

INDEPENDENT AUDITOR'S REPORT

Borough Council - Abbottstown Borough
Clerk of the Court of Common Pleas
Secretary of Department of Community and Economic Development

Report on the Financial Statements

We have audited the accompanying financial statements comprising the Commonwealth of Pennsylvania Annual Audit and Financial Report (Form DCED-CLGS-30) of Abbottstown Borough, Adams County Pennsylvania, as of and for the year ended December 31, 2020.

Management's Responsibility 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; 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.

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements 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 entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

Opinion

In our opinion, the financial statements referred to above present fairly, in all material respects, the assets, liabilities, and fund equity of Abbottstown Borough, Pennsylvania, as of December 31, 2020, and its revenue collected and expenditures, or expenses paid for the year then ended in accordance with the modified cash basis of accounting as described in the "Basis of Accounting" paragraph.

Basis of Accounting

The Abbottstown Borough's policy is to prepare its financial statements comprising the Commonwealth of Pennsylvania Annual Audit and Financial Report (Form DCED-CLGS-30) on a prescribed basis of accounting that demonstrates compliance with the modified cash basis and budget laws of the Commonwealth of Pennsylvania, Department of Community and Economic Development, 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.

Restriction on Use

Our report is intended solely for the information and use of the members of Council and management of Abbottstown Borough and for filing with the Clerk of Courts of Adams County and the Pennsylvania Department of Community and Economic Development and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in black ink that reads "Boyer & Ritter". The signature is written in a cursive style with a large, sweeping flourish at the end of the word "Ritter".

Camp Hill, Pennsylvania
March 16, 2021