184
310.60	Amusement / Admission Taxes								
310.70	Mechanical Device Taxes								
310.90	Other: _____								
	Other: _____								
	Total Taxes	3,515,998	1		1				3,516,000
Licenses and Permits									
320-322	All Other Licenses and Permits	21,230							21,230
321.80	Cable Television Franchise Fees	32,636							32,636
	Total Licenses and Permits	53,866							53,866
Fines and Forfeits									
330-332	Fines and Forfeits	209,610							209,610
	Total Fines and Forfeits	209,610							209,610

WEST YORK BORO, YORK County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

REVENUES

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
Interest, Rents and Royalties									
341.00	Interest Earnings	17,973	8					718,369	736,350
342.00	Rents and Royalties	5,000							5,000
Total Interest, Rents and Royalties		22,973	8					718,369	741,350
Federal									
351.03	Highways and Streets								
351.09	Community Development								
351.00	All Other Federal Capital and Operating Grants								
352.01	National Forest								
352.00	All Other Federal Shared Revenue and Entitlements	137,516							137,516
353.00	Federal Payments in Lieu of Taxes								
Total Federal		137,516							137,516
State									
354.03	Highways and Streets	46,581							46,581
354.09	Community Development								
354.15	Recycling / Act 101								
354.00	All Other State Capital and Operating Grants	312,626							312,626
355.01	Public Utility Realty Tax (PURTA)								
355.02-355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		119,214						119,214
355.04	Alcoholic Beverage Licenses	800							800
355.05	General Municipal Pension System State Aid	246,630							246,630
355.07	Foreign Fire Insurance Tax Distribution	21,876							21,876
355.08	Local Share Assessment/Gaming Proceeds	49,381							49,381
355.09	Marcellus Shale Impact Fee Distribution								

WEST YORK BORO, YORK County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

REVENUES

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
State									
355.00	All Other State Shared Revenues and Entitlements								
356.00	State Payments in Lieu of Taxes								
Total State		677,894	119,214						797,108
Local Government Units									
357.03	Highways and Streets								
357.00	All Other Local Governmental Units Capital and Operating Grants	131,057							131,057
358.00	Local Government Unit Shared Payments for Contracted Intergovernmental Services								
359.00	Local Governmental Units and Authorities Payments in Lieu of Taxes								
Total Local Government Units		131,057							131,057
Charges for Service									
361.00	General Government	500							500
362.00	Public Safety	101,873							101,873
363.20	Parking	52,212							52,212
363.00	All Other Charges for Highway & Street Services								
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)								
364.30	Solid Waste Collection and Disposal Charge (trash)	840,743							840,743
364.60	Host Municipality Benefit Fee for Solid Waste Facility								
364.00	All Other Charges for Sanitation Services								
365.00	Health								
366.00	Human Services								
367.00	Culture and Recreation	6,117							6,117
368.00	Airports								

WEST YORK BORO, YORK County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

REVENUES

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
Charges for Service									
369.00	Bars								
370.00	Cemeteries								
372.00	Electric System								
373.00	Gas System								
374.00	Housing System								
375.00	Markets								
377.00	Transit Systems								
378.00	Water System								
379.00	All Other Charges for Service								
Total Charges for Service		1,001,445							1,001,445
Unclassified Operating Revenues									
383.00	Special Assessments								
386.00	Escheats (sale of personal property)								
387.00	Contributions and Donations from Private Sectors	180,423						119,195	299,618
388.00	Fiduciary Fund Pension Contributions							213,913	213,913
389.00	All Other Unclassified Operating Revenues								
Total Unclassified Operating Revenues		180,423						333,108	513,531
Other Financing Sources									
391.00	Proceeds of General Fixed Asset Disposition	9,065							9,065
392.00	Interfund Operating Transfers		5,448						5,448
393.00	Proceeds of General Long-Term Debt								
394.00	Proceeds of Short Term-Debt								

WEST YORK BORO, YORK County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
REVENUES									
Other Financing Sources									
395.00	Refunds of Prior Year Expenditures		2,760						2,760
Total Other Financing Sources		9,065	8,208						17,273
TOTAL REVENUES		5,939,847	127,431		1			1,051,477	7,118,756
EXPENDITURES									
General Government									
400.00	Legislative (Governing) Body	27,355							27,355
401.00	Executive (Manager or Mayor)	178,765							178,765
402.00	Auditing Services / Financial Administration	7,050							7,050
403.00	Tax Collection								
404.00	Solicitor / Legal Services	15,077							15,077
405.00	Secretary / Clerk	114,097							114,097
406.00	Other General Government Administration	111,826							111,826
407.00	IT-Networking Services-Data Processing	18,752							18,752
408.00	Engineering Services	30,375	20,099						50,474
409.00	General Government Buildings and Plant	272,720	128						272,848
Total General Government		776,017	20,227						796,244
Public Safety									
410.00	Police	2,589,870							2,589,870
411.00	Fire	521,087							521,087
412.00	Ambulance / Rescue								
413.00	UCC and Code Enforcement								

WEST YORK BORO, YORK County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

EXPENDITURES

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
Public Safety									
414.00	Planning and Zoning	11,295							11,295
415.00	Emergency Management and Communications								
416.00	Militia and Armories								
417.00	Examination of Licensed Occupations								
418.00	Public Scales (weights and measures)								
419.00	Other Public Safety								
Total Public Safety		3,122,252							3,122,252
Health and Human Services									
420.00-425.00	Health and Human Services								
Total Health and Human Services									
Public Works - Sanitation									
426.00	Recycling Collection and Disposal								
427.00	Solid Waste Collection and Disposal (garbage)	793,368							793,368
428.00	Weed Control								
429.00	Wastewater / Sewage Treatment and Collection								
Total Public Works - Sanitation		793,368							793,368
Public Works - Highways and Streets									
430.00	General Services - Administration	390,604	4,924						395,528
431.00	Cleaning of Streets and Gutters								
432.00	Winter Maintenance -- Snow Removal		26,102						26,102
433.00	Traffic Control Devices	6,836	4,823						11,659
434.00	Street Lighting	36,510	37,150						73,660

WEST YORK BORO, YORK County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

EXPENDITURES

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
Public Works - Highways and Streets									
435.00	Sidewalks and Crosswalks								
436.00	Storm Sewers and Drains	695							695
437.00	Repairs of Tools and Machinery								
438.00	Maintenance and Repairs of Roads and Bridges	10,241	24,444						34,685
439.00	Highway Construction and Rebuilding Projects								
Total Public Works - Highways and Streets		444,886	97,443						542,329
Other Public Works Enterprises									
440.00	Airports								
441.00	Cemeteries								
442.00	Electric System								
443.00	Gas System								
444.00	Markets								
445.00	Parking	13,928							13,928
446.00	Storm Water and Flood Control								
447.00	Transit System								
448.00	Water System								
449.00	Water Transport and Terminals								
Total Other Public Works Enterprises		13,928							13,928
Culture and Recreation									
451.00	Culture-Recreation Administration								
452.00	Participant Recreation							16,141	16,141
453.00	Spectator Recreation								
454.00	Parks	34,355						25,021	59,376

WEST YORK BORO, YORK County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

EXPENDITURES

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
Culture and Recreation									
455.00	Shade Trees								
456.00	Libraries								
457.00	Civil and Military Celebrations								
458.00	Senior Citizens' Centers								
459.00	All Other Culture and Recreation								
Total Culture and Recreation		34,355						41,162	75,517
Community Development									
461.00	Conservation of Natural Resources								
462.00	Community Development and Housing								
463.00	Economic Development	312,626							312,626
464.00	Economic Opportunity								
465-469	All Other Community Development								
Total Community Development		312,626							312,626
Debt Service									
471.00	Debt Principal (short-term and long-term)								
472.00	Debt Interest (short-term and long-term)	36,921							36,921
475.00	Fiscal Agent Fees								
Total Debt Service		36,921							36,921
Employer Paid Benefits and Withholding Items									
481.00	Employer Paid Withholding Taxes and Unemployment Compensation	9,851							9,851
482.00	Judgments and Losses								
483.00	Pension / Retirement Fund Contributions								

WEST YORK BORO, YORK County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
EXPENDITURES									
Employer Paid Benefits and Withholding Items									
484.00	Worker Compensation Insurance								
487.00	Other Group Insurance Benefits								
Total Employer Paid Benefits and Withholding Items		9,851							9,851
Insurance									
486.00	Insurance, Casualty, and Surety	199,140							199,140
Total Insurance		199,140							199,140
Unclassified Operating Expenditures									
488.00	Fiduciary Fund Benefits and Refunds Paid							301,226	301,226
489.00	All Other Unclassified Expenditures								
Total Unclassified Operating Expenditures								301,226	301,226
Other Financing Uses									
491.00	Refund of Prior Year Revenues	65,502	2,771						68,273
492.00	Interfund Operating Transfers	5,448							5,448
493.00	All Other Financing Uses								
Total Other Financing Uses		70,950	2,771						73,721
TOTAL EXPENDITURES		5,814,294	120,441					342,388	6,277,123
EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES		125,553	6,990		1			709,089	841,633

BOROUGH OF WEST YORK
COMBINING STATEMENTS OF CHANGES IN PLAN NET ASSETS -
ALL PENSION TRUST FUNDS (CASH BASIS)
YEAR ENDED DECEMBER 31, 2025

	Police	Fire	General	Total
ADDITIONS				
Contributions:				
State aid	$ 213,913	$ 0	$ 0	$ 213,913
Employer contributions	(60,373)	15,241	9,192	(35,940)
Employee contributions	0	10,077	20,913	30,990
Miscellaneous income	0	2,595	2,355	4,950
	153,540	27,913	32,460	213,913
Investment income:				
Interest income	232,907	26,871	42,238	302,016
Net appreciation in fair value of investments	352,250	40,444	63,065	455,759
	585,157	67,315	105,303	757,775
Investment expense	(27,489)	(5,585)	(7,445)	(40,519)
Net investment income (loss)	557,668	61,730	97,858	717,256
Net Investment Income & Contributions	711,208	89,643	130,318	931,169
DEDUCTIONS				
Pension payments	(231,501)	(19,210)	(4,523)	(255,234)
Administrative expense	(5,100)	(4,500)	(4,600)	(14,200)
Return of employee contribution	(20,290)	(11,502)	0	(31,792)
Transfers	0	0	0	0
Total Deductions	(256,891)	(35,212)	(9,123)	(301,226)
Net Increase in Plan Net Assets	454,317	54,431	121,195	629,943
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS - BEGINNING	4,214,334	480,834	732,479	5,427,647
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS - ENDING	$ 4,668,651	$ 535,265	$ 853,674	$ 6,057,590

Note: A Schedule of Funding Progress is presented in the Required Supplementary Information

See accompanying notes and auditors' report.

NOTE 1 - NATURE OF OPERATIONS

The Borough of West York (Borough) provides refuse, police, and fire protection and other municipal services to the residents of the Borough.

NOTE 2 - ESTIMATES AND SUMMARY OF ACCOUNTING POLICIES

The preparation of general-purpose financial statements in conformity with the cash basis of accounting may require management to make estimates and assumptions that affect the reported amounts of assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenses during the reporting period. Actual results could differ from those estimates.

A summary of the significant accounting policies consistently applied in the preparation of the accompanying financial statements follows:

The Reporting Entity

The Borough includes all of the funds and account groups relating to the operations of the Borough. The financial statements presented herein do not include agencies which have been formed under applicable state laws or separate and distinct units of government apart from the Borough.

Government-Entity Wide Financial Statements

The Statement of Assets, Liabilities, and Fund Balances and the Statement of Revenues, Expenditures, and Changes in Fund Equity display financial information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, charges for services and other revenues. The various governmental funds listed below are all combined together for the Government-Entity Wide financial statement presentation. We have added these two financial statements due to recent accounting changes.

Fund Accounting

The Borough uses fund accounting principles to report on its assets, liabilities, fund equity, revenue, and expenditures. Fund accounting is designed to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities.

A fund is a separate accounting entity with a self-balancing set of accounts for recording assets, liabilities, and fund equity, and changes in fund equity. An account group, on the other hand, is a financial reporting device designed to provide accountability for certain assets and liabilities that are not recorded in the funds because they do not directly affect net expendable available financial resources. The Borough presently has no account groups.

Fund types are classified into three categories: governmental, proprietary, and fiduciary. Each category, in turn, is divided into separate "funds".

NOTE 2 - ESTIMATES AND SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

Fund Accounting (Continued)

The financial activities of the Borough are recorded in separate funds as follows:

Governmental Fund Types

General Fund is used to account for all financial transactions applicable to the general operation of the Borough. Revenue is derived principally from property taxes, earned income taxes, fines, licenses and permits, and grants. Expenditures of the General Fund include police and fire protection, street repairs and maintenance, health and sanitation, parks and recreation, and planning and development.

Special Revenue Fund is used to account for particular governmental activities that are legally restricted for specified purposes.

Capital Projects Fund is used to account for the acquisition or construction of general fixed assets.

Proprietary Fund Type

Enterprise Fund is used to account for the financing of government services and facilities which are primarily self-supporting by user charges.

Fiduciary Fund Type

Trust and Agency Funds are established to administer resources received and held by the Borough as the trustee or agent for others.
The Officer Andrew Duarte Memorial Fund was established as a donor-restricted custodial trust to honor the legacy of Officer Andrew Duarte. All assets are derived from voluntary contributions from the general public and business entities. Use of these funds is strictly limited to: (1) Capital & Maintenance: The design, construction, and perpetual upkeep of the Andrew Duarte Outdoor Memorial and the Interior Public Safety Art Gallery. (2) Programming: Collaborative community art programs and gallery curation managed by Creative York. (3) Creative York Expenditures: Payment for programming and curation shall be issued by West York Borough upon receipt of a formal invoice from Creative York. (4) Non-Commingling Rule: Assets are to be held in the dedicated M&T Bank account. At no time shall these funds be commingled with the Borough's General Fund or used for general municipal operations. (5) Reimbursement Clause: The Memorial Fund may reimburse the General Fund only for verified, itemized expenses directly related to the memorial/gallery that were initially paid by the Borough for administrative expediency. All such transfers must be supported by an invoice or internal work order.

Basis of Accounting

The Borough's policy is to prepare its financial statements on the basis of cash receipts and cash disbursements, consequently, certain revenue and related assets are recognized when received rather than when susceptible to accrual, and certain expenditures are recognized when paid rather than when the obligations are incurred. The cash basis of accounting is a comprehensive basis of accounting other than generally accepted accounting principles.

Budgets

Budgets are adopted on the cash basis, which is consistent with the basis used to prepare historical financial statements. Annual appropriated budgets are adopted for the general and special revenue funds. Unused appropriations lapse at fiscal year end.

NOTE 2 - ESTIMATES AND SUMMARY OF ACCOUNTING POLICIES (CONTINUED)

Cash and Temporary Investments

Cash includes amounts in demand deposits as well as certificates of deposits with maturity dates within three months of the date acquired by the government.

State statutes authorize the government to invest in obligations of the U.S. Treasury, Pennsylvania government obligations, and insured certificates of deposits.

Investments are stated at market value.

Short-Term Interfund Receivables/Payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as "due from other funds" or "due to other funds" on the statements of assets, liabilities, and fund equity.

Property and Equipment

The Borough does not maintain property records. All capital expenditures are expensed in the year of purchase.

Memorandum Only - Total Columns

The total column on the cash basis financial statements is captioned "Memorandum Only" to indicate that it is presented only to facilitate financial analysis. Interfund eliminations have not been made in the aggregation of this data.

NOTE 3 - CASH AND TEMPORARY INVESTMENTS

Cash and temporary investments consist of the following as of December 31, 2025:

	Book	Bank
General Fund		
Cash - Checking - M&T Bank	$ 76,756	$ 77,998
Cash - Checking - Members 1st	2,999	2,999
Petty Cash	900	0
	80,655	80,997
Special Revenue Fund		
Cash - Highway - York Traditions Bank	5,497	5,497
Cash - Highway - Members 1st	2,388	2,388
	7,885	7,885
TOTAL CASH AND TEMPORARY INVESTMENTS	$ 88,540	$ 88,882

As of December 31, 2025 the carrying amount of deposits is $88,540 and the bank balance is $88,882. All deposits are fully insured by FDIC, FSLIC or collateralized in accordance with Act 72.

Custodial Credit Risk - Deposits

Custodial Credit Risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. As of December 31, 2025, $0 of the Borough's bank balance of $88,882 was exposed to custodial risk as:

Uninsured and Uncollateralized	$ 0
Collateralized with securities held by the pledging financial institution	0
Uninsured and collateral held by the pledging bank's trust department not in the Borough's name	0
	$ 0

Reconciliation to Financial Statements

Collateralized with securities held by the pledging financial institution	$ 0
Plus: Insured Amount	88,882
Less: Outstanding Checks	(1,242)
Plus: Deposits In Transit	0
Carrying Amount - Bank Balances	87,640
Plus: Petty Cash	900
Total Cash per Financial Statements	$ 88,540

NOTE 3 - CASH AND TEMPORARY INVESTMENTS (CONTINUED)

Cash Summary per Respective Funds

Statement of Net Assets - Cash - Governmental Funds	$ 88,540
Statement of Net Assets - Cash - Business-Type Activities	0
Total Cash per Financial Statements	$ 88,540

NOTE 4 - 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, injuries to employees, and natural disasters. The Borough is insured against these risks by the purchase of commercial insurance to cover any reasonable loss.

NOTE 5 - PROPERTY AND PER CAPITA TAXES

Based upon assessed valuations provided by the County, property taxes are collected by the elected tax collector. The schedule of property taxes levied for 2025 is as follows:

February 15	Levy Date
February 15 - April 14	2% Discount Period
April 15 - June 13	Face Payment Period
June 14 - December 31	10% Penalty Period
January 1	Lien Date

The property tax rate for all purposes in 2025 was 18.00 mills ($18.00 per $1,000 assessed valuation).

NOTE 6 - CONTINGENCIES

The Borough is subject to various claims and legal proceedings covering matters that arise in the ordinary course of its municipal activities. Each of these matters is subject to uncertainties, and some of these matters may be resolved unfavorably to the Borough. Management believes that any liability that may ultimately result from the resolution of these matters would not have a material adverse effect on the financial position of the Borough.

NOTE 7 - SUBSEQUENT EVENTS

Management of the Borough has evaluated subsequent events through the date of the audit report. On February 12, 2026 West York Borough issued General Obligation Bond, Series of 2026 for the amount of $681,000. The Borough also issued General Obligation Bond, Series A of 2026 (Federally Taxable) for the amount of $465,000.

NOTE 8 - PENSION PLAN

Plan Description

The Borough sponsors three single-employer defined benefit retirement plans which cover the police force, paid firemen, and nonuniform employees. Each of these funds are maintained by the Pennsylvania State Association of Boroughs Municipal Retirement Trust, as trustee. Separately issued financial statements are issued and available at the Borough office.

All regular full-time employees shall become an eligible pension plan participant on the date they first render service to the borough for both the nonuniform employees and paid firemen. The plans provide retirement benefits to plan members. Plan provisions are established by municipal ordinance with the authority for municipal contributions required by Act 205 of the Commonwealth of Pennsylvania.

Under the General Employees' Pension Fund and Paid Firemen's Pension Plans, benefits vest after ten years of service. Normal retirement occurs after reaching age sixty-five and the completion of ten years of service. Normal retirement pension is paid monthly and is equal to 1% of compensation averaged over the last 60 months of employment, multiplied by years of credited service.

The maximum monthly pension shall be an amount which when added to the participant's primary social security amount, does not exceed 80% of the participant's compensation for the last plan year used to determine average monthly compensation.

Under the Police Pension Death and Disability Benefit Fund, benefits vest after twelve years of service. Normal retirement occurs after age fifty-five and the completion of twenty-five years of service. Normal retirement pension is paid monthly and is equal to 50% of gross pay averaged over the last 36 months of employment.

Contributions and Funding Policy

The Borough participates in Act 205 Recovery Program. The actuarial cost method used is the entry age normal cost method. The significant actuarial assumptions used to compute the actuarially determined contribution are the same as those used to compute the accrued actuarial liability as described above. The act requires that annual contributions be based upon the calculation of the Minimum Municipal Obligation (MMO). The MMO calculation is based upon the biennial actuarial valuation. Employees are not required to contribute under the Act; such contributions are subject to collective bargaining. The Commonwealth allocates certain funds to assist in pension funding. Any financial requirements established by the MMO which exceeds the Commonwealth allocation must be funded by the Municipality (and could include employee contributions).

Administrative costs are charged to the plans and funded through the MMO and/or plan income.

During the year ended December 31, 2025, the Police Department employees made an 8% of compensation contribution to the Pension Plan.

NOTE 8 - PENSION PLAN (CONTINUED)

Contributions and Funding Policy (Continued)

The Borough and it's employees contributed the following amounts into the Pension Plan:

	Police Pension Death and Disability Benefit Fund	Firemen's Pension Plan	General Employees' Pension Plan
2025	$ 213,913	$ -	$ -

As of January 1, 2025, the most recent actuarial date, employee membership data related to the retirement plans are as follows:

	Police Pension Death and Disability Benefit Fund	Firemen's Pension Plan	General Employees' Pension Plan
Retirees and beneficiaries currently receiving benefits	8	1	1
Inactive employees entitled to benefits but not yet receiving them	1	1	0
Active plan participants	12	2	6

Significant Accounting Policies and Plan Asset Matters

The financial statements of the plans have been prepared on the modified cash basis of accounting. Investments are stated at market value as reported by Pennsylvania State Association of Boroughs Municipal Retirement Trust.

All of the plans' investments were held by the Pennsylvania State Association of Boroughs Municipal Retirement Trust's General Fixed Fund. In addition, the plans did not have any investment transactions with related parties.

NOTE 8 - PENSION PLANS (CONTINUED)

Funding Status and Progress

Significant actuarial assumptions and related information used to compute the pension benefit obligations as of January 1, 2025 are as follows:

	Police Pension Death and Disability Benefit Fund	Firemen's Pension Plan	General Employees' Pension Plan
Actuarial assumptions:			
Investment rate of return	6.75%	6.75%	6.75%
Salary increase projection	5.5	5.25	4.75
Actuarial valuation data	January 1, 2025	January 1, 2025	January 1, 2025
Actuarial cost method	Entry Age Normal	Entry Age Normal	Entry Age Normal
Asset valuation method	5 Year Smoothing	5 Year Smoothing	5 Year Smoothing
Amortization method	Level Dollar Closed	Level Dollar Closed	Level Dollar Closed
Amortization period	5 Years	15 Years	22 Years

The actuarial report dated January 1, 2025 is the most recent pension information as provided from the Borough to us for preparation of the pension notes.

The Borough owed the following Pension disbursements for the 2025 year as of 12/31/25:

Police Pension Minimum Municipal Obligation	221,088
Police Pension Employee Withholdings	310,063
Fire Pension Minimum Municipal Obligation	0
Fire Pension Employee Withholdings	7,623
Borough Non-Uniform Minimum Municipal Obligations	3,516
Borough Non-Uniform Employee Withholdings	12,246
Commonwealth State Aid	246,630
Interest on MMO Balance	109,629
	910,795

NOTE 8 - PENSION PLAN (CONTINUED)

Trend Information

Three-year trend information is presented as follows for the years ended December 31:

	Annual Pension Cost	Percentage of Annual Pension Cost Contributed	Net Pension Obligation
Police Pension Plan			
2025	$ 421,776	0%	$ 421,776
2024	399,200	0%	399,200
2023	373,505	0%	373,505
Firemen's Pension Plan			
2025	13,325	0%	13,325
2024	5,072	0%	5,072
2023	20,246	0%	20,246
General Employees' Pension Plan			
2025	15,762	0%	15,762
2024	11,729	0%	11,729
2023	28,179	0%	28,179

NOTE 9 - GENERAL OBLIGATION NOTE

West York Borough issued General Obligation Note, Series of 2019 for the purpose of purchasing a Borough Highway Building and paying the cost of the Bonds.

Final Maturity	Rate	Amount
February 28, 2027	3.05%	$650,000

A summary of the maturity dates of the General Obligation Issue of 2019 is as follows:

Year	Amount	Year	Amount
2026	145,331		
TOTAL			$145,331

West York Borough issued General Obligation Note, Series of 2020 for the purpose of financing the costs and expenses to provide funds to (a) finance the Borough's pension obligation and (b) paying the cost of the Bonds on March 25, 2021.

Final Maturity	Rate	Issue Amount
March 31, 2026	3.72%	$360,000

A summary of the maturity dates of the General Obligation Issue of 2020 is as follows:

Year	Amount	Year	Amount
2026	49,672		
TOTAL			$ 49,672

NOTE 10 - DUE TO LIQUID FUELS TAX FUND

Per Department of the Auditor General the General Fund of the Borough of West York should reimburse its Liquid Fuels Tax Fund in the amount of $15,165.96 for the period of 01/01/2023 to 12/31/24.

The Borough deposited $5,496.68 on 10/27/25 and $9,669.28 on 4/21/26 to Liquid Fuels Tax Fund. These amounts are listed as miscellaneous receipts on the Actual Use Report (MS-965).

BOROUGH OF WEST YORK

SUPPLEMENTARY

INFORMATION

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INDEPENDENT AUDITOR'S REPORT ON SUPPLEMENTARY INFORMATION

To the Members of the Borough Council
Borough of West York
West York, Pennsylvania

Our audits were made for the purpose of forming an opinion on the basic financial statements taken as a whole. The following supplementary information accompanying the financial statements is presented for the purpose of additional analysis and is not a required part of the basic financial statements. The supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements, and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

Kochenour, Earnest, Smyser & Burg

Certified Public Accountants

York, Pennsylvania
May 11, 2026

BOROUGH OF WEST YORK
DEFINED BENEFIT PENSION PLAN ANALYSIS OF FUNDING PROGRESS
DECEMBER 31, 2025

Most recent actuarial values available.

	A Actuarial Value of Assets (at Market)	B Actuarial Accrued Liability	C (A-B) Unfunded Actuarial (Liability) Excess	D Annual Covered Payroll	E (A/B) Actuarial Value of Assets as a Percentage of the Actuarial Accrued Liability	F (C/D) Unfunded Actuarial Liability (Excess) to Covered Payroll
Police Pension Plan						
January 1, 2025	4,723,024	5,207,669	(484,645)	1,349,370	90.69%	-35.92%
January 1, 2023	4,047,491	4,790,529	(743,038)	1,121,536	84.49%	-66.25%
January 1, 2021	3,393,069	4,253,696	(860,627)	1,070,000	79.77%	-80.43%
Paid Firemen Pension Plan						
January 1, 2025	507,505	378,879	128,626	200,000	133.95%	64.31%
January 1, 2023	492,215	344,929	147,286	203,776	142.70%	72.28%
January 1, 2021	464,883	476,880	(11,997)	184,000	97.48%	-6.52%
General Employees' Pension Plan						
January 1, 2025	761,111	432,638	328,473	607,092	175.92%	54.11%
January 1, 2023	308,299	686,556	(378,257)	490,212	44.91%	-77.16%
January 1, 2021	628,172	396,409	231,763	376,000	158.47%	61.64%