

Montgomery Township
Montgomery County, Pennsylvania



COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED DECEMBER 31, 2011



Building Community for the Future

Prepared by the Montgomery Township Finance Department

INTRODUCTORY SECTION

TABLE OF CONTENTS

	<u>Page No.</u>
INTRODUCTORY SECTION	
Table of Contents	1
Transmittal Letter.....	5
Government Finance Officers Association Certificate of Achievement for Excellence in Financial Reporting	10
Organization Chart.....	11
Principal Officials	12
Map of Montgomery Township.....	13
FINANCIAL SECTION	
Independent Auditors' Report	14
Management's Discussion and Analysis (Unaudited).....	16
Basic Financial Statements	
<i>Government-Wide Financial Statements</i>	
Statement of Net Assets	28
Statement of Activities	29
<i>Fund Financial Statements</i>	
<i>Governmental Funds</i>	
Balance Sheet	30
Reconciliation of Total Governmental Funds Balances to Net Assets of Governmental Activities	31
Statement of Revenues, Expenditures and Changes in Fund Balances.....	32

TABLE OF CONTENTS

	<u>Page No.</u>
Reconciliation of the Governmental Funds Statement of Revenues, Expenditures and Changes in Fund Balances to the Statement of Activities	33
<i>Fiduciary Funds</i>	
Statement of Fiduciary Net Assets	34
Statement of Changes in Fiduciary Net Assets	35
Notes to the Basic Financial Statements	36
Required Supplementary Information	
Budgetary Comparison Schedule	66
Note to Budgetary Comparison Schedule	67
Pension Plan Funding Progress	68
Postemployment Benefits Other Than Pension Funding Progress	69
Trend Data on Infrastructure Condition	70
SUPPLEMENTARY INFORMATION SECTION	
<i>General Fund</i>	
Schedule of Revenues and Other Financing Sources	72
Schedule of Functional Expenditures by Activity and Other Financing Uses	74
<i>Other Governmental Funds</i>	
Combining Balance Sheet	75
Combining Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficit)	76

TABLE OF CONTENTS

	<u>Page No.</u>
<i>Capital Reserve Fund</i>	
Budgetary Comparison Schedule.....	77
<i>Nonmajor Special Revenue Funds</i>	
Schedule of Revenues, Expenditures and Changes in Fund Balances, Budget and Actual.....	78
<i>Nonmajor Capital Projects Funds</i>	
Schedule of Revenues, Expenditures and Changes in Fund Balances (Deficit), Budget and Actual.....	79
<i>Nonmajor Debt Service Fund</i>	
Schedule of Revenues, Expenditures and Changes in Fund Balance, Budget and Actual.....	80
<i>Agency Fund</i>	
Schedule of Changes in Assets and Liabilities	81
STATISTICAL SECTION (Unaudited)	
Net Assets by Component, Last Eight Fiscal Years	82
Changes in Net Assets, Last Eight Fiscal Years	83
Fund Balances of Governmental Funds, Last Eight Fiscal Years.....	85
Changes in Fund Balances of Governmental Funds, Last Eight Fiscal Years	86
General Government Tax Revenues by Source, Last Ten Years.....	87
Assessed Value and Estimated Actual Value of Taxable Property, Last Ten Fiscal Years.....	88
Property Tax Rates, Direct and Overlapping Governments, Last Ten Fiscal Years.....	89
Principal Property Taxpayers - Current and Nine Years Ago.....	90

TABLE OF CONTENTS

	<u>Page No.</u>
Property Tax Levies and Collections, Last Ten Fiscal Years.....	91
Business Privilege and Mercantile Tax, Revenue Base and Collections, Last Ten Years.....	92
Principal Business Tax Remitters, Current and Nine Years Ago.....	93
Ratios of Outstanding Debt by Type, Last Ten Fiscal Years.....	94
Ratio of Net General Obligation Debt to Assessed Value of Real Estate and General Obligation Debt Per Capita, Last Ten Years.....	95
Computation of Direct and Overlapping Debt as of December 31, 2011.....	96
Computation of Legal Debt Margin as of December 31, 2011.....	97
Legal Debt Margin Information, Last Ten Years.....	98
Ratio of Annual Debt Service Expenditures for General Bonded Debt to Total General Governmental Expenditures, Last Ten Years.....	99
Demographic and Economic Statistics, Last Ten Years.....	100
Principal Employers, Current and Nine Years Ago.....	101
Full Time Equivalent Township Government Employees by Function, Last Ten Fiscal Years.....	102
Operating Indicators by Function, Last Ten Fiscal Years.....	103
Capital Asset Statistics by Function, Last Ten Fiscal Years.....	104
Schedule of Insurance Coverages as of December 31, 2011.....	105
Selected Data - Police Pension Plan, Last Ten Years.....	113
Employee Pension Plans, Annual Contributions by Township, Last Ten Years.....	114
Salaries of Elected Officials as of December 31, 2011.....	115
Miscellaneous Statistics as of December 31, 2011.....	116