

REQUIRED

SUPPLEMENTARY INFORMATION

TOWNSHIP OF FALLS

POLICE PENSION PLAN

SCHEDULE OF FUNDING PROGRESS

FOR THE YEAR ENDED DECEMBER 31, 2011

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability AAL	Excess of Assets Over (Unfunded) AAL	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
January 1, 2007	\$ 20,637,237	\$ 26,899,937	\$ 6,262,700	76.7%	\$ 3,828,056	163.6%
January 1, 2009	\$ 19,719,896	\$ 29,828,997	\$ 10,109,101	66.1%	\$ 4,190,968	241.2%
January 1, 2011	\$ 22,390,328	\$ 34,284,190	\$ 11,893,862	65.3%	\$ 4,712,541	252.4%

Separately issued financial statements for the Police Pension Plan may be obtained at the Township offices.

TOWNSHIP OF FALLS

OTHER POST EMPLOYMENT BENEFITS

SCHEDULE OF FUNDING PROGRESS

FOR THE YEAR ENDED DECEMBER 31, 2011

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability AAL	Excess of Assets Over (Unfunded) AAL	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
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%

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SUPPLEMENTARY INFORMATION

TOWNSHIP OF FALLS

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 .22 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 1.00 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 Fallsington 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, 2011

	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	\$ 6,252	\$ 290,572	\$ 13,006	\$ 16,288	\$ 848	\$ 445,943	\$ 361,979	\$ 6,521	\$ 6,182	\$ 1,111,776	\$ 1,111,776	
Taxes receivable	2,862				1,825		16,396			56,898	56,898	
Interfund receivable							17,246		507	17,753	17,753	
Accounts receivable (net of allowance for uncollectibles)									25,000	25,000	25,000	
TOTAL ASSETS	\$ 9,114	\$ 290,572	\$ 13,006	\$ 16,288	\$ 2,673	\$ 445,943	\$ 395,621	\$ 6,521	\$ 31,689	\$ 1,211,427	\$ 1,211,427	
LIABILITIES												
Accounts payable	\$ 11,284	\$ -	\$ 2,791	\$ 5,233	\$ -	\$ -	\$ 6,226	\$ 128	\$ 607	\$ 20,908	\$ 20,908	
Interfund payable			51,577				7,007			63,945	63,945	
Deposits							250			250	250	
Salaries and benefits payable			12,480	15,631	1,751		32,443	6,258	6,886	39,329	39,329	
Deferred revenue	2,746						15,734			54,600	54,600	
TOTAL LIABILITIES	\$ 14,030	\$ -	\$ 66,848	\$ 20,864	\$ 1,751	\$ -	\$ 61,660	\$ 6,386	\$ 7,493	\$ 179,032	\$ 179,032	
FUND BALANCES												
Restricted for:												
Culture and recreation					922		333,961			333,961	333,961	
Library support								135		135	135	
Rescue squad services						445,943				445,943	445,943	
Recycling expenditures										290,572	290,572	
Highway aid		290,572							24,196	24,196	24,196	
Drug prevention				(4,576)						(63,334)	(63,334)	
Unassigned	(4,916)		(53,842)									
TOTAL FUND BALANCES (DEFICITS)	(4,916)	290,572	(53,842)	(4,576)	922	445,943	333,961	135	24,196	1,032,395	1,032,395	
TOTAL LIABILITIES AND FUND BALANCES	\$ 9,114	\$ 290,572	\$ 13,006	\$ 16,288	\$ 2,673	\$ 445,943	\$ 395,621	\$ 6,521	\$ 31,689	\$ 1,211,427	\$ 1,211,427	

TOWNSHIP OF FALLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2011

	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	\$ 69,395	\$	\$ 315,515	\$ 394,554	\$ 44,192	\$	\$ 397,587	\$ 157,823	\$	\$ 1,379,066		
Motor fuel tax		633,393								633,393		
Payment in lieu of taxes	2,285		10,388	12,985	1,454		13,089	5,194		45,395		
Interest earnings	7	252	18	62	2	243	804	15		1,403		
Rents							11,780			11,780		
Intergovernmental				434,570			180,091			434,570		
Charges for services										180,091		
Contributions and donations									32,650	32,650		
TOTAL REVENUES	71,687	633,645	325,921	842,171	45,648	243	603,351	163,032	32,650	2,718,348		
EXPENDITURES												
Current												
Public safety	76,999		403,868	831,513			911,825	162,547	329,284	1,400,343		
Public works - highways and streets		819,366			45,000					1,223,234		
Culture and recreation										956,825		
Capital outlay		49,033								49,033		
Public works - highways and streets												
TOTAL EXPENDITURES	76,999	868,399	403,868	831,513	45,000	-	911,825	162,547	329,284	3,629,435		
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(5,312)	(234,754)	(77,947)	10,658	648	243	(308,474)	485	(296,634)	(911,087)		
OTHER FINANCING SOURCES (USES)												
Transfers in	10,200		57,500	(20,000)	(1,000)		100,000		275,000	442,700		
Transfers out										(21,000)		
TOTAL OTHER FINANCING SOURCES (USES)	10,200	-	57,500	(20,000)	(1,000)	-	100,000	-	275,000	421,700		
NET CHANGES IN FUND BALANCES	4,888	(234,754)	(20,447)	(9,342)	(352)	243	(208,474)	485	(21,634)	(489,387)		
FUND BALANCES (DEFICITS), BEGINNING OF YEAR	(9,804)	525,326	(33,395)	4,766	1,274	445,700	542,435	(350)	45,830	1,521,782		
FUND BALANCES (DEFICITS), END OF YEAR	\$ (4,916)	\$ 290,572	\$ (53,842)	\$ (4,576)	\$ 922	\$ 445,943	\$ 333,961	\$ 135	\$ 24,196	\$ 1,032,395		

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, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property tax	\$ 72,506	\$ 72,506	\$ 69,395	\$ (3,111)
Payment in lieu of taxes	2,288	2,288	2,285	(3)
Interest earnings	75	75	7	(68)
TOTAL REVENUES	<u>74,869</u>	<u>74,869</u>	<u>71,687</u>	<u>(3,182)</u>
EXPENDITURES				
Current				
Public safety	<u>77,000</u>	<u>77,000</u>	<u>76,999</u>	<u>1</u>
TOTAL EXPENDITURES	<u>77,000</u>	<u>77,000</u>	<u>76,999</u>	<u>1</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2,131)</u>	<u>(2,131)</u>	<u>(5,312)</u>	<u>(3,183)</u>
OTHER FINANCING SOURCES (USES)				
Transfer in	<u>10,200</u>	<u>10,200</u>	<u>10,200</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>10,200</u>	<u>10,200</u>	<u>10,200</u>	<u>-</u>
NET INCREASE (DECREASE) IN FUND BALANCE	<u>8,069</u>	<u>8,069</u>	<u>4,888</u>	<u>(3,183)</u>
FUND BALANCE (DEFICIT), BEGINNING	<u>(9,804)</u>	<u>(9,804)</u>	<u>(9,804)</u>	<u>-</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ (1,735)</u>	<u>\$ (1,735)</u>	<u>\$ (4,916)</u>	<u>\$ (3,183)</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, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Motor fuel tax	\$ 619,625	\$ 619,625	\$ 633,393	\$ 13,768
Interest earnings	1,000	1,000	252	(748)
TOTAL REVENUES	<u>620,625</u>	<u>620,625</u>	<u>633,645</u>	<u>13,020</u>
EXPENDITURES				
Current				
Public works - highways and streets	798,305	798,305	819,366	(21,061)
Capital outlay				
Public works - highways and streets	50,000	50,000	49,033	967
TOTAL EXPENDITURES	<u>848,305</u>	<u>848,305</u>	<u>868,399</u>	<u>(20,094)</u>
NET INCREASE (DECREASE) IN FUND BALANCE	(227,680)	(227,680)	(234,754)	33,114
FUND BALANCE (DEFICIT), BEGINNING	<u>525,326</u>	<u>525,326</u>	<u>525,326</u>	<u>-</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ 297,646</u>	<u>\$ 297,646</u>	<u>\$ 290,572</u>	<u>\$ (7,074)</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, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Property tax	\$ 329,055	\$ 329,055	\$ 315,515	\$ (13,540)
Payment in lieu of taxes	10,387	10,387	10,388	1
Interest earnings	100	100	18	(82)
TOTAL REVENUES	339,542	339,542	325,921	(13,621)
EXPENDITURES				
Current				
Public works - highways and streets	360,000	360,000	403,868	(43,868)
TOTAL EXPENDITURES	360,000	360,000	403,868	(43,868)
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	(20,458)	(20,458)	(77,947)	(57,489)
OTHER FINANCING SOURCES (USES)				
Transfer in	57,500	57,500	57,500	-
TOTAL OTHER FINANCING SOURCES (USES)	57,500	57,500	57,500	-
NET INCREASE (DECREASE) IN FUND BALANCE	37,042	37,042	(20,447)	(57,489)
FUND BALANCE (DEFICIT), BEGINNING	(33,395)	(33,395)	(33,395)	-
FUND BALANCE (DEFICIT), ENDING	\$ 3,647	\$ 3,647	\$ (53,842)	\$ (57,489)

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, 2011

	<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	\$ 412,444	\$ 412,444	\$ 394,554	\$ (17,890)
Payment in lieu of taxes	12,983	12,983	12,985	2
Intergovernmental	290,000	290,000	434,570	144,570
Interest earnings	100	100	62	(38)
TOTAL REVENUES	<u>715,527</u>	<u>715,527</u>	<u>842,171</u>	<u>126,644</u>
EXPENDITURES				
Current				
Public Safety	<u>687,900</u>	<u>687,900</u>	<u>831,513</u>	<u>(143,613)</u>
TOTAL EXPENDITURES	<u>687,900</u>	<u>687,900</u>	<u>831,513</u>	<u>(143,613)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>27,627</u>	<u>27,627</u>	<u>10,658</u>	<u>(16,969)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(26,000)</u>	<u>(26,000)</u>	<u>(20,000)</u>	<u>6,000</u>
NET INCREASE (DECREASE) IN FUND BALANCE	1,627	1,627	(9,342)	(10,969)
FUND BALANCE (DEFICIT), BEGINNING	<u>4,766</u>	<u>4,766</u>	<u>4,766</u>	<u>-</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ 6,393</u>	<u>\$ 6,393</u>	<u>\$ (4,576)</u>	<u>\$ (10,969)</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, 2011

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property tax	\$ 46,625	\$ 46,625	\$ 44,192	\$ (2,433)
Payment in lieu of taxes	1,455	1,455	1,454	(1)
Interest earnings	75	75	2	(73)
TOTAL REVENUES	<u>48,155</u>	<u>48,155</u>	<u>45,648</u>	<u>(2,507)</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>3,155</u>	<u>3,155</u>	<u>648</u>	<u>(2,507)</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	2,155	2,155	(352)	(2,507)
FUND BALANCE, BEGINNING	<u>1,274</u>	<u>1,274</u>	<u>1,274</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 3,429</u>	<u>\$ 3,429</u>	<u>\$ 922</u>	<u>\$ (2,507)</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, 2011

	<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	\$ 409,150	\$ 409,150	\$ 397,587	\$ (11,563)
Payment in lieu of taxes	13,089	13,089	13,089	-
Rents	12,900	12,900	11,780	(1,120)
Charges for services	170,000	170,000	180,091	10,091
Interest earnings	600	600	804	204
Contributions and donations	2,500	2,500	-	(2,500)
TOTAL REVENUES	<u>608,239</u>	<u>608,239</u>	<u>603,351</u>	<u>(4,888)</u>
EXPENDITURES				
Current				
Culture and recreation	<u>885,582</u>	<u>885,582</u>	<u>911,825</u>	<u>(26,243)</u>
TOTAL EXPENDITURES	<u>885,582</u>	<u>885,582</u>	<u>911,825</u>	<u>(26,243)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(277,343)</u>	<u>(277,343)</u>	<u>(308,474)</u>	<u>(31,131)</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	<u>(177,343)</u>	<u>(177,343)</u>	<u>(208,474)</u>	<u>(31,131)</u>
FUND BALANCE, BEGINNING	<u>542,435</u>	<u>542,435</u>	<u>542,435</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 365,092</u>	<u>\$ 365,092</u>	<u>\$ 333,961</u>	<u>\$ (31,131)</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, 2011

	<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	\$ 165,757	\$ 165,757	\$ 157,823	\$ (7,934)
Payment in lieu of taxes	5,198	5,198	5,194	(4)
Interest earnings	100	100	15	(85)
TOTAL REVENUES	<u>171,055</u>	<u>171,055</u>	<u>163,032</u>	<u>(8,023)</u>
EXPENDITURES				
Current				
Public safety	<u>162,449</u>	<u>162,449</u>	<u>162,547</u>	<u>(98)</u>
TOTAL EXPENDITURES	<u>162,449</u>	<u>162,449</u>	<u>162,547</u>	<u>(98)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>8,606</u>	<u>8,606</u>	<u>485</u>	<u>(8,121)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(7,000)</u>	<u>(7,000)</u>	<u></u>	<u>7,000</u>
NET INCREASE (DECREASE) IN FUND BALANCE	1,606	1,606	485	(15,121)
FUND BALANCE (DEFICIT), BEGINNING	<u>(350)</u>	<u>(350)</u>	<u>(350)</u>	<u>-</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ 1,256</u>	<u>\$ 1,256</u>	<u>\$ 135</u>	<u>\$ (1,121)</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, 2011

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest earnings	\$ 100	\$ 100	\$ -	\$ (100)
Contributions and donations	<u>21,000</u>	<u>21,000</u>	<u>32,650</u>	<u>11,650</u>
TOTAL REVENUES	<u>21,100</u>	<u>21,100</u>	<u>32,650</u>	<u>11,550</u>
EXPENDITURES				
Current				
Public safety	<u>343,708</u>	<u>343,708</u>	<u>329,284</u>	<u>14,424</u>
TOTAL EXPENDITURES	<u>343,708</u>	<u>343,708</u>	<u>329,284</u>	<u>14,424</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(322,608)</u>	<u>(322,608)</u>	<u>(296,634)</u>	<u>25,974</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>275,000</u>	<u>275,000</u>	<u>275,000</u>	<u>-</u>
NET INCREASE (DECREASE) IN FUND BALANCE	<u>(47,608)</u>	<u>(47,608)</u>	<u>(21,634)</u>	<u>25,974</u>
FUND BALANCE (DEFICIT), BEGINNING	<u>45,830</u>	<u>45,830</u>	<u>45,830</u>	<u>-</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ (1,778)</u>	<u>\$ (1,778)</u>	<u>\$ 24,196</u>	<u>\$ 25,974</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, 2011

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Interest earnings	\$ 100,000	\$ 100,000	\$ 21,186	\$ (78,814)
Intergovernmental	-	-	869	869
TOTAL REVENUES	<u>100,000</u>	<u>100,000</u>	<u>22,055</u>	<u>(77,945)</u>
EXPENDITURES				
Current				
General Government	43,136	43,136	81,939	(38,803)
Public works - highways and streets		-	1,238	(1,238)
Capital Outlay				
General Government	50,000	50,000	171,000	(121,000)
Public safety	-	-	5,375	(5,375)
Public works - highways and streets	100,000	100,000	22,396	77,604
TOTAL EXPENDITURES	<u>193,136</u>	<u>193,136</u>	<u>281,948</u>	<u>(88,812)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(93,136)</u>	<u>(93,136)</u>	<u>(259,893)</u>	<u>(166,757)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(1,155,000)</u>	<u>(1,155,000)</u>	-	1,155,000
TOTAL OTHER FINANCING SOURCES (USES)	<u>(1,155,000)</u>	<u>(1,155,000)</u>	-	1,155,000
NET INCREASE (DECREASE) IN FUND BALANCE	(1,248,136)	(1,248,136)	(259,893)	988,243
FUND BALANCE, BEGINNING, as adjusted	<u>16,836,334</u>	<u>16,836,334</u>	<u>16,836,334</u>	-
FUND BALANCE, ENDING	<u>\$ 15,588,198</u>	<u>\$ 15,588,198</u>	<u>\$ 16,576,441</u>	<u>\$ 988,243</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 ASSETS

ALL PENSION TRUST FUNDS

DECEMBER 31, 2011

	Non-Uniform Pension Fund	Police Pension Fund	Total
ASSETS			
Cash and Cash Equivalents	\$	\$ 3,279,795	\$ 3,279,795
Receivables		131,892	131,892
Investment, at fair value			
Certificates of deposit		5,696,000	5,696,000
Common stock, mutual funds	1,368,503	10,440,191	11,808,694
	<u>1,368,503</u>	<u>10,440,191</u>	<u>11,808,694</u>
TOTAL ASSETS	<u>1,368,503</u>	<u>19,547,878</u>	<u>20,916,381</u>
LIABILITIES			
Accrued investment expenses		12,000	12,000
	<u>-</u>	<u>12,000</u>	<u>12,000</u>
TOTAL LIABILITIES	<u>-</u>	<u>12,000</u>	<u>12,000</u>
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	<u>\$ 1,368,503</u>	<u>\$ 19,535,878</u>	<u>\$ 20,904,381</u>

TOWNSHIP OF FALLS

COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS

ALL PENSION TRUST FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2011

	Non-Uniform Pension Fund	Police Pension Fund	Total
ADDITIONS			
Contributions			
Employer	\$ 96,994	\$ 547,182	\$ 644,176
Plan Member		239,051	239,051
Commonwealth		766,711	766,711
Total Contributions	96,994	1,552,944	1,649,938
Investment Income			
Interest		13,210	13,210
Dividend income		273,742	273,742
Net appreciation (depreciation) in fair market value of investments	(3,536)	21,495	17,959
Total investment income	(3,536)	308,447	304,911
Less: investment expenses		58,815	58,815
Net investment income	(3,536)	249,632	246,096
TOTAL ADDITIONS	93,458	1,802,576	1,896,034
DEDUCTIONS			
Benefits	2,469	1,954,765	1,957,234
Administrative expenses	1,092	29,305	30,397
Total deductions	3,561	1,984,070	1,987,631
Change in Net Assets	89,897	(181,494)	(91,597)
NET ASSETS BEGINNING YEAR	1,278,606	19,717,372	20,995,978
NET ASSETS END OF YEAR	\$ 1,368,503	\$ 19,535,878	\$ 20,904,381

TOWNSHIP OF FALLS

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

TOWNSHIP ESCROW SUBDIVISION FUND

FOR THE YEAR ENDED DECEMBER 31, 2011

	Balance January 1	*	Additions	Deletions	Balance December 31
<u>TOWNSHIP ESCROW AND SUBDIVISION</u>					
ASSETS					
Cash and Cash Equivalents	\$ 2,100,057		\$ 297,291	\$ 246,463	\$ 2,150,885
Accounts receivable	2,785		-	1,081	1,704
	\$ 2,102,842		\$ 297,291	\$ 247,544	\$ 2,152,589
TOTAL ASSETS					
LIABILITIES					
Deposits	\$ 2,102,842		\$ 297,291	\$ 247,544	\$ 2,152,589
	\$ 2,102,842		\$ 297,291	\$ 247,544	\$ 2,152,589
TOTAL LIABILITIES					

*Restatement of beginning balance (See Note 4.E)

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, 2010 AND 2011

	2010	2011
GOVERNMENTAL FUNDS CAPITAL ASSETS		
Land	\$ 16,460,926	\$ 16,460,926
Building	4,157,643	4,513,405
Machinery and Equipment	3,402,824	3,453,784
Improvements	12,423,199	13,803,375
Infrastructure	89,390,062	93,225,663
Vehicles	2,563,050	2,890,017
TOTAL GOVERNMENTAL FUNDS CAPITAL ASSETS	\$ 128,397,704	\$ 134,347,170
	2010	2011
INVESTMENTS IN GOVERNMENTAL FUNDS		
CAPITAL ASSETS BY SOURCE		
General Fund	\$ 6,482,240	\$ 6,482,240
Special Revenue Fund	2,270,674	2,319,707
Capital Reserve Fund	4,272,609	4,471,380
Host Community Fees Fund	109,630,594	115,332,256
Donations	5,741,587	5,741,587
TOTAL GOVERNMENTAL FUNDS CAPITAL ASSETS	\$ 128,397,704	\$ 134,347,170

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

FOR THE YEAR ENDED DECEMBER 31, 2011

Function and Activity	Land	Buildings	Improvements Other Than Buildings	Machinery and Equipment	Infrastructure	Vehicles	Total
General government:							
Council				\$ 14,973			\$ 14,973
Manager				2,768			2,768
Finance and Administration		\$ 2,770,993		320,685			3,091,678
Other-unclassified		176,305		9,585			185,890
Total general government	-	<u>2,947,298</u>	-	<u>348,011</u>	-	-	<u>3,295,309</u>
Public Safety							
Police		166,654		935,615		1,962,892	3,065,161
Fire and Emergency				44,204		128,273	172,477
License and Inspection				46,847		62,547	109,394
Total public safety		<u>166,654</u>	-	<u>1,026,666</u>	-	<u>2,153,712</u>	<u>3,347,032</u>
Highways and Streets:							
Engineering		646,771		1,807,263	2,871,162		3,517,933
Maintenance						703,254	2,510,517
Street System	1,757,000				90,354,501		92,111,501
Total highways and streets	<u>1,757,000</u>	<u>646,771</u>	<u>-</u>	<u>1,807,263</u>	<u>93,225,663</u>	<u>703,254</u>	<u>98,139,951</u>
Culture and recreation	14,703,926	752,682	13,803,375	271,844	-	33,051	29,564,878
Total governmental funds capital assets	<u>\$ 16,460,926</u>	<u>\$ 4,513,405</u>	<u>\$ 13,803,375</u>	<u>\$ 3,453,784</u>	<u>\$ 93,225,663</u>	<u>\$ 2,890,017</u>	<u>\$ 134,347,170</u>

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, 2011

<u>Function and Activity</u>	Governmental Funds Capital Assets <u>January 1, 2011</u>	<u>Additions</u>	<u>Deletions</u>	Governmental Funds Capital Assets <u>December 31, 2011</u>
General Government				
Supervisors	\$ 29,444	\$ -	\$ -	\$ 29,444
Manager	25,913	-	-	25,913
Finance and Administration	3,010,736	-	-	3,010,736
Other-Unclassified	<u>43,326</u>	<u>185,890</u>	<u>-</u>	<u>229,216</u>
Total general government	3,109,419	185,890	-	3,295,309
Public Safety				
Police	2,788,516	307,440	30,795	3,065,161
Fire and Emergency Management	194,644	-	-	194,644
License and Inspection	<u>87,227</u>	<u>-</u>	<u>-</u>	<u>87,227</u>
Total public safety	3,070,387	307,440	30,795	3,347,032
Highway and Streets				
Engineering	3,447,200	589,004	-	4,036,204
Maintenance	2,413,444	97,072	-	2,510,516
Street system	<u>88,346,634</u>	<u>3,246,597</u>	<u>-</u>	<u>91,593,231</u>
Total highways and streets	94,207,278	3,932,673	-	98,139,951
Culture and recreation	<u>28,010,620</u>	<u>1,554,258</u>	<u>-</u>	<u>29,564,878</u>
Total governmental funds capital assets	<u>\$ 128,397,704</u>	<u>\$ 5,980,261</u>	<u>\$ 30,795</u>	<u>\$ 134,347,170</u>