

REQUIRED
SUPPLEMENTARY INFORMATION

TOWNSHIP OF FALLS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN PLAN'S NET PENSION LIABILITY AND RELATED RATIOS
POLICE PENSION PLAN
Last Ten Fiscal Years *

	2014	2015	2016
Total Pension Liability			
Service Cost	\$ 662,062	\$ 756,746	\$ 794,583
Interest	2,962,558	3,249,829	3,398,444
Changes of Benefit Terms	-	-	-
Differences Between Expected and Actual Experience	-	1,873,097	-
Changes of Assumptions	-	-	-
Benefit Payments, Including Refunds of Member Contributions	(1,927,596)	(2,075,442)	(2,297,995)
Net Change in Total Pension Liability	<u>1,697,024</u>	<u>3,804,230</u>	<u>1,895,032</u>
Total Pension Liability - Beginning	<u>37,333,715</u>	<u>39,030,739</u>	<u>42,834,969</u>
Total Pension Liability - Ending	<u>\$ 39,030,739</u>	<u>\$ 42,834,969</u>	<u>\$ 44,730,001</u>
Plan Fiduciary Net Position			
Contributions - Employer	\$ 1,222,066	\$ 1,697,576	\$ 1,957,876
Contributions - State Aid	518,939	537,154	621,200
Contributions - Member	314,428	311,101	315,499
Net Investment Income	1,188,621	(190,002)	1,246,210
Benefit Payments, Including Refunds of Member Contributions	(1,927,596)	(2,075,442)	(2,297,995)
Administrative Expense	-	(19,154)	-
Net Change in Plan Fiduciary Net Position	<u>1,316,458</u>	<u>261,233</u>	<u>1,842,790</u>
Plan Net Position - Beginning	<u>22,303,497</u>	<u>23,619,955</u>	<u>23,881,188</u>
Plan Net Position - Ending	<u>\$ 23,619,955</u>	<u>\$ 23,881,188</u>	<u>\$ 25,723,978</u>
Plan's Net Pension Liability	<u>\$ 15,410,784</u>	<u>\$ 18,953,781</u>	<u>\$ 19,006,023</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	60.5%	55.8%	57.5%
Covered Employee Payroll	\$ 5,284,622	\$ 5,924,242	\$ 6,025,885
Plan's Net Pension Liability as a Percentage of Covered Employee Payroll	291.6%	319.9%	315.4%

Notes to schedules:

None.

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is complete, available information is presented.

TOWNSHIP OF FALLS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN PLAN'S NET PENSION LIABILITY AND RELATED RATIOS
NONUNIFORM PENSION PLAN
Last Ten Fiscal Years *

	2015	2016
Total Pension Liability		
Service Cost	\$ 136,121	\$ 131,154
Interest	75,226	86,385
Changes of Benefit Terms	-	-
Differences Between Expected and Actual Experience	113	132
Changes of Assumptions	-	471
Benefit Payments, Including Refunds of Member Contributions	(5,191)	(5,191)
Net Change in Total Pension Liability	206,269	212,951
Total Pension Liability - Beginning	1,318,462	1,524,731
Total Pension Liability - Ending	\$ 1,524,731	\$ 1,737,682
Plan Fiduciary Net Position		
Contributions - Employer	\$ 66,091	\$ 62,740
Contributions - Member	70,029	68,414
Net Investment Income	70,284	(12,456)
Benefit Payments, Including Refunds of Member Contributions	(5,191)	(5,191)
Administrative Expense	(3,256)	(3,971)
Net Change in Plan Fiduciary Net Position	197,957	109,536
Plan Net Position - Beginning	1,305,659	1,503,616
Plan Net Position - Ending	\$ 1,503,616	\$ 1,613,152
Plan's Net Pension Liability	\$ 21,115	\$ 124,530
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	98.6%	92.8%
Covered Employee Payroll	\$ 1,321,820	\$ 1,254,799
Plan's Net Pension Liability as a Percentage of Covered Employee Payroll	1.6%	9.9%

Notes to schedules:

None.

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TOWNSHIP OF FALLS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
POLICE PENSION PLAN
 Last Ten Fiscal Years

	2007	2008	2009	2010	2011	2012	2013	2014	2015	2016
Actuarially determined contribution	\$ 872,703	\$ 862,493	\$ 1,060,137	\$ 1,570,253	\$ 1,313,893	\$ 1,318,901	\$ 1,470,557	\$ 1,741,005	\$ 2,234,730	\$ 2,579,076
Contributions made	872,703	862,493	1,060,137	1,570,253	1,313,893	1,318,901	1,470,557	1,741,005	2,234,730	2,579,076
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Employee Payroll	\$ 3,991,658	\$ 3,889,048	\$ 4,312,643	\$ 4,209,698	\$ 4,574,694	\$ 4,628,098	\$ 4,719,500	\$ 5,284,622	\$ 5,924,242	\$ 6,025,885
Contributions as a Percentage of Covered Employee Payroll	21.9%	22.2%	24.6%	37.3%	28.7%	28.5%	31.2%	32.9%	37.7%	42.8%

Notes to schedules:

Valuation date - Actuarially determined contribution rates are calculated biennially as of January 1 - most recent valuation is January 1, 2015.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age
Amortization method	Level Dollar
Asset valuation method	5 Year Smoothing
Inflation	2.25%
Salary Increases	5.00%
Investment rate of return	8.00% (Net of pension plan investment expenses including inflation)
Retirement age	50
Mortality rates	The 1992 Railroad Board Mortality Table for males with female age set back five years.

TOWNSHIP OF FALLS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF EMPLOYER CONTRIBUTIONS
NONUNIFORM PENSION PLAN
Last Ten Fiscal Years *

	<u>2014</u>	<u>2015</u>	<u>2016</u>
Statutorily determined contribution	\$ 66,432	\$ 62,740	\$ 58,953
Contributions made	<u>66,091</u>	<u>62,740</u>	<u>58,953</u>
Contribution deficiency (excess)	<u>\$ 341</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Employee Payroll	\$ 1,321,820	\$ 1,254,799	\$ 1,179,060
Contributions as a Percentage of Covered Employee Payroll	5.00%	5.00%	5.00%

Notes to schedules:

Valuation date - Actuarially determined contribution rates are calculated biennially as of January 1 - most recent valuation is January 1, 2015.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal
Cost of living increases	3.00%
Salary Increases	3.50%
Investment rate of return	5.50% (Compounded annually, net of expenses)
Retirement age	60
Mortality rates	

Based on RP 2000 Mortality Table with 1 year set back for males and 5 year set back for females

* This schedule is presented to illustrate the requirement to show information for 10 years. However, until a full 10-year trend is complete, available information is presented.

TOWNSHIP OF FALLS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS
POLICE PENSION PLAN
Last Ten Fiscal Years *

	2014	2015		2016
Annual money-weighted rate of return, net of investment expenses	\$ 5.50%	\$ -0.83%	\$	5.16%

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TOWNSHIP OF FALLS
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS
NONUNIFORM PENSION PLAN
Last Ten Fiscal Years *

	2015	2016
Annual money-weighted rate of return, net of investment expenses	\$ 5.20%	\$ -0.27%

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TOWNSHIP OF FALLS
OTHER POST EMPLOYMENT BENEFITS
SCHEDULE OF FUNDING PROGRESS
FOR THE YEAR ENDED DECEMBER 31, 2017

<u>Actuarial Valuation Date</u>	<u>Actuarial Value of Assets</u>	<u>Actuarial Accrued Liability AAL</u>	<u>Excess of Assets Over (Unfunded) AAL</u>	<u>Funded Ratio</u>	<u>Covered Payroll</u>	<u>UAAL as a Percentage of Covered Payroll</u>
January 1, 2008	\$ 0	\$ 6,307,595	\$ 6,307,595	0.0%	\$ 3,689,955	170.9%
January 1, 2011	\$ 0	\$ 9,007,616	\$ 9,007,616	0.0%	\$ 3,804,499	236.8%
January 1, 2014	\$ 0	\$ 10,672,524	\$ 10,672,524	0.0%	\$ 4,746,007	224.9%

SUPPLEMENTARY INFORMATION

Nonmajor Governmental Funds

Special Revenue Funds

Special Revenue Funds are used to account for specific revenues that are legally restricted to expenditures for particular purposes.

Fire Hydrant Fund – This fund is used to account for the revenue derived from a .34 mill real estate tax levy. The revenues of this fund are restricted to expenditures for the maintenance and repair of fire hydrants located within the Township.

Highway Aid Fund – This fund is used to account for the Township’s share of the Liquid Fuels Grant disbursed by the Commonwealth of Pennsylvania. All monies in this fund are expended in accordance with Pennsylvania Department of Transportation rules and regulations for the construction, reconstruction and maintenance of all locally-owned roads, streets and bridges.

Street Lighting Fund – This fund is used to account for revenue derived from a 1.10 mill real estate tax levy. Major expenditures include the cost of electricity and maintenance of the highway and street lights located in the Township.

Fire Protection Fund – This fund is used to account for revenue derived from a 1.25 mill real estate tax levy in accordance with the agreement between the Township and local fire companies.

Library Fund – This fund is used to account for revenue derived from a .14 mill real estate tax levy to help support the Falls library.

Recycling Fund – This fund is used to account for revenue generated by the contractual agreement with GROWS and the Township. The percentage of revenue received from the dumping fees is restricted to subsequent recycling expenditures.

Parks and Recreation Fund – This fund is used to account for revenue derived from a 1.26 mill real estate tax levy that is restricted to the development of programs that are recreational in nature – such as maintenance of Township parks, Community Youth Association, the Senior Citizen’s Association, Township committees, parades and civic events.

Rescue Squad Fund – This fund is used to account for revenue derived from a .50 mill real estate tax levy that is funding the local rescue squad.

Crime Prevention Fund – This fund is used to account for revenue from federal, state and local grants that are used to provide education to youth on the dangers of drug use.

TOWNSHIP OF FALLS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2016

	Special Revenue										Total Nonmajor Governmental Funds
	Fire Hydrant	Highway Aid	Street Lighting	Fire Protection	Library	Recycling	Parks & Recreation	Rescue Squad	Crime Prevention	Total	
ASSETS											
Cash and cash equivalents	\$ 47,673	\$ 446,356	\$ 170,719	\$ 14,643	\$ 1,640	\$ 447,261	\$ 39,079	\$ 4,340	\$ 39,734	\$ 1,195,162	
Taxes receivable	3,941		12,056				15,581	5,857		53,718	
Interfund receivable							214			214	
Prepaid items							14,946		4,046	18,992	
TOTAL ASSETS	\$ 51,614	\$ 446,356	\$ 182,775	\$ 14,643	\$ 1,640	\$ 447,261	\$ 69,820	\$ 10,197	\$ 43,780	\$ 1,268,086	
LIABILITIES											
Accounts payable	\$ 14,975	\$ 15,795	\$ -	\$ 1,432	\$ 1,885	\$ -	\$ 4,223	\$ -	\$ 55	\$ 36,480	
Interfund payable				14,965			410			17,260	
Deposits							250			250	
Salaries and benefits payable							30,334		2,762	33,096	
TOTAL LIABILITIES	14,975	15,795	-	16,397	1,885	-	35,217	-	2,817	87,086	
DEFERRED INFLOWS OF RESOURCES											
Unavailable revenue - real estate taxes	3,516		10,764	13,047	1,461		13,859	5,219		47,866	
TOTAL DEFERRED INFLOWS OF RESOURCES	3,516	-	10,764	13,047	1,461	-	13,859	5,219	-	47,866	
FUND BALANCES											
Nonspendable:											
Prepaid items						447,261	14,946		4,046	18,992	
Restricted for:											
Recycling expenditures											
Parks and recreation							5,798			447,261	
Rescue Squad								4,978		5,798	
Crime prevention									36,917	4,978	
Fire hydrant	33,123	430,561	172,011	(14,801)	(1,706)					36,917	
Highway aid				(14,801)	(1,706)					33,123	
Street lighting										430,561	
Unassigned										172,011	
TOTAL FUND BALANCES (DEFICITS)	33,123	430,561	172,011	(14,801)	(1,706)	447,261	20,744	4,978	40,963	1,133,134	
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 51,614	\$ 446,356	\$ 182,775	\$ 14,643	\$ 1,640	\$ 447,261	\$ 69,820	\$ 10,197	\$ 43,780	\$ 1,268,086	

TOWNSHIP OF FALLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2016

	Special Revenue										Total Nonmajor Governmental Funds	
	Fire Hydrant	Highway Aid	Street Lighting	Fire Protection	Library	Recycling	Parks & Recreation	Rescue Squad	Crime Prevention			
REVENUES												
Taxes												
Property	\$ 106,352	\$ 864,028	\$ 314,892	\$ 392,288	\$ 43,938	\$ -	\$ 426,044	\$ 156,917	\$ -	\$ -	\$ 1,440,431	
Motor fuel tax											864,028	
Payment in lieu of taxes	3,532		10,388	12,984	1,454		14,127	5,194			47,679	
Interest earnings	48	1,261	181	74	6	776	1,136	29	2		3,513	
Rents							9,188				9,188	
Intergovernmental				250,772			183,297				250,772	
Charges for services							4,718				183,297	
Contributions and donations									49,993		54,711	
TOTAL REVENUES	109,932	865,289	325,461	656,118	45,398	776	638,510	162,140	49,995	-	2,853,619	
EXPENDITURES												
Current												
Public safety	87,654			658,783				161,884	361,940		1,270,261	
Public works - highways and streets		637,055	266,608								903,663	
Culture and recreation					45,000		888,679				933,679	
Capital outlay												
General government		50,000									50,000	
Public safety												
Public works - highways and streets												
Culture and recreation												
TOTAL EXPENDITURES	87,654	687,055	266,608	658,783	45,000	-	888,679	161,884	361,940	-	3,157,603	
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	22,278	178,234	58,853	(2,665)	398	776	(250,169)	256	(311,945)	-	(303,984)	
OTHER FINANCING SOURCES (USES)												
Transfers in		199,900			(1,000)		290,000		366,000		855,900	
Transfers out											(1,000)	
TOTAL OTHER FINANCING SOURCES (USES)	-	199,900	-	-	(1,000)	-	290,000	-	366,000	-	854,900	
NET CHANGES IN FUND BALANCES	22,278	378,134	58,853	(2,665)	(602)	776	39,831	256	54,055	(13,092)	550,916	
FUND BALANCES (DEFICITS), BEGINNING OF YEAR	10,845	52,427	113,158	(12,136)	(1,104)	446,485	(19,087)	4,722	(13,092)	-	583,218	
FUND BALANCES (DEFICITS), END OF YEAR	\$ 33,123	\$ 430,561	\$ 172,011	\$ (14,801)	\$ (1,706)	\$ 447,261	\$ 20,744	\$ 4,978	\$ 40,963	\$ -	\$ 1,133,134	

TOWNSHIP OF FALLS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FIRE HYDRANT SPECIAL REVENUE FUND

FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Property tax	\$ 110,145	\$ 110,145	\$ 106,352	\$ (3,793)
Payment in lieu of taxes	3,532	3,532	3,532	-
Interest earnings	10	10	48	38
TOTAL REVENUES	<u>113,687</u>	<u>113,687</u>	<u>109,932</u>	<u>(3,755)</u>
EXPENDITURES				
Current				
Public safety	86,000	86,000	87,654	(1,654)
TOTAL EXPENDITURES	<u>86,000</u>	<u>86,000</u>	<u>87,654</u>	<u>(1,654)</u>
NET INCREASE (DECREASE) IN FUND BALANCE	<u>27,687</u>	<u>27,687</u>	<u>22,278</u>	<u>(5,409)</u>
FUND BALANCE (DEFICIT), BEGINNING	<u>(12,157)</u>	<u>(12,157)</u>	<u>10,845</u>	<u>23,002</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ 15,530</u>	<u>\$ 15,530</u>	<u>\$ 33,123</u>	<u>\$ 17,593</u>

TOWNSHIP OF FALLS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
HIGHWAY AID SPECIAL REVENUE FUND

FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Motor fuel tax	\$ 841,688	\$ 841,688	\$ 864,028	\$ 22,340
Interest earnings	200	200	1,261	1,061
TOTAL REVENUES	841,888	841,888	865,289	23,401
EXPENDITURES				
Current				
Public works - highways and streets	805,655	805,655	637,055	168,600
Capital outlay				
Public works - highways and streets	50,000	50,000	50,000	-
TOTAL EXPENDITURES	855,655	855,655	687,055	168,600
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(13,767)	(13,767)	178,234	192,001
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	199,900	199,900
NET INCREASE (DECREASE) IN FUND BALANCE	(13,767)	(13,767)	378,134	391,901
FUND BALANCE, BEGINNING	178,854	178,854	52,427	(126,427)
FUND BALANCE, ENDING	\$ 165,087	\$ 165,087	\$ 430,561	\$ 265,474

TOWNSHIP OF FALLS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
STREET LIGHTING SPECIAL REVENUE FUND

FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
REVENUES				
Property tax	\$ 327,427	\$ 327,427	\$ 314,892	\$ (12,535)
Payment in lieu of taxes	11,427	11,427	10,388	(1,039)
Interest earnings	10	10	181	171
TOTAL REVENUES	<u>338,864</u>	<u>338,864</u>	<u>325,461</u>	<u>(13,403)</u>
EXPENDITURES				
Current				
Public works - highways and streets	341,000	341,000	266,608	74,392
TOTAL EXPENDITURES	<u>341,000</u>	<u>341,000</u>	<u>266,608</u>	<u>74,392</u>
NET INCREASE (DECREASE) IN FUND BALANCE	(2,136)	(2,136)	58,853	(87,795)
FUND BALANCE (DEFICIT), BEGINNING	<u>113,158</u>	<u>113,158</u>	<u>113,158</u>	<u>-</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ 111,022</u>	<u>\$ 111,022</u>	<u>\$ 172,011</u>	<u>\$ 60,989</u>

TOWNSHIP OF FALLS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
FIRE PROTECTION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property tax	\$ 409,209	\$ 409,209	\$ 392,288	\$ (16,921)
Payment in lieu of taxes	12,985	12,985	12,984	(1)
Intergovernmental	260,000	260,000	250,772	(9,228)
Interest earnings	10	10	74	64
TOTAL REVENUES	<u>682,204</u>	<u>682,204</u>	<u>656,118</u>	<u>(26,086)</u>
EXPENDITURES				
Current				
Public Safety	<u>668,200</u>	<u>668,200</u>	<u>658,783</u>	<u>9,417</u>
TOTAL EXPENDITURES	<u>668,200</u>	<u>668,200</u>	<u>658,783</u>	<u>9,417</u>
NET INCREASE (DECREASE) IN FUND BALANCE	14,004	14,004	(2,665)	(35,503)
FUND BALANCE (DEFICIT), BEGINNING	<u>(12,136)</u>	<u>(12,136)</u>	<u>(12,136)</u>	<u>-</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ 1,868</u>	<u>\$ 1,868</u>	<u>\$ (14,801)</u>	<u>\$ (16,669)</u>

TOWNSHIP OF FALLS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
LIBRARY SPECIAL REVENUE FUND

FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property tax	\$ 45,830	\$ 45,830	\$ 43,938	\$ (1,892)
Payment in lieu of taxes	1,454	1,454	1,454	-
Interest earnings	-	-	6	6
TOTAL REVENUES	<u>47,284</u>	<u>47,284</u>	<u>45,398</u>	<u>(1,886)</u>
EXPENDITURES				
Current				
Culture and recreation	<u>45,000</u>	<u>45,000</u>	<u>45,000</u>	<u>-</u>
TOTAL EXPENDITURES	<u>45,000</u>	<u>45,000</u>	<u>45,000</u>	<u>-</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>2,284</u>	<u>2,284</u>	<u>398</u>	<u>(1,886)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(1,000)</u>	<u>(1,000)</u>	<u>(1,000)</u>	<u>-</u>
NET INCREASE (DECREASE) IN FUND BALANCE	1,284	1,284	(602)	(1,886)
FUND BALANCE (DEFICIT), BEGINNING	<u>(1,104)</u>	<u>(1,104)</u>	<u>(1,104)</u>	<u>-</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ 180</u>	<u>\$ 180</u>	<u>\$ (1,706)</u>	<u>\$ (1,886)</u>

TOWNSHIP OF FALLS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
PARK AND RECREATION SPECIAL REVENUE FUND

FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property tax	\$ 444,480	\$ 444,480	\$ 426,044	\$ (18,436)
Payment in lieu of taxes	13,089	13,089	14,127	1,038
Rents	9,000	9,000	9,188	188
Charges for services	157,000	157,000	183,297	26,297
Interest earnings	300	300	1,136	836
Contributions and donations	500	500	4,718	4,218
TOTAL REVENUES	<u>624,369</u>	<u>624,369</u>	<u>638,510</u>	<u>14,141</u>
EXPENDITURES				
Current				
Culture and recreation	<u>912,321</u>	<u>912,321</u>	<u>888,679</u>	<u>23,642</u>
TOTAL EXPENDITURES	<u>912,321</u>	<u>912,321</u>	<u>888,679</u>	<u>23,642</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(287,952)</u>	<u>(287,952)</u>	<u>(250,169)</u>	<u>37,783</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>290,000</u>	<u>290,000</u>	<u>290,000</u>	<u>-</u>
NET INCREASE (DECREASE) IN FUND BALANCE	2,048	2,048	39,831	37,783
FUND BALANCE (DEFICIT), BEGINNING	<u>(19,087)</u>	<u>(19,087)</u>	<u>(19,087)</u>	<u>-</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ (17,039)</u>	<u>\$ (17,039)</u>	<u>\$ 20,744</u>	<u>\$ 37,783</u>

TOWNSHIP OF FALLS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
RESCUE SQUAD SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property tax	\$ 163,594	\$ 163,594	\$ 156,917	\$ (6,677)
Payment in lieu of taxes	5,194	5,194	5,194	-
Interest earnings	5	5	29	24
	<u>168,793</u>	<u>168,793</u>	<u>162,140</u>	<u>(6,653)</u>
TOTAL REVENUES				
EXPENDITURES				
Current				
Public safety	161,800	161,800	161,884	(84)
	<u>161,800</u>	<u>161,800</u>	<u>161,884</u>	<u>(84)</u>
TOTAL EXPENDITURES				
NET INCREASE (DECREASE) IN FUND BALANCE	<u>6,993</u>	<u>6,993</u>	<u>256</u>	<u>(6,737)</u>
FUND BALANCE (DEFICIT), BEGINNING	<u>4,722</u>	<u>4,722</u>	<u>4,722</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 11,715</u>	<u>\$ 11,715</u>	<u>\$ 4,978</u>	<u>\$ (6,737)</u>

TOWNSHIP OF FALLS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
CRIME PREVENTION SPECIAL REVENUE FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest earnings	\$	\$	\$ 2	\$ 2
Contributions and donations	47,000	47,000	49,993	2,993
TOTAL REVENUES	47,000	47,000	49,995	2,995
EXPENDITURES				
Current				
Public safety	392,021	392,021	361,940	30,081
TOTAL EXPENDITURES	392,021	392,021	361,940	30,081
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(345,021)	(345,021)	(311,945)	33,076
OTHER FINANCING SOURCES (USES)				
Transfers in	366,000	366,000	366,000	-
NET INCREASE (DECREASE) IN FUND BALANCE	20,979	20,979	54,055	33,076
FUND BALANCE, BEGINNING	(13,092)	(13,092)	(13,092)	-
FUND BALANCE, ENDING	\$ 7,887	\$ 7,887	\$ 40,963	\$ 33,076

TOWNSHIP OF FALLS
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL
CAPITAL RESERVE CAPITAL PROJECTS FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest earnings	\$ 5,000	\$ 5,000	\$ 7,004	\$ 2,004
Intergovernmental			10,000	10,000
Refunds of prior years			26,077	26,077
TOTAL REVENUES	<u>5,000</u>	<u>5,000</u>	<u>43,081</u>	<u>38,081</u>
EXPENDITURES				
Current				
General Government	97,500	97,500	48,546	48,954
Culture and recreation			2,538	(2,538)
Capital Outlay				
Public works - highways and streets	-	-	35,887	(35,887)
TOTAL EXPENDITURES	<u>97,500</u>	<u>97,500</u>	<u>86,971</u>	<u>10,529</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(92,500)	(92,500)	(43,890)	48,610
OTHER FINANCING SOURCES (USES)				
Transfers out	-	-	(100,000)	(100,000)
NET INCREASE (DECREASE) IN FUND BALANCE	(92,500)	(92,500)	(143,890)	(51,390)
FUND BALANCE, BEGINNING	<u>2,371,834</u>	<u>2,371,834</u>	<u>2,371,834</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 2,279,334</u>	<u>\$ 2,279,334</u>	<u>\$ 2,227,944</u>	<u>\$ (51,390)</u>

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Fiduciary Funds
Combining Financial Statements

Pension Trust Funds

Police Pension Trust Fund – This fund accounts for the accumulation of resources for pension benefit payments to qualified uniformed police officers.

Non-uniformed Pension Trust Fund – This fund accounts for the accumulation of resources for pension benefit payments to qualified employees of the Township other than uniformed officers.

Schedule of Changes in Assets and Liabilities

Agency Fund

Township Escrow and Subdivision Fund – This fund is used to account for assets held by the Township in agent capacity for developers as required by developer agreements

TOWNSHIP OF FALLS
COMBINING STATEMENT OF PLAN NET POSITION
ALL PENSION TRUST FUNDS
DECEMBER 31, 2016

	<u>Non-Uniform Pension Fund</u>	<u>Police Pension Fund</u>	<u>Total</u>
ASSETS			
Cash and Cash Equivalents	\$	\$ 7,834,708	\$ 7,834,708
Receivables		184,045	184,045
Investment, at fair value			
Common stock, mutual funds	<u>1,980,391</u>	<u>17,706,705</u>	<u>19,687,096</u>
TOTAL ASSETS	<u>1,980,391</u>	<u>25,725,458</u>	<u>27,705,849</u>
LIABILITIES			
Pension payable		<u>1,480</u>	<u>1,480</u>
TOTAL LIABILITIES	<u>-</u>	<u>1,480</u>	<u>1,480</u>
NET POSITION RESTRICTED FOR PENSION BENEFITS	<u>\$ 1,980,391</u>	<u>\$ 25,723,978</u>	<u>\$ 27,704,369</u>

TOWNSHIP OF FALLS

COMBINING STATEMENT OF CHANGES IN PLAN NET POSITION

ALL PENSION TRUST FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Non-Uniform Pension Fund</u>	<u>Police Pension Fund</u>	<u>Total</u>
ADDITIONS			
Contributions			
Employer	\$ 118,374	\$ 1,957,876	\$ 2,076,250
Plan Member		315,499	315,499
Commonwealth		621,200	621,200
Total Contributions	<u>118,374</u>	<u>2,894,575</u>	<u>3,012,949</u>
Investment Income			
Dividend income		439,192	439,192
Net appreciation (depreciation) in fair value of investments	<u>88,553</u>	<u>887,043</u>	<u>975,596</u>
Total investment income	<u>88,553</u>	<u>1,326,235</u>	<u>1,414,788</u>
Less: investment expenses		<u>80,025</u>	<u>80,025</u>
Net investment income	<u>88,553</u>	<u>1,246,210</u>	<u>1,334,763</u>
TOTAL ADDITIONS	<u>206,927</u>	<u>4,140,785</u>	<u>4,347,712</u>
DEDUCTIONS			
Benefits	94,490	2,275,649	2,370,139
Reimbursements		22,346	22,346
Administrative expenses	<u>653</u>	<u>-</u>	<u>653</u>
Total deductions	<u>95,143</u>	<u>2,297,995</u>	<u>2,393,138</u>
Change in Net Position	111,784	1,842,790	1,954,574
NET POSITION BEGINNING YEAR	<u>1,868,607</u>	<u>23,881,188</u>	<u>25,749,795</u>
NET POSITION END OF YEAR	<u>\$ 1,980,391</u>	<u>\$ 25,723,978</u>	<u>\$ 27,704,369</u>

TOWNSHIP OF FALLS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
TOWNSHIP ESCROW SUBDIVISION FUND
FOR THE YEAR ENDED DECEMBER 31, 2016

	<u>Balance January 1</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance December 31</u>
<u>TOWNSHIP ESCROW AND SUBDIVISION</u>				
ASSETS				
Cash and Cash Equivalents	\$ 2,810,954	\$ 1,705,196	\$ 1,023,316	\$ 3,492,834
Accounts receivable	1,704	-	-	1,704
TOTAL ASSETS	<u>\$ 2,812,658</u>	<u>\$ 1,705,196</u>	<u>\$ 1,023,316</u>	<u>\$ 3,494,538</u>
LIABILITIES				
Deposits	\$ 2,812,658	\$ 1,705,196	\$ 1,023,316	\$ 3,494,538
TOTAL LIABILITIES	<u>\$ 2,812,658</u>	<u>\$ 1,705,196</u>	<u>\$ 1,023,316</u>	<u>\$ 3,494,538</u>

CAPITAL ASSETS
USED IN THE OPERATION
OF GOVERNMENTAL FUNDS

TOWNSHIP OF FALLS
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
COMPARATIVE SCHEDULES BY SOURCE

FOR THE YEARS ENDED DECEMBER 31, 2015 AND 2016

	2015	2016
GOVERNMENTAL FUNDS CAPITAL ASSETS		
Land	\$ 16,460,926	\$ 16,460,926
Construction in progress	556,765	573,516
Building	5,830,865	5,953,049
Machinery and Equipment	5,100,608	5,167,522
Improvements	14,865,615	15,324,061
Infrastructure	110,050,557	110,584,540
Vehicles	3,444,824	3,715,937
TOTAL GOVERNMENTAL FUNDS CAPITAL ASSETS	\$ 156,310,160	\$ 157,779,551
	2015	2016
INVESTMENTS IN GOVERNMENTAL FUNDS		
CAPITAL ASSETS BY SOURCE		
General Fund	\$ 6,482,240	\$ 6,482,240
Special Revenue Fund	2,549,855	2,599,855
Capital Reserve Fund	5,196,825	5,232,712
Host Community Fees Fund	136,339,653	137,723,157
Donations	5,741,587	5,741,587
TOTAL GOVERNMENTAL FUNDS CAPITAL ASSETS	\$ 156,310,160	\$ 157,779,551

TOWNSHIP OF FALLS
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE BY FUNCTION AND ACTIVITY

FOR THE YEAR ENDED DECEMBER 31, 2016

	Land	Construction in progress	Buildings	Improvements Other Than Buildings	Machinery and Equipment	Infrastructure	Vehicles	Total
Function and Activity								
General government:								
Supervisors			\$ 29,444		\$ 6,739			\$ 36,183
Manager					17,741			17,741
Finance and Administration			2,690,051		543,183			3,233,234
Other-unclassified		\$ 542,623	458,969		87,872			1,089,464
Total general government		542,623	3,178,464	-	655,535			4,376,622
Public Safety								
Police			176,991		2,055,150		\$ 2,148,505	\$ 4,380,646
Fire and Emergency					44,204		93,888	138,092
License and Inspection					46,847		84,135	130,982
Total public safety			176,991		2,146,201		2,326,528	4,649,720
Highways and Streets:								
Engineering						\$ 5,416,425		\$ 6,063,196
Maintenance	\$ 1,757,000		646,771	\$ 19,375	\$ 2,035,161	224,738	\$ 1,314,840	3,594,114
Street System	1,757,000		646,771	19,375	2,035,161	104,943,377	1,314,840	106,700,377
Total highways and streets	14,703,926	30,893	1,950,823	15,304,686	330,625	110,584,540	74,569	116,357,687
Culture and recreation								
Total governmental funds capital assets	\$ 16,460,926	\$ 573,516	\$ 5,953,049	\$ 15,324,061	\$ 5,167,522	\$ 110,584,540	\$ 3,715,937	\$ 157,779,551

TOWNSHIP OF FALLS
CAPITAL ASSETS USED IN THE OPERATION OF GOVERNMENTAL FUNDS
SCHEDULE OF CHANGES BY FUNCTION AND ACTIVITY

FOR THE YEAR ENDED DECEMBER 31, 2016

<u>Function and Activity</u>	Governmental Funds Capital Assets <u>January 1, 2016</u>	<u>Additions</u>	<u>Deletions</u>	Governmental Funds Capital Assets <u>December 31, 2016</u>
General Government				
Supervisors	\$ 36,183	\$ -	\$ -	\$ 36,183
Manager	17,741	-	-	17,741
Finance and Administration	3,592,072	10,121	-	3,602,193
Other-Unclassified	<u>720,505</u>	-	-	<u>720,505</u>
Total general government	4,366,501	<u>10,121</u>	-	<u>4,376,622</u>
Public Safety				
Police	4,252,467	280,549	152,370	4,380,646
Fire and Emergency Management	177,962	-	39,870	138,092
License and Inspection	<u>130,982</u>	-	-	<u>130,982</u>
Total public safety	4,561,411	<u>280,549</u>	<u>192,240</u>	<u>4,649,720</u>
Highway and Streets				
Engineering	5,834,542	228,654	-	6,063,196
Maintenance	3,366,467	227,647	-	3,594,114
Street system	<u>106,395,048</u>	<u>305,329</u>	-	<u>106,700,377</u>
Total highways and streets	115,596,057	<u>761,630</u>	-	<u>116,357,687</u>
Culture and recreation	<u>31,786,191</u>	<u>609,331</u>	-	<u>32,395,522</u>
Total governmental funds capital assets	<u>\$ 156,310,160</u>	<u>\$ 1,661,631</u>	<u>\$ 192,240</u>	<u>\$ 157,779,551</u>