

## **REQUIRED SUPPLEMENTARY INFORMATION**

**MONTGOMERY TOWNSHIP**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**  
*Year Ended December 31, 2011*

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Taxes	\$ 9,108,600	\$ 9,108,600	\$ 9,572,451	\$ 463,851
Licenses and permits	1,024,000	1,024,000	1,165,557	141,557
Fines and forfeits	127,000	127,000	179,842	52,842
Interest income, rents and royalties	25,100	25,100	19,590	(5,510)
Intergovernmental revenues	411,000	411,000	667,844	256,844
Charges for services	78,875	78,875	68,275	(10,600)
Contributions	-	12,000	17,871	5,871
<b>TOTAL REVENUES</b>	<u>10,774,575</u>	<u>10,786,575</u>	<u>11,691,430</u>	<u>904,855</u>
<b>EXPENDITURES</b>				
General government	2,024,754	2,024,754	1,808,357	216,397
Public safety	6,330,492	6,396,492	6,227,611	168,881
Highways and streets	2,091,304	2,091,304	1,962,301	129,003
Other, employee benefits not allocated	658,100	658,100	643,895	14,205
<b>TOTAL EXPENDITURES</b>	<u>11,104,650</u>	<u>11,170,650</u>	<u>10,642,164</u>	<u>528,486</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>(330,075)</u>	<u>(384,075)</u>	<u>1,049,266</u>	<u>1,433,341</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sale of fixed assets	10,000	10,000	-	(10,000)
Interfund transfers in	402,540	449,540	432,724	(16,816)
Interfund transfers out	(7,000)	(7,000)	(1,230,604)	(1,223,604)
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>405,540</u>	<u>452,540</u>	<u>(797,880)</u>	<u>(1,250,420)</u>
<b>NET CHANGE IN FUND BALANCE</b>	75,465	68,465	251,386	182,921
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>2,199,209</u>	<u>2,199,209</u>	<u>2,541,575</u>	<u>342,366</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 2,274,674</u>	<u>\$ 2,267,674</u>	<u>\$ 2,792,961</u>	<u>\$ 525,287</u>

See accompanying note to budgetary comparison schedule.

**MONTGOMERY TOWNSHIP**  
**NOTE TO BUDGETARY COMPARISON SCHEDULE**  
*Year Ended December 31, 2011*

**NOTE A      BUDGETARY INFORMATION**

The Township follows these statutory procedures in establishing the budgetary data reflected in the financial statements.

- The Board of Township Supervisors each year, at least 30 days prior to adoption of the annual budget, begins preparation of a proposed budget for all funds for the fiscal year, which commences on the first day of January of each year, and by ordinance appropriate, out of the revenues available for the year, the specific sums required as shown by the budget as finally adopted.
- The total appropriation shall not exceed the revenues estimated as available for the fiscal year.
- Upon preparation of the proposed budget, the Supervisors give public notice, by advertisement in at least one newspaper of general circulation in the Township, that the proposed budget will be available for public inspection.
- After the budget has been available for public inspection for 30 days, the Supervisors adopt the budget not later than the 31st of December.
- The Supervisors may at any time by resolution make supplemental appropriations for any lawful purpose from any funds on hand or estimated to be received within the fiscal year and not otherwise appropriated, including the proceeds of any authorized borrowing by law.
- During the month of January next following any municipal election, the Supervisors may amend the budget and levy a tax rate to conform with its amended budget. Any amended budget must be adopted by the Township Supervisors on or before the 15th day of February.

**MONTGOMERY TOWNSHIP**  
**PENSION PLAN FUNDING PROGRESS**  
*Year Ended December 31, 2011*

**POLICE PENSION PLAN**

**Schedule of Funding Progress**

Dollar amounts in thousands.

Actuarial Valuation Date January 1,	(a) Actuarial Value of Assets	(b) Actuarial Accrued Liability (AAL)	(c) (Over) Under Funded AAL (UAAL) (b)-(a)	(d) Funded Ratio (a)/(b)	(e) Covered Payroll	(f) Actuarial Accrued Liability as a Percentage of Payroll (c)/(e)
2007	\$ 7,980	\$ 9,094	\$ 1,114	87.8%	\$ 2,458	45.3%
2009	8,818	10,982	2,164	80.3%	2,760	78.4%
2011	10,204	12,430	2,226	82.1%	2,566	86.8%

**Schedule of Employer and Other Entity Contributions**

Calendar Year	Annual Required Contribution	Employer Contribution	Percentage	Commonwealth Contribution	Percentage
2006	\$ 309,098	\$ 92,901	30.1%	\$ 216,197	69.9%
2007	314,306	88,399	28.1%	226,507	72.1%
2008	325,257	98,121	30.2%	227,136	69.9%
2009	377,294	151,359	40.1%	225,935	59.9%
2010	371,881	142,441	38.3%	229,440	61.7%
2011	432,497	22,486	5.2%	410,011	94.8%

**MONTGOMERY TOWNSHIP**  
**POSTEMPLOYMENT BENEFITS OTHER THAN**  
**PENSION FUNDING PROGRESS**  
*Year Ended December 31, 2011*

**SCHEDULE OF FUNDING PROGRESS**

<u>Valuation Date January 1,</u>	<u>(a) Actuarial Value of Assets</u>	<u>(b) Entry Age Actuarial Accrued Liability (AAL)</u>	<u>(c) Unfunded AAL (UAAL) (b)-(a)</u>	<u>(d) Funded Ratio (a)/(b)</u>	<u>(e) Covered Payroll</u>	<u>(f) UAAL as a Percentage of Covered Payroll (c)/(e)</u>
2006	\$ -	\$ 2,139,647	\$ 2,139,647	0%	\$ 2,383,163	89.78%
2010	-	2,308,499	2,308,499	0%	2,943,079	78.44%

**MONTGOMERY TOWNSHIP**  
**TREND DATA ON INFRASTRUCTURE CONDITION**  
*Year Ended December 31, 2011*

The Township has adopted an alternative process for recording depreciation on certain infrastructure assets. Under this alternative method, referred to as the modified approach, the Township expenses certain maintenance and preservation costs and does not report depreciation expense. Assets accounted for under the modified approach include approximately 70.73 lane miles of local roads, 765,956 linear feet of curbs and 3,042,651 square feet of sidewalks.

In order to utilize the modified approach, the Township is required to:

- Perform condition assessments of eligible assets and summarize the results using a measurement scale.
- Estimate each year the annual amount to maintain and preserve the assets at the condition level established and disclosed by the Township.
- Document that the assets are being preserved approximately at or above the established condition level.

The Montgomery Township Department of Public Works uses a number of methods to determine the condition of roadway pavements; however, the Pavement Condition Index (PCI) serves as the Township's primary method to measure and monitor pavement condition of its local roads. The PCI is a visual analysis conducted by an engineer and Public Works Director. It includes a five point scale evaluating the conditions of roadway surfaces from Excellent to Failed with corresponding maintenance and repair work recommendations. During the annual assessment inspection of road surfaces, the Township Engineer and Public Works Director inspect the adjoining curb/sidewalk facilities to determine those needing repair or replacement.

The Township manages the conditions of its road pavements and curbs/sidewalks through its 14 Year Road Plan. This plan calculates the amount of funds needed to be budgeted on an annual basis to resurface all Township-owned roads every 14 years and replace all curbs/sidewalks every 25-30 years. It is based on the premise that road pavement surfaces will start to show signs of major distress after 14 years and that necessary curbs/sidewalk replacements need to occur a year in advance of the scheduled road resurfacing to maintain the pavement's integrity after resurfacing. Funding for the 14 Year Road Plan is included in annual General Fund and Liquid Fuels Fund budgets.

The Township's policy is that no more than 20% of local road pavements and curbs/sidewalks will have a condition rating as "poor" or "very poor." The Township assesses conditions of its road and curbs/sidewalks on an annual basis and makes necessary adjustments to the pavement resurfacing and curb/sidewalk replacement schedule based on that assessment. The following reports the percentage of road pavements and curbs/sidewalks that met this rating as of December 31, 2011:

<u>Condition</u>	<u>% of Streets</u>
Excellent/Good - Rating of III - V	93%
Fair/Poor - Rating of II	7%
Very Poor/Failed - Rating of I	0%

**MONTGOMERY TOWNSHIP**  
**TREND DATA ON INFRASTRUCTURE CONDITION**  
*Year Ended December 31, 2011*

The following chart presents the estimated and actual amounts spent on road resurfacing and curb/sidewalk replacement work during the past five fiscal years to maintain and preserve the assets at the condition level established by the Township:

<u>Fiscal Year Ended</u>	<u>Estimated Cost</u>	<u>Actual Cost</u>
2011	\$ 1,165,730	\$ 1,094,272
2010	1,034,870	866,043
2009	291,250	218,695
2008	1,143,378	973,964
2007	874,734	807,772

## **SUPPLEMENTARY INFORMATION SECTION**



**MONTGOMERY TOWNSHIP**

**SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES**

**GENERAL FUND**

Year Ended December 31, 2011

	Budgeted Amounts		Actual Amounts	Over (Under) Budget
	Original	Final		
<b>REVENUES</b>				
<b>Taxes</b>				
Real estate	\$ 1,575,600	\$ 1,575,600	\$ 1,528,672	\$ (46,928)
Earned income	3,770,000	3,770,000	3,925,766	155,766
Transfer	600,000	600,000	759,294	159,294
Mercantile	1,840,000	1,840,000	2,021,173	181,173
Emergency municipal services	470,000	470,000	499,143	29,143
Amusement	78,000	78,000	72,469	(5,531)
Business privilege	775,000	775,000	765,934	(9,066)
<b>TOTAL TAXES</b>	<u>9,108,600</u>	<u>9,108,600</u>	<u>9,572,451</u>	<u>463,851</u>
<b>Licenses and permits</b>				
Building	315,000	315,000	290,125	(24,875)
Zoning	13,000	13,000	25,338	12,338
Electrical	35,200	35,200	29,765	(5,435)
Plumbing	15,000	15,000	13,745	(1,255)
Street	20,000	20,000	22,050	2,050
Fence	4,000	4,000	5,060	1,060
Use and occupancy	30,000	30,000	41,900	11,900
Roofing and siding	6,000	6,000	82,448	76,448
Grading	1,000	1,000	750	(250)
Demolition	500	500	1,935	1,435
Heat, vent and air conditioning	71,000	71,000	77,195	6,195
Sign	10,000	10,000	17,125	7,125
Licenses	78,300	78,300	74,352	(3,948)
Cable television franchise fees	425,000	425,000	483,769	58,769
<b>TOTAL LICENSES AND PERMITS</b>	<u>1,024,000</u>	<u>1,024,000</u>	<u>1,165,557</u>	<u>141,557</u>
<b>Fines and forfeits</b>				
Police	125,000	125,000	179,842	54,842
Code	2,000	2,000	-	(2,000)
<b>TOTAL FINES AND FORFEITS</b>	<u>127,000</u>	<u>127,000</u>	<u>179,842</u>	<u>52,842</u>
<b>Interest income, rents and royalties</b>	<u>25,100</u>	<u>25,100</u>	<u>19,590</u>	<u>(5,510)</u>
<b>Intergovernmental revenues</b>				
Public utility realty tax	15,000	15,000	14,253	(747)
State pension aid	359,000	359,000	616,481	257,481
Other state grants	37,000	37,000	31,475	(5,525)
County	-	-	5,635	5,635
<b>TOTAL INTERGOVERNMENTAL REVENUES</b>	<u>411,000</u>	<u>411,000</u>	<u>667,844</u>	<u>256,844</u>
<b>SUBTOTAL FORWARD</b>	<u>\$ 10,695,700</u>	<u>\$ 10,695,700</u>	<u>\$ 11,605,284</u>	<u>\$ 909,584</u>

**MONTGOMERY TOWNSHIP**  
**SCHEDULE OF REVENUES AND OTHER FINANCING SOURCES**  
**GENERAL FUND**  
*Year Ended December 31, 2011*

	Budgeted Amounts		Actual Amounts	Over (Under) Budget
	Original	Final		
REVENUES				
SUBTOTAL FORWARDED	\$ 10,695,700	\$ 10,695,700	\$ 11,605,284	\$ 909,584
Charges for services				
Administrative	28,000	28,000	10,351	(17,649)
Finance, street lights	6,375	6,375	-	(6,375)
Police services	44,000	44,000	57,924	13,924
Public works services	500	500	-	(500)
TOTAL CHARGES FOR SERVICES	<u>78,875</u>	<u>78,875</u>	<u>68,275</u>	<u>(10,600)</u>
Contributions	-	12,000	17,871	5,871
TOTAL REVENUES	<u>10,774,575</u>	<u>10,786,575</u>	<u>11,691,430</u>	<u>904,855</u>
OTHER FINANCING SOURCES				
Proceeds from sale of fixed assets	10,000	10,000	-	(10,000)
Interfund transfers in				
Capital Reserve Fund	402,540	449,540	432,724	(16,816)
TOTAL OTHER FINANCING SOURCES	<u>412,540</u>	<u>459,540</u>	<u>432,724</u>	<u>(26,816)</u>
TOTAL REVENUES AND OTHER FINANCING SOURCES	<u>\$ 11,187,115</u>	<u>\$ 11,246,115</u>	<u>\$ 12,124,154</u>	<u>\$ 878,039</u>

**MONTGOMERY TOWNSHIP**  
**SCHEDULE OF FUNCTIONAL EXPENDITURES BY**  
**ACTIVITY AND OTHER FINANCING USES**  
**GENERAL FUND**  
*Year Ended December 31, 2011*

	Budgeted Amounts		Actual Amounts	Over (Under) Budget
	Original	Final		
<b>EXPENDITURES</b>				
General government				
Administration	\$ 1,233,604	\$ 1,233,604	\$ 1,069,529	\$ (164,075)
Tax collection	209,150	209,150	201,126	(8,024)
Finance	582,000	582,000	537,702	(44,298)
<b>TOTAL GENERAL GOVERNMENT</b>	<u>2,024,754</u>	<u>2,024,754</u>	<u>1,808,357</u>	<u>(216,397)</u>
Public safety				
Police	5,256,883	5,275,883	5,052,684	(223,199)
Police vehicles	288,437	335,437	343,955	8,518
Fire protection	83,963	83,963	93,944	9,981
Planning and zoning	696,270	696,270	735,218	38,948
Emergency management	4,939	4,939	1,810	(3,129)
<b>TOTAL PUBLIC SAFETY</b>	<u>6,330,492</u>	<u>6,396,492</u>	<u>6,227,611</u>	<u>(168,881)</u>
Highways and streets				
Public works	1,860,272	1,860,272	1,794,108	(66,164)
Snow removal	89,000	89,000	68,937	(20,063)
Traffic lights	94,832	94,832	56,872	(37,960)
Street lighting	20,200	20,200	16,090	(4,110)
Repairs	27,000	27,000	26,294	(706)
<b>TOTAL HIGHWAYS AND STREETS</b>	<u>2,091,304</u>	<u>2,091,304</u>	<u>1,962,301</u>	<u>(129,003)</u>
Other, employee benefits not allocated				
Police pension	432,500	432,500	432,497	(3)
Non-uniform pension	209,900	209,900	193,932	(15,968)
Deferred compensation	15,700	15,700	17,466	1,766
<b>TOTAL OTHER, EMPLOYEE BENEFITS NOT ALLOCATED</b>	<u>658,100</u>	<u>658,100</u>	<u>643,895</u>	<u>(14,205)</u>
<b>TOTAL EXPENDITURES</b>	<u>11,104,650</u>	<u>11,170,650</u>	<u>10,642,164</u>	<u>(528,486)</u>
<b>OTHER FINANCING USES</b>				
Interfund transfers out				
Capital Reserve Fund	-	-	1,200,000	1,200,000
Real Estate Tax Collection Fund	-	-	23,604	23,604
Autumn Festival Fund	7,000	7,000	7,000	-
<b>TOTAL OTHER FINANCING USES</b>	<u>7,000</u>	<u>7,000</u>	<u>1,230,604</u>	<u>1,223,604</u>
<b>TOTAL EXPENDITURES AND OTHER FINANCING USES</b>	<u>\$ 11,111,650</u>	<u>\$ 11,177,650</u>	<u>\$ 11,872,768</u>	<u>\$ 695,118</u>

**MONTGOMERY TOWNSHIP**  
**COMBINING BALANCE SHEET**  
**OTHER GOVERNMENTAL FUNDS**  
*December 31, 2011*

	<u>Fire Protection Fund</u>	<u>Park and Recreation Fund</u>	<u>Basin Maintenance Fund</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 241,678	\$ 581,765	\$ 261,421
Taxes receivable	5,835	6,522	-
Accounts receivable	9,814	7,352	412
	<u>          </u>	<u>          </u>	<u>          </u>
TOTAL ASSETS	<u>\$ 257,327</u>	<u>\$ 595,639</u>	<u>\$ 261,833</u>
<b>LIABILITIES AND FUND BALANCES (DEFICIT)</b>			
<b>LIABILITIES</b>			
Accounts payable and accrued expenses	\$ 11,922	\$ 9,917	\$ 506
Accrued payroll	27,228	3,395	-
Due to other funds	-	-	-
Deferred revenue	4,627	5,171	-
	<u>          </u>	<u>          </u>	<u>          </u>
TOTAL LIABILITIES	<u>43,777</u>	<u>18,483</u>	<u>506</u>
<b>FUND BALANCES (DEFICIT)</b>			
<b>Restricted</b>			
Providing and maintaining street lights	-	-	-
Debt service	-	-	-
Basin maintenance	-	-	261,327
Park development projects	-	-	-
Highway and street projects	-	-	-
Recycling	-	-	-
Knapp Farm house	-	-	-
<b>Committed to</b>			
Arbor Day and shade tree commission	-	-	-
Fire protection capital purchases and/or infrastructure projects	213,550	-	-
<b>Assigned</b>			
Park and recreation projects	-	577,156	-
Annual autumn fest	-	-	-
<b>Unassigned</b>			
	<u>          </u>	<u>          </u>	<u>          </u>
TOTAL FUND BALANCES (DEFICIT)	<u>213,550</u>	<u>577,156</u>	<u>261,327</u>
	<u>          </u>	<u>          </u>	<u>          </u>
TOTAL LIABILITIES AND FUND BALANCES (DEFICIT)	<u>\$ 257,327</u>	<u>\$ 595,639</u>	<u>\$ 261,833</u>

Special Revenue Funds					Capital Projects Funds				Total Other Governmental Funds
Street Lights Fund	Liquid Fuels Fund	Environmental Fund	Replacement Tree Fund	Autumn Festival Fund	Park Development Fund	Capital Projects Fund	Restoration Fund	Debt Service Fund	
\$ 616,949	\$ 152,178	\$ 648,504	\$ 635,970	\$ 26,422	\$ 179,198	\$ -	\$ 23,480	\$ 700,135	\$ 4,067,700
-	-	-	-	-	-	-	-	8,238	20,595
2,032	239	1,023	1,003	42	320	-	37	3,029	25,303
<u>\$ 618,981</u>	<u>\$ 152,417</u>	<u>\$ 649,527</u>	<u>\$ 636,973</u>	<u>\$ 26,464</u>	<u>\$ 179,518</u>	<u>\$ -</u>	<u>\$ 23,517</u>	<u>\$ 711,402</u>	<u>\$ 4,113,598</u>
\$ 8,147	\$ 138	\$ -	\$ 1,401	\$ -	\$ 8,000	\$ 1,063	\$ -	\$ -	\$ 41,094
-	-	-	-	-	-	-	-	-	30,623
-	-	-	-	-	-	1,281	-	-	1,281
-	-	-	-	-	-	-	-	6,532	16,330
<u>8,147</u>	<u>138</u>	<u>-</u>	<u>1,401</u>	<u>-</u>	<u>8,000</u>	<u>2,344</u>	<u>-</u>	<u>6,532</u>	<u>89,328</u>
610,834	-	-	-	-	-	-	-	-	610,834
-	-	-	-	-	-	-	-	704,870	704,870
-	-	-	-	-	-	-	-	-	261,327
-	-	-	-	-	171,518	-	-	-	171,518
-	152,279	-	-	-	-	-	-	-	152,279
-	-	649,527	-	-	-	-	-	-	649,527
-	-	-	-	-	-	-	23,517	-	23,517
-	-	-	635,572	-	-	-	-	-	635,572
-	-	-	-	-	-	-	-	-	213,550
-	-	-	-	-	-	-	-	-	577,156
-	-	-	-	26,464	-	-	-	-	26,464
-	-	-	-	-	-	(2,344)	-	-	(2,344)
<u>610,834</u>	<u>152,279</u>	<u>649,527</u>	<u>635,572</u>	<u>26,464</u>	<u>171,518</u>	<u>(2,344)</u>	<u>23,517</u>	<u>704,870</u>	<u>4,024,270</u>
<u>\$ 618,981</u>	<u>\$ 152,417</u>	<u>\$ 649,527</u>	<u>\$ 636,973</u>	<u>\$ 26,464</u>	<u>\$ 179,518</u>	<u>\$ -</u>	<u>\$ 23,517</u>	<u>\$ 711,402</u>	<u>\$ 4,113,598</u>

**MONTGOMERY TOWNSHIP****COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND****CHANGES IN FUND BALANCES (DEFICIT)****OTHER GOVERNMENTAL FUNDS***Year Ended December 31, 2011*

	<u>Fire Protection Fund</u>	<u>Park and Recreation Fund</u>	<u>Basin Maintenance Fund</u>
<b>REVENUES</b>			
Taxes	\$ 788,579	\$ 492,451	\$ -
Licenses and permits	56,927	-	-
Interest income, rents and royalties	895	3,621	1,125
Intergovernmental revenues	5,478	-	-
Charges for services	13,385	224,008	-
Contributions	-	302	-
	<u>865,264</u>	<u>720,382</u>	<u>1,125</u>
<b>TOTAL REVENUES</b>			
	<u>865,264</u>	<u>720,382</u>	<u>1,125</u>
<b>EXPENDITURES</b>			
Current			
General government	-	-	-
Public safety	673,695	-	-
Highways and streets	-	-	48,873
Parks and recreation	-	619,870	-
Other, employee benefits not allocated	19,751	-	-
Debt service			
Principal retirement	-	-	-
Interest	-	-	-
	<u>693,446</u>	<u>619,870</u>	<u>48,873</u>
<b>TOTAL EXPENDITURES</b>			
	<u>693,446</u>	<u>619,870</u>	<u>48,873</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>171,818</u>	<u>100,512</u>	<u>(47,748)</u>
<b>OTHER FINANCING SOURCES (USES)</b>			
Interfund transfers in	-	33,871	-
Interfund transfers out	<u>(100,000)</u>	<u>(36,055)</u>	<u>-</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(100,000)</u>	<u>(2,184)</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	71,818	98,328	(47,748)
<b>FUND BALANCES (DEFICIT) AT BEGINNING OF YEAR</b>	<u>141,732</u>	<u>478,828</u>	<u>309,075</u>
<b>FUND BALANCES (DEFICIT) AT END OF YEAR</b>	<u>\$ 213,550</u>	<u>\$ 577,156</u>	<u>\$ 261,327</u>

Special Revenue Funds							Capital Projects Funds				Total Other Governmental Funds
Street Lights Fund	Real Estate Tax Collection Fund	Liquid Fuels Fund	Fire Relief Fund	Environmental Fund	Replacement Tree Fund	Autumn Festival Fund	Park Development Fund	Capital Projects Fund	Restoration Fund	Debt Service Fund	
\$ 130,660	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 495,728	\$ 1,907,418
-	-	-	-	-	-	-	-	-	-	-	56,927
2,598	-	1,867	-	2,489	2,611	97	827	-	145	1,970	18,245
-	-	440,968	414,125	87,804	-	-	-	-	-	-	948,375
-	-	-	-	80	-	-	-	-	-	-	237,473
-	-	-	-	-	3,850	16,858	138,551	-	-	-	159,561
<u>133,258</u>	<u>-</u>	<u>442,835</u>	<u>414,125</u>	<u>90,373</u>	<u>6,461</u>	<u>16,955</u>	<u>139,378</u>	<u>-</u>	<u>145</u>	<u>497,698</u>	<u>3,327,999</u>
-	-	-	-	41,294	21,030	17,952	-	288,739	36,087	-	405,102
-	-	-	414,125	-	-	-	-	-	-	-	1,087,820
136,789	-	851,716	-	1,364	-	-	-	-	-	-	1,038,742
-	-	-	-	-	19,305	2,325	-	-	-	-	641,500
-	-	-	-	-	-	-	-	-	-	-	19,751
-	-	-	-	-	-	-	-	-	-	349,200	349,200
-	-	-	-	-	-	-	-	-	-	29,662	29,662
<u>136,789</u>	<u>-</u>	<u>851,716</u>	<u>414,125</u>	<u>42,658</u>	<u>40,335</u>	<u>20,277</u>	<u>-</u>	<u>288,739</u>	<u>36,087</u>	<u>378,862</u>	<u>3,571,777</u>
<u>(3,531)</u>	<u>-</u>	<u>(408,881)</u>	<u>-</u>	<u>47,715</u>	<u>(33,874)</u>	<u>(3,322)</u>	<u>139,378</u>	<u>(288,739)</u>	<u>(35,942)</u>	<u>118,836</u>	<u>(243,778)</u>
-	35,406	-	-	-	-	7,000	-	288,750	-	-	365,027
<u>(11,802)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(153,750)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(301,607)</u>
<u>(11,802)</u>	<u>35,406</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,000</u>	<u>(153,750)</u>	<u>288,750</u>	<u>-</u>	<u>-</u>	<u>63,420</u>
(15,333)	35,406	(408,881)	-	47,715	(33,874)	3,678	(14,372)	11	(35,942)	118,836	(180,358)
<u>626,167</u>	<u>(35,406)</u>	<u>561,160</u>	<u>-</u>	<u>601,812</u>	<u>669,446</u>	<u>22,786</u>	<u>185,890</u>	<u>(2,355)</u>	<u>59,459</u>	<u>586,034</u>	<u>4,204,628</u>
<u>\$ 610,834</u>	<u>\$ -</u>	<u>\$ 152,279</u>	<u>\$ -</u>	<u>\$ 649,527</u>	<u>\$ 635,572</u>	<u>\$ 26,464</u>	<u>\$ 171,518</u>	<u>\$ (2,344)</u>	<u>\$ 23,517</u>	<u>\$ 704,870</u>	<u>\$ 4,024,270</u>

**MONTGOMERY TOWNSHIP**  
**BUDGETARY COMPARISON SCHEDULE**  
**CAPITAL RESERVE FUND**  
*Year Ended December 31, 2011*

	Budgeted Amounts		Actual Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>REVENUES</b>				
Interest income, rents and royalties	\$ 57,000	\$ 57,000	\$ 46,760	\$ (10,240)
Intergovernmental revenues	4,375	4,375	75,755	71,380
Contributions	-	260,000	259,919	(81)
<b>TOTAL REVENUES</b>	<u>61,375</u>	<u>321,375</u>	<u>382,434</u>	<u>61,059</u>
<b>EXPENDITURES</b>				
General government				
Administration	82,300	866,300	864,573	(1,727)
Finance	-	-	1,339	1,339
<b>TOTAL GENERAL GOVERNMENT</b>	<u>82,300</u>	<u>866,300</u>	<u>865,912</u>	<u>(388)</u>
Public safety				
Police	10,270	60,270	116,859	56,589
Fire protection	24,800	24,800	15,176	(9,624)
<b>TOTAL PUBLIC SAFETY</b>	<u>35,070</u>	<u>85,070</u>	<u>132,035</u>	<u>46,965</u>
Highways and streets				
Public works	6,000	6,000	2,922	(3,078)
Traffic lights	80,000	80,000	40,893	(39,107)
Repairs	197,000	258,000	218,482	(39,518)
<b>TOTAL HIGHWAYS AND STREETS</b>	<u>283,000</u>	<u>344,000</u>	<u>262,297</u>	<u>(81,703)</u>
Parks and recreation	3,000	3,000	2,490	(510)
<b>TOTAL EXPENDITURES</b>	<u>403,370</u>	<u>1,298,370</u>	<u>1,262,734</u>	<u>(35,636)</u>
<b>DEFICIENCY OF REVENUES OVER EXPENDITURES</b>	<u>(341,995)</u>	<u>(976,995)</u>	<u>(880,300)</u>	<u>96,695</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sale of fixed assets	-	-	22,800	22,800
Interfund transfers in				
General Fund	-	-	1,200,000	1,200,000
Fire Protection Fund	100,000	100,000	100,000	-
Parks and Recreation Fund	36,055	36,055	36,055	-
<b>TOTAL INTERFUND TRANSFERS IN</b>	<u>136,055</u>	<u>136,055</u>	<u>1,336,055</u>	<u>1,200,000</u>
Interfund transfers out				
Capital Projects Funds	(135,000)	(135,000)	(135,000)	-
General Fund	(402,540)	(449,540)	(432,724)	16,816
Parks and Recreation Fund	(36,150)	(56,150)	(33,871)	22,279
<b>TOTAL INTERFUND TRANSFERS OUT</b>	<u>(573,690)</u>	<u>(640,690)</u>	<u>(601,595)</u>	<u>39,095</u>
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(437,635)</u>	<u>(504,635)</u>	<u>757,260</u>	<u>1,261,895</u>
<b>NET CHANGE IN FUND BALANCE</b>	<u>(779,630)</u>	<u>(1,481,630)</u>	<u>(123,040)</u>	<u>1,358,590</u>
<b>FUND BALANCE AT BEGINNING OF YEAR</b>	<u>11,923,918</u>	<u>11,923,918</u>	<u>11,923,918</u>	<u>-</u>
<b>FUND BALANCE AT END OF YEAR</b>	<u>\$ 11,144,288</u>	<u>\$ 10,442,288</u>	<u>\$ 11,800,878</u>	<u>\$ 1,358,590</u>



**MONTGOMERY TOWNSHIP**  
**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND**  
**BALANCES--BUDGET AND ACTUAL**  
**NONMAJOR SPECIAL REVENUE FUNDS**  
*Year Ended December 31, 2011*

	Fire Protection Fund		Park and Recreation Fund	
	Budget	Actual	Budget	Actual
<b>REVENUES</b>				
Taxes				
Real estate	\$ 359,650	\$ 351,140	\$ 402,050	\$ 392,451
Earned income	260,000	260,000	100,000	100,000
Local services	150,000	177,439	-	-
TOTAL TAXES	<u>769,650</u>	<u>788,579</u>	<u>502,050</u>	<u>492,451</u>
Licenses and permits, tipping fees	75,000	56,927	-	-
Fines and forfeits	1,000	-	-	-
Interest income, rents and royalties	1,000	895	4,000	3,621
Intergovernmental revenues				
State	1,000	-	-	-
County	2,160	5,478	-	-
TOTAL INTERGOVERNMENTAL REVENUES	<u>3,160</u>	<u>5,478</u>	<u>-</u>	<u>-</u>
Charges for services				
Fire department services	10,000	13,385	-	-
Recreation fees	-	-	226,100	224,008
Recycling bins	-	-	-	-
TOTAL CHARGES FOR SERVICES	<u>10,000</u>	<u>13,385</u>	<u>226,100</u>	<u>224,008</u>
Contributions	-	-	-	302
TOTAL REVENUES	<u>859,810</u>	<u>865,264</u>	<u>732,150</u>	<u>720,382</u>
<b>EXPENDITURES</b>				
General government, administration	-	-	-	-
Public safety, fire protection	705,888	673,695	-	-
Highways and streets				
Public works	-	-	-	-
Street lighting	-	-	-	-
Repairs	-	-	-	-
TOTAL HIGHWAYS AND STREETS	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Parks and recreation	-	-	732,245	619,870
Other, employee benefits not allocated				
Non-uniform pension	27,600	19,751	-	-
Deferred compensation	925	-	-	-
TOTAL OTHER, EMPLOYEE BENEFITS NOT ALLOCATED	<u>28,525</u>	<u>19,751</u>	<u>-</u>	<u>-</u>
TOTAL EXPENDITURES	<u>734,413</u>	<u>693,446</u>	<u>732,245</u>	<u>619,870</u>
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	<u>125,397</u>	<u>171,818</u>	<u>(95)</u>	<u>100,512</u>
<b>OTHER FINANCING SOURCES (USES)</b>				
Proceeds from sale of fixed assets	1,000	-	-	-
Interfund transfers in				
General Fund	-	-	-	-
Capital Reserve Fund	-	-	36,150	33,871
TOTAL INTERFUND TRANSFERS IN	<u>-</u>	<u>-</u>	<u>36,150</u>	<u>33,871</u>
Interfund transfers out				
Real Estate Tax Collection Fund	-	-	-	-
Capital Reserve Fund	(100,000)	(100,000)	(36,055)	(36,055)
TOTAL INTERFUND TRANSFERS OUT	<u>(100,000)</u>	<u>(100,000)</u>	<u>(36,055)</u>	<u>(36,055)</u>
TOTAL OTHER FINANCING SOURCES	<u>(99,000)</u>	<u>(100,000)</u>	<u>95</u>	<u>(2,184)</u>
NET CHANGE IN FUND BALANCES	26,397	71,818	-	98,328
FUND BALANCES AT BEGINNING OF YEAR	141,732	141,732	478,828	478,828
FUND BALANCES AT END OF YEAR	<u>\$ 168,129</u>	<u>\$ 213,550</u>	<u>\$ 478,828</u>	<u>\$ 577,156</u>

Basin Maintenance Fund		Street Lights Fund		Liquid Fuels Fund		Fire Relief Fund		Environmental Fund		Replacement Tree Fund		Autumn Festival Fund	
Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual	Budget	Actual
\$ -	\$ -	\$ 130,000	\$ 130,660	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	130,000	130,660	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
2,000	1,125	3,000	2,598	3,000	1,867	-	-	3,000	2,489	3,000	2,611	50	97
-	-	-	-	430,000	440,968	255,535	414,125	70,600	87,804	-	-	-	-
-	-	-	-	430,000	440,968	255,535	414,125	70,600	87,804	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	80	-	-	-	-
-	-	-	-	-	-	-	-	-	80	-	-	-	-
-	-	-	-	-	-	-	-	5,000	-	-	3,850	18,500	16,858
2,000	1,125	133,000	133,258	433,000	442,835	255,535	414,125	78,600	90,373	3,000	6,461	18,550	16,955
-	-	-	-	-	-	-	-	42,350	41,294	20,500	21,030	23,575	17,952
-	-	-	-	-	-	255,535	414,125	-	-	-	-	-	-
61,300	48,873	22,035	28,382	-	-	-	-	2,000	1,364	71,060	19,305	-	-
-	-	112,491	108,407	-	-	-	-	-	-	-	-	-	-
-	-	-	-	907,730	851,716	-	-	-	-	-	-	-	-
61,300	48,873	134,526	136,789	907,730	851,716	-	-	2,000	1,364	71,060	19,305	-	-
-	-	-	-	-	-	-	-	-	-	-	-	1,975	2,325
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	-	-
61,300	48,873	134,526	136,789	907,730	851,716	255,535	414,125	44,350	42,658	91,560	40,335	25,550	20,277
(59,300)	(47,748)	(1,526)	(3,531)	(474,730)	(408,881)	-	-	34,250	47,715	(88,560)	(33,874)	(7,000)	(3,322)
-	-	-	-	-	-	-	-	-	-	-	-	-	-
-	-	-	-	-	-	-	-	-	-	-	-	7,000	7,000
-	-	-	-	-	-	-	-	-	-	-	-	7,000	7,000
-	-	-	(11,802)	-	-	-	-	-	-	-	-	-	-
-	-	-	(11,802)	-	-	-	-	-	-	-	-	-	-
-	-	-	(11,802)	-	-	-	-	-	-	-	-	7,000	7,000
(59,300)	(47,748)	(1,526)	(15,333)	(474,730)	(408,881)	-	-	34,250	47,715	(88,560)	(33,874)	-	3,678
309,075	309,075	626,167	626,167	561,160	561,160	-	-	601,812	601,812	669,446	669,446	22,786	22,786
\$ 249,775	\$ 261,327	\$ 624,641	\$ 610,834	\$ 86,430	\$ 152,279	\$ -	\$ -	\$ 636,062	\$ 649,527	\$ 580,886	\$ 635,572	\$ 22,786	\$ 26,464

**MONTGOMERY TOWNSHIP**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND

BALANCES (DEFICIT)--BUDGET AND ACTUAL

NONMAJOR CAPITAL PROJECTS FUNDS

Year Ended December 31, 2011

	Park Development Fund		Capital Projects Fund		Restoration Fund	
	Budget	Actual	Budget	Actual	Budget	Actual
<b>REVENUES</b>						
Interest income, rents and royalties	\$ 1,000	\$ 827	\$ -	\$ -	\$ 250	\$ 145
Contributions	-	138,551	-	-	-	-
<b>TOTAL REVENUES</b>	<u>1,000</u>	<u>139,378</u>	<u>-</u>	<u>-</u>	<u>250</u>	<u>145</u>
<b>EXPENDITURES</b>						
General government						
Administration	-	-	-	-	-	36,087
Finance	-	-	265,000	288,739	-	-
<b>TOTAL EXPENDITURES</b>	<u>-</u>	<u>-</u>	<u>265,000</u>	<u>288,739</u>	<u>-</u>	<u>36,087</u>
<b>EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES</b>	<u>1,000</u>	<u>139,378</u>	<u>(265,000)</u>	<u>(288,739)</u>	<u>250</u>	<u>(35,942)</u>
<b>OTHER FINANCING SOURCES (USES)</b>						
Interfund transfers in						
Capital Reserve Fund	-	-	135,000	135,000	-	-
Parks and Recreation Fund	-	-	130,000	153,750	-	-
<b>TOTAL INTERFUND TRANSFERS IN</b>	<u>-</u>	<u>-</u>	<u>265,000</u>	<u>288,750</u>	<u>-</u>	<u>-</u>
Interfund transfers out						
Capital Projects Fund	(153,750)	(153,750)	-	-	-	-
<b>TOTAL OTHER FINANCING SOURCES (USES)</b>	<u>(153,750)</u>	<u>(153,750)</u>	<u>265,000</u>	<u>288,750</u>	<u>-</u>	<u>-</u>
<b>NET CHANGE IN FUND BALANCES</b>	(152,750)	(14,372)	-	11	250	(35,942)
<b>FUND BALANCES (DEFICIT) AT BEGINNING OF YEAR</b>	<u>185,890</u>	<u>185,890</u>	<u>(2,355)</u>	<u>(2,355)</u>	<u>59,459</u>	<u>59,459</u>
<b>FUND BALANCES (DEFICIT) AT END OF YEAR</b>	<u>\$ 33,140</u>	<u>\$ 171,518</u>	<u>\$ (2,355)</u>	<u>\$ (2,344)</u>	<u>\$ 59,709</u>	<u>\$ 23,517</u>

**MONTGOMERY TOWNSHIP****SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN****FUND BALANCE--BUDGET AND ACTUAL****NONMAJOR DEBT SERVICE FUND***Year Ended December 31, 2011*

	Debt Service Fund	
	<u>Budget</u>	<u>Actual</u>
REVENUES		
Taxes, real estate	\$ 506,802	\$ 495,728
Interest income, rents and royalties	<u>4,000</u>	<u>1,970</u>
TOTAL REVENUES	<u>510,802</u>	<u>497,698</u>
EXPENDITURES		
Debt service		
Principal retirement	349,840	349,200
Interest	<u>38,955</u>	<u>29,662</u>
TOTAL EXPENDITURES	<u>388,795</u>	<u>378,862</u>
NET CHANGE IN FUND BALANCE	122,007	118,836
FUND BALANCE AT BEGINNING OF YEAR	<u>586,034</u>	<u>586,034</u>
FUND BALANCE AT END OF YEAR	<u>\$ 708,041</u>	<u>\$ 704,870</u>

**MONTGOMERY TOWNSHIP**  
**SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES**  
**AGENCY FUND**  
*Year Ended December 31, 2011*

	<u>Escrow Fund</u>
ADDITIONS	
Contributions	\$ <u>280,786</u>
DEDUCTIONS	
Consulting services	55,073
Engineering services	122,992
Legal services	12,884
Refunds	<u>474,235</u>
TOTAL DEDUCTIONS	<u>665,184</u>
CHANGE IN CASH AND ESCROW AND OTHER DEPOSITS	(384,398)
CASH AND ESCROW AND OTHER DEPOSITS AT BEGINNING OF YEAR	<u>1,051,339</u>
CASH AND ESCROW AND OTHER DEPOSITS AT END OF YEAR	<u><u>\$ 666,941</u></u>