

**REQUIRED
SUPPLEMENTARY INFORMATION**

TOWNSHIP OF FALLS

POLICE PENSION PLAN

SCHEDULE OF FUNDING PROGRESS

FOR THE YEAR ENDED DECEMBER 31, 2010

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, 2005	\$ 19,014,901	\$ 23,301,175	\$ 4,286,274	81.6%	\$ 3,509,731	122.1%
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%

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, 2010

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%

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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.

Township Building Complex Fund – This fund is used to account for revenues from the rental of office space that is funding building maintenance. This fund was combined with the general fund in 2010, since it no longer meets the definition of a special revenue fund.

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.

Permanent Funds

Permanent funds are used to report resources that are legally restricted to the extent that only earnings, not principal, may be used for purposes that support the reporting government's programs.

Development Maintenance Fund – This fund is used to account for contributions from developers used to maintain various developments in the Township.

TOWNSHIP OF FALLS
COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
DECEMBER 31, 2010

	Special Revenue											Total	
	Fire Hydrant	Highway Aid	Street Lighting	Fire Protection	Library	Recycling	Parks & Recreation	Rescue Squad	Township Building Complex	Crime Prevention	Total		Permanent Development Maintenance Fund
ASSETS													
Cash and cash equivalents	\$ 1,017	\$ 525,326	\$ 14,556	\$ 2,136	\$ 979	\$ 445,700	\$ 557,719	\$ 7,301	\$	\$ 29,367	\$ 1,562,244	\$ 65,642	\$ 1,627,886
Taxes receivable	3,199			18,240	2,044		18,333				63,673		63,673
Interfund receivable							17,246			507	17,753		17,753
Accounts receivable (net of allowance for uncollectibles)										25,000	25,000		25,000
TOTAL ASSETS	\$ 4,216	\$ 525,326	\$ 14,556	\$ 20,376	\$ 3,023	\$ 445,700	\$ 593,298	\$ 7,301	\$ -	\$ 54,874	\$ 1,668,670	\$ 65,642	\$ 1,734,312
LIABILITIES													
Accounts payable	\$ 11,284	\$	\$ 35,499	\$	\$	\$	\$ 2,171	\$ 1,402	\$	\$ 2,918	\$ 16,373	\$	\$ 16,373
Interfund payable							4,308				41,409		41,409
Deposits							250				250		250
Salaries and benefits payable							28,252				34,378		34,378
Deferred revenue	2,736		12,452	15,610	1,749		15,682	6,349			54,478		54,478
TOTAL LIABILITIES	14,020	-	47,951	15,610	1,749	-	50,863	7,651	-	9,044	146,888	-	146,888
FUND BALANCES													
Unreserved, reported in:													
Special revenue funds	(9,804)	525,326	(33,395)	4,766	1,274	445,700	542,435	(350)		45,830	1,521,782	65,642	1,521,782
Permanent funds													65,642
TOTAL FUND BALANCES (DEFICITS)	(9,804)	525,326	(33,395)	4,766	1,274	445,700	542,435	(350)	-	45,830	1,521,782	65,642	1,587,424
TOTAL LIABILITIES AND FUND BALANCES	\$ 4,216	\$ 525,326	\$ 14,556	\$ 20,376	\$ 3,023	\$ 445,700	\$ 593,298	\$ 7,301	\$ -	\$ 54,874	\$ 1,668,670	\$ 65,642	\$ 1,734,312

TOWNSHIP OF FALLS
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2010

	Special Revenue										Total	
	Fire Hydrant	Highway Aid	Street Lighting	Fire Protection	Library	Recycling	Parks & Recreation	Rescue Squad	Township Building Complex	Crime Prevention		Total
REVENUES												
Taxes												
Property	\$ 69,048	\$ 620,034	\$ 314,032	\$ 392,870	\$ 44,003	\$ 157,150	\$ 395,759	\$ 157,150	\$	\$	\$ 1,372,862	\$ 1,372,862
Motor fuel tax	2,285		10,388	12,985	1,454	5,194	13,089	5,194			620,034	620,034
Payment in lieu of taxes	18	434	57	70	\$	33	652				45,395	45,395
Interest earnings							11,575				1,885	1,970
Rents				293,244							11,575	11,575
Intergovernmental							153,920				293,244	293,244
Charges for services							2,500				153,920	153,920
Contributions and donations										35,650	38,150	38,150
TOTAL REVENUES	71,351	620,468	324,477	699,169	45,462	162,377	577,495	162,377	-	35,650	2,557,065	2,557,150
EXPENDITURES												
Current												
Public safety	78,984		354,816	689,025				162,127		318,155	1,248,291	1,248,291
Public works - highway and street		410,338			45,000		855,263				765,154	765,154
Culture and recreation											900,263	900,263
Capital outlay		60,810									60,810	60,810
Public works - highway and street	78,984	471,148	354,816	689,025	45,000	162,127	855,263	162,127		318,155	2,974,518	2,974,518
TOTAL EXPENDITURES	(7,653)	149,320	(50,339)	10,144	462	(277,768)	250	(117,879)	-	(282,505)	(437,453)	(437,368)
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES												
OTHER FINANCING SOURCES (USES)												
Transfers in			25,000		(1,000)		100,000		(117,879)	295,000	420,000	420,000
Transfers out			(25,000)		(1,000)		(100,000)		(117,879)	(295,000)	(118,879)	(118,879)
TOTAL OTHER FINANCING SOURCES (USES)											301,121	301,121
NET CHANGES IN FUND BALANCES												
	(7,633)	149,320	(5,339)	10,144	(538)	(177,768)	250	(117,879)		12,495	(136,332)	(136,247)
FUND BALANCES (DEFICITS), BEGINNING OF YEAR	(2,171)	376,006	(28,056)	(5,378)	1,812	445,084	720,203	(600)	117,879	33,335	1,658,114	1,723,671
FUND BALANCES (DEFICITS), END OF YEAR	(9,804)	\$ 525,326	\$ (33,395)	\$ 4,766	\$ 1,274	\$ 445,700	\$ 542,435	\$ (350)	\$ -	\$ 45,830	\$ 1,521,782	\$ 1,587,424

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, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property tax	\$ 72,491	\$ 72,491	\$ 69,048	\$ (3,443)
Payment in lieu of taxes	2,288	2,288	2,285	(3)
Interest earnings	350	350	18	(332)
TOTAL REVENUES	<u>75,129</u>	<u>75,129</u>	<u>71,351</u>	<u>(3,778)</u>
EXPENDITURES				
Current				
Public safety	<u>75,000</u>	<u>75,000</u>	<u>78,984</u>	<u>(3,984)</u>
TOTAL EXPENDITURES	<u>75,000</u>	<u>75,000</u>	<u>78,984</u>	<u>(3,984)</u>
NET INCREASE (DECREASE) IN FUND BALANCE	<u>129</u>	<u>129</u>	<u>(7,633)</u>	<u>(7,762)</u>
FUND BALANCE (DEFICIT), BEGINNING	<u>(2,171)</u>	<u>(2,171)</u>	<u>(2,171)</u>	<u>-</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ (2,042)</u>	<u>\$ (2,042)</u>	<u>\$ (9,804)</u>	<u>\$ (7,762)</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, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Motor fuel tax	\$ 620,548	\$ 620,548	\$ 620,034	\$ (514)
Interest earnings	10,000	10,000	434	(9,566)
TOTAL REVENUES	<u>630,548</u>	<u>630,548</u>	<u>620,468</u>	<u>(10,080)</u>
EXPENDITURES				
Current				
Public works - highways and streets	557,593	557,593	410,338	147,255
Capital outlay				
Public works - highway and street	50,000	50,000	60,810	(10,810)
TOTAL EXPENDITURES	<u>607,593</u>	<u>607,593</u>	<u>471,148</u>	<u>136,445</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>22,955</u>	<u>22,955</u>	<u>149,320</u>	<u>126,365</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	-	-		-
Transfers out	(40,000)	(40,000)		40,000
TOTAL OTHER FINANCING SOURCES (USES)	<u>(40,000)</u>	<u>(40,000)</u>	<u>-</u>	<u>40,000</u>
NET INCREASE (DECREASE) IN FUND BALANCE	(17,045)	(17,045)	149,320	166,365
FUND BALANCE (DEFICIT), BEGINNING	<u>376,006</u>	<u>376,006</u>	<u>376,006</u>	<u>-</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ 358,961</u>	<u>\$ 358,961</u>	<u>\$ 525,326</u>	<u>\$ 166,365</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, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property tax	\$ 328,930	\$ 328,930	\$ 314,032	\$ (14,898)
Payment in lieu of taxes	10,388	10,388	10,388	-
Interest earnings	8,500	8,500	57	(8,443)
TOTAL REVENUES	<u>347,818</u>	<u>347,818</u>	<u>324,477</u>	<u>(23,341)</u>
EXPENDITURES				
Current				
Public works - highways and streets	350,000	350,000	354,816	(4,816)
TOTAL EXPENDITURES	<u>350,000</u>	<u>350,000</u>	<u>354,816</u>	<u>(4,816)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(2,182)</u>	<u>(2,182)</u>	<u>(30,339)</u>	<u>(28,157)</u>
OTHER FINANCING SOURCES (USES)				
Transfer in	25,000	25,000	25,000	-
TOTAL OTHER FINANCING SOURCES (USES)	<u>25,000</u>	<u>25,000</u>	<u>25,000</u>	<u>-</u>
NET INCREASE (DECREASE) IN FUND BALANCE	22,818	22,818	(5,339)	(28,157)
FUND BALANCE (DEFICIT), BEGINNING	<u>(28,056)</u>	<u>(28,056)</u>	<u>(28,056)</u>	<u>-</u>
FUND BALANCE (DEFICIT), ENDING	<u>\$ (5,238)</u>	<u>\$ (5,238)</u>	<u>\$ (33,395)</u>	<u>\$ (28,157)</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, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property tax	\$ 412,319	\$ 412,319	\$ 392,870	\$ (19,449)
Payment in lieu of taxes	12,983	12,983	12,985	2
Intergovernmental	260,000	260,000	293,244	33,244
Interest earnings	4,500	4,500	70	(4,430)
TOTAL REVENUES	<u>689,802</u>	<u>689,802</u>	<u>699,169</u>	<u>9,367</u>
EXPENDITURES				
Current				
Public Safety	659,400	659,400	689,025	(29,625)
TOTAL EXPENDITURES	<u>659,400</u>	<u>659,400</u>	<u>689,025</u>	<u>(29,625)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>30,402</u>	<u>30,402</u>	<u>10,144</u>	<u>(20,258)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	(26,000)	(26,000)		26,000
NET INCREASE (DECREASE) IN FUND BALANCE	4,402	4,402	10,144	5,742
FUND BALANCE, BEGINNING	(5,378)	(5,378)	(5,378)	-
FUND BALANCE, ENDING	<u>\$ (976)</u>	<u>\$ (976)</u>	<u>\$ 4,766</u>	<u>\$ 5,742</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, 2010

	Budgeted Amounts		Actual Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
REVENUES				
Property tax	\$ 46,605	\$ 46,605	\$ 44,003	\$ (2,602)
Payment in lieu of taxes	1,455	1,455	1,454	(1)
Interest earnings	350	350	5	(345)
TOTAL REVENUES	<u>48,410</u>	<u>48,410</u>	<u>45,462</u>	<u>(2,948)</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>3,410</u>	<u>3,410</u>	<u>462</u>	<u>(2,948)</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	2,410	2,410	(538)	(2,948)
FUND BALANCE, BEGINNING	<u>1,812</u>	<u>1,812</u>	<u>1,812</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 4,222</u>	<u>\$ 4,222</u>	<u>\$ 1,274</u>	<u>\$ (2,948)</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, 2010

	<u>Budgeted Amounts</u>		Actual Amounts	Variance with Final Budget
	<u>Original</u>	<u>Final</u>		Positive (Negative)
REVENUES				
Property tax	\$ 409,035	\$ 409,035	\$ 395,759	\$ (13,276)
Payment in lieu of taxes	13,000	13,000	13,089	89
Rents	11,700	11,700	11,575	(125)
Charges for services	172,500	172,500	153,920	(18,580)
Interest earnings	64,000	64,000	652	(63,348)
Contributions and donations	1,000	1,000	2,500	1,500
TOTAL REVENUES	<u>671,235</u>	<u>671,235</u>	<u>577,495</u>	<u>(93,740)</u>
EXPENDITURES				
Current				
Culture and recreation	<u>875,687</u>	<u>875,687</u>	<u>855,263</u>	<u>20,424</u>
TOTAL EXPENDITURES	<u>875,687</u>	<u>875,687</u>	<u>855,263</u>	<u>20,424</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(204,452)</u>	<u>(204,452)</u>	<u>(277,768)</u>	<u>(73,316)</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>(104,452)</u>	<u>(104,452)</u>	<u>(177,768)</u>	<u>(73,316)</u>
FUND BALANCE, BEGINNING	<u>720,203</u>	<u>720,203</u>	<u>720,203</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 615,751</u>	<u>\$ 615,751</u>	<u>\$ 542,435</u>	<u>\$ (73,316)</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, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
REVENUES				
Property tax	\$ 165,712	\$ 165,712	\$ 157,150	\$ (8,562)
Payment in lieu of taxes	5,198	5,198	5,194	(4)
Interest earnings	750	750	33	(717)
TOTAL REVENUES	<u>171,660</u>	<u>171,660</u>	<u>162,377</u>	<u>(9,283)</u>
EXPENDITURES				
Current				
Public safety	<u>162,449</u>	<u>162,449</u>	<u>162,127</u>	<u>322</u>
TOTAL EXPENDITURES	<u>162,449</u>	<u>162,449</u>	<u>162,127</u>	<u>322</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>9,211</u>	<u>9,211</u>	<u>250</u>	<u>(8,961)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(7,000)</u>	<u>(7,000)</u>		<u>7,000</u>
NET INCREASE (DECREASE) IN FUND BALANCE	2,211	2,211	250	(15,961)
FUND BALANCE, BEGINNING	<u>20,247</u>	<u>20,247</u>	<u>(600)</u>	<u>(20,847)</u>
FUND BALANCE, ENDING	<u>\$ 22,458</u>	<u>\$ 22,458</u>	<u>\$ (350)</u>	<u>\$ (22,808)</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, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest earnings	\$ 1,000	\$ 1,000	\$ -	\$ (1,000)
Contributions and donations	<u>22,000</u>	<u>22,000</u>	<u>35,650</u>	<u>13,650</u>
TOTAL REVENUES	<u>23,000</u>	<u>23,000</u>	<u>35,650</u>	<u>12,650</u>
EXPENDITURES				
Current				
Public safety	<u>343,478</u>	<u>343,478</u>	<u>318,155</u>	<u>25,323</u>
TOTAL EXPENDITURES	<u>343,478</u>	<u>343,478</u>	<u>318,155</u>	<u>25,323</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>(320,478)</u>	<u>(320,478)</u>	<u>(282,505)</u>	<u>37,973</u>
OTHER FINANCING SOURCES (USES)				
Transfers in	<u>295,000</u>	<u>295,000</u>	<u>295,000</u>	<u>-</u>
NET INCREASE (DECREASE) IN FUND BALANCE	<u>(25,478)</u>	<u>(25,478)</u>	<u>12,495</u>	<u>37,973</u>
FUND BALANCE, BEGINNING	<u>33,335</u>	<u>33,335</u>	<u>33,335</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 7,857</u>	<u>\$ 7,857</u>	<u>\$ 45,830</u>	<u>\$ 37,973</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, 2010

	<u>Budgeted Amounts</u>		<u>Actual Amounts</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
REVENUES				
Interest earnings	\$ 140,000	\$ 140,000	\$ 69,394	\$ (70,606)
Intergovernmental	10,000	10,000	2,780	(7,220)
TOTAL REVENUES	<u>150,000</u>	<u>150,000</u>	<u>72,174</u>	<u>(77,826)</u>
EXPENDITURES				
Current				
General Government	55,000	55,000	101,300	(46,300)
Capital Outlay				
General Government	15,000	15,000	23,241	(8,241)
Highways and streets	30,000	30,000	26,976	3,024
TOTAL EXPENDITURES	<u>100,000</u>	<u>100,000</u>	<u>151,517</u>	<u>(51,517)</u>
EXCESS OF REVENUES OVER (UNDER) EXPENDITURES	<u>50,000</u>	<u>50,000</u>	<u>(79,343)</u>	<u>(129,343)</u>
OTHER FINANCING SOURCES (USES)				
Transfers out	<u>(5,070,000)</u>	<u>(5,070,000)</u>	<u>(5,070,000)</u>	<u>-</u>
TOTAL OTHER FINANCING SOURCES (USES)	<u>(5,070,000)</u>	<u>(5,070,000)</u>	<u>(5,070,000)</u>	<u>-</u>
NET INCREASE (DECREASE) IN FUND BALANCE	(5,020,000)	(5,020,000)	(5,149,343)	(129,343)
FUND BALANCE, BEGINNING	<u>22,056,284</u>	<u>22,056,284</u>	<u>22,056,284</u>	<u>-</u>
FUND BALANCE, ENDING	<u>\$ 17,036,284</u>	<u>\$ 17,036,284</u>	<u>\$ 16,906,941</u>	<u>\$ (129,343)</u>

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TOWNSHIP OF FALLS

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, 2010

	Non-Uniform Pension Fund	Police Pension Fund	Total
ASSETS			
Cash and Cash Equivalents	\$	\$ 4,965,718	\$ 4,965,718
Receivables		159,290	159,290
Investment, at fair value			
Certificates of deposit		2,976,000	2,976,000
Common stock, mutual funds	1,278,606	11,628,364	12,906,970
TOTAL ASSETS	1,278,606	19,729,372	21,007,978
LIABILITIES			
Accrued investment expenses		12,000	12,000
TOTAL LIABILITIES	-	12,000	12,000
NET ASSETS HELD IN TRUST FOR PENSION BENEFITS	\$ 1,278,606	\$ 19,717,372	\$ 20,995,978

TOWNSHIP OF FALLS

COMBINING STATEMENT OF CHANGES IN PLAN NET ASSETS

ALL PENSION TRUST FUNDS

FOR THE YEAR ENDED DECEMBER 31, 2010

	Non-Uniform Pension Fund	Police Pension Fund	Total
ADDITIONS			
Contributions			
Employer	\$ 133,664	\$ 1,149,723	\$ 1,283,387
Plan Member		240,567	240,567
Commonwealth		420,530	420,530
Total Contributions	133,664	1,810,820	1,944,484
Investment Income			
Interest		30,606	30,606
Dividend income		317,325	317,325
Net appreciation in fair market value of investments	143,012	1,186,012	1,329,024
Total investment income	143,012	1,533,943	1,676,955
Less: investment expenses		55,457	55,457
Net investment income	143,012	1,478,486	1,621,498
TOTAL ADDITIONS	276,676	3,289,306	3,565,982
DEDUCTIONS			
Benefits	821,133	1,763,200	2,584,333
Administrative expenses	4,815		4,815
Total deductions	825,948	1,763,200	2,589,148
Change in Net Assets	(549,272)	1,526,106	976,834
NET ASSETS BEGINNING YEAR	1,827,878	18,191,266	20,019,144
NET ASSETS END OF YEAR	\$ 1,278,606	\$ 19,717,372	\$ 20,995,978

TOWNSHIP OF FALLS
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
TOWNSHIP ESCROW SUBDIVISION FUND
FOR THE YEAR ENDED DECEMBER 31, 2010

	<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	\$ 2,017,880	\$ 429,982	\$ 413,447	\$ 2,034,415
Accounts receivable	1,704	2,785	1,704	2,785
TOTAL ASSETS	<u>\$ 2,019,584</u>	<u>\$ 432,767</u>	<u>\$ 415,151</u>	<u>\$ 2,037,200</u>
LIABILITIES				
Deposits	<u>\$ 2,019,584</u>	<u>\$ 432,767</u>	<u>\$ 415,151</u>	<u>\$ 2,037,200</u>
TOTAL LIABILITIES	<u>\$ 2,019,584</u>	<u>\$ 432,767</u>	<u>\$ 415,151</u>	<u>\$ 2,037,200</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, 2009 AND 2010

	2009	2010
GOVERNMENTAL FUNDS CAPITAL ASSETS		
Land	\$ 16,460,926	\$ 16,460,926
Building	4,034,111	4,157,643
Machinery and Equipment	3,209,250	3,402,824
Improvements	11,821,330	12,423,199
Infrastructure	87,720,824	89,390,062
Vehicles	2,465,085	2,563,050
TOTAL GOVERNMENTAL FUNDS CAPITAL ASSETS	\$ 125,711,526	\$ 128,397,704
INVESTMENTS IN GOVERNMENTAL FUNDS		
CAPITAL ASSETS BY SOURCE		
General Fund	\$ 6,482,240	\$ 6,482,240
Special Revenue Fund	2,209,864	2,270,674
Capital Reserve Fund	4,222,390	4,272,609
Host Community Fees Fund	107,055,445	109,630,594
Donations	5,741,587	5,741,587
TOTAL GOVERNMENTAL FUNDS CAPITAL ASSETS	\$ 125,711,526	\$ 128,397,704

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

FOR THE YEAR ENDED DECEMBER 31, 2010

Function and Activity	Land	Buildings	Improvements Other Than Buildings	Machinery and Equipment	Infrastructure	Vehicles	Total
General government:							
Council				\$ 14,973			\$ 14,973
Communities Manager				2,768			2,768
Attorney							
Clerk							
Personnel							
Finance and Administration		\$ 2,770,993		320,685		-	3,091,678
Other-unclassified							
Total general government	-	<u>2,770,993</u>	-	<u>338,426</u>	-	-	<u>3,109,419</u>
Public Safety							
Police		161,279		902,070		1,725,167	2,788,516
Fire and Emergency				44,204		128,273	172,477
License and Inspection				46,847		62,547	109,394
Total public safety		<u>161,279</u>	-	<u>993,121</u>	-	<u>1,915,987</u>	<u>3,070,387</u>
Highways and Street:							
Engineering		646,771		1,799,433	2,282,158	614,012	2,928,929
Maintenance							2,413,445
Street System	1,757,000				87,107,904		88,864,904
Total highways and streets	<u>1,757,000</u>	<u>646,771</u>	-	<u>1,799,433</u>	<u>89,390,062</u>	<u>614,012</u>	<u>94,207,278</u>
Sanitation							
Culture and recreation	14,703,926	578,600	12,423,199	271,844	-	33,051	28,010,620
Total governmental funds capital assets	<u>\$ 16,460,926</u>	<u>\$ 4,157,643</u>	<u>\$ 12,423,199</u>	<u>\$ 3,402,824</u>	<u>\$ 89,390,062</u>	<u>\$ 2,563,050</u>	<u>\$ 128,397,704</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, 2010

<u>Function and Activity</u>	Governmental Funds Capital Assets <u>January 1, 2010</u>	<u>Additions</u>	<u>Deletions</u>	Governmental Funds Capital Assets <u>December 31, 2010</u>
General Government				
Supervisors	\$ 29,444	\$ -	\$ -	\$ 29,444
Manager	25,913	-	-	25,913
Attorney	-	-	-	-
Finance and Administration	3,010,736	-	-	3,010,736
Other-Unclassified	20,085	23,241	-	43,326
Total general government	<u>3,086,178</u>	<u>23,241</u>	<u>-</u>	<u>3,109,419</u>
Public Safety				
Police	2,596,275	302,810	110,569	2,788,516
Fire and Emergency Management	200,777	22,767	28,900	194,644
License and Inspection	107,838	-	20,611	87,227
Total public safety	<u>2,904,890</u>	<u>325,577</u>	<u>160,080</u>	<u>3,070,387</u>
Highway and Streets				
Engineering	2,928,929	518,271	-	3,447,200
Maintenance	2,287,032	154,051	27,639	2,413,444
Street system	87,195,667	1,150,967	-	88,346,634
Total highways and streets	<u>92,411,628</u>	<u>1,823,289</u>	<u>27,639</u>	<u>94,207,278</u>
Sanitation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Culture and recreation	<u>27,308,830</u>	<u>710,659</u>	<u>8,869</u>	<u>28,010,620</u>
Total governmental funds capital assets	<u>\$ 125,711,526</u>	<u>\$ 2,882,766</u>	<u>\$ 196,588</u>	<u>\$ 128,397,704</u>