DCED-CLGS-30 (9-09)

Received by DCED: 03/16/2026
Approved by DCED:

Department of Community & Economic Development
Governor's Center for Local Government Services
Commonwealth Keystone Building
400 North Street, 4th Floor
Harrisburg, PA 17120-0225
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2025 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT

090335 DURHAM TWP, BUCKS COUNTY

Independent Auditor's Report

Board of Supervisors
Durham Township

Report on the Financial Statements

Opinion

We have audited the accompanying modified-cash basis Municipal Annual Audit and Financial Report, Form DCED CLGS-30 (the "financial statements"), of Durham Township ("the Township"), as of and for the year ended December 31, 2025, which comprise the balance sheet, statement of revenues and expenditures, debt statement, and statement of capital expenditures and employee compensation.

In our opinion, the financial statements referred to above present fairly, in all material respects, the balance sheet of the Township as of December 31, 2025, and the statement of revenues and expenditures, debt statement, and the statement of capital expenditures and employee compensation for the year then ended, in accordance with the financial reporting provisions of DCED on the modified-cash basis of accounting.

Basis for Opinion

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS). 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 Durham Township 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 opinion.

Emphasis of Matter - Basis of Accounting

We draw attention to the basis of accounting described under Management's Responsibility for the Financial Statement section. The financial statements were prepared by the Township in accordance with the accounting practices prescribed or permitted by DCED on the modified-cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

The Township's management is responsible for the preparation and fair presentation of these financial statements in accordance with the accounting practices prescribed or permitted by the Commonwealth of Pennsylvania, Department of Community and Economic Development ("DCED"), this includes determining that the modified-cash basis of accounting is an acceptable basis for the preparation of the financial statements in the circumstances. The cash basis of accounting is modified to record liabilities arising out of cash transactions. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township's ability to continue as a going concern for one year after the date that the financial statements are issued.

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 GAAS 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, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township'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.

Restriction on Use

This report is intended solely for the information and use of the Township and for filing with DCED and is not intended be and should not be used by anyone other than these specified parties.

Zelenkofske Axelrod LLC

ZELENKOFSKE AXELROD, LLC

Jamison, Pennsylvania
March 13, 2026

BALANCE SHEET

DCED-CLGS-30 (09-09)

DURHAM TWP, BUCKS 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	457,307	33,358					92,530			583,195
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	457,307	33,358					92,530			583,195

	Liabilities and Other Credits										
210-229	Payroll Taxes and Other Payroll Withholdings	2,218									2,218
200-209, 231-239	All Other Current Liabilities										
230.00	Due To Other Funds										

DURHAM TWP, BUCKS 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										
Total Liabilities and Other Credits		2,218									2,218
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	455,089	33,358					92,530			580,977
291-299	Other Equity										
Total Fund and Account Group Equity		455,089	33,358					92,530			580,977
TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY											583,195

DURHAM TWP, BUCKS 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	112,380	50,493						162,873
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								
310.10	Real Estate Transfer Taxes	66,714							66,714
310.20	Earned Income Taxes / Wage Taxes	274,982							274,982
310.30	Business Gross Receipts Taxes								
310.40	Occupation Taxes (levied under Act 511)								
310.50	Local Services Tax **								
310.60	Amusement / Admission Taxes								
310.70	Mechanical Device Taxes								
310.90	Other: _______________								
	Other: _______________								
	Total Taxes	454,076	50,493						504,569

		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
	Licenses and Permits								
320-322	All Other Licenses and Permits	2,150							2,150
321.80	Cable Television Franchise Fees								
	Total Licenses and Permits	2,150							2,150

		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
	Fines and Forfeits								
330-332	Fines and Forfeits	1,852							1,852
	Total Fines and Forfeits	1,852							1,852

DURHAM TWP, BUCKS County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

REVENUES

Code	Description	Governmental Funds: General Fund	Governmental Funds: Special Revenue (Including State Liquid Fuels)	Governmental Funds: Capital Projects	Governmental Funds: Debt Service	Proprietary Funds: Enterprise	Proprietary Funds: Internal Service	Fiduciary Fund: Trust and Agency	Total: Memorandum Only
	Interest, Rents and Royalties								
341.00	Interest Earnings	19,338	2,339						21,677
342.00	Rents and Royalties	9,390							9,390
	Total Interest, Rents and Royalties	28,728	2,339						31,067
	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								
353.00	Federal Payments in Lieu of Taxes								
	Total Federal								
	State								
354.03	Highways and Streets								
354.09	Community Development								
354.15	Recycling / Act 101								
354.00	All Other State Capital and Operating Grants								
355.01	Public Utility Realty Tax (PURTA)	461							461
355.02-355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		76,808						76,808
355.04	Alcoholic Beverage Licenses	150							150
355.05	General Municipal Pension System State Aid								
355.07	Foreign Fire Insurance Tax Distribution	13,140							13,140
355.08	Local Share Assessment/Gaming Proceeds								
355.09	Marcellus Shale Impact Fee Distribution								

DURHAM TWP, BUCKS County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

REVENUES

Code	Description	Governmental Funds: General Fund	Governmental Funds: Special Revenue (Including State Liquid Fuels)	Governmental Funds: Capital Projects	Governmental Funds: Debt Service	Proprietary Funds: Enterprise	Proprietary Funds: Internal Service	Fiduciary Fund: Trust and Agency	Total: Memorandum Only
	State								
355.00	All Other State Shared Revenues and Entitlements								
356.00	State Payments in Lieu of Taxes								
	Total State	13,751	76,808						90,559
	Local Government Units								
357.03	Highways and Streets								
357.00	All Other Local Governmental Units Capital and Operating Grants	1,500							1,500
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	1,500							1,500
	Charges for Service								
361.00	General Government	5,751							5,751
362.00	Public Safety	25,889							25,889
363.20	Parking								
363.00	All Other Charges for Highway & Street Services	27,143							27,143
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)								
364.30	Solid Waste Collection and Disposal Charge (trash)								
364.60	Host Municipality Benefit Fee for Solid Waste Facility								
364.00	All Other Charges for Sanitation Services								
365.00	Health								
366.00	Human Services								
367.00	Culture and Recreation	440							440
368.00	Airports								

DURHAM TWP, BUCKS County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

REVENUES

Code	Item	Governmental Funds: General Fund	Governmental Funds: Special Revenue (Including State Liquid Fuels)	Governmental Funds: Capital Projects	Governmental Funds: Debt Service	Proprietary Funds: Enterprise	Proprietary Funds: Internal Service	Fiduciary Fund: Trust and Agency	Total: 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	600						23,750	24,350
	Total Charges for Service	59,823						23,750	83,573
	Unclassified Operating Revenues								
383.00	Special Assessments								
386.00	Escheats (sale of personal property)								
387.00	Contributions and Donations from Private Sectors								
388.00	Fiduciary Fund Pension Contributions								
389.00	All Other Unclassified Operating Revenues	1,445							1,445
	Total Unclassified Operating Revenues	1,445							1,445
	Other Financing Sources								
391.00	Proceeds of General Fixed Asset Disposition								
392.00	Interfund Operating Transfers								
393.00	Proceeds of General Long-Term Debt								
394.00	Proceeds of Short Term-Debt								

DURHAM TWP, BUCKS County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

Code	Item	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								
	Total Other Financing Sources								
	TOTAL REVENUES	563,325	129,640					23,750	716,715
	EXPENDITURES								
	General Government								
400.00	Legislative (Governing) Body	4,934							4,934
401.00	Executive (Manager or Mayor)	24,023							24,023
402.00	Auditing Services / Financial Administration	3,620							3,620
403.00	Tax Collection	5,350							5,350
404.00	Solicitor / Legal Services	10,380							10,380
405.00	Secretary / Clerk	6,227							6,227
406.00	Other General Government Administration	13,083							13,083
407.00	IT-Networking Services-Data Processing								
408.00	Engineering Services	6,402							6,402
409.00	General Government Buildings and Plant	30,368							30,368
	Total General Government	104,387							104,387
	Public Safety								
410.00	Police								
411.00	Fire	4,976	40,394						45,370
412.00	Ambulance / Rescue	10,238	10,099						20,337
413.00	UCC and Code Enforcement	26,390							26,390

DURHAM TWP, BUCKS County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

EXPENDITURES

Code	Description	Governmental Funds: General Fund	Governmental Funds: Special Revenue (Including State Liquid Fuels)	Governmental Funds: Capital Projects	Governmental Funds: Debt Service	Proprietary Funds: Enterprise	Proprietary Funds: Internal Service	Fiduciary Fund: Trust and Agency	Total: Memorandum Only
	Public Safety								
414.00	Planning and Zoning	16,277							16,277
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	57,881	50,493						108,374
	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	941							941
427.00	Solid Waste Collection and Disposal (garbage)								
428.00	Weed Control								
429.00	Wastewater / Sewage Treatment and Collection								
	Total Public Works - Sanitation	941							941
	Public Works - Highways and Streets								
430.00	General Services - Administration	188,438							188,438
431.00	Cleaning of Streets and Gutters	28,500							28,500
432.00	Winter Maintenance – Snow Removal	15,318							15,318
433.00	Traffic Control Devices	1,290							1,290
434.00	Street Lighting								

DURHAM TWP, BUCKS 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								
437.00	Repairs of Tools and Machinery	5,062							5,062
438.00	Maintenance and Repairs of Roads and Bridges	168,981	61,000						229,981
439.00	Highway Construction and Rebuilding Projects								
	Total Public Works - Highways and Streets	407,589	61,000						468,589
	Other Public Works Enterprises								
440.00	Airports								
441.00	Cemeteries								
442.00	Electric System								
443.00	Gas System								
444.00	Markets								
445.00	Parking								
446.00	Storm Water and Flood Control								
447.00	Transit System								
448.00	Water System								
449.00	Water Transport and Terminals								
	Total Other Public Works Enterprises								
	Culture and Recreation								
451.00	Culture-Recreation Administration								
452.00	Participant Recreation	133							133
453.00	Spectator Recreation								
454.00	Parks								

DURHAM TWP, BUCKS 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	4,500							4,500
457.00	Civil and Military Celebrations								
458.00	Senior Citizens' Centers	1,500							1,500
459.00	All Other Culture and Recreation	1,509							1,509
	Total Culture and Recreation	7,642							7,642
	Community Development								
461.00	Conservation of Natural Resources								
462.00	Community Development and Housing								
463.00	Economic Development								
464.00	Economic Opportunity								
465-469	All Other Community Development	351							351
	Total Community Development	351							351
	Debt Service								
471.00	Debt Principal (short-term and long-term)		10,664						10,664
472.00	Debt Interest (short-term and long-term)		3,620						3,620
475.00	Fiscal Agent Fees								
	Total Debt Service		14,284						14,284
	Employer Paid Benefits and Withholding Items								
481.00	Employer Paid Withholding Taxes and Unemployment Compensation	19,313							19,313
482.00	Judgments and Losses								
483.00	Pension / Retirement Fund Contributions								

DURHAM TWP, BUCKS 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
Employer Paid Benefits and Withholding Items									
484.00	Worker Compensation Insurance	5,999							5,999
487.00	Other Group Insurance Benefits	18,909							18,909
Total Employer Paid Benefits and Withholding Items		44,221							44,221
Insurance									
486.00	Insurance, Casualty, and Surety	26,086							26,086
Total Insurance		26,086							26,086
Unclassified Operating Expenditures									
488.00	Fiduciary Fund Benefits and Refunds Paid								
489.00	All Other Unclassified Expenditures	2,500						61,198	63,698
Total Unclassified Operating Expenditures		2,500						61,198	63,698
Other Financing Uses									
491.00	Refund of Prior Year Revenues	3,648							3,648
492.00	Interfund Operating Transfers								
493.00	All Other Financing Uses								
Total Other Financing Uses		3,648							3,648
TOTAL EXPENDITURES		655,246	125,777					61,198	842,221
EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES		-91,921	3,863					-37,448	-125,506

DURHAM TWP

December 31, 2025

DEBT STATEMENT

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

Purpose	Bond (B) Capital Lease (C) Lease Rental (L) Note (N)	Issue Year (yyyy)	Maturity Year (yyyy)	Original Amount of Issue	Outstanding Beginning of Year (1)	Principal Incurred This Year	Principal Paid This Year	Current Year Accretion on Compound Interest Bonds	Outstanding at Year End (1)	Plus (less) Unamortized Premium (Discount)	Total Balance
General Obligation Bonds and Notes											
Revenue Bonds and Notes											
Lease Rental Debt											
2024 Truck	Capital Leases	2024	2028	62,042	47,757		10,664		37,093		37,093
Other											

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding	37,093
Capitalized lease obligations	0
Net debt	37,093

DURHAM TWP, BUCKS County

STATEMENT OF CAPITAL EXPENDITURES

December 31, 2025

Category	Capital Purchases	Capital Construction	Total
Community Development			
Electric			
Fire			
Gas System			
General Government			
Health			
Housing			
Libraries			
Mass Transit			
Parks			
Police			
Recreation			
Sewer			
Solid Waste			
Streets / Highways			
Water			
Other: _______________			
TOTAL CAPITAL EXPENDITURES			

EMPLOYEE COMPENSATION

Total salaries, wages, commissions, etc. paid this year (including all employees and elected officials) 220,896

Independent Public Accountant/Certified Public Accountant Submission Page

Opinion page was provided in lieu of signature page.

SIGNATURE AND VERIFICATION

Signed: Zelenkofske Axelrod LLC Appointed Auditor/CPA

December 31, 2025

NOTES / COMMENTS