

**2018 MUNICIPAL ANNUAL AUDIT  
AND  
FINANCIAL REPORT**

**460485 HORSHAM TWP, MONTGOMERY COUNTY**



## HORSHAM TWP, MONTGOMERY County

## BALANCE SHEET

December 31, 2018

		Governmental Funds				Proprietary Funds		Fid. Fund	Account Groups		Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long Term Debt	Memorandum Only
<b>Liabilities and Other Credits</b>											
260-269	Long-Term-Liabilities									8,975,154	8,975,154
240-259	Current Portion of Long-Term Debt and Other Credits									265,154	265,154
<b>Total Liabilities and Other Credits</b>		393,142	50,624	348,074				5,032,489		9,240,308	15,064,637
<b>Fund and Account Group Equity</b>											
281-284	Contributed Capital										
290.00	Investment in General Fixed Assets								76,200,166		76,200,166
270-289	Fund Balance / Retained Earnings on 12/31	6,432,113	2,974,575	14,977,325				19,528,005			43,912,018
291-299	Other Equity										
<b>Total Fund and Account Group Equity</b>		6,432,113	2,974,575	14,977,325				19,528,005	76,200,166		120,112,184
<b>TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY</b>											135,176,821

**HORSHAM TWP, MONTGOMERY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2018

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

**REVENUES**

**Taxes**

301.00	Real Estate Taxes		2,186,364					2,186,364
305.00	Occupation Taxes (levied under municipal code)							
308.00	Residence Taxes (levied by cities of the 3rd Class)							
309.00	Regional Asset District Sales Tax (Allegheny County municipalities only)							
310.00	Per Capita Taxes							
310.10	Real Estate Transfer Taxes	844,421						844,421
310.20	Earned Income Taxes / Wage Taxes	9,147,297						9,147,297
310.30	Business Gross Receipts Taxes							
310.40	Occupation Taxes (levied under Act 511)							
310.50	Local Services Tax **	1,504,854						1,504,854
310.60	Amusement / Admission Taxes							
310.70	Mechanical Device Taxes	4,350						4,350
310.90	Other: _____							
	Other: _____							
<b>Total Taxes</b>		11,500,922	2,186,364					13,687,286

**Licenses and Permits**

320-322	All Other Licenses and Permits	28,725						28,725
321.80	Cable Television Franchise Fees	584,813						584,813
<b>Total Licenses and Permits</b>		613,538						613,538

**Fines and Forfeits**

330-332	Fines and Forfeits	145,175	23,750					168,925
<b>Total Fines and Forfeits</b>		145,175	23,750					168,925

**HORSHAM TWP, MONTGOMERY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2018

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

**REVENUES**

<b>Interest, Rents and Royalties</b>								
341.00	Interest Earnings	102,570	51,180	191,254			486,973	831,977
342.00	Rents and Royalties	22,500		91,434				113,934
<b>Total Interest, Rents and Royalties</b>		125,070	51,180	282,688			486,973	945,911

<b>Federal</b>								
351.03	Highways and Streets							
351.09	Community Development							
351.00	All Other Federal Capital and Operating Grants							
352.01	National Forest							
352.00	All Other Federal Shared Revenue and Entitlements							
353.00	Federal Payments in Lieu of Taxes							
<b>Total Federal</b>								

<b>State</b>								
354.03	Highways and Streets							
354.09	Community Development			1,065				1,065
354.15	Recycling / Act 101	184,722						184,722
354.00	All Other State Capital and Operating Grants		74,252	74,656				148,908
355.01	Public Utility Realty Tax (PURTA)	14,547						14,547
355.02-355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		805,898					805,898
355.04	Alcoholic Beverage Licenses	7,317						7,317
355.05	General Municipal Pension System State Aid	566,811						566,811
355.07	Foreign Fire Insurance Tax Distribution	214,111						214,111
355.08	Local Share Assessment/Gaming Proceeds							
355.09	Marcellus Shale Impact Fee Distribution							

**HORSHAM TWP, MONTGOMERY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2018

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

**REVENUES**

State								
355.00	All Other State Shared Revenues and Entitlements							
356.00	State Payments in Lieu of Taxes							
<b>Total State</b>		987,508	880,150	75,721				1,943,379

Local Government Units								
357.03	Highways and Streets							
357.00	All Other Local Governmental Units Capital and Operating Grants	9,819		18,664				28,483
358.00	Local Government Unit Shared Payments for Contracted Intergovernmental Services							
359.00	Local Governmental Units and Authorities Payments in Lieu of Taxes							
<b>Total Local Government Units</b>		9,819		18,664				28,483

Charges for Service								
361.00	General Government	94,979						94,979
362.00	Public Safety	861,618						861,618
363.20	Parking							
363.00	All Other Charges for Highway & Street Services	101,693						101,693
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)							
364.30	Solid Waste Collection and Disposal Charge (trash)							
364.60	Host Municipality Benefit Fee for Solid Waste Facility							
364.00	All Other Charges for Sanitation Services							
365.00	Health							
366.00	Human Services							
367.00	Culture and Recreation		122,725					122,725
368.00	Airports							

**HORSHAM TWP, MONTGOMERY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2018

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

**REVENUES**

Charges for Service								
369.00	Bars							
370.00	Cemeteries							
372.00	Electric System							
373.00	Gas System							
374.00	Housing System							
375.00	Markets							
377.00	Transit Systems							
378.00	Water System							
379.00	All Other Charges for Service							
<b>Total Charges for Service</b>		1,058,290	122,725					1,181,015

Unclassified Operating Revenues								
383.00	Special Assessments		175,925	251,337				427,262
386.00	Escheats (sale of personal property)							
387.00	Contributions and Donations from Private Sectors		1,846	73,699				75,545
388.00	Fiduciary Fund Pension Contributions						1,545,480	1,545,480
389.00	All Other Unclassified Operating Revenues	49,661	20,194	1,659				71,514
<b>Total Unclassified Operating Revenues</b>		49,661	197,965	326,695			1,545,480	2,119,801

Other Financing Sources								
391.00	Proceeds of General Fixed Asset Disposition	23,831	5,882					29,713
392.00	Interfund Operating Transfers	1,159,247		832,577	282,131			2,273,955
393.00	Proceeds of General Long-Term Debt			4,060,000				4,060,000
394.00	Proceeds of Short Term-Debt							

**HORSHAM TWP, MONTGOMERY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2018

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

**REVENUES**

Other Financing Sources								
395.00	Refunds of Prior Year Expenditures	152,971	7,975					160,946
<b>Total Other Financing Sources</b>		1,336,049	13,857	4,892,577	282,131			6,524,614

**TOTAL REVENUES**

15,826,032	3,475,991	5,596,345	282,131			2,032,453	27,212,952
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**EXPENDITURES**

General Government								
400.00	Legislative (Governing) Body	20,797						20,797
401.00	Executive (Manager or Mayor)	862,503						862,503
402.00	Auditing Services / Financial Administration							
403.00	Tax Collection	200,691						200,691
404.00	Solicitor / Legal Services							
405.00	Secretary / Clerk							
406.00	Other General Government Administration							
407.00	IT-Networking Services-Data Processing							
408.00	Engineering Services							
409.00	General Government Buildings and Plant	291,661		2,607,289				2,898,950
<b>Total General Government</b>		1,375,652		2,607,289				3,982,941

**Public Safety**

410.00	Police	5,500,653						5,500,653
411.00	Fire	948,326	60,102					1,008,428
412.00	Ambulance / Rescue							
413.00	UCC and Code Enforcement	702,484						702,484



**HORSHAM TWP, MONTGOMERY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2018

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

**EXPENDITURES**

**Public Safety**

414.00	Planning and Zoning	49,213						49,213
415.00	Emergency Management and Communications	34						34
416.00	Militia and Armories							
417.00	Examination of Licensed Occupations							
418.00	Public Scales (weights and measures)							
419.00	Other Public Safety							
<b>Total Public Safety</b>		7,200,710	60,102					7,260,812

**Health and Human Services**

420.00-425.00	Health and Human Services							
<b>Total Health and Human Services</b>								

**Public Works - Sanitation**

426.00	Recycling Collection and Disposal							
427.00	Solid Waste Collection and Disposal (garbage)	61,507						61,507
428.00	Weed Control							
429.00	Wastewater / Sewage Treatment and Collection							
<b>Total Public Works - Sanitation</b>		61,507						61,507

**Public Works - Highways and Streets**

430.00	General Services - Administration	519,382						519,382
431.00	Cleaning of Streets and Gutters							
432.00	Winter Maintenance – Snow Removal	196,802	106,913					303,715
433.00	Traffic Control Devices	126,140						126,140
434.00	Street Lighting		30,401					30,401

**HORSHAM TWP, MONTGOMERY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2018

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

**EXPENDITURES**

<b>Public Works - Highways and Streets</b>								
435.00	Sidewalks and Crosswalks							
436.00	Storm Sewers and Drains	3,203						3,203
437.00	Repairs of Tools and Machinery	69,469						69,469
438.00	Maintenance and Repairs of Roads and Bridges	548,265	757,714					1,305,979
439.00	Highway Construction and Rebuilding Projects	269,269						269,269
<b>Total Public Works - Highways and Streets</b>		1,732,530	895,028					2,627,558

<b>Other Public Works Enterprises</b>								
440.00	Airports							
441.00	Cemeteries							
442.00	Electric System							
443.00	Gas System							
444.00	Markets							
445.00	Parking							
446.00	Storm Water and Flood Control							
447.00	Transit System							
448.00	Water System							
449.00	Water Transport and Terminals							
<b>Total Other Public Works Enterprises</b>								

<b>Culture and Recreation</b>								
451.00	Culture-Recreation Administration							
452.00	Participant Recreation	1,342	125,416					126,758
453.00	Spectator Recreation							
454.00	Parks	763,665		338,573				1,102,238

**HORSHAM TWP, MONTGOMERY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2018

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

**EXPENDITURES**

<b>Culture and Recreation</b>								
455.00	Shade Trees							
456.00	Libraries		769,456					769,456
457.00	Civil and Military Celebrations							
458.00	Senior Citizens' Centers							
459.00	All Other Culture and Recreation							
<b>Total Culture and Recreation</b>		765,007	894,872	338,573				1,998,452

<b>Community Development</b>								
461.00	Conservation of Natural Resources							
462.00	Community Development and Housing							
463.00	Economic Development	62,798						62,798
464.00	Economic Opportunity							
465-469	All Other Community Development							
<b>Total Community Development</b>		62,798						62,798

<b>Debt Service</b>								
471.00	Debt Principal (short-term and long-term)	100,154			155,000			255,154
472.00	Debt Interest (short-term and long-term)				126,592			126,592
475.00	Fiscal Agent Fees		52,954	539				53,493
<b>Total Debt Service</b>		100,154	52,954	282,131				435,239

<b>Employer Paid Benefits and Withholding Items</b>								
481.00	Employer Paid Withholding Taxes and Unemployment Compensation	583,907						583,907
482.00	Judgments and Losses						1,758,602	1,758,602
483.00	Pension / Retirement Fund Contributions	1,476,085						1,476,085

**HORSHAM TWP, MONTGOMERY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2018

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

**EXPENDITURES**

**Employer Paid Benefits and Withholding Items**

484.00	Worker Compensation Insurance	261,679						261,679
487.00	Other Group Insurance Benefits	1,801,379						1,801,379
<b>Total Employer Paid Benefits and Withholding Items</b>		4,123,050					1,758,602	5,881,652

**Insurance**

486.00	Insurance, Casualty, and Surety	210,665						210,665
<b>Total Insurance</b>		210,665						210,665

**Unclassified Operating Expenditures**

488.00	Fiduciary Fund Benefits and Refunds Paid						1,367,946	1,367,946
489.00	All Other Unclassified Expenditures	10,980	4,863	7,838			81,887	105,568
<b>Total Unclassified Operating Expenditures</b>		10,980	4,863	7,838			1,449,833	1,473,514

**Other Financing Uses**

491.00	Refund of Prior Year Revenues	1,107						1,107
492.00	Interfund Operating Transfers	832,577	1,441,378					2,273,955
493.00	All Other Financing Uses							
<b>Total Other Financing Uses</b>		833,684	1,441,378					2,275,062

**TOTAL EXPENDITURES**

		16,476,737	3,296,243	3,006,654	282,131			3,208,435	26,270,200
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**EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES**

		-650,705	179,748	2,589,691				-1,175,982	942,752
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**HORSHAM TWP**  
December 31, 2018

**DEBT STATEMENT**

**OUTSTANDING BONDS AND NOTES**

Listed below are all currently outstanding bond and note issues according to our files, excluding bond issues redeemed or refunded and defeased. Please show the principal payments and make any other necessary corrections and additions.

Purpose	Bond (B) Capital Lease (C) Lease Rental (L) Note (N)	Issue Year (yyyy)	Maturity Year (yyyy)	Original Amount of Issue	Outstanding Beginning of Year (1)	Principal Incurred This Year	Principal Paid This Year	Current Year Accretion on Compound Interest Bonds	Outstanding at Year End (1)	Plus (less) Unamortized Premium (Discount)	Total Balance
<b>General Obligation Bonds and Notes</b>											
2015 Note	Note	2015	2020	500,770	300,462		100,154		200,308		200,308
2016 GO Bond	Bond	2016	2042	5,940,616	5,135,000		155,000		4,980,000		4,980,000
2018 GO BOND	Bond	2018	2048	4,060,000	0	4,060,000			4,060,000		4,060,000
<b>Revenue Bonds and Notes</b>											
<b>Lease Rental Debt</b>											
<b>Other</b>											

(1) - excludes unamortized premium/discount

<b>Total bonds and notes outstanding</b>	9,240,308
<b>Capitalized lease obligations</b>	0
<b>Net debt</b>	9,240,308

**HORSHAM TWP, MONTGOMERY County**  
**STATEMENT OF CAPITAL EXPENDITURES**

December 31, 2018

Category	Capital Purchases	Capital Construction	Total
Community Development			
Electric			
Fire			
Gas System			
General Government	30,599	2,429,202	2,459,801
Health			
Housing			
Libraries	163,300		163,300
Mass Transit			
Parks	110,523	531,799	642,322
Police	127,392		127,392
Recreation			
Sewer			
Solid Waste			
Streets / Highways	330,267	678,115	1,008,382
Water			
Other: _____			
<b>TOTAL CAPITAL EXPENDITURES</b>	762,081	3,639,116	4,401,197

**EMPLOYEE COMPENSATION**

Total salaries, wages, commissions, etc. paid this year (including all employees and elected officials)

8,868,536

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**Independent Public Accountant/Certified Public Accountant Submission Page**  
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**SIGNATURE AND VERIFICATION**

Signed: Bee, Bergvall Appointed Auditor/CPA

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December 31, 2018

**NOTES / COMMENTS**

FIDUCIARY FUNDS

LINE 489.000-OTHER MISCELLANEOUS EXPENDITURES

INVESTMENT EXPENSES	\$73,487
ACTUARY FEES	8,400
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	\$81,887