PINE GROVE BOROUGH

FINANCIAL STATEMENTS

DECEMBER 31, 2025

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DECEMBER 31, 2025

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Garcia Garman & Shea, PC
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INDEPENDENT AUDITORS' REPORT

Board of Supervisors and Management
Pine Grove Borough
Pine Grove, Pennsylvania

Report on Audit of the Financial Statements

Opinions

We have audited the accompanying modified cash basis financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Pine Grove 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 modified cash basis financial position of the governmental activities, each major fund, and the aggregate remaining fund information of Pine Grove Borough, as of December 31, 2025, and the respective changes in modified cash basis financial position for the year then ended in accordance with the modified cash basis of accounting described in Note 1.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of Pine Grove 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.

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 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

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the modified cash basis of accounting as described in Note 1; this includes determining that the modified 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.

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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 Pine Grove 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.

Auditors' 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 auditors' 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 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 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 generally accepted 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 Pine Grove 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 Pine Grove 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require the inclusion of the budgetary comparison information and historical pension information on pages 27 to 35 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 response 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 or provide any assurance.

Other Information

Pine Grove Borough has omitted management's discussion and analysis information that accounting principles generally accepted in the United States of America require to be presented to supplement the basic financial statements. Such missing information, 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 the financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. Our opinion on the basic financial statements is not affected by this missing information.

Garcia Garman & Shea, PC

Lebanon, Pennsylvania
August 5, 2026

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PINE GROVE BOROUGH
STATEMENT OF NET POSITION – MODIFIED CASH BASIS
DECEMBER 31, 2025

	Governmental Activities
CURRENT ASSETS	
Cash and cash equivalents	$ 617,832
Due from recreation board	41,119
Total current assets	658,951
LIABILITIES	
Payroll liabilities	3,404
Escrow liabilities	27,435
Total current liabilities	30,839
NET POSITION	
Unrestricted	628,112
Total net position	628,112
Total liabilities and net position	$ 658,951

See accompanying notes to financial statements.

PINE GROVE BOROUGH
STATEMENT OF ACTIVITIES – MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2025

Functions/Programs	Expenses	Program Revenues: Charges for Services	Program Revenues: Operating Grants and Contributions
Primary government			
Governmental activities			
General government	$ 307,283	$ -	$ -
Public safety	339,127	116,867	12,800
Public works	1,219,850	1,024,263	86,745
Culture and recreation	30,405	-	-
Insurance	67,769	-	-
Employee benefits	450,932	-	67,678
Total primary government	$ 2,415,366	$ 1,141,130	$ 167,223
General revenues			
Taxes			
Property taxes, levied for general purpose			
Earned income taxes, levied for general purpose			
Other enabling taxes, levied for general purpose			
Franchise taxes			
Public service taxes			
Investment earnings			
Proceeds from disposal of assets			
Refund of prior year expenses			
Miscellaneous			
Total general revenues and special items			
Change in net position			
Net position, beginning			
Net position, ending			

See accompanying notes to financial statements.

Net (Expense) Revenue and Changes in Net Position Primary Government	
Governmental Activities	Total
$ (307,283)	$ (307,283)
(209,460)	(209,460)
(108,842)	(108,842)
(30,405)	(30,405)
(67,769)	(67,769)
(383,254)	(383,254)
(1,107,013)	(1,107,013)
448,103	448,103
317,052	317,052
92,770	92,770
34,837	34,837
785	785
15,378	15,378
294,920	294,920
54,702	54,702
14,926	14,926
1,273,473	1,273,473
166,460	166,460
461,652	461,652
$ 628,112	$ 628,112

See accompanying notes to financial statements.

PINE GROVE BOROUGH
BALANCE SHEET – MODIFIED CASH BASIS – GOVERNMENTAL FUNDS
DECEMBER 31, 2025

	General	Water	Highway Aid	Capital Projects (Non-Major)	Total Governmental Funds
		ASSETS			
CURRENT ASSETS					
Cash and cash equivalents	$ 262,884	$ 219,506	$ 124,152	$ 11,290	$ 617,832
Due from recreation board	41,119	-	-	-	41,119
Due from other funds	597,895	66,184	-	-	664,079
Total current assets	$ 901,898	$ 285,690	$ 124,152	$ 11,290	$ 1,323,030
		LIABILITIES AND FUND BALANCES			
CURRENT LIABILITIES					
Payroll liabilities	$ 3,404	$ -	$ -	$ -	$ 3,404
Escrow liabilities	27,435	-	-	-	27,435
Due to other funds	-	597,895	-	66,184	664,079
Total current liabilities	30,839	597,895	-	66,184	694,918
FUND BALANCES					
Unassigned	871,059	(312,205)	124,152	(54,894)	628,112
Total fund balances	871,059	(312,205)	124,152	(54,894)	628,112
Total liabilities and fund balances	$ 901,898	$ 285,690	$ 124,152	$ 11,290	$ 1,323,030

See accompanying notes to financial statements.

PINE GROVE BOROUGH
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES –
MODIFIED CASH BASIS – GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2025

	General	Water	Highway Aid	Capital Projects (Non-Major)	Total Governmental Funds
REVENUES					
Taxes	$ 857,925	$ -	$ -	$ -	$ 857,925
Fines	8,434	-	-	-	8,434
Licenses and permits	49,096	-	-	-	49,096
Interest and rents	7,870	4,100	4,773	-	16,743
Grants and gifts	97,775	-	70,233	-	168,008
Charges for services	94,174	1,024,263	-	-	1,118,437
Other revenue	10,878	2,683	-	-	13,561
Total revenues	1,126,152	1,031,046	75,006	-	2,232,204
EXPENDITURES					
Administration	159,954	220,168	-	-	380,122
Tax collection	13,084	-	-	-	13,084
Municipal buildings	6,980	7,482	-	-	14,462
Protection to persons and property	339,127	-	-	-	339,127
Highways and streets	274,892	-	39,141	-	314,033
Employee payroll taxes and benefits	340,206	110,726	-	-	450,932
Insurance	45,370	22,399	-	-	67,769
Water system	-	482,539	-	-	482,539
Parks and recreation	30,405	-	-	-	30,405
Total expenditures	1,210,018	843,314	39,141	-	2,092,473
Excess of revenues over expenditures	(83,866)	187,732	35,865	-	139,731
OTHER FINANCING SOURCES (USES)					
Proceeds from disposal of assets	294,920	-	-	-	294,920
Refund of prior year expenditures	54,702	-	-	-	54,702
Transfers in	-	-	-	98,100	98,100
Transfers out	-	(98,100)	-	-	(98,100)
General obligation interest	-	(40,440)	-	(17,194)	(57,634)
General obligation principal	-	(156,943)	-	(108,316)	(265,259)
Total other financing sources (uses)	349,622	(295,483)	-	(27,410)	26,729
Net change in fund balances	265,756	(107,751)	35,865	(27,410)	166,460
Fund balances, beginning	605,303	(204,454)	88,287	(27,484)	461,652
Fund balances, ending	$ 871,059	$ (312,205)	$ 124,152	$ (54,894)	$ 628,112

See accompanying notes to financial statements.

PINE GROVE BOROUGH
STATEMENT OF NET POSITION - FIDUCIARY FUNDS
DECEMBER 31, 2025
(POLICE AND NON-UNIFORMED PENSION FUNDS DECEMBER 31, 2024)

	Police Pension	Non-Uniformed Pension	Total Fiduciary Funds
ASSETS			
ASSETS			
Investments with PMRS at fair value	$ 2,533,131	$ 1,545,938	$ 4,079,069
Total assets	$ 2,533,131	$ 1,545,938	$ 4,079,069
NET POSITION			
NET POSITION	$ 2,533,131	$ 1,545,938	$ 4,079,069
Total liabilities and net position	$ 2,533,131	$ 1,545,938	$ 4,079,069

See accompanying notes to financial statements.

PINE GROVE BOROUGH
STATEMENT OF CHANGES IN NET POSITION - FIDUCIARY FUNDS
DECEMBER 31, 2025
(POLICE AND NON-UNIFORMED PENSION FUNDS DECEMBER 31, 2024)

	Police Pension	Non-Uniformed Pension	Total Fiduciary Funds
ADDITIONS			
Contributions			
Employer	$ -	$ 63,966	$ 63,966
Commonwealth	20	380	400
Member	-	-	-
Investment income (loss), interest	216,322	48,851	265,173
Total additions	216,342	113,197	329,539
DEDUCTIONS			
Benefits	21,242	83,861	105,103
Administrative expenses	6,471	4,463	10,934
Total deductions	27,713	88,324	116,037
Net increase	188,629	24,873	213,502
Net position, beginning	2,344,502	1,521,065	3,865,567
Net position, ending	$ 2,533,131	$ 1,545,938	$ 4,079,069

See accompanying notes to financial statements.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Pine Grove Borough is located in Schuylkill County, Pennsylvania and provides the following services as authorized by its charter: public safety, public works, public health and welfare, and culture and recreation.

The accounting policies of Pine Grove Borough ("the Borough") conform to the modified cash basis of accounting. The following summary of significant accounting policies of the Borough is presented to assist in understanding the Borough's financial statements. The financial statements and notes are representations of the Borough's management who is responsible for their integrity and objectivity.

Reporting Entity

The Borough defines its reporting entity based upon the criteria established by the Governmental Accounting Standards Board (GASB). The Borough includes in its reporting entity organizations for which it is financially accountable and other organizations for which the nature and significance of the relationship with the Borough is such that exclusion would cause the reporting entity's financial statements to be misleading or incomplete.

The definition of reporting entity is based primarily on the notion of financial accountability. The Borough is financially accountable for an organization if they appoint a voting majority of an organization's governing body and either it is able to impose its will on that organization or there is a potential for the organization to provide specific financial benefits to, or to impose specific burdens on, the Borough. The Borough would include any organization fiscally dependent upon it.

Fund Accounting

The Borough uses funds to report on its financial position and results of its operations. 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. The Borough's governmental funds are grouped as follows:

Major Governmental Funds

1) General Fund – Fund is the general operating fund of the Borough. It is utilized to account for all revenues and expenditures except those required to be accounted for in another fund.

2) Water Fund – Fund is used to account for the assets, liabilities, income, and expenses of the sewer and stormwater programs.

3) Highway Aid Fund – Fund is used to account for revenues and expenditures related to street repair and maintenance.

Non-Major Governmental Funds

1) Capital Projects – Fund is used to account for monies set aside for specific projects or equipment.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Other Fund Types

Fiduciary funds are used to account for assets held by the Borough as a trustee or agent for other funds or governmental entities. This includes the Police Pension and Non-Uniform Pension Funds, which account for resources including both principal and earnings, which must be expended according to the provisions of the trust agreements and are accounted for in essentially the same manner as the governmental funds.

Basis of Presentation

Government-wide Financial Statements

The statement of net position and the statement of activities display information about the Borough as a whole. These statements include the financial activities of the primary government, except for fiduciary funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each identifiable activity for each function or program of the governmental activities of the Borough. Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include amounts paid by the recipient of goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. All taxes and revenues not classified as program revenues are presented as general revenues of the Borough.

Fund Financial Statements

Fund financial statements report detailed information about the Borough. Their focus is on major funds rather than reporting by fund type. Each major governmental fund is presented in a separate column, and all non-major funds are aggregated into one column.

Basis of Accounting

The Borough's policy is to prepare its financial statements using a modified cash basis for its governmental funds; consequently, certain revenue is recognized when received rather than when earned, and certain expenditures are recognized when paid rather than when the obligation is incurred. Modifications in such method from the cash basis follow:

- Amounts due from outside boards are accrued.
- Payroll taxes payable are accrued.

Government-wide Net Position

Government-wide net position is divided into two components:

- Restricted net position – consists of assets that are restricted by the state enabling legislation (through restrictions on shared revenues), by grantors (both federal and state), and by other contributors.

- Unrestricted – all other net position is reported in this category.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Restricted Resources

The Borough utilizes restricted resources first on those occasions where both restricted and unrestricted resources are available for the same purpose.

Budgets

Under GASB No. 34, budgetary comparison information is required to be presented for the general fund and each major special revenue fund with a legally adopted budget. Prior to the beginning of each fiscal year, an annual budget is adopted for the governmental funds with the exception of the liquid fuels fund. No budget revisions were made between the original and final budget during the year. Appropriations lapse at the end of the year.

Cash Equivalents

The Borough considers cash equivalents as short-term, highly liquid investments that are readily convertible to known amounts of cash that mature within three months or less.

Capital Assets

Capital assets purchased are reported as expenditures in the respective fund at the time of purchase. The Borough has not maintained a record of its capital assets.

Infrastructure

The cost of constructing or acquiring assets is reported as expenditures in the respective fund at the time of purchase. The Borough has not maintained a record of its assets.

Leases - Lessor

The Borough leases several pieces of property adjacent to properties owned by Borough residents to those residents for nominal amounts. Initial lease terms are for 1 year with renewal terms of 1 to 10 years. Nominal lease receipts of $1,365 are included in Interest and Rents on the Statement of Revenues, Expenditures, and Changes in Fund Balances – Modified Cash Basis – Governmental Funds for the year ended December 31, 2025.

Compensated Absences

Full-time employees of the Borough are entitled to paid time off benefits based upon years of service. Terminated employees are paid all accumulated vacation time hours at the current rate of pay and may use vacation time from the prior year by March 31 of the current year. A maximum of 50 days (400 hours) of sick time may be carried to the following year. Total liability for these compensated absences as of December 31, 2025, was $25,494.

Tax Revenue

Per capita tax and real estate tax are recorded at gross amounts collected with expenses and commissions paid recorded as an expenditure under tax collection. Earned income and local services taxes are recorded at the net amount received from the collecting agency after deduction for fees and expenses.

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES *(continued)*

Use of Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting periods. Actual results could differ from those estimates.

Risk Management

The Borough is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, and errors and omissions for which it carries commercial insurance.

NOTE 2 – DEPOSITS AND INVESTMENTS

The Borough is permitted to invest funds consistent with sound business practices in the following types of investments:

1) Obligations of (a) the United States of America, (b) the Commonwealth of Pennsylvania, or (c) any political subdivision of the Commonwealth of Pennsylvania or any of their agencies or instrumentalities backed respectively by their full faith and credit.

2) Deposits in savings, time deposit or share accounts of institutions insured by the Federal Deposit Insurance Corporation or the Federal Savings and Loan Insurance Corporation to the extent that such accounts are so insured and, for any amounts above the insured maximum, provided that approved collateral as provided by law therefore shall be pledged by the depository.

The deposit and investment policy of the Borough adheres to state statutes and prudent business practice. There were no deposit or investment transactions during the year that were in violation of either the state statutes or Borough policy.

At year end, the carrying amount of the Borough's cash and deposits in all primary government fund types was $617,833 and the bank balance was $678,172, of which $261,302 was fully insured and $33,835 was collateralized by securities held by the pledging financial institutions' trust department or agent but not in the Borough's name. When collateral is required in excess of insurance limits, the requirements of Act 72 of 1971 are followed with respect to pooling, custody and type of collateral. The remaining $383,035 was with the Pennsylvania Local Government Investment Trust (PLGIT) and not categorized as discussed below.

Investments in PLGIT were not categorized because they are not evidenced by securities that exist in physical or book entry form. This fund invests in U.S. Treasury and agency securities and repurchase agreements secured by such obligation, as well as certain municipal obligations and collateralized or insured certificates of deposit. Weighted-average portfolio maturity for the fund is expected to be kept at or below 60 days. As of December 31, 2025, the Borough's investment in PLGIT was rated AAAm by Standard & Poor's.

The Borough places no limit on the amounts deposited in any one issuer. The Borough's deposits with Fulton Bank, Mid Penn/Riverview Bank, and PFM Asset Management represented 42%, 2%, and 56%, respectively, of the Borough's total deposits.

NOTE 2 – DEPOSITS AND INVESTMENTS *(continued)*

The Weighted Average Maturity (WAM) method expresses investment time horizons, the time when investments become due and payable, in years or months, weighted to reflect the dollar size of individual investments within an investment type. The WAM for investments held by PLGIT was less than 60 days as of December 31, 2025.

The Borough considers cash equivalents as short-term, highly liquid investments that are readily convertible to known amounts of cash that mature within three months or less.

The Borough does not have a formal investment policy that limits investment maturities as a means of managing changing interest rates, addresses custodial credit risk, concentration of credit risk, or foreign currency risk. However, the Borough held no investments that were exposed to these risks at December 31, 2025.

NOTE 3 – PROPERTY TAXES

Based upon assessed valuations provided by the county, the tax collector bills and collects taxes on behalf of the Borough. The Borough's tax rate in 2025 was 15.00 mills ($15.00 per $1,000 assessed value). The schedule for property taxes levied for 2025 is as follows:

Tax levy date	March 1, 2025
2% discount period	Through April 30, 2025
Face payment period	Through June 30, 2025
10% penalty period	Beginning July 1, 2025
Lien filing date	January 1, 2026

NOTE 4 – FUND BALANCE

The Borough reports fund balance under GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions. This Statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on the Borough's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

Non-spendable Fund balance – amounts that are not in spendable form (such as inventory) or are required to be maintained intact. The Borough has no non-spendable amounts at December 31, 2025.

Restricted Fund balance – amounts constrained to specific purposes by their providers (such as grantors, bondholders, and higher levels of government), through constitutional provisions, or by enabling legislation. The Borough has no restricted amounts at December 31, 2025.

Committed Fund balance – amounts constrained to specific purposes by the Borough itself, using its highest level of decision-making authority (the Board of Supervisors). To be reported as committed, amounts cannot be used for any other purpose unless the Borough takes the same highest-level action to remove or change the constraint. The Borough has no assigned amounts at December 31, 2025.

Assigned Fund balance – amounts the Borough intends to use for a specific purpose. Intent can be expressed by the Board of Supervisors or by an official or body to which the Board of Supervisors delegates authority. The Borough has no assigned amounts at December 31, 2025.

Unassigned Fund balance – amounts available for any purpose. Positive amounts are reported only in the General Fund.

NOTE 4 – FUND BALANCE *(continued)*

The Board of Supervisors establishes (and modifies or rescinds) fund balance commitments by passage of a resolution. This is typically done through adoption and amendment of the budget. A fund balance commitment is further indicated in the budget document as a designation or commitment of the fund.

The Borough will typically use Restricted fund balances first but reserves the right to selectively spend Unassigned resources first to defer the use of these classified funds.

NOTE 5 – LEASES

The Borough leases vehicles under various lease arrangements that require annual principal and interest payments totaling $33,717.

A summary of the changes in the lease liabilities during the year ended December 31, 2025 is as follows:

	Balance 12/31/2024	Additions	Reductions	Balance 12/31/2025	Amount Due in One Year
Governmental activities					
Lease liabilities	$ 88,825	$ 32,687	$ (27,795)	$ 93,717	$ 26,808
Total	$ 88,825	$ 32,687	$ (27,795)	$ 93,717	$ 26,808

Future lease payments for the next four years are as follows:

Year Ending December 31,	Principal	Interest	Total
2026	$ 26,808	$ 6,909	$ 33,717
2027	28,900	4,817	33,717
2028	31,062	2,655	33,717
2029	6,947	415	7,362
	$ 93,717	$ 14,797	$ 108,513

NOTE 6 – PENSION PLANS

Plan Description

The Pine Grove Borough pension plans are single employer defined benefit pension plans controlled by the provisions of Ordinance No. 71, adopted pursuant to Act 15 of 1974. The Police Plan covers all full-time members of the police force. The Non-Uniformed Pension Plan covers all full-time general employees of the Borough. The Borough has delegated the authority to manage plan assets to the Pennsylvania Municipal Retirement System (PMRS). The assets of the Plans are not commingled. Plan provisions are established by municipal ordinance with the authority for municipal contributions required by Act 205 of the Commonwealth (the Act).

NOTE 6 – PENSION PLANS *(continued)*

Basis of Accounting

The plans' financial statements are prepared on the accrual basis of accounting. Contributions to the plans are recognized when due as required by the Act. Benefits are recognized when due and payable in accordance with the terms of the individual plans.

Method used to Value Investments

Investments are reported at fair value. All of the Plans' assets are held in trust with PMRS and are pooled for investment purposes and, therefore, do not represent specific identifiable investment securities. Disclosures required by Governmental Accounting Standards Board for aggregate PMRS investments are included in PMRS' separately issued ACFR.

Funding Standards and State Aid

The Borough is required to make annual contributions to the plan pursuant to Act 205, which specifies minimum funding standards for municipal pension plans in the Commonwealth. Act 205 requires the Borough to budget and contribute to the plan the minimum municipal obligation, which includes both the normal cost of the plan and an amortization contribution sufficient to amortize unfunded liabilities by target dates established under the Act.

Act 205 also establishes a general municipal pension system state aid program, financed by a tax on the premiums of casualty and fire insurance policies sold in the Commonwealth. The Borough is eligible for this aid for each of its pension plans; however, the ultimate obligation to contribute the minimum municipal obligation to the plan is the Borough's.

Plan Membership

Membership of each plan consisted of the following at January 1, 2025, the date of the latest actuarial valuations:

	Police Pension	Non-Uniformed Pension
Active plan participants	2	7
Retired and beneficiaries currently receiving benefits	1	10
Terminated employees entitled to benefits but not yet receiving them	1	-
Total	4	17

Plan Administration

The plans are governed by the Board of Supervisors which may amend plan provisions, subject to Act 205, *the Municipal Pension Plan Funding Standard and Recovery Act.* The Plan participates in the Pennsylvania Municipal Retirement System (PMRS), which is an agent multiple-employer public employee retirement system that acts as a common investment and administrative agent for participating municipal pension plans. PMRS issues a separate Annual Comprehensive Financial Report (ACFR). A copy of the ACFR can be obtained by contacting the PMRS accounting office; P.O. Box 1165, Harrisburg, PA 17108-1165.

NOTE 6 – PENSION PLANS *(continued)*

Benefits Provided

The Police Plan covers all full-time members of the police force upon employment, and provides retirement, disability, and death benefits to plan members and their beneficiaries.

Members are eligible for normal retirement upon attaining age 55 and 12 years of service. The normal retirement benefit is equal to 50% of average final salary or 2.00% of the member's final salary multiplied by the years of service. Upon death, a survivor monthly annuity death benefit will be paid to the member's surviving spouse equal to the amount that would have been paid had the member terminated employment on the date of death and was eligible for retirement with a qualified joint and 50% survivor annuity in effect. A single sum death benefit equal to the member's transfer value will be paid if the participant does not meet requirements of the survivor annuity death benefit. Active members who become disabled in the line of duty are eligible for disability pension benefits equal to 50% of the member's monthly salary at the time of disability.

The Non-Uniformed Plan covers all of the Borough's general full-time employees, and provides retirement, disability, and death benefits to plan members and their beneficiaries.

Members are eligible for normal retirement upon attaining age 60. Retirement benefits are determined as 1.75% of the member's final salary multiplied by the years of credited service. Upon death, a survivor monthly annuity death benefit will be paid to the member's surviving spouse equal to the amount that would have been paid had the member terminated employment on the date of death and was eligible for retirement with a qualified joint and 50% survivor annuity in effect. A single sum death benefit equal to the member's transfer value will be paid if the participant does not meet requirements of the survivor annuity death benefit. Active members who become disabled in the line of duty are eligible for disability pension benefits equal to 50% of the member's monthly salary at the time of disability.

The plan administrator will only take into account the first $305,000 of compensation, as adjusted for cost-of-living increases in accordance with IRC Section 401(a)(17) of any participant's annual compensation for determining all benefits provided under the plan for the applicable 12-month period.

Vesting

Police Plan member's benefits vest upon completion of 8 years of vesting service effective April 1, 2020. Non-Uniformed Plan members' benefits vest upon completion of 10 years of vesting service.

Contributions

Police Plan members are required to contribute 5.00% of their total compensation monthly. Required Police Plan member contributions were waived for 2020 and 2021. Non-Uniformed Plan members may contribute a portion of their compensation. If sufficient funds exist, the Borough may annually elect to lower or waive the required member contribution rates by adopting a resolution and filing it with the Board. Contributions include $64,346 in state pension aid for the year ended December 31, 2024.

Concentrations

Concentrations are defined as investments held by the Plan, other than those issued or explicitly guaranteed by the U.S. Government, in any one organization that represent 5% or more of the plans' fiduciary net position. At December 31, 2024, there were no concentrations of investments in the Plans.

NOTE 6 - PENSION PLANS *(continued)*

Investment Policy

The Plans' policy in regard to the allocation of invested assets is established and may be amended by PMRS's Board. The following was the PMRS's adopted asset allocation policy for both Plans as of December 31, 2024:

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
Equities		
Large capitalized firms	24.5%	4.89%
Small capitalized firms	8.0	5.80
International developed markets	14.5	5.53
Emerging markets	3.0	5.89
Global equities	5.0	3.94
Real estate	10.0	3.88
Timber	5.0	3.07
Fixed income		
Core investment grade	24.0	2.51
Opportunistic credit	5.0	4.35
Cash	1.0	0.61
	100.0%	

Rate of Return

For the year ended December 31, 2024, the annual money-weighted rate of return on the Police and Non-Uniformed Plans' investments, net of pension plan investment expense, was 9.2%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Discount Rate

The discount rate used to measure the total net pension liability was 5.50%. The projection of cash flow to determine the discount rate assumed the contributions will be made at contractually required rates specified under Act 205. Act 205 requires full funding of the entry age normal cost plus Plan expenses in addition to amortization of the unfunded liability to ultimately achieve a 100% funded status. Based on those assumptions, the pension plan's fiduciary net position was projected to be sufficient to make all projected future benefit payments of current plan members of both plans. Therefore, the long-term expected rate of return on pension plan investment was applied to all periods of projected benefit payments to determine the total pension liability for each plan.

NOTE 6 - PENSION PLANS *(continued)*

Changes in Net Pension Liability/(Asset)

Police Pension	Increase (Decrease) Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
Balances at December 31, 2023	$ 679,975	$ 2,344,502	$ (1,664,527)
Changes for the year:			
Service cost	27,767	-	27,767
Interest on the total pension liability	36,606	-	36,606
Changes of benefits	36,112	-	36,112
Changes of assumptions	(22,826)	-	(22,826)
Differences between expect and actual	70,224	-	70,224
Contributions - PMRS assessment	-	20	(20)
PMRS investment income	-	116,328	(116,328)
Market value investment income	-	99,994	(99,994)
Benefit payments	(21,242)	(21,242)	-
Pension plan administrative expense	-	(6,471)	6,471
Net changes	126,641	188,629	(61,988)
Balances at December 31, 2024	$ 806,616	$ 2,533,131	$ (1,726,515)

Non-Uniformed Pension	Increase (Decrease) Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability/(Asset) (a) - (b)
Balances at December 31, 2023	$ 1,514,823	$ 1,521,065	$ (6,242)
Changes for the year:			
Service cost	40,480	-	40,480
Interest on the total pension liability	79,480	-	79,480
Changes of assumptions	(44,040)	-	(44,040)
Differences between expect and actual	(42,555)	-	(42,555)
Contributions - employer	-	63,966	(63,966)
Contributions - PMRS assessment	-	380	(380)
PMRS investment income	-	74,550	(74,550)
Market value investment income	-	(25,699)	25,699
Benefit payments	(83,861)	(83,861)	-
Pension plan administrative expense	-	(4,463)	4,463
Net changes	(50,496)	24,873	(75,369)
Balances at December 31, 2024	$ 1,464,327	$ 1,545,938	$ (81,611)

NOTE 6 - PENSION PLANS *(continued)*

Pension Expense/(Benefit)

Pension expense/(benefit) calculated under GASB 68 for the Plans at December 31, 2024, was as follows:

Year Ended December 31	Police Pension	Non-Uniformed Pension
Service cost	$ 27,767	$ 40,480
Interest on the total pension liability	36,606	79,480
Return on assets	(116,328)	(74,550)
Changes of benefits	36,112	-
Changes of assumptions	(8,838)	2,264
Member contributions	-	-
Liability gains and losses	18,361	36,436
Investment gains and losses	(26,771)	(29,232)
Pension plan administrative expense	6,471	4,463
Pension expense/(benefit)	$ (26,620)	$ 59,341

Net Pension Liability/(Asset)

The components of the net pension liability/(asset) of the Plans at December 31, 2024, were as follows:

Description	Police Pension	Non-Uniformed Pension
Total Pension Liability	$ 806,616	$ 1,464,327
Plan Fiduciary Net Position	2,533,131	1,545,938
Net Pension (Asset)	$ (1,726,515)	$ (81,611)
Plan Fiduciary Net Position as a Percentage of Total Pension Liability	314.0%	105.6%

For the year ended December 31, 2024, the Borough would recognize pension benefits of $26,620 for the Police Plan and expenses of $59,341 for the Non-Uniformed Plan under GASB Statement No. 68, *Accounting and Financial Reporting for Pensions*. At December 31, 2024, the Borough reported deferred outflows of resources and deferred inflows of resources related to the Police Plan from the following sources:

NOTE 6 - PENSION PLANS *(continued)*

Police Pension	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 75,377	$ 55,051
Changes in assumptions	649	18,108
Net difference between projected and actual investment earnings	-	19,116
	$ 76,026	$ 92,275

At December 31, 2024, the Borough reported deferred outflows of resources related to the Non-Uniform Pension Plan from the following sources:

Non-Uniformed Pension	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 22,392	$ 34,044
Changes in assumptions	-	35,232
Net difference between projected and actual investment earnings	41,826	-
	$ 64,218	$ 69,276

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

Year Ended December 31	Police Pension	Non-Uniformed Pension
2025	$ 16,532	$ 15,390
2026	41,747	19,666
2027	(54,530)	(27,934)
2028	(19,998)	(12,180)
2029	-	-
Thereafter	-	-
	$ (16,249)	$ (5,058)

NOTE 6 - PENSION PLANS *(continued)*

Actuarial Assumptions

	Police Pension	Non Uniform Pension
Actuarial Valuation Date	January 1, 2024	January 1, 2024
Actuarial Cost Method	Entry age	Entry age
Amortization Method	Level Dollar, based upon the amortization periods in Act 205	Level Dollar, based upon the amortization periods in Act 205
Asset Valuation Method	Based upon the municipal reserves	Based upon the municipal reserves
Pre-Retirement Mortality	Males: PUB-2010 General Employees male table Females: PUB-2010 General Employees female table	Males: PUB-2010 General Employees male table Females: PUB-2010 General Employees female table
Post-Retirement Mortality	Males: RP-2006 annuitant table projected 5 years with Scale AA, Females: RP-2006 annuitant table projected 10 years with Scale AA.	Males: RP-2006 annuitant table projected 5 years with Scale AA, Females: RP-2006 annuitant table projected 10 years with Scale AA.
Actuarial Assumptions		
Discount Rate	5.25%	5.25%
Inflation	2.20%	2.20%
Projected Salary Increases	Age-related scale for merit and inflation component	Age-related scale for merit and inflation component
COLA Increases	2.2% for those eligible for a COLA	2.2% for those eligible for a COLA

Sensitivity of the Borough's Proportionate Share of the Net Pension Liability/(Asset) to Changes in the Discount Rate

The following presents the Police Plan's net pension liability/(asset) calculated using the discount rate of 5.50%, as well as what the Borough's net pension liability/(asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (4.50%) or 1-percentage-point higher (6.50%) than the current rate:

	1% Decrease 4.50%	Current Discount Rate 5.50%	1% Increase 6.50%
Net pension liability/(asset)	$ (1,628,575)	$ (1,726,515)	$ (1,808,305)

NOTE 6 - PENSION PLANS *(continued)*

The following presents the Non-Uniformed Plan's net pension liability/(asset) calculated using the discount rate of 5.50%, as well as what the Borough's net pension liability/(asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (4.50%) or 1-percentage-point higher (6.50%) than the current rate:

	1% Decrease 4.50%	Current Discount Rate 5.50%	1% Increase 6.50%
Net pension liability/(asset)	$ 107,624	$ (81,611)	$ (238,840)

NOTE 7 – LONG-TERM DEBT AND NOTES PAYABLE

Capital Projects Fund

During 2010, the Borough Council enacted Ordinance No. 396 authorizing issuance of a guaranteed revenue note with a maximum amount of $2,700,000 with the purpose of designing, acquiring, constructing, renovating, and improving the municipal water system of the Borough. The final amount borrowed was $2,026,440 (PennVest Loan #83125). The loan is repayable in monthly installments of $10,459 beginning March 1, 2012 and matures on March 1, 2031. The note bore interest at a rate of 1.274% during the interest only period and the first five years of principal amortization and 2.547% for the remainder of the 20-year term.

Water Fund

During 2018, the Borough Council enacted Ordinance No. 452 authorizing issuance of a guaranteed revenue note with a maximum amount of $3,977,942 (PennVest Loan #85162) for purposes of construction, and installation of additional water storage and distribution including automated chlorine and corrosion control, rehabilitation of leaking concrete storage tank and installation of a new 1,000,000 gallon storage tank, and paying off a previous $2,000,000 loan utilized to begin the project During 2022 and 2021, an additional $119,209 and $333,531, respectively, were issued. The loan is repayable in monthly installments of $16,079 and matures on February 1, 2040. The note bore interest at a rate of 1.000% during the interest only period and the first five years of principal amortization and 1.743% for the remainder of the 20-year term.

	Balance 12/31/2024	Additions	Reductions	Balance 12/31/2025	Amount Due in One Year
PennVest Loan #83125	$ 724,480	$ -	$ (108,317)	$ 616,163	$ 111,108
PennVest Loan #85162	2,577,555	-	(156,943)	2,420,612	151,972
Total	$ 3,302,035	$ -	$ (265,260)	$ 3,036,775	$ 263,080

NOTE 7 – LONG-TERM DEBT AND NOTES PAYABLE *(continued)*

The combined interest and principal debt service requirements for the following years ending December 31, amount to:

PennVest Loan #83125

Fiscal Year Ending December 31,	Principal	Interest	Total Debt Service
2026	$ 111,108	$ 14,403	$ 125,510
2027	113,971	11,539	125,510
2028	116,908	8,602	125,510
2029	119,921	5,590	125,510
2030	123,011	2,500	125,510
2031-2035	31,245	131	31,377
Total	$ 616,163	$ 42,765	$ 658,928

PennVest Loan #85162

Fiscal Year Ending December 31,	Principal	Interest	Total Debt Service
2026	$ 151,972	$ 40,981	$ 192,953
2027	154,642	38,311	192,953
2028	157,359	35,594	192,953
2029	160,124	32,829	192,953
2030	162,938	30,016	192,953
2031-2035	858,649	106,117	964,766
2036-2040	774,928	29,043	803,971
Total	$ 2,420,612	$ 312,891	$ 2,733,503

NOTE 8 – STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

Compliance with Finance Related Legal and Contractual Provisions

The Borough has no material violations of finance-related legal and contractual provisions.

Deficit Net Position

The Borough has deficits in net position in the Water and Highway Aid funds and as a result of payments of debt principal and interest.

Excess of Expenditures over Appropriations

Under-budgeted repairs to water systems, employee wages and benefits, general insurance, highways and streets, and administration attributed to the Borough's expenditures exceeding appropriations.

NOTE 9 – SUBSEQUENT EVENTS

The Borough's management has evaluated subsequent events through August 5, 2026, the date of this report, which is the date the financial statements were available to be issued.

REQUIRED SUPPLEMENTAL INFORMATION

PINE GROVE BOROUGH
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – MAJOR FUNDS – MODIFIED CASH BASIS
FOR THE YEAR ENDED DECEMBER 31, 2025

	General Fund			
	Original Budget	Final Budget	Actual	Variance Over (Under)
REVENUES				
Taxes	$ 866,605	$ 866,605	$ 857,925	$ (8,680)
Fines	15,830	15,830	8,434	(7,396)
Licenses and permits	55,750	55,750	49,096	(6,654)
Interest and rents	2,520	2,520	7,870	5,350
Grants and gifts	82,372	82,372	97,775	15,403
Charges for services	124,800	124,800	94,174	(30,626)
Other revenue	60,860	60,860	10,878	(49,982)
Total revenues	$ 1,208,737	1,208,737	1,126,152	(82,585)
EXPENDITURES				
Administration	145,160	145,160	159,954	14,794
Tax collection	10,450	10,450	13,084	2,634
Municipal buildings	11,850	11,850	6,980	(4,870)
Protection to persons and property	414,616	414,616	339,127	(75,489)
Highways and streets	249,495	249,495	274,892	25,397
Employee payroll taxes and benefits	327,207	327,207	340,206	12,999
Insurance	37,019	37,019	45,370	8,351
Water system	-	-	-	-
Parks and recreation	29,690	29,690	30,405	715
Total expenditures	1,225,487	1,225,487	1,210,018	(15,469)
OTHER FINANCING SOURCES				
Refund of prior year expenditures	-	-	54,702	54,702
Proceeds from disposal of assets	-	-	294,920	294,920
Transfers in	18,800	18,800	-	(18,800)
Transfers out	-	-	-	-
General obligation proceeds	-	-	-	-
General obligation interest	-	-	-	-
General obligation principal	-	-	-	-
Total other financing sources	18,800	18,800	349,622	330,822
Excess revenues over expenditures	$ 2,050	$ 2,050	265,756	$ 263,706
Fund balance, beginning			605,303	
Fund balance, ending			$ 871,059	

PINE GROVE BOROUGH
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – MAJOR FUNDS – MODIFIED CASH BASIS
(Continued)
FOR THE YEAR ENDED DECEMBER 31, 2025

	Water Fund			
	Original Budget	Final Budget	Actual	Variance Over (Under)
REVENUES				
Taxes	$ -	$ -	$ -	$ -
Fines	-	-	-	-
Licenses and permits	-	-	-	-
Interest and rents	260	260	4,100	3,840
Grants and gifts	-	-	-	-
Charges for services	1,090,118	1,090,118	1,024,263	(65,855)
Other revenue	10,000	10,000	2,683	(7,317)
Total revenues	1,100,378	1,100,378	1,031,046	(69,332)
EXPENDITURES				
Administration	233,415	233,415	220,168	(13,247)
Tax collection	-	-	-	-
Municipal buildings	10,900	10,900	7,482	(3,418)
Protection to persons and property	-	-	-	-
Highways and streets	25,850	25,850	-	(25,850)
Employee payroll taxes and benefits	124,920	124,920	110,726	(14,194)
Insurance	19,926	19,926	22,399	2,473
Water system	316,590	316,590	482,539	165,949
Parks and recreation	-	-	-	-
Total expenditures	731,601	731,601	843,314	111,713
OTHER FINANCING (USES)				
Refund of prior year expenditures	-	-	-	-
Proceeds from disposal of assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	(144,800)	(144,800)	(98,100)	46,700
General obligation proceeds	-	-	-	-
General obligation interest	(30,000)	(30,000)	(40,440)	(10,440)
General obligation principal	(190,000)	(190,000)	(156,943)	33,057
Total other financing (uses)	(364,800)	(364,800)	(295,483)	69,317
Excess revenues over expenditures	$ 3,977	$ 3,977	(107,751)	$ (111,728)
Fund balance, beginning			(204,454)	
Fund balance, ending			$ (312,205)	

PINE GROVE BOROUGH
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES – BUDGET AND ACTUAL – MAJOR FUNDS – MODIFIED CASH BASIS
(Continued)
FOR THE YEAR ENDED DECEMBER 31, 2025

	Highway Aid			
	Original Budget	Final Budget	Actual	Variance Over (Under)
REVENUES				
Taxes	$ 70,000	$ 70,000	$ 70,233	$ 233
Fines	-	-	-	-
Licenses and permits	-	-	-	-
Interest and rents	4,800	4,800	4,773	(27)
Grants and gifts	-	-	-	-
Charges for services				
Other revenue	-	-	-	-
Total revenues	74,800	74,800	75,006	206
EXPENDITURES				
Administration	-	-	-	-
Tax collection	-	-	-	-
Municipal buildings	-	-	-	-
Protection to persons and property	-	-	-	-
Highways and streets	39,000	39,000	39,141	141
Employee payroll taxes and benefits	-	-	-	-
Insurance	-	-	-	-
Water system	-	-	-	-
Parks and recreation	-	-	-	-
Total expenditures	39,000	39,000	39,141	141
OTHER FINANCING SOURCES				
Refund of prior year expenditures	-	-	-	-
Proceeds from disposal of assets	-	-	-	-
Transfers in	-	-	-	-
Transfers out	-	-	-	-
General obligation proceeds	-	-	-	-
General obligation interest	-	-	-	-
General obligation principal	-	-	-	-
Total other financing sources (uses)	-	-	-	-
Excess revenues over expenditures	$ 35,800	$ 35,800	35,865	$ 65
Fund balance, beginning			88,287	
Fund balance, ending			$ 124,152	

PINE GROVE BOROUGH
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE AND NON-UNIFORMED PENSION PLANS

POLICE PENSION PLAN

Year	Actuarially Determined Contribution	Contributions From Employer	Contribution Deficiency/ (Excess)	Covered Employee Payroll	Contributions as a % of Payroll
December 31, 2015	$ -	$ -	$ -	$ 89,891	0.00%
December 31, 2016	-	-	-	92,707	-
December 31, 2017	-	-	-	92,347	-
December 31, 2018	-	20	(20)	121,652	0.02
December 31, 2019	-	20	(20)	93,105	0.02
December 31, 2020	-	-	-	108,566	-
December 31, 2021	-	-	-	114,506	-
December 31, 2022	-	20	(20)	148,332	0.01
December 31, 2023	-	-	-	174,152	-
December 31, 2024	-	20	(20)	176,367	0.01

NON-UNIFORMED PENSION PLAN

Year	Actuarially Determined Contribution	Contributions From Employer	Contribution Deficiency/ (Excess)	Covered Employee Payroll	Contributions as a % of Payroll
December 31, 2015	$ 56,478	$ 56,478	$ -	$ 342,664	1648.20%
December 31, 2016	59,620	59,620	-	343,782	17.34
December 31, 2017	63,635	63,655	(20)	316,604	20.11
December 31, 2018	61,563	69,107	(7,544)	336,351	20.55
December 31, 2019	61,960	62,000	(40)	380,503	16.29
December 31, 2020	63,935	63,955	(20)	342,423	18.68
December 31, 2021	54,758	54,758	-	349,261	15.68
December 31, 2022	53,583	54,548	(965)	385,236	14.16
December 31, 2023	60,405	64,443	(4,038)	361,234	17.84
December 31, 2024	59,153	64,346	(5,193)	378,925	16.98

PINE GROVE BOROUGH
SCHEDULE OF INVESTMENT RETURNS
POLICE AND NON-UNIFORMED PENSION PLANS

Year ended	Police Pension Plan	Non-Uniformed Pension Plan
12/31/2015	0.3%	0.3%
12/31/2016	8.2%	8.2%
12/31/2017	17.8%	17.8%
12/31/2018	-4.6%	-4.6%
12/31/2019	20.9%	20.9%
12/31/2020	13.8%	13.8%
12/31/2021	13.3%	13.3%
12/31/2022	-12.8%	-12.8%
12/31/2023	11.0%	11.0%
12/31/2024	9.2%	9.2%

PINE GROVE BOROUGH
SCHEDULES OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS -
POLICE PENSION PLAN

Police	12/31/2024	12/31/2023	12/31/2022	12/31/2021
TOTAL PENSION LIABILITY				
Service cost	$ 27,767	$ 27,418	$ 28,740	$ 22,186
Interest	36,606	34,443	30,087	28,125
Changes of benefits	36,112	-	-	-
Differences between expected and actual experience	70,224	-	45,786	-
Changes of assumptions	(22,826)	-	-	-
Transfers				
Benefit payments, including refunds of employee contributions	- (21,242)	- (20,767)	- (19,914)	- (19,055)
Net change in total pension liability	126,641	41,094	84,699	31,256
Total pension liability, beginning	679,975	638,881	554,182	522,926
Total pension liability, ending	$ 806,616	$ 679,975	$ 638,881	$ 554,182
PLAN FIDUCIARY NET POSITION				
Contributions, employer	$ 20	$ -	$ 20	$ -
Contributions, employee	-	-	-	-
Net investment income (loss)	216,322	231,693	(302,901)	256,330
Transfers	-	-	-	-
Benefit payments, including refunds of employee contributions	(21,242)	(20,767)	(19,914)	(19,055)
Administrative expense	(6,471)	(6,329)	(5,738)	(5,852)
Net change in plan fiduciary net position	188,629	204,597	(328,533)	231,423
Plan fiduciary net position, beginning	2,344,502	2,139,905	2,468,438	2,237,015
Plan fiduciary net position, ending	$ 2,533,131	$ 2,344,502	$ 2,139,905	$ 2,468,438
Township's net pension liability, ending	$ (1,726,515)	$ (1,664,527)	$ (1,501,024)	$ (1,914,256)
Plan fiduciary net position as a percentage of the total pension liability	314.04%	344.79%	334.95%	445.42%
Covered employee payroll	$ 176,367	$ 174,152	$ 148,332	$ 114,506
Township's net pension liability as a percentage of covered employee payroll	-978.93%	-955.79%	-1011.94%	-1671.75%

12/31/2020	12/31/2019	12/31/2018	12/31/2017	12/31/2016	12/31/2015
$ 18,518	$ 15,881	$ 21,182	$ 16,079	$ 15,335	$ 18,882
33,382	31,621	27,156	23,416	21,230	20,228
8,337	-	11,803	-	-	-
(146,801)	-	9,974	-	10,379	-
1,729	-	-	-	12,338	(17,341)
-	-	53,959	-	-	-
(18,886)	(14,367)	-	-	-	-
(103,721)	33,135	124,074	39,495	59,282	21,769
626,647	593,512	469,438	429,943	370,661	348,892
$ 522,926	$ 626,647	$ 593,512	$ 469,438	$ 429,943	$ 370,661
$ -	$ 20	$ 20	$ -	$ -	$ -
-	-	-	-	-	-
266,444	336,800	(113,201)	259,541	113,233	(6,223)
-	-	53,959	-	-	-
(18,886)	(14,367)	-	-	-	-
(4,309)	(3,143)	(3,968)	(3,825)	(4,044)	(3,274)
243,249	319,310	(63,190)	255,716	109,189	(9,497)
1,993,766	1,674,456	1,737,646	1,481,930	1,372,741	1,382,238
$ 2,237,015	$ 1,993,766	$ 1,674,456	$ 1,737,646	$ 1,481,930	$ 1,372,741
$ (1,714,089)	$ (1,367,119)	$ (1,080,944)	$ (1,268,208)	$ (1,051,987)	$ (1,002,080)
427.79%	318.16%	282.13%	370.15%	344.68%	370.35%
$ 108,566	$ 93,105	$ 121,652	$ 92,347	$ 92,707	$ 89,891
-1578.85%	-1468.36%	-888.55%	-1373.31%	-1134.74%	-1114.77%

PINE GROVE BOROUGH
SCHEDULES OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS -
NON-UNIFORMED PENSION PLAN

Non-Uniformed	12/31/2024	12/31/2023	12/31/2022	12/31/2021
TOTAL PENSION LIABILITY				
Service cost	$ 40,480	$ 38,590	$ 42,465	$ 38,500
Interest	79,480	77,729	71,540	69,740
Changes of benefits	-	-	-	-
Differences between expected and actual experience	(42,555)	-	89,571	-
Changes of assumptions	(44,040)	-	-	-
Benefit payments, including refunds of employee contributions	(83,861)	(85,821)	(77,921)	(77,921)
Net change in total pension liability	(50,496)	30,498	125,655	30,319
Total pension liability, beginning	1,514,823	1,484,325	1,358,670	1,328,351
Total pension liability, ending	$ 1,464,327	$ 1,514,823	$ 1,484,325	$ 1,358,670
PLAN FIDUCIARY NET POSITION				
Contributions, employer	$ 64,346	$ 64,443	$ 54,548	$ 54,758
Contributions, employee	-	-	-	-
Net investment income (loss)	48,851	150,659	(167,986)	200,783
Benefit payments, including refunds of employee contributions	(83,861)	(85,821)	(77,921)	(77,921)
Administrative expense	(4,463)	(4,407)	(4,059)	(4,159)
Net change in plan fiduciary net position	24,873	124,874	(195,418)	173,461
Plan fiduciary net position, beginning	1,521,065	1,396,191	1,591,609	1,418,148
Plan fiduciary net position, ending	$ 1,545,938	$ 1,521,065	$ 1,396,191	$ 1,591,609
Township's net pension liability, ending	$ (81,611)	$ (6,242)	$ 88,134	$ (232,939)
Plan fiduciary net position as a percentage of the total pension liability	105.57%	100.41%	94.06%	117.14%
Covered employee payroll	$ 378,925	$ 361,234	$ 385,236	$ 349,261
Township's net pension liability as a percentage of covered employee payroll	-21.54%	-1.73%	22.88%	-66.69%

12/31/2020	12/31/2019	12/31/2018	12/31/2017	12/31/2016	12/31/2015
$ 38,932	$ 43,262	$ 38,781	$ 36,504	$ 38,161	$ 38,623
59,738	57,889	58,393	56,022	58,020	60,713
48	-	-	-	-	-
112,766	-	(61,594)	-	(58,718)	-
55,352	-	-	-	26,044	1,472
(73,879)	(49,653)	(49,653)	(49,653)	(49,653)	(246,348)
192,957	51,498	(14,073)	42,873	13,854	(145,540)
1,135,394	1,083,896	1,097,969	1,055,096	1,041,242	1,186,782
$ 1,328,351	$ 1,135,394	$ 1,083,896	$ 1,097,969	$ 1,055,096	$ 1,041,242
$ 63,955	$ 62,000	$ 69,107	$ 63,655	$ 59,620	$ 56,478
-	-	-	-	-	-
247,019	209,082	(38,588)	147,602	69,753	(37,366)
(73,879)	(49,653)	(49,653)	(49,653)	(49,653)	(246,348)
(2,547)	(2,222)	(2,453)	(2,392)	(2,501)	(2,378)
234,548	219,207	(21,587)	159,212	77,219	(229,614)
1,183,600	964,393	985,980	826,768	749,549	979,163
$ 1,418,148	$ 1,183,600	$ 964,393	$ 985,980	$ 826,768	$ 749,549
$ (89,797)	$ (48,206)	$ 119,503	$ 111,989	$ 228,328	$ 291,693
106.76%	104.25%	88.97%	89.80%	78.36%	71.99%
$ 342,423	$ 380,503	$ 336,351	$ 316,604	$ 343,782	$ 342,664
-26.22%	-12.67%	35.53%	35.37%	66.42%	85.13%