

INDEPENDENT AUDITOR'S REPORT

Members of Borough Council
Borough of Greencastle
Greencastle, Pennsylvania

The accompanying summary financial statements of the Borough of Greencastle, Pennsylvania, as of and for the year ended December 31, 2014, consisting of the concise statement of net position and the concise statement of revenues and expenditures, are derived from the audited financial statements of governmental activities, the business-type activity, the aggregate discretely presented component unit, each major fund, and the aggregate remaining fund information of the Borough of Greencastle, as of and for the year ended December 31, 2014, which collectively comprise the Borough's basic financial statements.. We expressed an unmodified audit opinion on those audited financial statements in our report dated May 4, 2015. The audited financial statements, and the summary financial statements derived therefrom, do not reflect the effects of events, if any that occurred subsequent to the date of our report on the audited financial statements.

The summary financial statements do not contain all the disclosures required by the modified cash basis of accounting. Reading the summary financial statements, therefore, is not a substitute for reading the audited financial statements of the Borough of Greencastle.

Management's Responsibility for the Summary Financial Statements

Management is responsible for the preparation of the summary financial statements on the modified cash basis of accounting.

Auditor's Responsibility

Our responsibility is to express an opinion about whether the summary financial statements are consistent, in all material respects, with the audited financial statements based on our procedures, which were conducted in accordance with auditing standards generally accepted in the United States of America. The procedures consisted principally of comparing the summary financial statements with the related information in the audited financial statements from which the summary financial statements have been derived, and evaluating whether the summary financial statements are prepared in accordance with the modified cash basis of accounting. We did not perform any audit procedures regarding the audited financial statements after the date of our report on those financial statements.

Opinion

In our opinion, the summary financial statements of the Borough of Greencastle as of and for the year ended December 31, 2014, referred to above are consistent, in all material respects, with the audited financial statements from which they have been derived, 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.



Chambersburg, Pennsylvania
May 4, 2015

BOROUGH OF GREENCASTLE

**CONCISE STATEMENT OF NET POSITION -
MODIFIED CASH BASIS**

December 31, 2014

	Borough of Greencastle	Greencastle Area Water Authority
ASSETS		
Cash and investments	\$ 4,382,139	\$ 218,558
Other current assets	56,847	-
General fixed assets, net of depreciation	13,183,244	12,328,212
Total assets	\$ 17,622,230	\$ 12,546,770
LIABILITIES		
Payroll tax liabilities	\$ 5,423	\$ -
Other current liabilities	6,000	1,456
Long-term debt (last maturity, May 2025)	1,180,000	-
Long-term debt (last maturity, August 2022)	-	444,843
Long-term debt (last maturity, June 2022)	-	1,920,000
Total liabilities	1,191,423	2,366,299
NET POSITION		
Net investment in general fixed assets	12,003,244	9,963,369
Restricted	3,891,314	-
Unrestricted	536,249	217,102
Total net position	16,430,807	10,180,471
Total liabilities and net position	\$ 17,622,230	\$ 12,546,770

BOROUGH OF GREENCASTLE

**CONCISE STATEMENT OF REVENUES AND EXPENDITURES -
MODIFIED CASH BASIS
Year Ended December 31, 2014**

	Borough of Greencastle	Greencastle Area Water Authority
Revenues		
Taxes, all sources (Assessed Value \$40,362,890)	\$ 1,160,096	\$ -
Licenses and permits	68,142	-
Fines and forfeits	24,344	-
Interest, rents and royalties	165,083	541
Intergovernmental revenues	211,465	-
Charges for services	927,425	1,644,847
Miscellaneous	111,325	26,862
Total revenues	2,667,880	1,672,250
Expenditures		
General government	212,256	-
Public safety	590,944	-
Public works	1,187,798	1,546,591
Culture and recreation	18,369	-
Debt service	34,840	52,816
Employer paid benefits	109,916	-
Miscellaneous	143,082	4,081
Total expenditures	2,297,205	1,603,488
Excess of revenues over expenditures	370,675	68,762
Increase in general fixed assets	250,224	-
Net change in net position	620,899	68,762
Net Position		
January 1, 2014	15,809,908	10,111,709
December 31, 2014	\$ 16,430,807	\$ 10,180,471