Borough of Renovo, Pennsylvania

Municipal Annual Audit and Financial Report

December 31, 2025

Independent Auditors' Report

To the Honorable Members of Borough Council
Borough of Renovo, Pennsylvania

Qualified Opinion

We have audited the accompanying *Municipal Annual Audit and Financial Report*, Form DCED-CLGS-30 (the financial statements), of the Borough of Renovo, Pennsylvania (the Borough) as of and for the year ended December 31, 2025.

In our opinion, except for the effects of the matters described in the Basis for Qualified Opinion section of our report, the financial statements referred to above present fairly, in all material respects, the financial position—modified cash basis of the Borough as of December 31, 2025, and the results of its operations—modified cash basis for the year then ended in accordance with the financial reporting provisions of the Borough Code of the Commonwealth of Pennsylvania, as amended, as described under the Responsibilities of Management for the Financial Statements section.

Basis for Qualified Opinion

General Fixed Assets

The Borough has stated its general fixed assets at values other than cost or estimated cost (generally insurable values), which is a departure from the financial reporting provisions of the Borough Code of the Commonwealth of Pennsylvania, as amended. The effect of stating general fixed assets at values other than cost or estimated cost is not known.

Investments - Fiduciary Fund

The Borough has recorded the investments held within its fiduciary fund at fair value in the accompanying financial statements. The modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America, requires that when investments are recorded as assets, the investments should be recorded at cost and unrealizable gains and losses should not be recorded. The difference between fair value and cost, as of and for the year ended December 31, 2025, is not readily determinable, but is deemed to be material.

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 Auditors' Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Borough and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Emphasis of Matter - Basis of Accounting

We draw attention to the basis of accounting described under the Responsibilities of Management for the Financial Statements section. The financial statements are prepared by the Borough on the basis of the financial reporting provisions of the Borough Code of the Commonwealth of Pennsylvania, as amended, using the modified cash basis of accounting, which is a basis of accounting other than accounting principles generally accepted in the United States of America. As a result, the financial statements may not be suitable for another purpose. Our opinion is not modified with respect to this matter.

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Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the financial reporting provisions of the Borough Code of the Commonwealth of Pennsylvania, as amended, which states the Borough must file an annual report of its fiscal affairs with the Commonwealth of Pennsylvania, Department of Community and Economic Development (DCED) on forms prepared and distributed by the DCED. 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.

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 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 in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough's ability to continue as a going concern for a reasonable period of time.

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.

Restricted Use

Our report is intended solely for the information and use of the governing body and management of the Borough and for filing with the Commonwealth of Pennsylvania, Department of Community and Economic Development and is not intended to be and should not be used by anyone other than these specific parties.



Williamsport, Pennsylvania
May 12, 2026

DCED-CLGS-30 (9-09)

Received by DCED:
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
Ph: 888-223-6837 | fax: 717-783-1402

2025 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT

180753 RENOVO BORO, CLINTON COUNTY

DCED-CLGS-30 (9-09)

BALANCE SHEET

DCED-CLGS-30 (09-09)

RENOVO BORO, CLINTON 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	13,888	213,281	54				843,454			1,070,677
140-144	Tax Receivable										
121-129, 145-149	Accounts Receivable (excluding taxes)							1,439			1,439
130.00	Due From Other Funds										
131-139, 150-159	Other Current Assets										
160-169	Fixed Assets								1,548,434		1,548,434
180-189	Other Debits									17,015	17,015
Total Assets and Other Debits		13,888	213,281	54				844,893	1,548,434	17,015	2,637,565
Liabilities and Other Credits											
210-229	Payroll Taxes and Other Payroll Withholdings										
200-209, 231-239	All Other Current Liabilities										
230.00	Due To Other Funds										

RENOVO BORO, CLINTON 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									10,701	10,701
240-259	Current Portion of Long-Term Debt and Other Credits									6,314	6,314
Total Liabilities and Other Credits										17,015	17,015
Fund and Account Group Equity											
281-284	Contributed Capital										
290.00	Investment in General Fixed Assets								1,548,434		1,548,434
270-289	Fund Balance / Retained Earnings on 12/31	13,888	213,281	54				844,893			1,072,116
291-299	Other Equity										
Total Fund and Account Group Equity		13,888	213,281	54				844,893	1,548,434		2,620,550

TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY	2,637,565

RENOVO BORO, CLINTON 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	213,161							213,161
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	6,904							6,904
310.20	Earned Income Taxes / Wage Taxes	71,497							71,497
310.30	Business Gross Receipts Taxes								
310.40	Occupation Taxes (levied under Act 511)								
310.50	Local Services Tax **	8,436							8,436
310.60	Amusement / Admission Taxes								
310.70	Mechanical Device Taxes								
310.90	Other: _____								
	Other: _____								
Total Taxes		299,998							299,998
Licenses and Permits									
320-322	All Other Licenses and Permits	1,133							1,133
321.80	Cable Television Franchise Fees	15,416							15,416
Total Licenses and Permits		16,549							16,549
Fines and Forfeits									
330-332	Fines and Forfeits	5,298							5,298
Total Fines and Forfeits		5,298							5,298

RENOVO BORO, CLINTON 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									
Interest, Rents and Royalties									
341.00	Interest Earnings	477	3,335	1				85,896	89,709
342.00	Rents and Royalties	13,000							13,000
Total Interest, Rents and Royalties		13,477	3,335	1				85,896	102,709
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	72							72
354.09	Community Development								
354.15	Recycling / Act 101								
354.00	All Other State Capital and Operating Grants	8,000							8,000
355.01	Public Utility Realty Tax (PURTA)	300							300
355.02-355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		40,315						40,315
355.04	Alcoholic Beverage Licenses	860							860
355.05	General Municipal Pension System State Aid	11,652							11,652
355.07	Foreign Fire Insurance Tax Distribution	8,920							8,920
355.08	Local Share Assessment/Gaming Proceeds								
355.09	Marcellus Shale Impact Fee Distribution	4,747							4,747

RENOVO BORO, CLINTON 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		34,551	40,315						74,866
Local Government Units									
357.03	Highways and Streets								
357.00	All Other Local Governmental Units Capital and Operating Grants								
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									
Charges for Service									
361.00	General Government	6							6
362.00	Public Safety	32,045							32,045
363.20	Parking								
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)								
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								
368.00	Airports								

RENOVO BORO, CLINTON 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		32,051							32,051
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							9,248	9,248
389.00	All Other Unclassified Operating Revenues								
Total Unclassified Operating Revenues								9,248	9,248
Other Financing Sources									
391.00	Proceeds of General Fixed Asset Disposition	15,252							15,252
392.00	Interfund Operating Transfers							11,652	11,652
393.00	Proceeds of General Long-Term Debt								
394.00	Proceeds of Short Term-Debt								

RENOVO BORO, CLINTON 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	159							159
Total Other Financing Sources		15,411						11,652	27,063
TOTAL REVENUES		417,335	43,650	1				106,796	567,782
EXPENDITURES									
General Government									
400.00	Legislative (Governing) Body	9,600							9,600
401.00	Executive (Manager or Mayor)								
402.00	Auditing Services / Financial Administration	10,290							10,290
403.00	Tax Collection	10,695							10,695
404.00	Solicitor / Legal Services	12,044							12,044
405.00	Secretary / Clerk	28,660							28,660
406.00	Other General Government Administration	11,980							11,980
407.00	IT-Networking Services-Data Processing								
408.00	Engineering Services	8,000							8,000
409.00	General Government Buildings and Plant	18,507							18,507
Total General Government		109,776							109,776
Public Safety									
410.00	Police	129,371							129,371
411.00	Fire	8,920							8,920
412.00	Ambulance / Rescue								
413.00	UCC and Code Enforcement	22,137							22,137

RENOVO BORO, CLINTON 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								
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		160,428							160,428
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)								
428.00	Weed Control								
429.00	Wastewater / Sewage Treatment and Collection								
Total Public Works - Sanitation									
Public Works - Highways and Streets									
430.00	General Services - Administration	76,388							76,388
431.00	Cleaning of Streets and Gutters								
432.00	Winter Maintenance – Snow Removal		2,385						2,385
433.00	Traffic Control Devices	108	3,895						4,003
434.00	Street Lighting	103	28,219						28,322

RENOVO BORO, CLINTON 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	1,346							1,346
438.00	Maintenance and Repairs of Roads and Bridges	1,930	3,773						5,703
439.00	Highway Construction and Rebuilding Projects		16,532						16,532
Total Public Works - Highways and Streets		79,875	54,804						134,679
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	389							389
452.00	Participant Recreation								
453.00	Spectator Recreation								
454.00	Parks	4,915							4,915

RENOVO BORO, CLINTON 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	500							500
457.00	Civil and Military Celebrations	500							500
458.00	Senior Citizens' Centers								
459.00	All Other Culture and Recreation								
Total Culture and Recreation		6,304							6,304
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								
Total Community Development									
Debt Service									
471.00	Debt Principal (short-term and long-term)	8,438							8,438
472.00	Debt Interest (short-term and long-term)	760							760
475.00	Fiscal Agent Fees								
Total Debt Service		9,198							9,198
Employer Paid Benefits and Withholding Items									
481.00	Employer Paid Withholding Taxes and Unemployment Compensation	21,286							21,286
482.00	Judgments and Losses								
483.00	Pension / Retirement Fund Contributions							9,248	9,248

RENOVO BORO, CLINTON 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	16,116							16,116
487.00	Other Group Insurance Benefits								
Total Employer Paid Benefits and Withholding Items		37,402						9,248	46,650
Insurance									
486.00	Insurance, Casualty, and Surety	31,138							31,138
Total Insurance		31,138							31,138
Unclassified Operating Expenditures									
488.00	Fiduciary Fund Benefits and Refunds Paid							176,240	176,240
489.00	All Other Unclassified Expenditures							15,042	15,042
Total Unclassified Operating Expenditures								191,282	191,282
Other Financing Uses									
491.00	Refund of Prior Year Revenues								
492.00	Interfund Operating Transfers	11,652							11,652
493.00	All Other Financing Uses								
Total Other Financing Uses		11,652							11,652
TOTAL EXPENDITURES		445,773	54,804					200,530	701,107
EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES		-28,438	-11,154	1				-93,734	-133,325

RENOVO BORO

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											
Other											
Equipment Debt	Note	2017	2027	21,000	4,762		2,108		2,654		2,654
Equipment Debt	Note	2020	2024	13,300	2,537		2,537		0		0
Equipment Debt	Note	2024	2029	20,000	18,154		3,793		14,361		14,361

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding	17,015
Capitalized lease obligations	0
Net debt	17,015

RENOVO BORO, CLINTON County

STATEMENT OF CAPITAL EXPENDITURES

December 31, 2025

Category	Capital Purchases	Capital Construction	Total
Community Development			
Electric			
Fire			
Gas System			
General Government	2,500		2,500
Health			
Housing			
Libraries			
Mass Transit			
Parks			
Police			
Recreation			
Sewer			
Solid Waste			
Streets / Highways		16,532	16,532
Water			
Other: _____			
TOTAL CAPITAL EXPENDITURES	2,500	16,532	19,032

EMPLOYEE COMPENSATION

Total salaries, wages, commissions, etc. paid this year (including all employees and elected officials)	207,059