McKONLY & ASBURY
Tax
Assurance
Consulting
Accounting

August 22, 2025

The Board of Trustees
Joseph T. Simpson Public Library
16 North Walnut Street
Mechanicsburg, PA, 17055

Dear Board of Trustees:

We have audited the financial statements of Joseph T. Simpson Public Library (the Library) as of and for the year ended December 31, 2024, and have issued our report thereon dated August 22, 2025. Professional standards require that we advise you of the following matters relating to our audit.

Our Responsibility in Relation to the Financial Statement Audit

As communicated in our engagement letter dated March 21, 2025, our responsibility, as described by professional standards, is to form and express an opinion about whether the financial statements that have been prepared by management with your oversight are presented fairly, in all material respects, in accordance with the modified cash basis of accounting. Our audit of the financial statements does not relieve you or management of its respective responsibilities.

Our responsibility, as prescribed by professional standards, is to plan and perform our audit to obtain reasonable, rather than absolute, assurance about whether the financial statements are free of material misstatement. An audit of financial statements includes consideration of the system of internal control over financial reporting as a basis for designing 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 over financial reporting. Accordingly, as part of our audit, we considered the system of internal control of Joseph T. Simpson Public Library solely for the purpose of determining our audit procedures and not to provide any assurance concerning such internal control.

Our audit included examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; therefore, our audit involved judgment about the number of transactions to be examined and the areas to be tested. Our audit was designed to provide reasonable, but not absolute, assurance about whether the financial statements as a whole are free of material misstatement, whether due to error, fraudulent financial reporting, misappropriation of assets, or violations of laws or governmental regulations. Because of this concept of reasonable assurance and because we will not examine all transactions, there is a risk that material misstatements may exist and not be detected by us.

Our audit included obtaining an understanding of the entity and its environment, including its internal control, sufficient to assess the risks of material misstatement of the financial statements and as a basis for designing the nature, timing, and extent of further audit procedures, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control over financial reporting.

We are also responsible for communicating significant matters related to the audit that are, in our professional judgment, relevant to your responsibilities in overseeing the financial reporting process. However, we are not required to design procedures for the purpose of identifying other matters to communicate to you.

We have provided our comments regarding significant control deficiencies and material weaknesses noted during our audit in a separate letter to you dated August 7, 2025.

Planned Scope and Timing of the Audit

We conducted our audit consistent with the planned scope and timing we previously communicated to you.

Compliance with All Ethics Requirements Regarding Independence

The engagement team; others in our firm, as appropriate; our firm; and our network firms have complied with all relevant ethical requirements regarding independence.

Significant Risks Identified

Our audit standards require we communicate significant risks identified in the planning phase and that we design our audit to provide reasonable assurance that the financial statements are free of material misstatement whether cause by error or fraud. Accordingly, we have identified revenue and other inflows and management override of controls as significant fraud risks.

Qualitative Aspects of the Organization's Significant Accounting Practices

Significant Accounting Policies

Management has the responsibility to select and use appropriate accounting policies. A summary of the significant accounting policies adopted by the Library is included in Note 1 to the financial statements. There have been no initial selection of accounting policies and no changes in significant accounting policies or their application during 2024. No matters have come to our attention that would require us, under professional standards, to inform you about (1) the methods used to account for significant unusual transactions and (2) the effect of significant accounting policies in controversial or emerging areas for which there is a lack of authoritative guidance or consensus.

Significant Accounting Estimates

Accounting estimates and related disclosures are an integral part of the financial statements prepared by management and are based on management's current judgments. Those judgments are normally based on knowledge and experience about past and current events and assumptions about future events. Certain accounting estimates are particularly sensitive because of their significance to the financial statements and because of the possibility that future events affecting them may differ markedly from management's current judgments.

The most sensitive accounting estimates affecting the financial statements are:

- Management's estimate of the useful lives and methods of depreciation and amortization based on the nature of the asset as disclosed in Note 1 to the financial statements. We evaluated the key factors and assumptions used to develop the useful lives and methods of depreciation and amortization in determining that it is reasonable in relation to the financial statements taken as a whole.

- Management's estimate of functional expense allocations are based on using a study of staff time spent on each program, management, and general and fundraising service, as well as usage of related assets. Costs directly related to a program or supporting service are charged directly to that program or supporting service as disclosed in Note 1 to the financial statements.

Financial Statement Disclosures

The financial statement disclosures are neutral, consistent, and clear.

Significant Unusual Transactions

For purposes of this communication, professional standards require us to communicate to you significant unusual transactions identified during our audit. No significant unusual transactions were identified as a result of our audit procedures

Significant Difficulties Encountered during the Audit

We encountered no significant difficulties in dealing with management relating to the performance of the audit.

Uncorrected and Corrected Misstatements

For purposes of this communication, professional standards require us to accumulate all known and likely misstatements identified during the audit, other than those that we believe are trivial, and communicate them to the appropriate level of management. Further, professional standards require us to also communicate the effect of uncorrected misstatements related to prior periods on the relevant classes of transactions, account balances or disclosures, and the financial statements as a whole. Management has corrected all identified misstatements.

In addition, professional standards require us to communicate to you all material, corrected misstatements that were brought to the attention of management as a result of our audit procedures. The following material misstatements that we identified as a result of our audit procedures were brought to the attention of, and corrected by, management are attached to this letter.

Disagreements with Management

For purposes of this letter, professional standards define a disagreement with management as a matter, whether or not resolved to our satisfaction, concerning a financial accounting, reporting, or auditing matter, which could be significant to the Library's financial statements or the auditor's report. No such disagreements arose during the course of the audit.

Circumstances that Affect the Form and Content of the Auditor's Report

For purposes of this letter, professional standards require that we communicate any circumstances that affect the form and content of our auditor's report. We are unaware of any circumstances that affect the form and content of the auditor's report.

Representations Requested from Management

We have requested certain written representations from management, which are included in the attached letter dated August 22, 2025.

Management's Consultations with Other Accountants

In some cases, management may decide to consult with other accountants about auditing and accounting matters. Management informed us that, and to our knowledge, there were no consultations with other accountants regarding auditing and accounting matters.

Other Significant Matters, Findings, or Issues

In the normal course of our professional association with the Library, we generally discuss a variety of matters, including the application of accounting principles and auditing standards, significant events or transactions that occurred during the year, operating conditions affecting the Library, and operating plans and strategies that may affect the risks of material misstatement. None of the matters discussed resulted in a condition to our retention as the Library's auditors.

This report is intended solely for the information and use of the board of directors and management of Joseph T. Simpson Public Library and is not intended to be and should not be used by anyone other than these specified parties.

Sincerely,

McKonly & Asbury, LLP

McKONLY & ASBURY, LLP
Certified Public Accountants

Client: *12696-0000 - Joseph T. Simpson Public Library*
Engagement: *JOSEPH T. SIMPSON PUBLIC LIBRARY*
Period Ending: *12/31/2024*
Trial Balance: *3000.01 - Trial Balance*
Workpaper: *1100.01a - Library Jounral Entries*

Account	Description	W/P Ref	Debit	Credit
Adjusting Journal Entries				
Adjusting Journal Entries JE # 100		**6100.10**		
to Ajust to PY Auditied numbers				
32000	Unrestricted Net Assets		45,464.00	
5685-10	Gain/Loss on Disposal			45,464.00
Total			**45,464.00**	**45,464.00**
Adjusting Journal Entries JE # 102		**4600.10**		
torecord current year deprecation				
6850-10	Depreciation		127,772.00	
1700-20	Acc. Depr. Property & Equipment			127,772.00
Total			**127,772.00**	**127,772.00**
Adjusting Journal Entries JE # 103		**4600.15**		
To capitalize book and periodical Purchase and reconcile listing to TB				
1800-20	Materials Collection		135,652.00	
5685-10	Gain/Loss on Disposal		322,269.00	
1800-20	Materials Collection			322,269.00
5610-10	Audiovisual, Adult			15,109.00
5620-10	Audiovisual, Children's			2,275.00
5630-10	Audiovisual, Video Games			2,951.00
5640-10	Books, Adult			52,991.00
5650-10	Books, Children's			25,953.00
5655-10	Books, Electonic (Overdrive)			16,000.00
5660-10	Books, Teen			4,800.00
5670-10	Books - Reference			471.00
5680-10	Periodicals/Newspapers, Serials			15,102.00
Total			**457,921.00**	**457,921.00**
Adjusting Journal Entries JE # 104		**FS**		
To record in-kind donations				
8050-10	Materials & services donated		1,800.00	
4100-10	Contributions in-kind			1,800.00
Total			**1,800.00**	**1,800.00**
Adjusting Journal Entries JE # 105		**4150.10**		
To recocile account to CY statements				
1080-40	TFEC Endowment Bk-Donr Ristrict		2,656.00	
1090-40	TFEC Endowment - Board Restrict		34,273.00	
4950-40	Endowment Donor Restricted			2,656.00
4960-40	Endowment Board Restricted			34,273.00
Total			**36,929.00**	**36,929.00**
Adjusting Journal Entries JE # 106		**4600.15**		
To capitalized the Capital campaign expense/New building				
1510-20	Building		1,159,369.00	
1600-20	Equipment & Furniture		53,157.00	
5128-10	Capital Campaign			1,212,526.00
Total			**1,212,526.00**	**1,212,526.00**
	Total Adjusting Journal Entries		**1,882,412.00**	**1,882,412.00**
	Total All Journal Entries		**1,882,412.00**	**1,882,412.00**