

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	2017	2018
Total Pension Liability					
Service Cost	\$ 662,062	\$ 756,746	\$ 794,583	\$ 736,797	\$ 773,637
Interest	2,962,558	3,249,829	3,398,444	3,539,586	3,684,929
Changes of Benefit Terms	-	-	-	-	-
Differences Between Expected and Actual Experience	-	1,873,097	-	(943,976)	-
Changes of Assumptions	-	-	-	926,401	-
Benefit Payments, Including Refunds of Member Contributions	(1,927,596)	(2,075,442)	(2,297,995)	(2,408,790)	(2,584,096)
Net Change in Total Pension Liability	<u>1,697,024</u>	<u>3,804,230</u>	<u>1,895,032</u>	<u>1,850,018</u>	<u>1,874,470</u>
Total Pension Liability - Beginning	<u>37,333,715</u>	<u>39,030,739</u>	<u>42,834,969</u>	<u>44,730,001</u>	<u>46,580,019</u>
Total Pension Liability - Ending	<u>\$ 39,030,739</u>	<u>\$ 42,834,969</u>	<u>\$ 44,730,001</u>	<u>\$ 46,580,019</u>	<u>\$ 48,454,489</u>
Plan Fiduciary Net Position					
Contributions - Employer	\$ 1,222,066	\$ 1,697,576	\$ 1,957,876	\$ 1,956,735	\$ 2,167,153
Contributions - State Aid	518,939	537,154	621,200	633,179	665,183
Contributions - Member	314,428	311,101	315,499	353,703	316,462
Net Investment Income	1,188,621	(190,002)	1,246,210	2,543,064	(923,856)
Benefit Payments, Including Refunds of Member Contributions	(1,927,596)	(2,075,442)	(2,297,995)	(2,408,790)	(2,584,096)
Administrative Expense	-	(19,154)	-	(20,126)	(14,926)
Net Change in Plan Fiduciary Net Position	<u>1,316,458</u>	<u>261,233</u>	<u>1,842,790</u>	<u>3,057,765</u>	<u>(374,080)</u>
Plan Net Position - Beginning	<u>22,303,497</u>	<u>23,619,955</u>	<u>23,881,188</u>	<u>25,723,978</u>	<u>28,781,743</u>
Plan Net Position - Ending	<u>\$ 23,619,955</u>	<u>\$ 23,881,188</u>	<u>\$ 25,723,978</u>	<u>\$ 28,781,743</u>	<u>\$ 28,407,663</u>
Plan's Net Pension Liability	<u>\$ 15,410,784</u>	<u>\$ 18,953,781</u>	<u>\$ 19,006,023</u>	<u>\$ 17,798,276</u>	<u>\$ 20,046,826</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	60.5%	55.8%	57.5%	61.8%	58.6%
Covered Payroll	\$ 5,284,622	\$ 5,924,242	\$ 6,025,885	\$ 6,178,344	\$ 6,348,464
Plan's Net Pension Liability as a Percentage of Covered Payroll	291.6%	319.9%	315.4%	288.1%	315.8%

Notes to schedules:

Assumption Change - In 2017, the mortality assumption was changed from the 1992 Railroad Board Table to the Blue Collar RP-2000 Table.

* 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	2017	2018
Total Pension Liability				
Service Cost	\$ 136,121	\$ 131,154	\$ 136,023	\$ 148,369
Interest	75,226	86,385	98,040	106,054
Changes of Benefit Terms	-	-	-	-
Differences Between Expected and Actual Experience	113	132	168	-
Changes of Assumptions	-	471	1,770	-
Benefit Payments, Including Refunds of Member Contributions	(5,191)	(5,191)	(5,191)	(5,191)
Net Change in Total Pension Liability	<u>206,269</u>	<u>212,951</u>	<u>230,810</u>	<u>249,232</u>
Total Pension Liability - Beginning	<u>1,318,462</u>	<u>1,524,731</u>	<u>1,737,682</u>	<u>1,968,492</u>
Total Pension Liability - Ending	<u>\$ 1,524,731</u>	<u>\$ 1,737,682</u>	<u>\$ 1,968,492</u>	<u>\$ 2,217,724</u>
Plan Fiduciary Net Position				
Contributions - Employer	\$ 66,091	\$ 62,740	\$ 58,953	\$ 63,012
Contributions - PMRS assessments	-	-	20	-
Contributions - Member	70,029	68,414	77,070	85,357
Net Investment Income	70,284	(12,456)	131,230	340,274
Benefit Payments, Including Refunds of Member Contributions	(5,191)	(5,191)	(5,191)	(5,191)
Administrative Expense	(3,256)	(3,971)	(5,180)	(5,270)
Net Change in Plan Fiduciary Net Position	<u>197,957</u>	<u>109,536</u>	<u>256,902</u>	<u>478,182</u>
Plan Net Position - Beginning	<u>1,305,659</u>	<u>1,503,616</u>	<u>1,613,152</u>	<u>1,870,054</u>
Plan Net Position - Ending	<u>\$ 1,503,616</u>	<u>\$ 1,613,152</u>	<u>\$ 1,870,054</u>	<u>\$ 2,348,236</u>
Plan's Net Pension Liability	<u>\$ 21,115</u>	<u>\$ 124,530</u>	<u>\$ 98,438</u>	<u>\$ (130,512)</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	98.6%	92.8%	95.0%	105.9%
Covered Payroll	\$ 1,321,820	\$ 1,254,799	\$ 1,179,054	\$ 1,260,246
Plan's Net Pension Liability as a Percentage of Covered Payroll	1.6%	9.9%	8.3%	-10.4%

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

	2009	2010	2011	2012	2013	2014	2015	2016	2017	2018
Actuarially determined contribution	\$ 1,060,137	\$ 1,570,253	\$ 1,313,893	\$ 1,318,901	\$ 1,470,557	\$ 1,741,005	\$ 2,234,730	\$ 2,579,076	\$ 2,589,914	\$ 2,832,336
Contributions made	1,060,137	1,570,253	1,313,893	1,318,901	1,470,557	1,741,005	2,234,730	2,579,076	2,589,914	2,832,336
Contribution deficiency (excess)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll	\$ 4,312,643	\$ 4,209,698	\$ 4,574,694	\$ 4,628,098	\$ 4,719,500	\$ 5,284,622	\$ 5,924,242	\$ 6,025,885	\$ 6,178,344	\$ 6,348,464
Contributions as a Percentage of Covered Payroll	24.6%	37.3%	28.7%	28.5%	31.2%	32.9%	37.7%	42.8%	41.9%	44.6%

Notes to schedules:

Valuation date - Actuarially determined contribution rates are calculated biennially as of January 1 - most recent valuation is January 1, 2017.

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 Blue Collar RP-2000 Mortality Table

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>	<u>2017</u>	<u>2018</u>
Statutorily determined contribution	\$ 66,432	\$ 63,080	\$ 59,293	\$ 63,372	\$ 74,808
Contributions made	<u>66,091</u>	<u>62,740</u>	<u>58,973</u>	<u>63,012</u>	<u>74,808</u>
Contribution deficiency (excess)	<u>\$ 341</u>	<u>\$ 340</u>	<u>\$ 320</u>	<u>\$ 360</u>	<u>\$ -</u>
Covered Payroll	\$ 1,321,820	\$ 1,254,799	\$ 1,179,054	\$ 1,260,246	\$ 1,496,160
Contributions as a Percentage of Covered Payroll	5.00%	5.00%	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, 2017.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry Age Normal
Cost of living increases	2.80%
Salary Increases	3.30%
Investment rate of return	5.25% (Compounded annually, net of expenses)
Retirement age	60
Mortality rates	Males - RP-2000 Male Annuitant table projected 5 years with Scale AA; Females - RP-2000 Female Annuitant table projected 10 years with Scale AA

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

	<u>2014</u>		<u>2015</u>		<u>2016</u>		<u>2017</u>		<u>2018</u>
Annual money-weighted rate of return, net of investment expenses	\$	5.50%	\$	-0.83%	\$	5.16%	\$	9.89%	\$ -3.24%

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

	<u>2014</u>	<u>2015</u>	<u>2016</u>	<u>2017</u>	<u>2018</u>
Annual money-weighted rate of return, net of investment expenses	\$ 5.20%	\$ -0.27%	\$ 8.23%	\$ 17.84%	\$ 8.60%

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

	2017	2018
Total OPEB Liability		
Service Cost	\$ 206,828	\$ 217,169
Interest	410,283	415,612
Changes of Benefit Terms	-	-
Differences Between Expected and Actual Experience	-	-
Changes of Assumptions	-	-
Benefit Payments	(474,056)	(496,584)
Net Change in Total OPEB Liability	143,055	136,197
Total OPEB Liability - Beginning	10,971,063	11,114,118
Total OPEB Liability - Ending	\$ 11,114,118	\$ 11,250,315
 Plan Fiduciary Net Position		
Contributions - Employer	\$ -	\$ -
Contributions - State Aid	-	-
Contributions - Member	-	-
Net Investment Income	-	-
Benefit Payments	-	-
Administrative Expense	-	-
Net Change in Plan Fiduciary Net Position	-	-
 Plan Net Position - Beginning	-	-
Plan Net Position - Ending	\$ -	\$ -
 Plan's Net OPEB Liability	\$ 11,114,118	\$ 11,250,315
 Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	0.0%	0.0%
 Covered Payroll	\$ 9,101,282	\$ 9,556,346
 Plan's Net OPEB Liability as a Percentage of Covered Payroll	122.1%	117.7%

Notes to schedules:

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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 .90 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 1.46 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, 2018

	Special Revenue										Total Nonmajor Governmental Funds
	Fire Hydrant	Highway Aid	Street Lighting	Fire Protection	Library	Recycling	Parks & Recreation	Rescue Squad	Crime Prevention	-	
ASSETS											
Cash and cash equivalents	\$ 95,938	\$ -	\$ 216,741	\$ -	\$ 26	\$ 451,296	\$ 192,707	\$ 15,641	\$ 83,688	\$ -	\$ 1,056,037
Receivables	3,031		8,426	11,214	1,256		12,739	4,485	25,000		25,000
Taxes receivable		947,675					214				41,151
Interfund receivable							15,044				947,889
Prepaid items									4,428		19,472
TOTAL ASSETS	\$ 98,969	\$ 947,675	\$ 225,167	\$ 11,214	\$ 1,282	\$ 451,296	\$ 220,704	\$ 20,126	\$ 113,116	\$ -	\$ 2,089,549
LIABILITIES											
Accounts payable	\$ 14,904	\$ 11,131	\$ 1,533	\$ 1,411	\$ -	\$ -	\$ 7,657	\$ -	\$ -	\$ -	\$ 45,459
Interfund payable		17,975		2,497			496				20,968
Deposits							250				250
Salaries and benefits payable							26,753				30,210
TOTAL LIABILITIES	14,904	29,106	1,533	3,908	-	-	35,156	-	12,280	-	96,887
DEFERRED INFLOWS OF RESOURCES											
Unavailable revenue - real estate taxes	2,837		7,902	10,498	1,176		11,911	4,199			38,523
TOTAL DEFERRED INFLOWS OF RESOURCES	2,837	-	7,902	10,498	1,176	-	11,911	4,199	-	-	38,523
FUND BALANCES											
Nonspendable:											
Prepaid items							15,044		4,428		19,472
Restricted for:											
Recycling expenditures						451,296					451,296
Parks and recreation							158,593				158,593
Rescue Squad								15,927			15,927
Crime prevention									96,408		96,408
Fire hydrant	81,228										81,228
Library					106						106
Highway aid		918,569									918,569
Street lighting			215,732	(3,192)							215,732
Unassigned											(3,192)
TOTAL FUND BALANCES (DEFICITS)	81,228	918,569	215,732	(3,192)	106	451,296	173,637	15,927	100,836	-	1,954,139
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	\$ 98,969	\$ 947,675	\$ 225,167	\$ 11,214	\$ 1,282	\$ 451,296	\$ 220,704	\$ 20,126	\$ 113,116	\$ -	\$ 2,089,549

TOWNSHIP OF FALLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2018

	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	\$ 108,868	\$ 947,675	\$ 288,593	\$ 400,268	\$ 44,831	\$ -	\$ 467,116	\$ 160,109	\$ -	\$ -	\$ 1,469,785	
Motor fuel tax	3,532		9,349	12,985	1,454		15,166	5,194			947,675	
Payment in lieu of taxes	266	11,221	683	192	3	2,796	6,606	78	74		47,680	
Interest earnings							8,790				21,919	
Rents											8,790	
Intergovernmental				203,277			189,181				203,277	
Charges for services							4,700				189,181	
Contributions and donations									44,100		44,100	
TOTAL REVENUES	112,666	958,896	298,625	616,722	46,288	2,796	691,559	165,381	44,174	-	2,937,107	
EXPENDITURES												
Current												
Public safety	87,749			611,403							1,214,460	
Public works - highways and streets		881,685	250,314					154,883		360,425	1,131,999	
Culture and recreation					45,000		782,499				827,499	
Capital outlay												
General government												
Public safety		87,750	32,830									
Public works - highways and streets												
Culture and recreation												
TOTAL EXPENDITURES	87,749	969,435	283,144	611,403	45,000	-	782,499	154,883	360,425	-	3,294,538	
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	24,917	(10,539)	15,481	5,319	1,288	2,796	(90,940)	10,498	(316,251)	-	(357,431)	
OTHER FINANCING SOURCES (USES)												
Transfers in				12,000							12,000	
Transfers out												
TOTAL OTHER FINANCING SOURCES (USES)	-	-	-	12,000	-	-	100,000	-	350,000	-	462,000	
NET CHANGES IN FUND BALANCES	24,917	(10,539)	15,481	17,319	1,288	2,796	9,060	10,498	33,749	-	462,000	
FUND BALANCES (DEFICITS), BEGINNING OF YEAR	56,311	929,108	200,251	(20,511)	(1,182)	448,500	164,577	5,429	67,087	1,849,570	1,849,570	
FUND BALANCES (DEFICITS), END OF YEAR	\$ 81,228	\$ 918,569	\$ 215,732	\$ (3,192)	\$ 106	\$ 451,296	\$ 173,637	\$ 15,927	\$ 100,836	\$ 1,954,139	\$ 1,954,139	

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, 2018

	<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	\$ 111,241	\$ 111,241	\$ 108,868	\$ (2,373)
Payment in lieu of taxes	3,532	3,532	3,532	-
Interest earnings	50	50	266	216
TOTAL REVENUES	<u>114,823</u>	<u>114,823</u>	<u>112,666</u>	<u>(2,157)</u>
EXPENDITURES				
Current				
Public safety	87,000	87,000	87,749	(749)
TOTAL EXPENDITURES	<u>87,000</u>	<u>87,000</u>	<u>87,749</u>	<u>(749)</u>
NET INCREASE (DECREASE) IN FUND BALANCE	<u>27,823</u>	<u>27,823</u>	<u>24,917</u>	<u>(2,906)</u>
FUND BALANCE, BEGINNING	<u>56,704</u>	<u>56,704</u>	<u>56,311</u>	<u>(393)</u>
FUND BALANCE, ENDING	<u>\$ 84,527</u>	<u>\$ 84,527</u>	<u>\$ 81,228</u>	<u>\$ (3,299)</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, 2018

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
REVENUES				
Motor fuel tax	\$ 931,914	\$ 931,914	\$ 947,675	\$ 15,761
Interest earnings	1,200	1,200	11,221	10,021
TOTAL REVENUES	<u>933,114</u>	<u>933,114</u>	<u>958,896</u>	<u>25,782</u>
EXPENDITURES				
Current				
Public works - highways and streets	1,024,310	1,024,310	881,685	142,625
Capital outlay				
Public works - highways and streets	90,000	90,000	87,750	2,250
TOTAL EXPENDITURES	<u>1,114,310</u>	<u>1,114,310</u>	<u>969,435</u>	<u>144,875</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(181,196)	(181,196)	(10,539)	170,657
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-	-	-
NET INCREASE (DECREASE) IN FUND BALANCE	(181,196)	(181,196)	(10,539)	170,657
FUND BALANCE, BEGINNING	<u>534,490</u>	<u>534,490</u>	<u>929,108</u>	<u>394,618</u>
FUND BALANCE, ENDING	<u>\$ 353,294</u>	<u>\$ 353,294</u>	<u>\$ 918,569</u>	<u>\$ 565,275</u>

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, 2018

	<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	\$ 297,308	\$ 297,308	\$ 288,593	\$ (8,715)
Payment in lieu of taxes	9,349	9,349	9,349	-
Interest earnings	100	100	683	583
TOTAL REVENUES	<u>306,757</u>	<u>306,757</u>	<u>298,625</u>	<u>(8,132)</u>
EXPENDITURES				
Current				
Public works - highways and streets	290,000	290,000	250,314	39,686
Capital outlay				
Public works - highways and streets			32,830	(32,830)
TOTAL EXPENDITURES	<u>290,000</u>	<u>290,000</u>	<u>283,144</u>	<u>6,856</u>
NET INCREASE (DECREASE) IN FUND BALANCE	16,757	16,757	15,481	(14,988)
FUND BALANCE, BEGINNING	<u>180,675</u>	<u>180,675</u>	<u>200,251</u>	<u>19,576</u>
FUND BALANCE, ENDING	<u>\$ 197,432</u>	<u>\$ 197,432</u>	<u>\$ 215,732</u>	<u>\$ 18,300</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, 2018

	<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	\$ 411,675	\$ 411,675	\$ 400,268	\$ (11,407)
Payment in lieu of taxes	12,985	12,985	12,985	-
Intergovernmental	225,000	225,000	203,277	(21,723)
Interest earnings	75	75	192	117
TOTAL REVENUES	<u>649,735</u>	<u>649,735</u>	<u>616,722</u>	<u>(33,013)</u>
EXPENDITURES				
Current				
Public Safety	<u>637,900</u>	<u>637,900</u>	<u>611,403</u>	<u>26,497</u>
TOTAL EXPENDITURES	<u>637,900</u>	<u>637,900</u>	<u>611,403</u>	<u>26,497</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	11,835	11,835	5,319	(59,510)
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>12,000</u>	<u>12,000</u>	<u>12,000</u>	<u>-</u>
NET INCREASE (DECREASE) IN FUND BALANCE	23,835	23,835	17,319	(59,510)
FUND BALANCE (DEFICIT), BEGINNING	<u>(23,493)</u>	<u>(23,493)</u>	<u>(20,511)</u>	<u>2,982</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ 342</u>	<u>\$ 342</u>	<u>\$ (3,192)</u>	<u>\$ (56,528)</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, 2018

	<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	\$ 45,947	\$ 45,947	\$ 44,831	\$ (1,116)
Payment in lieu of taxes	1,454	1,454	1,454	-
Interest earnings	10	10	3	(7)
TOTAL REVENUES	<u>47,411</u>	<u>47,411</u>	<u>46,288</u>	<u>(1,123)</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>
NET INCREASE (DECREASE) IN FUND BALANCE	<u>2,411</u>	<u>2,411</u>	<u>1,288</u>	<u>(1,123)</u>
FUND BALANCE (DEFICIT), BEGINNING	<u>(1,837)</u>	<u>(1,837)</u>	<u>(1,182)</u>	<u>655</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ 574</u>	<u>\$ 574</u>	<u>\$ 106</u>	<u>\$ (468)</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, 2018

	<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	\$ 479,105	\$ 479,105	\$ 467,116	\$ (11,989)
Payment in lieu of taxes	15,166	15,166	15,166	-
Rents	9,000	9,000	8,790	(210)
Charges for services	184,000	184,000	189,181	5,181
Interest earnings	1,100	1,100	6,606	5,506
Contributions and donations	4,000	4,000	4,700	700
TOTAL REVENUES	<u>692,371</u>	<u>692,371</u>	<u>691,559</u>	<u>(812)</u>
EXPENDITURES				
Current				
Culture and recreation	<u>887,788</u>	<u>887,788</u>	<u>782,499</u>	<u>105,289</u>
TOTAL EXPENDITURES	<u>887,788</u>	<u>887,788</u>	<u>782,499</u>	<u>105,289</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(195,417)</u>	<u>(195,417)</u>	<u>(90,940)</u>	<u>104,477</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>
NET INCREASE (DECREASE) IN FUND BALANCE	(95,417)	(95,417)	9,060	104,477
FUND BALANCE (DEFICIT), BEGINNING	<u>163,732</u>	<u>163,732</u>	<u>164,577</u>	<u>845</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ 68,315</u>	<u>\$ 68,315</u>	<u>\$ 173,637</u>	<u>\$ 105,322</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, 2018

	<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	\$ 164,160	\$ 164,160	\$ 160,109	\$ (4,051)
Payment in lieu of taxes	5,194	5,194	5,194	-
Interest earnings	25	25	78	53
TOTAL REVENUES	<u>169,379</u>	<u>169,379</u>	<u>165,381</u>	<u>(3,998)</u>
EXPENDITURES				
Current				
Public safety	<u>161,000</u>	<u>161,000</u>	<u>154,883</u>	<u>6,117</u>
TOTAL EXPENDITURES	<u>161,000</u>	<u>161,000</u>	<u>154,883</u>	<u>6,117</u>
NET INCREASE (DECREASE) IN FUND BALANCE	<u>8,379</u>	<u>8,379</u>	<u>10,498</u>	<u>2,119</u>
FUND BALANCE, BEGINNING	<u>4,446</u>	<u>4,446</u>	<u>5,429</u>	<u>983</u>
FUND BALANCE, ENDING	<u>\$ 12,825</u>	<u>\$ 12,825</u>	<u>\$ 15,927</u>	<u>\$ 3,102</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, 2018

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest earnings	\$	\$	\$ 74	\$ 74
Contributions and donations	61,750	61,750	44,100	(17,650)
TOTAL REVENUES	<u>61,750</u>	<u>61,750</u>	<u>44,174</u>	<u>(17,576)</u>
EXPENDITURES				
Current				
Public safety	439,762	439,762	360,425	79,337
TOTAL EXPENDITURES	<u>439,762</u>	<u>439,762</u>	<u>360,425</u>	<u>79,337</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(378,012)</u>	<u>(378,012)</u>	<u>(316,251)</u>	<u>61,761</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	350,000	350,000	350,000	-
NET INCREASE (DECREASE) IN FUND BALANCE	(28,012)	(28,012)	33,749	61,761
FUND BALANCE, BEGINNING	<u>67,400</u>	<u>67,400</u>	<u>67,087</u>	<u>(313)</u>
FUND BALANCE, ENDING	<u>\$ 39,388</u>	<u>\$ 39,388</u>	<u>\$ 100,836</u>	<u>\$ 61,448</u>

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, 2018

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest earnings	\$ 7,000	\$ 7,000	\$ 31,249	\$ 24,249
Intergovernmental			-	-
Refunds of prior years			-	-
TOTAL REVENUES	<u>7,000</u>	<u>7,000</u>	<u>31,249</u>	<u>24,249</u>
EXPENDITURES				
Current				
General Government	74,000	74,000	77,301	(3,301)
Public works - highways and streets	-	-	-	-
Culture and recreation	500	500	6,391	(5,891)
Capital Outlay				
General Government	19,000	19,000	-	19,000
TOTAL EXPENDITURES	<u>93,500</u>	<u>93,500</u>	<u>83,692</u>	<u>9,808</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(86,500)	(86,500)	(52,443)	34,057
OTHER FINANCING SOURCES (USES)				
Transfers out	-	-	-	-
NET INCREASE (DECREASE) IN FUND BALANCE	(86,500)	(86,500)	(52,443)	34,057
FUND BALANCE, BEGINNING	<u>2,153,907</u>	<u>2,153,907</u>	<u>2,150,376</u>	<u>(3,531)</u>
FUND BALANCE, ENDING	<u>\$ 2,067,407</u>	<u>\$ 2,067,407</u>	<u>\$ 2,097,933</u>	<u>\$ 30,526</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, 2018

	<u>Non-Uniform Pension Fund</u>	<u>Police Pension Fund</u>	<u>Total</u>
ASSETS			
Cash and Cash Equivalents	\$	\$ 13,072,747	\$ 13,072,747
Receivables		235,275	235,275
Investment, at fair value			
Common stock, mutual funds	<u>2,261,801</u>	<u>15,102,781</u>	<u>17,364,582</u>
TOTAL ASSETS	<u>2,261,801</u>	<u>28,410,803</u>	<u>30,672,604</u>
LIABILITIES			
Payables		<u>3,140</u>	<u>3,140</u>
TOTAL LIABILITIES	<u>-</u>	<u>3,140</u>	<u>3,140</u>
NET POSITION RESTRICTED FOR PENSION BENEFITS	<u>\$ 2,261,801</u>	<u>\$ 28,407,663</u>	<u>\$ 30,669,464</u>

TOWNSHIP OF FALLS

COMBINING STATEMENT OF CHANGES IN PLAN NET POSITION

ALL PENSION TRUST FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2018

	Non-Uniform Pension Fund	Police Pension Fund	Total
ADDITIONS			
Contributions			
Employer	\$ 116,248	\$ 2,167,153	\$ 2,283,401
Plan Member		316,462	316,462
Commonwealth		665,183	665,183
Total Contributions	116,248	3,148,798	3,265,046
Investment Income			
Dividend income		596,987	596,987
Net appreciation (depreciation) in fair value of investments	(93,593)	(1,444,943)	(1,538,536)
Total investment income	(93,593)	(847,956)	(941,549)
Less: investment expenses		75,901	75,901
Net investment income (loss)	(93,593)	(923,857)	(1,017,450)
TOTAL ADDITIONS	22,655	2,224,941	2,247,596
DEDUCTIONS			
Benefits	64,201	2,551,523	2,615,724
Reimbursements		32,573	32,573
Administrative expenses	972	14,925	15,897
Total deductions	65,173	2,599,021	2,664,194
Change in Net Position	(42,518)	(374,080)	(416,598)
NET POSITION BEGINNING YEAR	2,304,319	28,781,743	31,086,062
NET POSITION END OF YEAR	\$ 2,261,801	\$ 28,407,663	\$ 30,669,464

TOWNSHIP OF FALLS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

TOWNSHIP ESCROW SUBDIVISION FUND

FOR THE YEAR ENDED DECEMBER 31, 2018

	<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	\$ 3,255,404	\$ 670,816	\$ 569,150	\$ 3,357,070
Accounts receivable	<u>1,704</u>	<u>-</u>	<u>-</u>	<u>1,704</u>
TOTAL ASSETS	<u>\$ 3,257,108</u>	<u>\$ 670,816</u>	<u>\$ 569,150</u>	<u>\$ 3,358,774</u>
LIABILITIES				
Deposits	<u>\$ 3,257,108</u>	<u>\$ 670,816</u>	<u>\$ 569,150</u>	<u>\$ 3,358,774</u>
TOTAL LIABILITIES	<u>\$ 3,257,108</u>	<u>\$ 670,816</u>	<u>\$ 569,150</u>	<u>\$ 3,358,774</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, 2017 AND 2018

	2017	2018
GOVERNMENTAL FUNDS CAPITAL ASSETS		
Land	\$ 16,460,926	\$ 16,460,926
Construction in progress	889,354	746,526
Building	5,964,291	5,964,291
Machinery and Equipment	5,273,868	5,358,080
Improvements	15,600,652	15,990,579
Infrastructure	112,523,952	113,870,269
Vehicles	3,922,590	3,923,262
TOTAL GOVERNMENTAL FUNDS CAPITAL ASSETS	\$ 160,635,633	\$ 162,313,933

	2017	2018
INVESTMENTS IN GOVERNMENTAL FUNDS		
CAPITAL ASSETS BY SOURCE		
General Fund	\$ 6,482,240	\$ 6,482,240
Special Revenue Fund	2,649,855	2,770,435
Capital Reserve Fund	5,243,954	5,243,954
Host Community Fees Fund	140,517,997	142,075,717
Donations	5,741,587	5,741,587
TOTAL GOVERNMENTAL FUNDS CAPITAL ASSETS	\$ 160,635,633	\$ 162,313,933

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

FOR THE YEAR ENDED DECEMBER 31, 2018

Function and Activity	Land	Construction in progress	Buildings	Improvements Other Than Buildings	Machinery and Equipment	Infrastructure	Vehicles	Total
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		\$ 746,526	458,969		87,872			1,293,367
Total general government	-	746,526	3,178,464	-	655,535	-	-	4,580,525
Public Safety								
Police			188,233		2,055,150		\$ 2,116,139	\$ 4,359,522
Fire and Emergency					44,204		171,269	215,473
License and Inspection					46,847		104,298	151,145
Total public safety		-	188,233	-	2,146,201	-	2,391,706	4,726,140
Highways and Streets:								
Engineering						\$ 5,908,607		\$ 6,555,378
Maintenance	\$ 1,757,000		\$ 646,771	\$ 19,375	\$ 2,225,719	241,960	\$ 1,440,203	3,927,257
Street System	1,757,000		646,771	19,375	2,225,719	107,719,702		109,476,702
Total highways and streets		-				113,870,269	1,440,203	119,959,337
Culture and recreation	14,703,926		1,950,823	15,971,204	330,625		91,353	33,047,931
Total governmental funds capital assets	\$ 16,460,926	\$ 746,526	\$ 5,964,291	\$ 15,990,579	\$ 5,358,080	\$ 113,870,269	\$ 3,923,262	\$ 162,313,933

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, 2018

<u>Function and Activity</u>	<u>Governmental Funds Capital Assets January 1, 2018</u>	<u>Additions</u>	<u>Deletions</u>	<u>Governmental Funds Capital Assets December 31, 2018</u>
General Government				
Supervisors	\$ 36,183	\$ -	\$ -	\$ 36,183
Manager	17,741	-	-	17,741
Finance and Administration	3,817,338	-	-	3,817,338
Other-Unclassified	<u>720,505</u>	<u>-</u>	<u>-</u>	<u>720,505</u>
Total general government	4,591,767	-	-	4,591,767
Public Safety				
Police	4,451,146	158,262	261,128	4,348,280
Fire and Emergency Management	182,944	32,529	-	215,473
License and Inspection	<u>130,982</u>	<u>33,961</u>	<u>13,798</u>	<u>151,145</u>
Total public safety	4,765,072	224,752	274,926	4,714,898
Highway and Streets				
Engineering	6,246,096	309,282	-	6,555,378
Maintenance	3,791,761	266,169	130,673	3,927,257
Street system	<u>108,456,888</u>	<u>1,019,814</u>	<u>-</u>	<u>109,476,702</u>
Total highways and streets	118,494,745	1,595,265	130,673	119,959,337
Culture and recreation	<u>32,784,049</u>	<u>263,882</u>	<u>-</u>	<u>33,047,931</u>
Total governmental funds capital assets	<u>\$ 160,635,633</u>	<u>\$ 2,083,899</u>	<u>\$ 405,599</u>	<u>\$ 162,313,933</u>