

**COMPREHENSIVE
ANNUAL
FINANCIAL REPORT**



**WHITPAIN TOWNSHIP
MONTGOMERY COUNTY
PENNSYLVANIA**

For the year ended December 31, 2015

**WHITPAIN TOWNSHIP
MONTGOMERY COUNTY
PENNSYLVANIA**

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FINANCIAL REPORT**

For the Year Ended December 31, 2015

**Whitpain Township Finance Department
Christine M. Bauman, Director of Finance**

INTRODUCTORY SECTION

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WHITPAIN TOWNSHIP
MONTGOMERY COUNTY
COMMONWEALTH OF PENNSYLVANIA

960 WENTZ ROAD
BLUE BELL, PA 19422-1835
(610) 277-2400
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June 15, 2016

To the Board of Supervisors and Citizens of Whitpain Township:

We are pleased to present to you the Comprehensive Annual Financial Report of Whitpain Township for the fiscal year ended December 31, 2015. A complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants is presented herewith.

This report consists of management's representations concerning the finances of Whitpain Township. Consequently, responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the Township's management. To the best of our knowledge, the information presented in this report is accurate in all material respects and is reported in a manner designed to fairly represent the financial position and results of operations of the funds and component units of Whitpain Township. All disclosures necessary to enable the reader to gain an understanding of Whitpain Township's financial activities have been included.

Whitpain Township's financial statements have been audited by Maillie LLP, a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of Whitpain Township for the fiscal year ending December 31, 2015, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures of the financial statements; assessing the accounting principles used and significant estimates by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that Whitpain Township's financial statements for the fiscal year ended December 31, 2015, are fairly presented in conformity with GAAP. The independent auditors' report is presented at the beginning of the Financial Section of this report.

The purpose of this report is to provide readers with useful information concerning the Township's financial position and operations. Generally Accepted Accounting Principles (GAAP) require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement the MD&A and should be read in conjunction with it. Whitpain Township's MD&A can be found immediately following the report of the independent auditors.

Profile of the Township

Whitpain Township is a 12.81 square-mile, rectangular-shaped community located in central Montgomery County. The Township is located approximately 16 miles from the City of Philadelphia. Whitpain Township is a diverse and dynamic suburban cosmopolitan area, with an excellent mix of housing and expanding opportunities for employment, making it one of the most desirable communities in the region in which to live and work. As part of the Wissahickon School District, Whitpain houses three elementary schools.

Incorporated in 1701, the Township was originally a rural farming community but experienced rapid residential growth in the past 60 years with a fivefold increase in its population from 3,063 in 1950 to 18,875 in 2010. While primarily an affluent residential suburb of Philadelphia, the Township has experienced significant growth in business development, making Whitpain Township the home to several of the Philadelphia region's largest corporations, including Aetna and Unisys. Despite a strong business presence, Whitpain retains its suburban character with a wide range of well-established residential neighborhoods. Whitpain Township is a composite of several small communities established before and after the Revolutionary War. They included Blue Bell, Broad Axe, Centre Square, Custer, Franklinville, Belfry and Washington Square. Today, most of Whitpain Township is covered by the Blue Bell, Pennsylvania zip code (19422).

The Township is governed by a five-member elected Board of Supervisors that serves as the Township's legislative and policymaking body. The Board members are elected at large to staggered six-year terms. Whitpain Township operates under the auspices of the Pennsylvania Second Class Township Code. The Board of Supervisors is empowered to appoint professionals to assist in the operation of the Township and to furnish advice and counsel on technical matters. Additionally, the Board appoints all the members of the various boards and commissions, including the Planning Commission and Zoning Hearing Board. Levying taxes and authorizing appropriations are the responsibility of the Board of Supervisors. During the months of October, November and December, public hearings are held for the purpose of reviewing the budget for the following year.

The Board of Supervisors is assisted by a full-time appointed Township Manager who is responsible for the day-to-day operations of the Township. The Township provides a full range of municipal services. The public safety programs include police, fire protection, building inspection, planning, zoning, emergency management and code enforcement. Whitpain Township relies heavily on its partnerships with Centre Square Fire Company and Second Alarmers Rescue Squad for providing emergency services. The countless hours spent by the volunteers from the Centre Square Fire Company in protecting the community are greatly appreciated. Public works programs include street maintenance and repair, street lighting, snow removal, traffic signalization, street markings, sewer system maintenance, storm sewer and storm water basin maintenance and maintenance of building and park facilities. The Township owns and maintains numerous community and neighborhood parks and nature areas, and holds an annual Community Festival and a free concert in the park series.

The Township has a well-developed park system with the keystone being Wentz Run Park, just adjacent to the Township Building complex. The Township has undertaken an Open Space initiative over the past 20 years accumulating approximately 425 acres of dedicated open space. Wentz Run Park has baseball/softball and soccer fields, basketball and tennis courts, children's playground and gazebo, which is the center for the concert in the park series. The Township also owns Prophecy Creek Park and the associated Manor House. The Manor House is a historical facility which is being operated as a highly regarded catering facility as part of a public-private partnership.

Major Initiatives

Following are some of the major initiatives undertaken by the Township in 2015:

- **Prophecy Creek Manor House** - During 2010, Whitpain Township entered into a public-private partnership and approved a license agreement with Weddings By The Pond for the use of the Manor House at Prophecy Creek Park. The Manor House had fallen into disrepair and needed significant capital improvements. The unique agreement with Weddings By The Pond, owned by Robert Fair Caterers, grants the company permission to use the Manor House for special events, such as weddings, meetings and receptions. As part of the agreement, the company is making the much-needed improvements to the Manor House. In 2015, the Township received annual license fees totaling \$300,875 from the use of the Manor House. These funds provide additional resources necessary for maintaining currently owned open space and for acquiring or improving additional open space. An architect continued designing and refining major facility improvements that would make the facility a year-round event destination.
- **Management Information Systems** - The Township continues to integrate its management information systems (MUNIS) organization wide. Accounts payable and payroll payments are generated using automated check signatures. Enhancements are being implemented to scan, process, approve and file accounts payable transactions using an electronic document management system linked to MUNIS. The Code Enforcement Department is converting its legacy permits software to MUNIS.
- **Environment & Stormwater Management** - During 2015, Whitpain Township continued implementation of the Municipal Separate Storm Sewer System (MS4) Program with focused attention to inspection of the system and public education elements. The Township also continued in developing a long-range capital improvement plan and operational change necessary to comply with the requirements of the program. Whitpain Township finalized designed engineering plans for a basin retrofit project in the Village Circle neighborhood. It is anticipated that the basin will be retrofitted in the summer of 2016. The Township also worked to update its stormwater management ordinance to enhance protection of the Wissahickon Creek Watershed. In 2015, the Township was recognized with an award from the Greater Valley Forge TMA at the organization's 6th Annual Sustainability Awards Program. The Township also received a Star Award from Communities in Motion for its efforts at Centre Square Park.
- **Police Department Accreditation & Succession Planning** - The Whitpain Police Department maintained its accreditation with the Pennsylvania Law Enforcement Accreditation Commission in 2015. Whitpain is one of only 100 organizations to achieve this loft standard in the Commonwealth. In 2015, the Department also relied on its succession planning to promote Ken Lawson to Chief upon the retirement of the former chief, Mark Smith.
- **Comprehensive Plan** - In 2015, Whitpain continued the process of creating a new comprehensive plan. The plan, titled "Whitpain 2035: 4 Villages within a Community," was thoroughly researched and carefully crafted with a planned adoption date in 2016. The name comes from the four remaining village areas within Whitpain: Blue Bell, Broad Axe, Centre Square and West Ambler. These areas are the foundation of our community character and vital to the smart growth of the Township over the next generation.

Whitpain 2035 will be a multi-year consensus-building effort to create a new and genuinely sustainable comprehensive plan. A committee will guide the process. The committee will solicit input from the public through a variety of approaches, including four town hall meetings at various venues. After input is received, a draft comprehensive plan will be crafted and analyzed. Following public hearings and other refinements, the Board of Supervisors will adopt the new comprehensive plan that will serve as a guide for future planning and development.

- **Communications** - Whitpain continued its initiative to provide enhanced communications to its residents. The Township offers information via an electronic newsletter, traditional bi-yearly print newsletter, website and Twitter postings about Township events, environmental tips, traffic and weather alerts and other valuable information. Electronic forms of communication proved helpful during emergencies. The electronic newsletter, which is sent on a weekly basis to 1,600 recipients, won first place in the Pennsylvania State Association of Township Supervisors' 47th Annual Citizen Communication Contest.
- **GFOA Award** - For the fourth consecutive year, Whitpain was awarded the Certificate for Excellence in Financial Reporting by the Government Finance Officers Association (GFOA) for the Township's 2014 Comprehensive Annual Financial Report. The report was judged by an impartial panel to meet the high standards of the program, including demonstrating a constructive spirit of full disclosure to clearly communicate its financial story and motivate potential users and user groups to read the report.

The Certificate of Achievement is the highest form of recognition in the area of governmental accounting and financial reporting. The attainment represents a significant accomplishment for a government and its management, according to the GFOA.

- **Centre Square Park** - In 2011, the Township entered into a public private partnership with Walsh Construction which allowed Walsh to place clean fill from the PA Turnpike Expansion Project onto Township-owned open space. In return for accepting the clean fill, Walsh agreed to convert the Township open space into a new park with seven fields, walking trails and a state-of-the-art stormwater management and irrigation system. Although walking trails in the park opened in 2014, the parks grand opening was celebrated in 2015, when the playing fields were ready for soccer and lacrosse games. The entire project includes \$4.5 million of improvements, all of which were paid by Walsh Construction. As previously mentioned, this park was recognized with an award from Communities in Motion in 2015.
- **West Ambler Revitalization and Action Plan** - Since early 2012, Whitpain Township has been working with a dedicated group of concerned citizens and consultants to formulate a West Ambler Revitalization and Action Plan. The plan addresses three broad themes: revitalization, brownfield reutilization and stormwater management. West Ambler is a geographically-isolated section of the Township, which is prone to flooding and is dealing with environmental issues caused by the legacy of asbestos factories.

Whitpain Township has partnered with two other communities and Temple University's Center for Sustainable Communities to study the Rose Valley Watershed. The study could lead to revisions of FEMA's floodplain maps and suggest steps to help mitigate the risk of flooding in the future.

The U.S. Environmental Protection Agency is completing an emergency remediation of a Township-owned 17-acre park which is part of the BoRit Asbestos site. The park has been closed since the 1980s because of asbestos contamination. As the EPA completes its work to prevent the immediate risk posed by the asbestos, it is also working on a study that will guide final remediation for the site.

In 2013, a streetscape plan brought sidewalks and enhanced landscaping to a major street in West Ambler. This \$250,000 project, which was completely funded by a state grant, is one of the first physical improvements residents will see in the neighborhood. This neighborhood is poised for revitalization because of its proximity to mass transit, affordable housing and access to walking trails and parks.

Fund Balance Policy

The Township has adopted GASB Statement No. 54, which redefined how fund balances of the Governmental Funds are presented in the financial statements. Fund balances are classified as follows: Nonspendable, Restricted, Committed, Assigned and Unassigned. In 2015, the Township rebalanced its fund balances in the General Fund and Capital Projects Fund, by transferring \$500,000 million from General Fund to Capital Projects Fund. These funds are now classified as Assigned for Capital Acquisition, Construction and Improvement.

Long-Term Debt Activity

For more detailed information on long-term debt activity, please see Notes to the Basic Financial Statements (Note F, Long-Term Debt).

Capital Asset Activity

For more detailed information on capital asset activity, please see the Supplementary Information Section.

Local Economy

The economic growth in the Township has been driven in large part by business and commercial and development, but new residential construction increased in 2015 as well. Although there are major employers in the Township, notably Aetna, Montgomery Country Community College and Henkels & McCoy, Inc., the employment base is not dominated by one business or industry. Noting the list of Principal Employers in the Statistical Section of this report, the top employers comprised approximately 23% of the workforce in 2015. There continues to be a greater diversity of employers in the Township providing more stability for the Township to weather downturns in the economy. Unfortunately, total employment declined over those years. However, Whitpain saw a resurgence in late 2011 and early 2012 that continued into 2014. In 2015, Whitpain saw the total employment increase by 4.2%.

While impacted by the downturn in the economy, the Township continues to rank below the state and national averages for unemployment. The per capita and household income is among the leaders of municipalities in Montgomery County, which is one of the most prosperous in the Commonwealth of Pennsylvania.

During 2015, land development and subdivision activity was higher than the levels experienced in the previous three years. Land development projects that were initiated in 2015 include the Centre Square Commons shopping center project, the Centre Square Fire Company Fire Station land development and the Arborcrest campus – Woodlands office building land development project. Four new subdivision projects were also initiated in 2015. Permit activity remained consistent in 2015 for most permits; however, there were some changes in overall permit activity. Plot plan permits for new homes increased substantially and land development waiver applications decreased to a more normal level in 2015.

A more detailed analysis of the Township's overall financial condition during the fiscal year ended 2015 is included as part of Management's Discussion and Analysis section of this report.

Long-Term Financial Planning

The Board of Supervisors and Township staff is committed to providing value to the taxpayers by maintaining quality service levels and offering new benefits whenever the opportunity presents itself and the Township's fiscal position permits. To accomplish this, the Township regularly evaluates its revenue generating strategy. The Township has also developed and maintains multi-year financing plans for replacement of capital assets and infrastructure improvements. These include 5-year budgetary projections and a 10-Year Capital Improvement Program, both of which have been incorporated into the annual budget review process.

Also, as a part of sound fiscal planning, the Township has adopted a fund balance policy that is compliant with GASB 54 for determining fund balance categories and based on recommendations from the Government Finance Officers Association for maintaining a fund balance in the General Fund of approximately two months of expenditures, or a range of fifteen to twenty percent of General Fund appropriations

Internal Controls

The management of the Township is responsible for establishing and maintaining an internal control structure designed to ensure that the assets of the Township are protected from loss, theft, or misuse and to ensure that adequate accounting data is compiled and maintained to allow for the preparation of financial statements in conformity with generally accepted accounting principles. The internal control structure is designed to provide reasonable, but not absolute, assurance that the Township's objectives are met. The concept of reasonable assurance recognizes that:

1. The cost of a control should not exceed its benefit, and
2. The evaluation of cost and benefits requires estimates and judgments by management.

All internal accounting control evaluations occur within the above framework. We believe that the Township's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of transactions and maintenance of asset accountability.

In addition to the above controls, the Township maintains budgetary accounting controls. The objective of these controls is to ensure compliance with legal provisions embodied in the annual budget approved by the Board of Supervisors. Activities of all Township funds, with the exception of developers' escrow funds and pension trust funds, are included in the annual appropriation budget. The annual budget process officially begins in August of each year with the request for budget proposals sent to the Township's department heads. Throughout the course of September and October, requests for funding are submitted and reviewed by the Township management. A proposed annual budget is submitted to the Board of Supervisors in October. The Board has public workshop meetings to review the budget submissions. The Board holds a public hearing on the proposed budget and the process culminates with a vote for adoption by the governing body in December. The Township's fiscal year begins on January 1st and ends on December 31st. All annual appropriations lapse at year-end.

Although the Township maintains the legal level of control established by law for its operating budget, the Board of Supervisors has also established an internal budgetary control system at the departmental level. Each department is required to operate within the annual departmental budget established by the Board of Supervisors.

As demonstrated by the statements and schedules included in the financial section of this report, the Township continues to meet its responsibility for sound financial management.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) reviews and evaluates CAFR submissions for consideration for award of a Certificate of Achievement for Excellence in Financial Reporting. In order to be awarded this Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements. As previously noted, Whitpain was awarded the Certificate for Excellence in Financial Reporting by GFOA for the Township's 2014 CAFR.

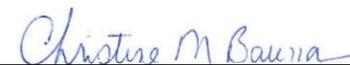
Preparation of this report would have been impossible without the hard work of the Finance Department staff, not just in the compilation of information at year-end, but in maintaining the Township's financial records and fiscal control system throughout the year. We also wish to thank our auditors, Maillie LLP, for their expertise and assistance throughout this process.

We greatly appreciate the ongoing support and guidance we receive from the Board of Supervisors.

Respectfully Submitted,



Roman M. Pronczak
Township Manager



Christine M. Bauman
Assistant Finance Director



Government Finance Officers Association

Certificate of
Achievement
for Excellence
in Financial
Reporting

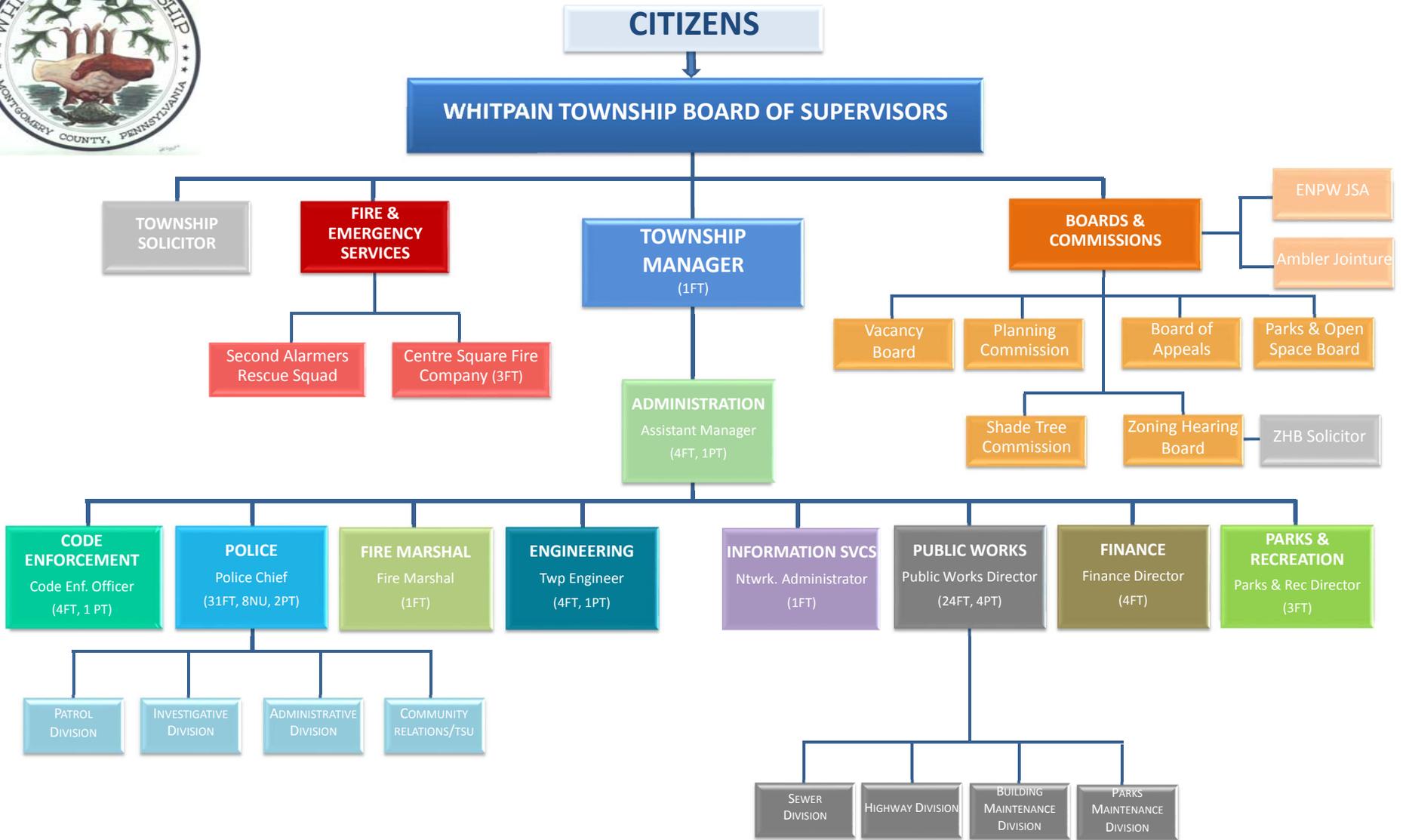
Presented to

Whitpain Township
Pennsylvania

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO



- 13 -

Employee Count - 88 Full Time; 9 Part Time
 Last Edited - 10/14/15 - NML

**WHITPAIN TOWNSHIP
LIST OF OFFICIALS
AS OF DECEMBER 31, 2015**

BOARD OF SUPERVISORS

Fred Conner, Chairman
Adam Zucker, Vice Chairman
Anthony F. Greco, Secretary
Melissa Murphy Weber, Treasurer
Ken Wollman, Assistant Secretary

APPOINTED OFFICIALS

Roman M. Pronczak, Township Manager
James J. Garrity, Township Solicitor
Frank R. Bartle, Zoning Hearing Board Solicitor

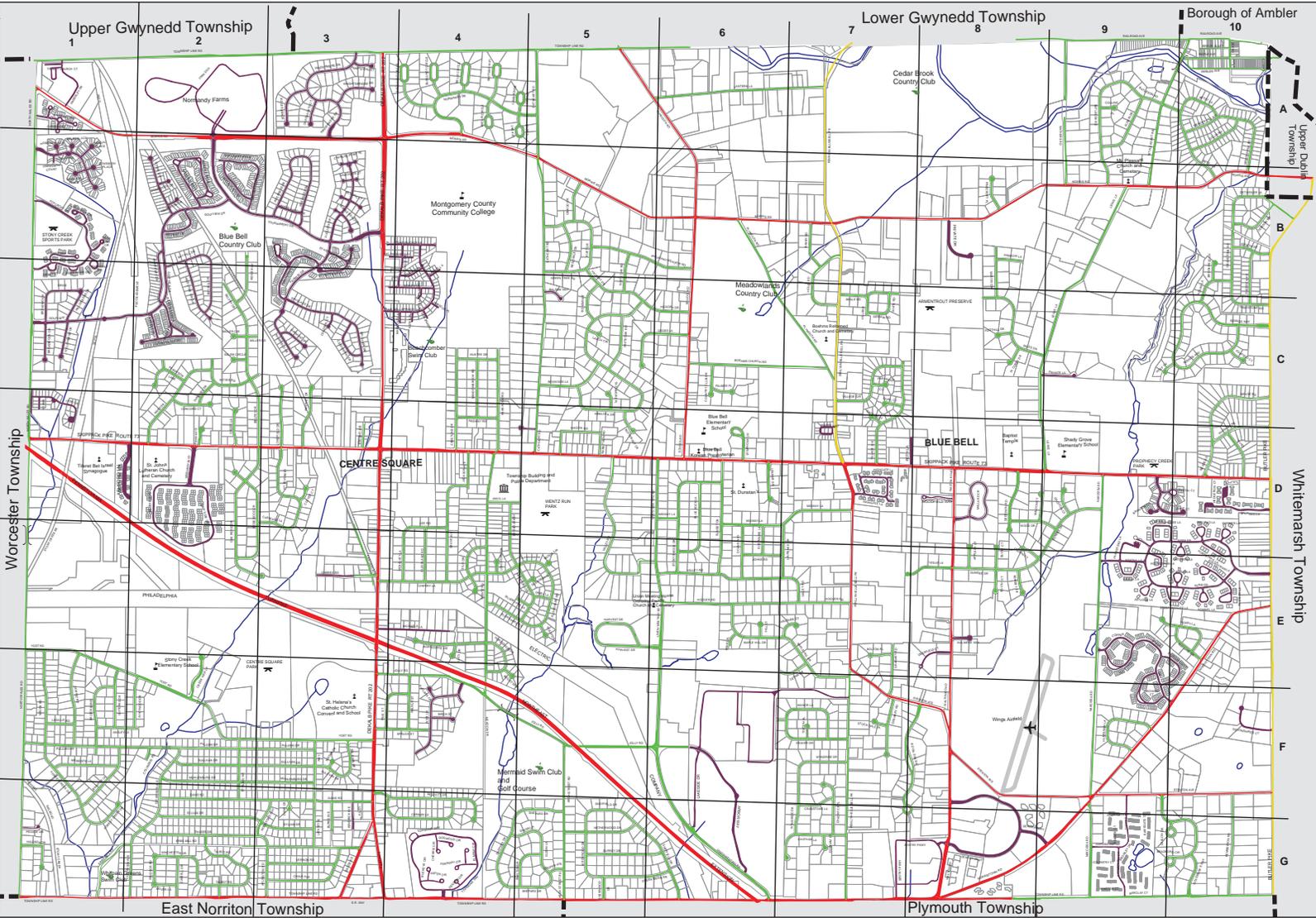
OTHER MANAGEMENT OFFICIALS

David Mrochko, Assistant Township Manager
Christine M. Bauman, Director of Finance
James E. Blanch, Township Engineer
Kenneth Lawson, Chief of Police
David M. Camarda, Fire Marshal
N. Lee Miller, Fire Chief
Michael E. McAndrew, Code Enforcement Officer
Ronald J. Cione, Director of Public Works
Kurt W. Baker, Parks & Recreation Director

OTHERS

Patty Nelson, Tax Collector (elected)
Berkheimer Tax Administrator (appointed)
TD Bank, Banking Depository
Conrad Siegel Actuaries, Pension Plan Actuary
Janney Montgomery Scott, Pension Plan Investment Advisor
Eckert, Seamans Cherin & Mellott, LLC, Labor Law Attorneys
SC Engineers, Inc., Sewer/Environmental Engineers
McMahon Associates, Inc., Traffic Engineers
Van E. Rieker, Planning Consultant

Street Name	Grid(s)	Street Name	Grid(s)
Abbey Ct	1C	Johns Rd	2E
Adair	1C	Jolly Rd	2F,2F
Adler Ave	1A,1A	Kauffman Dr	2C
Amor Cir	4A	Kendrick Ave	2D
Amor Ct	2F,2F	Kendrick Dr	2E,2E
Amor Ln	4A	Kendrick Dr	2A
Amor Ln	2D,2D	Kendrick Dr	2B
Amor Way	2F,2F	Kendrick Dr	2C
Amor Way	2F,2F	Kendrick Dr	2D
Amor Way	2F,2F	Kendrick Dr	2E
Amor Way	2F,2F	Kendrick Dr	2F
Amor Way	2F,2F	Kendrick Dr	2G
Amor Way	2F,2F	Kendrick Dr	2H
Amor Way	2F,2F	Kendrick Dr	2I
Amor Way	2F,2F	Kendrick Dr	2J
Amor Way	2F,2F	Kendrick Dr	2K
Amor Way	2F,2F	Kendrick Dr	2L
Amor Way	2F,2F	Kendrick Dr	2M
Amor Way	2F,2F	Kendrick Dr	2N
Amor Way	2F,2F	Kendrick Dr	2O
Amor Way	2F,2F	Kendrick Dr	2P
Amor Way	2F,2F	Kendrick Dr	2Q
Amor Way	2F,2F	Kendrick Dr	2R
Amor Way	2F,2F	Kendrick Dr	2S
Amor Way	2F,2F	Kendrick Dr	2T
Amor Way	2F,2F	Kendrick Dr	2U
Amor Way	2F,2F	Kendrick Dr	2V
Amor Way	2F,2F	Kendrick Dr	2W
Amor Way	2F,2F	Kendrick Dr	2X
Amor Way	2F,2F	Kendrick Dr	2Y
Amor Way	2F,2F	Kendrick Dr	2Z
Amor Way	2F,2F	Kendrick Dr	3A
Amor Way	2F,2F	Kendrick Dr	3B
Amor Way	2F,2F	Kendrick Dr	3C
Amor Way	2F,2F	Kendrick Dr	3D
Amor Way	2F,2F	Kendrick Dr	3E
Amor Way	2F,2F	Kendrick Dr	3F
Amor Way	2F,2F	Kendrick Dr	3G
Amor Way	2F,2F	Kendrick Dr	3H
Amor Way	2F,2F	Kendrick Dr	3I
Amor Way	2F,2F	Kendrick Dr	3J
Amor Way	2F,2F	Kendrick Dr	3K
Amor Way	2F,2F	Kendrick Dr	3L
Amor Way	2F,2F	Kendrick Dr	3M
Amor Way	2F,2F	Kendrick Dr	3N
Amor Way	2F,2F	Kendrick Dr	3O
Amor Way	2F,2F	Kendrick Dr	3P
Amor Way	2F,2F	Kendrick Dr	3Q
Amor Way	2F,2F	Kendrick Dr	3R
Amor Way	2F,2F	Kendrick Dr	3S
Amor Way	2F,2F	Kendrick Dr	3T
Amor Way	2F,2F	Kendrick Dr	3U
Amor Way	2F,2F	Kendrick Dr	3V
Amor Way	2F,2F	Kendrick Dr	3W
Amor Way	2F,2F	Kendrick Dr	3X
Amor Way	2F,2F	Kendrick Dr	3Y
Amor Way	2F,2F	Kendrick Dr	3Z
Amor Way	2F,2F	Kendrick Dr	4A
Amor Way	2F,2F	Kendrick Dr	4B
Amor Way	2F,2F	Kendrick Dr	4C
Amor Way	2F,2F	Kendrick Dr	4D
Amor Way	2F,2F	Kendrick Dr	4E
Amor Way	2F,2F	Kendrick Dr	4F
Amor Way	2F,2F	Kendrick Dr	4G
Amor Way	2F,2F	Kendrick Dr	4H
Amor Way	2F,2F	Kendrick Dr	4I
Amor Way	2F,2F	Kendrick Dr	4J
Amor Way	2F,2F	Kendrick Dr	4K
Amor Way	2F,2F	Kendrick Dr	4L
Amor Way	2F,2F	Kendrick Dr	4M
Amor Way	2F,2F	Kendrick Dr	4N
Amor Way	2F,2F	Kendrick Dr	4O
Amor Way	2F,2F	Kendrick Dr	4P
Amor Way	2F,2F	Kendrick Dr	4Q
Amor Way	2F,2F	Kendrick Dr	4R
Amor Way	2F,2F	Kendrick Dr	4S
Amor Way	2F,2F	Kendrick Dr	4T
Amor Way	2F,2F	Kendrick Dr	4U
Amor Way	2F,2F	Kendrick Dr	4V
Amor Way	2F,2F	Kendrick Dr	4W
Amor Way	2F,2F	Kendrick Dr	4X
Amor Way	2F,2F	Kendrick Dr	4Y
Amor Way	2F,2F	Kendrick Dr	4Z
Amor Way	2F,2F	Kendrick Dr	5A
Amor Way	2F,2F	Kendrick Dr	5B
Amor Way	2F,2F	Kendrick Dr	5C
Amor Way	2F,2F	Kendrick Dr	5D
Amor Way	2F,2F	Kendrick Dr	5E
Amor Way	2F,2F	Kendrick Dr	5F
Amor Way	2F,2F	Kendrick Dr	5G
Amor Way	2F,2F	Kendrick Dr	5H
Amor Way	2F,2F	Kendrick Dr	5I
Amor Way	2F,2F	Kendrick Dr	5J
Amor Way	2F,2F	Kendrick Dr	5K
Amor Way	2F,2F	Kendrick Dr	5L
Amor Way	2F,2F	Kendrick Dr	5M
Amor Way	2F,2F	Kendrick Dr	5N
Amor Way	2F,2F	Kendrick Dr	5O
Amor Way	2F,2F	Kendrick Dr	5P
Amor Way	2F,2F	Kendrick Dr	5Q
Amor Way	2F,2F	Kendrick Dr	5R
Amor Way	2F,2F	Kendrick Dr	5S
Amor Way	2F,2F	Kendrick Dr	5T
Amor Way	2F,2F	Kendrick Dr	5U
Amor Way	2F,2F	Kendrick Dr	5V
Amor Way	2F,2F	Kendrick Dr	5W
Amor Way	2F,2F	Kendrick Dr	5X
Amor Way	2F,2F	Kendrick Dr	5Y
Amor Way	2F,2F	Kendrick Dr	5Z
Amor Way	2F,2F	Kendrick Dr	6A
Amor Way	2F,2F	Kendrick Dr	6B
Amor Way	2F,2F	Kendrick Dr	6C
Amor Way	2F,2F	Kendrick Dr	6D
Amor Way	2F,2F	Kendrick Dr	6E
Amor Way	2F,2F	Kendrick Dr	6F
Amor Way	2F,2F	Kendrick Dr	6G
Amor Way	2F,2F	Kendrick Dr	6H
Amor Way	2F,2F	Kendrick Dr	6I
Amor Way	2F,2F	Kendrick Dr	6J
Amor Way	2F,2F	Kendrick Dr	6K
Amor Way	2F,2F	Kendrick Dr	6L
Amor Way	2F,2F	Kendrick Dr	6M
Amor Way	2F,2F	Kendrick Dr	6N
Amor Way	2F,2F	Kendrick Dr	6O
Amor Way	2F,2F	Kendrick Dr	6P
Amor Way	2F,2F	Kendrick Dr	6Q
Amor Way	2F,2F	Kendrick Dr	6R
Amor Way	2F,2F	Kendrick Dr	6S
Amor Way	2F,2F	Kendrick Dr	6T
Amor Way	2F,2F	Kendrick Dr	6U
Amor Way	2F,2F	Kendrick Dr	6V
Amor Way	2F,2F	Kendrick Dr	6W
Amor Way	2F,2F	Kendrick Dr	6X
Amor Way	2F,2F	Kendrick Dr	6Y
Amor Way	2F,2F	Kendrick Dr	6Z
Amor Way	2F,2F	Kendrick Dr	7A
Amor Way	2F,2F	Kendrick Dr	7B
Amor Way	2F,2F	Kendrick Dr	7C
Amor Way	2F,2F	Kendrick Dr	7D
Amor Way	2F,2F	Kendrick Dr	7E
Amor Way	2F,2F	Kendrick Dr	7F
Amor Way	2F,2F	Kendrick Dr	7G
Amor Way	2F,2F	Kendrick Dr	7H
Amor Way	2F,2F	Kendrick Dr	7I
Amor Way	2F,2F	Kendrick Dr	7J
Amor Way	2F,2F	Kendrick Dr	7K
Amor Way	2F,2F	Kendrick Dr	7L
Amor Way	2F,2F	Kendrick Dr	7M
Amor Way	2F,2F	Kendrick Dr	7N
Amor Way	2F,2F	Kendrick Dr	7O
Amor Way	2F,2F	Kendrick Dr	7P
Amor Way	2F,2F	Kendrick Dr	7Q
Amor Way	2F,2F	Kendrick Dr	7R
Amor Way	2F,2F	Kendrick Dr	7S
Amor Way	2F,2F	Kendrick Dr	7T
Amor Way	2F,2F	Kendrick Dr	7U
Amor Way	2F,2F	Kendrick Dr	7V
Amor Way	2F,2F	Kendrick Dr	7W
Amor Way	2F,2F	Kendrick Dr	7X
Amor Way	2F,2F	Kendrick Dr	7Y
Amor Way	2F,2F	Kendrick Dr	7Z
Amor Way	2F,2F	Kendrick Dr	8A
Amor Way	2F,2F	Kendrick Dr	8B
Amor Way	2F,2F	Kendrick Dr	8C
Amor Way	2F,2F	Kendrick Dr	8D
Amor Way	2F,2F	Kendrick Dr	8E
Amor Way	2F,2F	Kendrick Dr	8F
Amor Way	2F,2F	Kendrick Dr	8G
Amor Way	2F,2F	Kendrick Dr	8H
Amor Way	2F,2F	Kendrick Dr	8I
Amor Way	2F,2F	Kendrick Dr	8J
Amor Way	2F,2F	Kendrick Dr	8K
Amor Way	2F,2F	Kendrick Dr	8L
Amor Way	2F,2F	Kendrick Dr	8M
Amor Way	2F,2F	Kendrick Dr	8N
Amor Way	2F,2F	Kendrick Dr	8O
Amor Way	2F,2F	Kendrick Dr	8P
Amor Way	2F,2F	Kendrick Dr	8Q
Amor Way	2F,2F	Kendrick Dr	8R
Amor Way	2F,2F	Kendrick Dr	8S
Amor Way	2F,2F	Kendrick Dr	8T
Amor Way	2F,2F	Kendrick Dr	8U
Amor Way	2F,2F	Kendrick Dr	8V
Amor Way	2F,2F	Kendrick Dr	8W
Amor Way	2F,2F	Kendrick Dr	8X
Amor Way	2F,2F	Kendrick Dr	8Y
Amor Way	2F,2F	Kendrick Dr	8Z
Amor Way	2F,2F	Kendrick Dr	9A
Amor Way	2F,2F	Kendrick Dr	9B
Amor Way	2F,2F	Kendrick Dr	9C
Amor Way	2F,2F	Kendrick Dr	9D
Amor Way	2F,2F	Kendrick Dr	9E
Amor Way	2F,2F	Kendrick Dr	9F
Amor Way	2F,2F	Kendrick Dr	9G
Amor Way	2F,2F	Kendrick Dr	9H
Amor Way	2F,2F	Kendrick Dr	9I
Amor Way	2F,2F	Kendrick Dr	9J
Amor Way	2F,2F	Kendrick Dr	9K
Amor Way	2F,2F	Kendrick Dr	9L
Amor Way	2F,2F	Kendrick Dr	9M
Amor Way	2F,2F	Kendrick Dr	9N
Amor Way	2F,2F	Kendrick Dr	9O
Amor Way	2F,2F	Kendrick Dr	9P
Amor Way	2F,2F	Kendrick Dr	9Q
Amor Way	2F,2F	Kendrick Dr	9R
Amor Way	2F,2F	Kendrick Dr	9S
Amor Way	2F,2F	Kendrick Dr	9T
Amor Way	2F,2F	Kendrick Dr	9U
Amor Way	2F,2F	Kendrick Dr	9V
Amor Way	2F,2F	Kendrick Dr	9W
Amor Way	2F,2F	Kendrick Dr	9X
Amor Way	2F,2F	Kendrick Dr	9Y
Amor Way	2F,2F	Kendrick Dr	9Z
Amor Way	2F,2F	Kendrick Dr	10A
Amor Way	2F,2F	Kendrick Dr	10B
Amor Way	2F,2F	Kendrick Dr	10C
Amor Way	2F,2F	Kendrick Dr	10D
Amor Way	2F,2F	Kendrick Dr	10E
Amor Way	2F,2F	Kendrick Dr	10F
Amor Way	2F,2F	Kendrick Dr	10G
Amor Way	2F,2F	Kendrick Dr	10H
Amor Way	2F,2F	Kendrick Dr	10I
Amor Way	2F,2F	Kendrick Dr	10J
Amor Way	2F,2F	Kendrick Dr	10K
Amor Way	2F,2F	Kendrick Dr	10L
Amor Way	2F,2F	Kendrick Dr	10M
Amor Way	2F,2F	Kendrick Dr	10N
Amor Way	2F,2F	Kendrick Dr	10O
Amor Way	2F,2F	Kendrick Dr	10P
Amor Way	2F,2F	Kendrick Dr	10Q
Amor Way	2F,2F	Kendrick Dr	10R
Amor Way	2F,2F	Kendrick Dr	10S
Amor Way	2F,2F	Kendrick Dr	10T
Amor Way	2F,2F	Kendrick Dr	10U
Amor Way	2F,2F	Kendrick Dr	10V
Amor Way	2F,2F	Kendrick Dr	10W
Amor Way	2F,2F	Kendrick Dr	10X
Amor Way	2F,2F	Kendrick Dr	10Y
Amor Way	2F,2F	Kendrick Dr	10Z



Legend

- Churches
- Schools
- Airports
- Country Clubs
- Parks
- Municipal Building
- Bridges
- Streams
- State Roads (22.02 mi.)
- County Roads (3.87 mi.)
- Township Roads (67.78 mi.)
- Private Roads (27.67 mi.)
- Municipal Borders

Scale: 0 400 800 Feet
1" = 800'

Arterial Streets - 90 foot Ultimate Right of Way
Butler Pike, DeKalb Pike, Morris Road, Norristown Road, North Wales Road, Pentyn-Blue Bell Pike, Skippack Pike, Stanton Avenue, and Swede Street.

Collector Streets - 60 foot Ultimate Right of Way
Arch Street Road, Cathart Road, Jolly Road, Norristown Road, Plymouth Road (North of Morris Road), School Road, Township Line Road South (adjacent R1 & R2 zones - 30' from centerline, adjacent at other zones - 40' from centerline), Union Meeting Road, Watson Road, Wentz Road, and Yost Road.

Local Streets - 50 foot Ultimate Right of Way
All other roads unless otherwise noted.

NOTE: The Ultimate right-of-way may not be the legal right-of-way. Ultimate right-of-way is expected future right-of-way width computed from the center line of an established right-of-way.



WHITPAIN TOWNSHIP
STREET MAP

960 Wentz Road
Blue Bell, PA 19422

Map Revised January 28, 2015

FINANCIAL SECTION

Independent Auditors' Report

To the Township Supervisors
Whitpain Township
Blue Bell, Pennsylvania

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Whitpain Township as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise Whitpain Township's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Whitpain Township's management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditors' Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditors' judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of Whitpain Township as of December 31, 2015, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America (GAAP).

To the Township Supervisors
Whitpain Township
Blue Bell, Pennsylvania

Emphasis of Matter

For the year ended December 31, 2015, Whitpain Township adopted new accounting guidance, implementing Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions - An Amendment of GASB Statement No. 27* and Governmental Accounting Standards Board Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date - An Amendment of GASB Statement No. 68*. Our opinion is not modified with respect to this matter.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that management's discussion and analysis on pages 18 through 27, budgetary comparison information on pages 74 through 77, pension plan information on pages 78 through 83 and postemployment benefits other than pension funding progress on page 84 be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Whitpain Township's basic financial statements. The supplementary information listed in the table of contents is presented for purposes of additional analysis and is not a required part of the basic financial statements.

The supplementary information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The introductory and statistical sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.



Oaks, Pennsylvania
June 15, 2016

WHITPAIN TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

YEAR ENDED DECEMBER 31, 2015

OVERVIEW OF THE FINANCIAL STATEMENTS

Management's Discussion and Analysis provides an introduction to the Township's basic financial statements. The basic financial statements include:

1. Township-Wide Financial Statements
2. Fund Financial Statements
3. Notes to the Financial Statements

Additional information is also provided to supplement the basic financial statements.

Township-Wide Financial Statements

The Township's annual report contains two Township-Wide Financial Statements. They are the *Statement of Net Position* and the *Statement of Activities*. These statements provide both long-term and short-term information about the Township's overall financial status. Financial reporting at this level is similar to that found in the private sector with its basis in full accrual accounting and the elimination or reclassification of internal activities.

The *Statement of Net Position* provides information on all of the Township's assets and liabilities, with the difference reported as *Net Position*. Over time, increases or decreases in net position serve as a useful indicator of whether the Township's financial position is improving or deteriorating. Evaluation of the overall economic health of the Township would include other non-financial factors such as changes in the taxpayer base or the condition of the Township's infrastructure, in addition to the financial information provided in this report.

The *Statement of Activities* reports how the Township's net position changed during the current fiscal year. All current year revenues and expenditures are included in this report regardless of when cash is received or paid. An important purpose of the Statement of Activities is to show the financial reliance of the Township's various activities or services on revenues provided by the Township's taxpayers.

Both Township-Wide Financial Statements are divided into two categories:

1. **Governmental Activities:** Most of the Township's basic services are included here, such as general government, public safety, public works and recreation. These activities are principally supported by taxes and intergovernmental revenues.
2. **Business-Type Activities:** Services which are intended to recover all or most of their costs through user fees and charges. The Township's sewer system is the only business-type activity.

WHITPAIN TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

YEAR ENDED DECEMBER 31, 2015

Fund Financial Statements

The Fund Financial Statements provide more detailed information about the Township's Funds, focusing on its most significant or "Major Funds" - not the Township as a whole. A fund is an accountability unit used to maintain control over resources segregated by specific sources of funding or spending on particular programs.

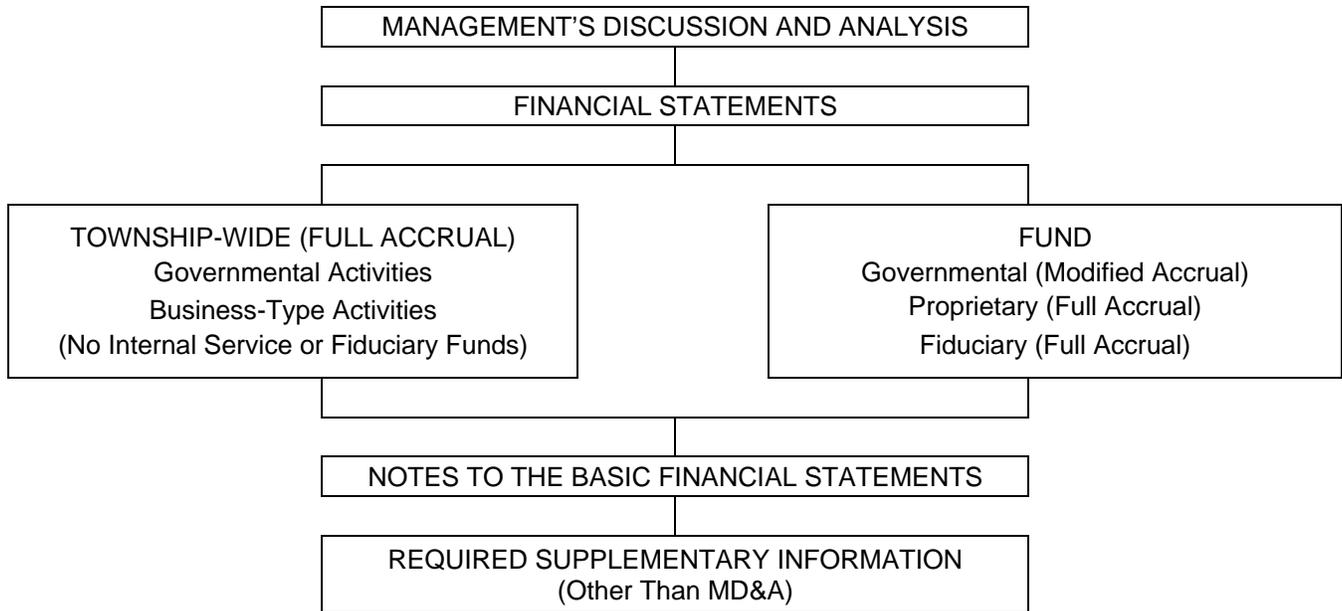
- Some funds are required by state law or bond covenants.
- The Township establishes other funds to control and manage money for particular purposes or to show that it is properly using certain revenues.

The Township has three kinds of Funds:

- **Governmental Funds:** Most of the Township's basic services are included in Governmental Funds, which generally focus on (1) how cash and other financial assets that can readily be converted to cash flow in and out and (2) the balances left at year-end that are available for spending. Consequently, the Governmental Funds' statements provide a detailed *short-term view* that helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the Township's programs. Because this information does not encompass the additional long-term focus of the Township-Wide statements, additional information is presented that explains the relationship (or differences) between them.
- **Proprietary Funds:** Services for which the Township charges a fee are generally reported in Proprietary Funds. Proprietary Funds are reported in the same way as the Township-Wide statements. The Township's Enterprise Funds (one type of Proprietary Fund) are the same as its business-type activities but provide more detail and additional information, such as cash flows.
- **Fiduciary Funds:** The Township is the trustee, or fiduciary, for assets that belong to others, such as the pension plans. The Township is responsible for ensuring that the assets reported in these funds are used only for their intended purposes and by those to whom the assets belong. The Township excludes these activities from the Township-Wide financial statements because it cannot use these assets to finance its operations.

WHITPAIN TOWNSHIP
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
YEAR ENDED DECEMBER 31, 2015

Organization of Whitpain Township's Annual Financial Report
Figure I-1



Narrative Discussion & Analysis

Within this section of Whitpain Township's annual financial report, the Township's management provides narrative discussion and analysis of the financial activities of the Township for the fiscal year ended December 31, 2015. The Township's financial performance is discussed and analyzed within the context of the accompanying financial statements following this section.

Condensed Statements of Net Position (In Thousands of Dollars) Figure I-2

	Governmental Activities		Business-Type Activities		Totals	
	2014	2015	2014	2015	2014	2015
ASSETS						
Current and other assets	\$ 18,167	\$ 19,479	\$ 1,770	\$ 1,479	\$ 19,937	\$ 20,958
Capital assets, net	45,027	44,179	2,113	1,854	47,140	46,033
TOTAL ASSETS	63,194	63,658	3,883	3,333	67,077	66,991
DEFERRED OUTFLOWS OF RESOURCES						
Deferred outflow s related to pensions	-	1,475	-	184	-	1,659
LIABILITIES						
Long-term debt	10,954	13,186	27	472	10,981	13,658
Other liabilities	(266)	553	511	(98)	245	455
TOTAL LIABILITIES	10,688	13,739	538	374	11,226	14,113
DEFERRED INFLOWS OF RESOURCES						
Deferred inflow s related to pensions	-	418	-	20	-	438
NET POSITION						
Net investment in capital assets	35,222	35,526	2,113	1,854	37,335	37,380
Restricted	3,112	2,785	-	-	3,112	2,785
Unrestricted	14,172	12,665	1,232	1,269	15,404	13,934
TOTAL NET POSITION	\$ 52,506	\$ 50,976	\$ 3,345	\$ 3,123	\$ 55,851	\$ 54,099

WHITPAIN TOWNSHIP
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
YEAR ENDED DECEMBER 31, 2015

Condensed Statements of Activities (In Thousands of Dollars)

Figure I-3

	Governmental Activities		Business-Type Activities		Totals	
	2014	2015	2014	2015	2014	2015
REVENUES						
Program revenues						
Charges for services	\$ 986	\$ 1,290	\$ 3,322	\$ 3,417	\$ 4,308	\$ 4,707
Operating grants and contributions	1,306	1,470	-	-	1,306	1,470
Capital grants and contributions	20	-	73	216	93	216
General revenues						
Real estate taxes	6,284	6,333	-	-	6,284	6,333
Other taxes	7,538	8,100	-	-	7,538	8,100
Investment earnings	153	119	2	2	155	121
Gain on sale of assets	16	18	-	18	16	36
Miscellaneous	719	767	79	56	798	823
TOTAL REVENUES	17,022	18,097	3,476	3,709	20,498	21,806
EXPENSES						
General government	3,549	3,411	-	-	3,549	3,411
Public safety						
Police	5,709	6,014	-	-	5,709	6,014
Fire	1,054	1,066	-	-	1,054	1,066
Code enforcement	514	581	-	-	514	581
Zoning	40	52	-	-	40	52
Public works	4,534	4,491	-	-	4,534	4,491
Culture and recreation	1,169	1,262	-	-	1,169	1,262
Interest on long-term debt	411	374	-	-	411	374
Sewer	-	-	3,572	3,633	3,572	3,633
TOTAL EXPENSES	16,980	17,251	3,572	3,633	20,552	20,884
CHANGE IN NET POSITION	42	846	(96)	76	(54)	922
BEGINNING NET POSITION, restated	52,464	50,130	3,441	3,047	55,905	53,177
ENDING NET POSITION	\$ 52,506	\$ 50,976	\$ 3,345	\$ 3,123	\$ 55,851	\$ 54,099

WHITPAIN TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

YEAR ENDED DECEMBER 31, 2015

General Revenues and Other Changes in Net Position

Figure I-4

	<u>2014</u>	<u>2015</u>	<u>Percent Change</u>
REVENUES			
Real estate taxes	\$ 6,284,353	\$ 6,332,749	1%
Transfer taxes	688,087	848,160	23%
Earned income taxes	6,055,065	6,478,563	7%
Local services taxes	795,529	773,670	-3%
Investment income	152,739	118,771	-22%
Gain on sale of assets	16,072	17,897	11%
Miscellaneous	718,615	766,540	7%
Charges for services	986,025	1,290,014	31%
Operating grants and contributions	1,305,752	1,470,464	13%
Capital grants and contributions	19,794	-	0%
	<u>17,022,031</u>	<u>18,096,828</u>	6%
EXPENSES			
General government	3,549,349	3,411,205	-4%
Police	5,709,171	6,013,806	5%
Fire	1,053,936	1,065,958	1%
Code enforcement	513,548	580,521	13%
Zoning	39,694	51,920	31%
Public works	4,534,001	4,490,907	-1%
Parks and recreation	1,169,045	1,262,000	8%
Debt service	411,298	373,699	-9%
	<u>16,980,042</u>	<u>17,250,016</u>	2%
CHANGE IN NET POSITION	<u>\$ 41,989</u>	<u>\$ 846,812</u>	1917%

FINANCIAL HIGHLIGHTS

- The Township's assets exceeded its liabilities by \$54,098,954 (Total Net Position) for the fiscal year reported. This total includes both governmental and business-type (Sewer) activities.
- Total Net Position is comprised of the following:
 1. Capital Assets, net of related debt of \$37,380,338, which include property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of capital assets.

WHITPAIN TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

YEAR ENDED DECEMBER 31, 2015

2. Net Position of \$2,785,382, which is restricted as a result of debt covenants, grantor constraints or laws and regulations.
3. Unrestricted Net Position of \$13,933,234, which is available to fund the continued operations of the Township.
 - The Township's Governmental Funds fund balance at the end of 2015 was \$16,592,791. This compares to the fund balance at the end of 2014 of \$15,994,429. The increase of \$598,362 was primarily due to an increase in revenues over expenditures in the General Fund to supplement the fund balance after years of decline and to plan for long-term moderation in revenue projections.
 - Earned Income Taxes (EIT) collections increased by \$423,498 from 2014 (or 7%). 2015 saw an increase in employers and as well as employees in the Township. The forecast for EIT revenues should begin to level off in the next few years.
 - Transfer Taxes increased by \$160,073 (or 23%) from 2014. The primary reason for the increase is that several large commercial properties transferred ownership in 2015. Whitpain expects Transfer Taxes to continue to be a key revenue source with an anticipation of more commercial properties in the years to come.
 - Building Permits and Inspections increased by \$333,074 (or 42%) from 2014. This was due to an increase in development and building activities such as the Montgomery County Community College Health Center, local business development and the increase in subdivisions. These fees are expected to be consistent for the next few years with anticipated development.
 - Highways and Streets capital expenses increased in 2015 by \$151,614 (or 56%) from 2014. This was due to the construction and completion of a Pole Barn which was needed to house the extra Public Works vehicles.
 - Traffic Improvements expenses increased by \$381,032 in 2015. This project included the installation of dedicated left turn lanes on North Wales Road and Skippack Pike. In addition, the project included traffic signal upgrades, new crosswalks, handicap accessible curb ramps and storm water drainage improvements.
 - Open Space expenses increased by \$253,054 in 2015. The two main projects that caused this increase was the construction of the Centre Square Park parking lot and the resurfacing of the Stony Creek Sports Park parking lot.
 - For the Sewer Fund, Cash and Cash Equivalents decreased by \$117,959 primarily due to a \$625,000 transfer to fund capital projects. Sewer revenues over all increase by \$81,381. This is due to lien collections and revenue from a user charge that has been implemented since July of 2014. Any customer who uses 20,000 gallons or more per quarter is charged an additional \$21.25. Capital Assets represent \$310,248 in depreciation expense.

WHITPAIN TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

YEAR ENDED DECEMBER 31, 2015

- The Sewer Fund Net Position at the end of 2015, compared with 2014, declined by \$595,651, primarily due a transfer to the Sewer Capital Fund of \$625,000 to fund capital projects. Sewer operating expenses remained constant.
- The Sewer Capital Fund Net Position at the end of 2015, compared with 2014, increased by \$372,699. This increase was a result a \$625,000 transfer from the Sewer Operating Fund. There was also an increase in developer contributions to the fund.
- Total General Obligation Bonds and Notes Outstanding decreased by \$1,150,000 from 2014. This increase was due to principal reductions in all four current general obligation notes and bond issues. Retirement of the principal portion of the debt service is as follows: 2016 through 2019 (42.58%), 2020 through 2023 (28.56%), 2024 through 2027 (26.09%) and 2028 through 2031 (2.77%).

Governmental Revenue - 2015

As indicated in the Condensed Statements of Activities (Figure I-3) and displayed in Figure I-4, the Township is heavily dependent on local tax revenues, which include Real Estate (Property and Transfer) Taxes, Earned Income Taxes and Local Services Taxes. Real Estate Property Taxes increased by 1% in 2015 and Transfer taxes increased by 23% due to several large commercial properties transferring ownership. Conversely, Earned Income Taxes (EIT) exceeded 2014 collections by \$423,498 (or 7%) primarily due to advanced collections resulting from PA Act 32 and the increase of employment within the Township.

Governmental Expenses - 2015

As indicated in the Condensed Statements of Activities (Figure I-3) and displayed in Figure I-4, the Township's largest functional service, Police, increased by 5% in 2015, primarily due to the collective bargaining agreement (CBA) which expired in December 2012. Code Enforcement and zoning increased (13% & 31% respectively) due to the increase in building and developing activities. Parks and recreation saw an 8% increase in expenses due to the opening and maintenance of Centre Square Park.

Governmental Net Position - 2015

As a result of 2015 Governmental Activities, Whitpain recognized a \$1,529,143 decrease in Net Position. This is due to GASB 67 & 68 which now requires adding Net Pension Liability to the financials.

Business-Type Activities

The Township's only business-type activity is its sewer operation. Charges for services in fiscal year 2015 were \$3,417,423 or \$95,046 more than charges for services in fiscal year 2014. The sewer operation reported a decrease in net position of \$595,651. Again much of this decrease is due to the implementation of GASB 67 & 68.

WHITPAIN TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

YEAR ENDED DECEMBER 31, 2015

FINANCIAL ANALYSIS OF THE TOWNSHIP'S FUNDS

Governmental Funds

Governmental Funds are reported in the Fund Statements with a short-term focus on the inflow and outflow of financial resources. This information is valuable in assessing resources available for upcoming financial requirements. Governmental Funds reported ending fund balances of \$16,592,791. Of this year-end total, \$2,194,594 is committed to tax rate stabilization, \$2,300,000 is assigned to an Operating Reserve Fund and \$8,817,843 is assigned for capital acquisition, construction and improvement; \$351,641 is committed for highway and street projects; and \$150,759 is committed for a public-private partnership (The Manor House). Restricted fund balances include: \$1,383,596 for fire protection, \$875,943 for open space acquisition and improvement, \$321,348 for debt service, \$182,868 for fire hydrants, \$33,739 for storm water detention facilities and \$66,019 for highway and street projects; \$24,551 for outfall water drainage.

Major Governmental Funds - The General Fund is the Township's primary operating fund. The fund balance of the General Fund at fiscal year-end was \$6,019,004. The General Fund balance increased by \$1,310,968 from 2014.

The Capital Projects Fund is a reserve fund for various capital purchases and improvements. The ending fund balance at fiscal year-end for the Capital Projects Fund was \$7,317,843. This is a decrease of \$270,484 over the ending fund balance for 2014. The decrease was the result of the construction of a pole barn, facility upgrades and purchases of machinery and equipment for public works and parks and recreation. The Capital Projects Fund has a Strategic Financial Plan for the years 2016 through 2020 totaling \$15,576,723. These additional funds will be used to finance a portion of the Strategic Financial Plan.

Proprietary Funds

The only Township Proprietary Funds are the Sewer Fund and Sewer Capital Fund, which were discussed previously under business-type activities.

GENERAL FUND BUDGETARY HIGHLIGHTS

- General Fund actual revenues were higher than General Fund budgeted revenues by \$1,428,061. The Earned Income Taxes were over budget by \$771,571, primarily due to advanced collections resulting from PA Act 32. Other significant revenues over budget were Real Estate Transfer Taxes which exceed budget by \$298,160 and Fees, Licenses and Permits which exceed budget by \$379,924.
- General Fund functional services' actual expenses were lower than budgeted expenses by \$398,715. The services that had significant favorable variances were as follows:

Finance	\$82,098
Police	\$244,220
Snow Removal.....	\$54,739
Storm Sewer Maintenance.....	\$151,848
Equipment Maintenance	\$102,627

WHITPAIN TOWNSHIP
MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)
YEAR ENDED DECEMBER 31, 2015

CAPITAL ASSETS - NET OF DEPRECIATION

Capital Assets, net of depreciation, decreased in 2015 by \$1,107,107 to \$46,032,942, primarily due to depreciation of capital assets over 2015. For information about Capital Assets please see Note C in the report.

The schedule (Figure I-5) below details Capital Assets, net of depreciation.

Capital Assets - Net of Depreciation (In Thousands of Dollars)

Figure I-5

	Governmental Activities		Business-Type Activities		Totals	
	2014	2015	2014	2015	2014	2015
Land	\$ 16,108	\$ 16,108	\$ -	\$ -	\$ 16,108	\$ 16,108
Conservation easements	1,052	1,052	-	-	1,052	1,052
Construction in progress	158	637	-	-	158	637
Land improvements	1,337	1,608	-	-	1,337	1,608
Buildings and improvements	2,951	2,980	-	-	2,951	2,980
Machinery and equipment	3,128	3,147	576	530	3,704	3,677
Infrastructure	20,293	18,647	1,537	1,324	21,830	19,971
	<u>\$ 45,027</u>	<u>\$ 44,179</u>	<u>\$ 2,113</u>	<u>\$ 1,854</u>	<u>\$ 47,140</u>	<u>\$ 46,033</u>

LONG-TERM DEBT

Long-term debt consists of debt incurred for the purchase and development of open space for active and passive recreation, a curb restoration project, a purchase of two fire vehicles; Net Pension Liability and for the recording of compensated absences payable to employees and Other Post-Employment Benefits (OPEB). In 2015, long-term debt increased by \$2,232,160. This is due to implementing GASB 67 & 68 which requires adding Net Pension Liability to the financials. For more information on long-term debt please see Note F in the report.

Outstanding Long-Term Debt (In Thousands of Dollars)

Figure I-6

	Governmental Activities		Business-Type Activities		Totals	
	2014	2015	2014	2015	2014	2015
General obligation notes	\$ 5,978	\$ 5,083	\$ -	\$ -	\$ 5,978	\$ 5,083
General obligation bonds	3,785	3,530	-	-	3,785	3,530
Bond premium	42	40	-	-	42	40
Net OPEB obligation	1,090	1,233	23	26	1,113	1,259
Net pension liability	-	3,245	-	440	-	3,685
Compensated absences	59	55	4	6	63	61
	<u>\$ 10,954</u>	<u>\$ 13,186</u>	<u>\$ 27</u>	<u>\$ 472</u>	<u>\$ 10,981</u>	<u>\$ 13,658</u>

WHITPAIN TOWNSHIP

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited)

YEAR ENDED DECEMBER 31, 2015

NEXT YEAR'S BUDGETS AND RATES

The general outlook for the economy of Whitpain Township is improving. The Township has managed to build a sound fund balance and diligently adheres to a policy to weather the cyclical economic downturns. Moderate growth will continue in 2016 and may level off over the next few years. It is possible that one or more large redevelopment projects could occur in the near future. If that happens, then significant annual revenues, as well as one time capital contributions for traffic improvement projects and sewer projects, will be recognized. Real Estate tax revenues will be flat over the next few years with the continuing tax rate stabilization (since 2010) and with assessments continuing to be challenged. Earned Income taxes have shown significant recent growth due to Act 32 and improved mandatory employer withholding. Local Services taxes will most likely continue a modest increase in 2016. Transfer Taxes are expected to slightly increase over the next few years.

Operating expenses are expected to continue to increase only slightly (2.5% on average) over the next few years. As municipal services are heavily labor intensive, wage and benefit costs will continue to increase the expense side of the budget. The governing body has continued cost containment initiatives for wages and benefits over the next five years. Whitpain will continue to be challenged to negotiate cost sharing practices with our excellent workforce.

Increases in sewer treatment costs and capital costs to the three sewer treatment plants that service Whitpain Township will continue to impact sewer fund finances. In the near future, consideration should be given to evaluating the current sewer rate.

MOODY'S RATING & OPINION

Moody's Investors Service assigned Whitpain an AAA rating in April 2015. Moody's summarized its opinion indicating that Whitpain has "a very strong tax base with a large commercial component, very high wealth levels, and significant diversity of revenue sources. It also reflects a light debt burden that is likely to shrink over time, stable finances with sizeable reserves, and conservative budgeting practices that have ensured structural balance throughout the downturn." In spring 2016, the Township plans to go to market for a general obligation bond to finance Open Space initiatives and Municipal Buildings.

CONTACTING THE TOWNSHIP'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Township's finances, comply with finance-related laws and regulations and demonstrate the Township's commitment to accountability. If you have any questions about this report or need additional information, please contact the Finance Department at 960 Wentz Road, Blue Bell, PA 19422.

WHITPAIN TOWNSHIP
STATEMENT OF NET POSITION
DECEMBER 31, 2015

	Governmental Activities	Business-Type Activities	Totals
ASSETS			
Cash and cash equivalents	\$ 16,560,183	\$ 1,021,220	\$ 17,581,403
Investments	520,103	281,512	801,615
Receivables	2,374,530	172,020	2,546,550
Deposits	-	350	350
Prepaid items	24,410	4,103	28,513
Capital assets			
Land	16,108,463	-	16,108,463
Conservation easements	1,052,009	-	1,052,009
Construction in progress	637,202	-	637,202
Other capital assets	72,356,596	14,181,428	86,538,024
Accumulated depreciation	(45,975,204)	(12,327,552)	(58,302,756)
TOTAL ASSETS	63,658,292	3,333,081	66,991,373
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	1,475,035	183,941	1,658,976
LIABILITIES			
Accounts payable	98,358	1,392	99,750
Interest payable	10,620	-	10,620
Internal balances	331,143	(331,143)	-
Other current liabilities	113,265	232,164	345,429
Long-term liabilities			
Portion due or payable within one year			
Bonds payable	260,000	-	260,000
Notes payable	931,000	-	931,000
Compensated absences	5,533	573	6,106
Portion due or payable after one year			
Bonds payable	3,309,604	-	3,309,604
Notes payable	4,152,000	-	4,152,000
Net OPEB obligation	1,233,386	26,130	1,259,516
Net pension liability	3,244,503	440,071	3,684,574
Compensated absences	49,798	5,152	54,950
TOTAL LIABILITIES	13,739,210	374,339	14,113,549
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	417,556	20,290	437,846
NET POSITION			
Net investment in capital assets	35,526,462	1,853,876	37,380,338
Restricted			
Fire protection	1,383,596	-	1,383,596
Open space acquisition and improvement	875,943	-	875,943
Debt service	212,666	-	212,666
Fire hydrants	182,868	-	182,868
Highway and street projects	66,019	-	66,019
Stormwater detention facilities	39,739	-	39,739
Outfall water drainage	24,551	-	24,551
Unrestricted	12,664,717	1,268,517	13,933,234
TOTAL NET POSITION	\$ 50,976,561	\$ 3,122,393	\$ 54,098,954

See accompanying notes to the basic financial statements.

WHITPAIN TOWNSHIP
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2015

Functions/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
GOVERNMENTAL ACTIVITIES				
General government	\$ 3,411,205	\$ -	\$ 479,274	\$ -
Police	6,013,806	104,717	-	-
Fire	1,065,958	-	187,256	-
Code enforcement	580,521	657,666	-	-
Zoning	51,920	117,145	-	-
Public works	4,490,907	-	802,614	-
Culture and recreation	1,262,000	410,486	1,320	-
Debt service	373,699	-	-	-
TOTAL GOVERNMENTAL ACTIVITIES	17,250,016	1,290,014	1,470,464	-
BUSINESS-TYPE ACTIVITIES				
Sewer	3,633,015	3,417,423	-	215,602
TOTAL TOWNSHIP ACTIVITIES	\$ 20,883,031	\$ 4,707,437	\$ 1,470,464	\$ 215,602

GENERAL REVENUES

Taxes

Real estate taxes

Transfer taxes

Earned income taxes

Local services taxes

Investment earnings

Gain on sale of capital assets

Miscellaneous

TOTAL GENERAL REVENUES

CHANGE IN NET POSITION

NET POSITION AT BEGINNING OF YEAR, restated

NET POSITION AT END OF YEAR

See accompanying notes to the basic financial statements.

<u>Net (Expense) Revenue and Changes in Net Position</u>		
<u>Governmental</u>	<u>Business-Type</u>	
<u>Activities</u>	<u>Activities</u>	<u>Totals</u>
\$ (2,931,931)	\$ -	\$ (2,931,931)
(5,909,089)	-	(5,909,089)
(878,702)	-	(878,702)
77,145	-	77,145
65,225	-	65,225
(3,688,293)	-	(3,688,293)
(850,194)	-	(850,194)
<u>(373,699)</u>	<u>-</u>	<u>(373,699)</u>
<u>(14,489,538)</u>	<u>-</u>	<u>(14,489,538)</u>
<u>-</u>	<u>10</u>	<u>10</u>
<u>(14,489,538)</u>	<u>10</u>	<u>(14,489,528)</u>
6,332,749	-	6,332,749
848,160	-	848,160
6,478,563	-	6,478,563
773,670	-	773,670
118,771	1,956	120,727
17,897	17,829	35,726
766,540	55,712	822,252
<u>15,336,350</u>	<u>75,497</u>	<u>15,411,847</u>
846,812	75,507	922,319
<u>50,129,749</u>	<u>3,046,886</u>	<u>53,176,635</u>
<u>\$ 50,976,561</u>	<u>\$ 3,122,393</u>	<u>\$ 54,098,954</u>

WHITPAIN TOWNSHIP

BALANCE SHEET

GOVERNMENTAL FUNDS

DECEMBER 31, 2015

	<u>General Fund</u>	<u>Fire Tax Fund</u>	<u>Fire Capital Fund</u>
ASSETS			
Cash and cash equivalents	\$ 5,623,871	\$ 608,763	\$ 696,717
Investments	514,816	5,287	-
Receivables	476,393	8,531	-
Prepaid items	24,410	-	-
Due from other funds	641,129	196,830	-
	<u>641,129</u>	<u>196,830</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 7,280,619</u>	<u>\$ 819,411</u>	<u>\$ 696,717</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES			
LIABILITIES			
Accounts payable	\$ 12,642	\$ 266	\$ -
Accrued salaries and benefits	113,265	-	-
Due to other funds	828,391	50,712	28,571
TOTAL LIABILITIES	<u>954,298</u>	<u>50,978</u>	<u>28,571</u>
DEFERRED INFLOWS OF RESOURCES			
Unavailable revenue, property taxes	<u>307,317</u>	<u>52,983</u>	<u>-</u>
FUND BALANCES			
Nonspendable, prepaid items	24,410	-	-
Restricted			
Fire protection	-	715,450	668,146
Open space acquisition and improvement	-	-	-
Debt service	-	-	-
Fire hydrants	-	-	-
Highway and street projects	-	-	-
Stormwater detention facilities	-	-	-
Outfall water drainage	-	-	-
Committed			
Tax rate stabilization	2,194,594	-	-
Highway and street projects	-	-	-
Manor House	-	-	-
Assigned			
Operating Reserve Fund	2,300,000	-	-
Capital acquisition, construction and improvement	1,500,000	-	-
TOTAL FUND BALANCES	<u>6,019,004</u>	<u>715,450</u>	<u>668,146</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 7,280,619</u>	<u>\$ 819,411</u>	<u>\$ 696,717</u>

See accompanying notes to the basic financial statements.

Traffic Improvement Fund	Capital Projects Fund	Open Space Fund	Debt Service Fund	Other Governmental Funds	Total Governmental Funds
\$ 581,662	\$ 7,348,517	\$ 883,539	\$ 305,655	\$ 511,459	\$ 16,560,183
-	-	-	-	-	520,103
-	-	-	15,693	1,026	501,643
-	-	-	-	-	24,410
-	6,561	-	-	-	844,520
<u>\$ 581,662</u>	<u>\$ 7,355,078</u>	<u>\$ 883,539</u>	<u>\$ 321,348</u>	<u>\$ 512,485</u>	<u>\$ 18,450,859</u>
\$ 85,450	\$ -	\$ -	\$ -	\$ -	\$ 98,358
-	-	-	-	-	113,265
144,571	37,235	7,596	-	78,587	1,175,663
<u>230,021</u>	<u>37,235</u>	<u>7,596</u>	<u>-</u>	<u>78,587</u>	<u>1,387,286</u>
-	-	-	108,682	1,800	470,782
-	-	-	-	-	24,410
-	-	-	-	-	1,383,596
-	-	875,943	-	-	875,943
-	-	-	212,666	-	212,666
-	-	-	-	182,868	182,868
-	-	-	-	66,019	66,019
-	-	-	-	39,739	39,739
-	-	-	-	24,551	24,551
-	-	-	-	-	2,194,594
351,641	-	-	-	-	351,641
-	-	-	-	118,921	118,921
-	-	-	-	-	2,300,000
-	7,317,843	-	-	-	8,817,843
<u>351,641</u>	<u>7,317,843</u>	<u>875,943</u>	<u>212,666</u>	<u>432,098</u>	<u>16,592,791</u>
<u>\$ 581,662</u>	<u>\$ 7,355,078</u>	<u>\$ 883,539</u>	<u>\$ 321,348</u>	<u>\$ 512,485</u>	<u>\$ 18,450,859</u>

WHITPAIN TOWNSHIP

RECONCILIATION OF TOTAL GOVERNMENTAL FUNDS BALANCES TO NET POSITION OF GOVERNMENTAL ACTIVITIES DECEMBER 31, 2015

TOTAL GOVERNMENTAL FUNDS BALANCES	\$ 16,592,791
<p>Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds. These assets consist of:</p>	
Cost of capital assets	90,154,270
Accumulated depreciation	(45,975,204)
<p>Deferred charges used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:</p>	
Deferred inflows and outflows related to pension activities	1,057,479
<p>Some liabilities are not due and payable in the current period and therefore are not reported in the funds. Those liabilities consist of:</p>	
Interest payable	(10,620)
Bonds payable	(3,530,000)
Notes payable	(5,083,000)
Net OPEB obligation	(1,233,386)
Net pension liability	(3,244,503)
Compensated absences	(55,331)
<p>Bond premiums are not recorded as liabilities in the Governmental Funds, however, these items are recorded as a liability and amortized in the government-wide financial statements.</p>	
	(39,604)
<p>Receivables in the statement of net position that do not provide current financial resources are not reported in the Governmental Funds.</p>	
	1,872,887
<p>Some of the Township's revenues will be collected after year-end but are not available soon enough to pay for the current period's expenditures and therefore are deferred in the funds.</p>	
	<u>470,782</u>
NET POSITION OF GOVERNMENTAL ACTIVITIES	<u><u>\$ 50,976,561</u></u>

See accompanying notes to the basic financial statements.

WHITPAIN TOWNSHIP

STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES GOVERNMENTAL FUNDS YEAR ENDED DECEMBER 31, 2015

	<u>General Fund</u>	<u>Fire Tax Fund</u>	<u>Fire Capital Fund</u>
REVENUES			
Taxes			
Real estate taxes	\$ 3,997,230	\$ 788,640	\$ -
Transfer taxes	848,160	-	-
Earned income taxes	6,571,571	-	-
Local services taxes	773,670	-	-
Fees, licenses and permits	1,123,688	-	-
Investment income and rent	106,703	709	672
Intergovernmental revenues	467,282	187,256	-
Fines and forfeitures	105,145	-	-
Charges for services	415,839	-	-
Contributions	-	-	-
Other	108,455	-	-
	<u>14,517,743</u>	<u>976,605</u>	<u>672</u>
TOTAL REVENUES			
EXPENDITURES			
General government	3,020,611	-	-
Public safety	6,485,470	700,326	88,699
Highways and streets	2,162,886	-	-
Culture and recreation	1,037,808	-	-
Debt service			
Principal	-	-	-
Interest	-	-	-
	<u>12,706,775</u>	<u>700,326</u>	<u>88,699</u>
TOTAL EXPENDITURES			
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES			
	<u>1,810,968</u>	<u>276,279</u>	<u>(88,027)</u>
OTHER FINANCING SOURCES (USES)			
Transfers in	-	-	81,996
Transfers out	(500,000)	(150,000)	(68,004)
Proceeds from sale of capital assets	-	-	-
	<u>(500,000)</u>	<u>(150,000)</u>	<u>13,992</u>
TOTAL OTHER FINANCING SOURCES (USES)			
NET CHANGE IN FUND BALANCES			
	1,310,968	126,279	(74,035)
FUND BALANCES AT BEGINNING OF YEAR			
	<u>4,708,036</u>	<u>589,171</u>	<u>742,181</u>
FUND BALANCES AT END OF YEAR			
	<u>\$ 6,019,004</u>	<u>\$ 715,450</u>	<u>\$ 668,146</u>

See accompanying notes to the basic financial statements.

<u>Traffic Improvement Fund</u>	<u>Capital Projects Fund</u>	<u>Open Space Fund</u>	<u>Debt Service Fund</u>	<u>Other Governmental Funds</u>	<u>Total Governmental Funds</u>
\$ -	\$ -	\$ -	\$ 1,443,939	\$ 78,257	\$ 6,308,066
-	-	-	-	-	848,160
-	-	-	-	-	6,571,571
-	-	-	-	-	773,670
-	-	-	-	-	1,123,688
606	7,639	1,157	778	311,991	430,255
-	-	-	-	459,358	1,113,896
-	-	-	-	-	105,145
-	-	-	-	-	415,839
324,503	-	1,320	-	18,753	344,576
-	3,935	-	-	-	112,390
<u>325,109</u>	<u>11,574</u>	<u>2,477</u>	<u>1,444,717</u>	<u>868,359</u>	<u>18,147,256</u>
89,215	342,659	-	-	225,261	3,677,746
-	28,875	-	-	60,209	7,363,579
441,044	421,926	-	-	446,728	3,472,584
-	13,007	481,023	-	-	1,531,838
-	-	-	1,150,000	-	1,150,000
-	-	-	377,556	-	377,556
<u>530,259</u>	<u>806,467</u>	<u>481,023</u>	<u>1,527,556</u>	<u>732,198</u>	<u>17,573,303</u>
<u>(205,150)</u>	<u>(794,893)</u>	<u>(478,546)</u>	<u>(82,839)</u>	<u>136,161</u>	<u>573,953</u>
-	500,000	100,000	136,008	-	818,004
-	-	-	-	(100,000)	(818,004)
-	24,409	-	-	-	24,409
<u>-</u>	<u>524,409</u>	<u>100,000</u>	<u>136,008</u>	<u>(100,000)</u>	<u>24,409</u>
(205,150)	(270,484)	(378,546)	53,169	36,161	598,362
<u>556,791</u>	<u>7,588,327</u>	<u>1,254,489</u>	<u>159,497</u>	<u>395,937</u>	<u>15,994,429</u>
<u>\$ 351,641</u>	<u>\$ 7,317,843</u>	<u>\$ 875,943</u>	<u>\$ 212,666</u>	<u>\$ 432,098</u>	<u>\$ 16,592,791</u>

WHITPAIN TOWNSHIP

RECONCILIATION OF THE GOVERNMENTAL FUNDS STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES YEAR ENDED DECEMBER 31, 2015

NET CHANGE IN FUND BALANCES - TOTAL GOVERNMENTAL FUNDS	\$ 598,362
Capital outlays are reported in Governmental Funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which depreciation (\$2,289,459) exceeds capital outlays (\$1,447,960) in the current period.	(841,499)
Because some property taxes will not be collected for several months after the Township's fiscal year ends, they are not considered as "available" revenues in the Governmental Funds. Deferred tax revenues increased by this amount this year.	24,683
The net effect of various miscellaneous transactions involving capital assets (i.e., sales and donations) is to decrease net position.	(6,512)
Repayment of bond principal is an expenditure in the Governmental Funds, but the repayment reduces long-term liabilities in the statement of net position.	1,150,000
Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the Governmental Funds.	(93,008)
Bond premiums provide current financial resources to Governmental Funds. In the statement of net position, bond premiums are deferred and amortized.	2,400
In the statement of activities, compensated absences (vacations and sick leave) are measured by the amounts earned during the year. In the Governmental Funds, however, expenditures for these items are measured by the amount of financial resources used (essentially, the amounts paid).	3,925
Interest on long-term debt in the statement of activities differs from the amount reported in the Governmental Funds because interest is recognized as an expenditure in the funds when it is due and thus requires the use of current financial resources. In the statement of activities, however, interest expense is recognized as the interest accrues, regardless of when it is due.	1,457
Some expenses reported in the statement of activities do not require the use of current financial resources and are not reported as expenditures in Governmental Funds: Pension plan expense	150,986
The net change in the liability for the net OPEB obligation is reported in the government-wide statements but not in the Governmental Funds statements.	<u>(143,982)</u>
CHANGE IN NET POSITION OF GOVERNMENTAL ACTIVITIES	<u>\$ 846,812</u>

See accompanying notes to the basic financial statements.

WHITPAIN TOWNSHIP
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2015

	<u>Sewer Fund</u>	<u>Sewer Capital Fund</u>	<u>Total Proprietary Funds</u>
ASSETS			
CURRENT ASSETS			
Cash and cash equivalents	\$ 586,704	\$ 434,516	\$ 1,021,220
Investments	281,512	-	281,512
Receivables	172,020	-	172,020
Deposits	350	-	350
Prepaid items	4,103	-	4,103
Due from other funds	642,274	625,000	1,267,274
TOTAL CURRENT ASSETS	<u>1,686,963</u>	<u>1,059,516</u>	<u>2,746,479</u>
CAPITAL ASSETS			
Construction in progress	-	-	-
Sewer system and improvements	12,334,406	-	12,334,406
Other capital assets	1,847,022	-	1,847,022
Accumulated depreciation	(12,327,552)	-	(12,327,552)
TOTAL CAPITAL ASSETS	<u>1,853,876</u>	<u>-</u>	<u>1,853,876</u>
TOTAL ASSETS	<u>3,540,839</u>	<u>1,059,516</u>	<u>4,600,355</u>
DEFERRED OUTFLOWS OF RESOURCES			
Deferred outflows related to pensions	183,941	-	183,941
LIABILITIES			
CURRENT LIABILITIES			
Accounts payable	1,392	-	1,392
Accrued salaries and benefits	11,919	-	11,919
Compensated absences	573	-	573
Due to other governments	-	220,245	220,245
Due to other funds	936,131	-	936,131
TOTAL CURRENT LIABILITIES	<u>950,015</u>	<u>220,245</u>	<u>1,170,260</u>
NONCURRENT LIABILITIES			
Net OPEB obligation	26,130	-	26,130
Net pension liability	440,071	-	440,071
Compensated absences	5,152	-	5,152
TOTAL NONCURRENT LIABILITIES	<u>471,353</u>	<u>-</u>	<u>471,353</u>
TOTAL LIABILITIES	<u>1,421,368</u>	<u>220,245</u>	<u>1,641,613</u>
DEFERRED INFLOWS OF RESOURCES			
Deferred inflows related to pensions	20,290	-	20,290
NET POSITION			
Investment in capital assets	1,853,876	-	1,853,876
Restricted for capital improvements	-	839,271	839,271
Unrestricted	429,246	-	429,246
TOTAL NET POSITION	<u>\$ 2,283,122</u>	<u>\$ 839,271</u>	<u>\$ 3,122,393</u>

See accompanying notes to the basic financial statements.

WHITPAIN TOWNSHIP
STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2015

	<u>Sewer Fund</u>	<u>Sewer Capital Fund</u>	<u>Total Proprietary Funds</u>
OPERATING REVENUES			
Sewer service	\$ 3,402,923	\$ -	\$ 3,402,923
Connection fees	14,500	-	14,500
Other revenues	51,824	3,888	55,712
	<u>3,469,247</u>	<u>3,888</u>	<u>3,473,135</u>
OPERATING EXPENSES			
Salaries, wages and benefits	1,170,925	-	1,170,925
Contracted services	1,411,074	-	1,411,074
Maintenance	188,791	-	188,791
Other	130,840	12,101	142,941
Depreciation	310,248	-	310,248
	<u>3,211,878</u>	<u>12,101</u>	<u>3,223,979</u>
	<u>257,369</u>	<u>(8,213)</u>	<u>249,156</u>
NONOPERATING REVENUES (EXPENSES)			
Interest and investment revenue	1,458	498	1,956
Contributions to others	-	(409,036)	(409,036)
Gain on sale of property	17,829	-	17,829
	<u>19,287</u>	<u>(408,538)</u>	<u>(389,251)</u>
	<u>276,656</u>	<u>(416,751)</u>	<u>(140,095)</u>
CAPITAL CONTRIBUTIONS FROM DEVELOPERS			
	-	215,602	215,602
TRANSFERS IN			
	51,152	625,000	676,152
TRANSFERS OUT			
	<u>(625,000)</u>	<u>(51,152)</u>	<u>(676,152)</u>
	<u>(297,192)</u>	<u>372,699</u>	<u>75,507</u>
NET POSITION AT BEGINNING OF YEAR, restated			
	<u>2,580,314</u>	<u>466,572</u>	<u>3,046,886</u>
NET POSITION AT END OF YEAR			
	<u>\$ 2,283,122</u>	<u>\$ 839,271</u>	<u>\$ 3,122,393</u>

See accompanying notes to the basic financial statements.

WHITPAIN TOWNSHIP
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2015

	<u>Sewer Fund</u>	<u>Sewer Capital Fund</u>	<u>Total Proprietary Funds</u>
CASH FLOWS FROM OPERATING ACTIVITIES			
Cash received from customers	\$ 3,418,454	\$ -	\$ 3,418,454
Cash paid to employees	(708,025)	-	(708,025)
Cash paid to suppliers	(1,762,046)	-	(1,762,046)
Cash paid for employee benefits	(460,461)	-	(460,461)
Refunds	-	(735,949)	(735,949)
NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	<u>487,922</u>	<u>(735,949)</u>	<u>(248,027)</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES			
Purchase of property, plant and equipment	(33,323)	-	(33,323)
Capital contributions from developers	-	215,602	215,602
NET CASH PROVIDED (USED) BY CAPITAL AND RELATED FINANCING ACTIVITIES	<u>(33,323)</u>	<u>215,602</u>	<u>182,279</u>
CASH FLOWS FROM INVESTING ACTIVITIES			
Purchase of investments	(168)	-	(168)
Earnings on investments	1,458	498	1,956
NET CASH PROVIDED BY INVESTING ACTIVITIES	<u>1,290</u>	<u>498</u>	<u>1,788</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES			
Transfers to other funds	(625,000)	(51,152)	(676,152)
Transfers from other funds	51,152	625,000	676,152
Capital contributions to others	-	(278,164)	(278,164)
NET CASH PROVIDED (USED) BY NONCAPITAL FINANCING ACTIVITIES	<u>(573,848)</u>	<u>295,684</u>	<u>(278,164)</u>
NET DECREASE IN CASH AND CASH EQUIVALENTS	(117,959)	(224,165)	(342,124)
CASH AND CASH EQUIVALENTS AT BEGINNING OF YEAR	<u>704,663</u>	<u>658,681</u>	<u>1,363,344</u>
CASH AND CASH EQUIVALENTS AT END OF YEAR	<u>\$ 586,704</u>	<u>\$ 434,516</u>	<u>\$ 1,021,220</u>

WHITPAIN TOWNSHIP
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
YEAR ENDED DECEMBER 31, 2015

	<u>Sewer Fund</u>	<u>Sewer Capital Fund</u>	<u>Total Proprietary Funds</u>
RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH PROVIDED BY OPERATING ACTIVITIES			
Operating income (loss)	\$ 257,369	\$ (8,213)	\$ 249,156
Adjustments to reconcile operating income (loss) to net cash provided by operating activities			
Depreciation	310,248	-	310,248
Pension expense	(22,039)	-	(22,039)
(Increase) decrease in			
Receivables	(50,793)	-	(50,793)
Due from other funds	(642,274)	(625,000)	(1,267,274)
Increase (decrease) in			
Payables	949	-	949
Accrued salaries and benefits	2,439	-	2,439
Due to other funds	632,023	(102,736)	529,287
	<u>632,023</u>	<u>(102,736)</u>	<u>529,287</u>
 NET CASH PROVIDED (USED) BY OPERATING ACTIVITIES	 \$ <u>487,922</u>	 \$ <u>(735,949)</u>	 \$ <u>(248,027)</u>

See accompanying notes to the basic financial statements.

WHITPAIN TOWNSHIP

STATEMENT OF FIDUCIARY NET POSITION

FIDUCIARY FUNDS

DECEMBER 31, 2015

	<u>Pension Trust Funds</u>	<u>Medical Benefits Funds</u>	<u>Agency Fund</u>
ASSETS			
Cash and cash equivalents	\$ 1,034,252	\$ 449,748	\$ 1,405,324
Investments			
Mutual funds	3,729,673	-	-
Mortgage-backed securities	2,744,791	-	-
Money market funds	615,856	-	-
U.S. Government notes	1,296,699	-	-
Corporate bonds	750,653	-	-
Equity stocks and options	15,148,666	-	-
Prepaid expenses	194,206	-	-
	<u>25,514,796</u>	<u>449,748</u>	<u>1,405,324</u>
TOTAL ASSETS	\$ <u>25,514,796</u>	\$ <u>449,748</u>	\$ <u>1,405,324</u>
LIABILITIES AND NET POSITION			
LIABILITIES			
Escrow deposits	\$ -	\$ -	\$ <u>1,405,324</u>
NET POSITION			
Held in trust for			
Pension benefits	25,514,796	-	
Post-retirement medical insurance	-	449,748	
TOTAL NET POSITION	<u>25,514,796</u>	<u>449,748</u>	
TOTAL LIABILITIES AND NET POSITION	\$ <u>25,514,796</u>	\$ <u>449,748</u>	

See accompanying notes to the basic financial statements.

WHITPAIN TOWNSHIP

STATEMENT OF CHANGES IN FIDUCIARY NET POSITION

FIDUCIARY FUNDS

YEAR ENDED DECEMBER 31, 2015

	<u>Pension Trust Funds</u>	<u>Medical Benefits Funds</u>
ADDITIONS		
Contributions		
Member contributions	\$ 240,256	\$ -
Employer contributions	645,020	58,200
State contributions	439,133	-
TOTAL CONTRIBUTIONS	<u>1,324,409</u>	<u>58,200</u>
Investment income		
Net appreciation in fair value of investments	(709,395)	-
Dividends	635,813	-
Investment income	132,425	400
TOTAL INVESTMENT EARNINGS	<u>58,843</u>	<u>400</u>
Investment expense	(217,388)	-
INVESTMENT INCOME, net	<u>(158,545)</u>	<u>400</u>
TOTAL ADDITIONS	<u>1,165,864</u>	<u>58,600</u>
DEDUCTIONS		
Benefits	1,025,928	11,800
Actuary fees	23,110	-
TOTAL DEDUCTIONS	<u>1,049,038</u>	<u>11,800</u>
CHANGE IN NET POSITION	116,826	46,800
NET POSITION HELD IN TRUST AT BEGINNING OF YEAR	<u>25,397,970</u>	<u>402,948</u>
NET POSITION HELD IN TRUST AT END OF YEAR	<u>\$ 25,514,796</u>	<u>\$ 449,748</u>

See accompanying notes to the basic financial statements.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Reporting Entity

Whitpain Township (the "Township") is a municipal corporation existing and operating under the Second Class Township Code of the Commonwealth of Pennsylvania. The accompanying financial statements present the primary government only. In evaluating the Township (the primary government) as a reporting entity, all potential component units that may or may not fall within the financial accountability of the Township have been addressed. Financial accountability is present if the Township appoints a voting majority of a component unit's governing body and has the ability to impose its will on the organization or if there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the Township. Based upon the application of these criteria, the following is an analysis of the potential component unit addressed in defining the Township's reporting entity:

Centre Square Fire Company - This potential component unit has a separately elected and/or appointed governing body. The Township does not have a controlling influence over daily operations, the establishment of a budget, or appointment of management staff or officers. Therefore, based on the criteria above, this entity is excluded from the reporting entity of the Township.

Government-Wide and Fund Financial Statements

The accompanying financial statements of the Township are in accordance with the provisions of the Governmental Accounting Standards Board (GASB) Statement No. 34, *Basic Financial Statements--and Management's Discussion and Analysis--for State and Local Governments*, as amended by GASB Statement No. 37, *Basic Financial Statements--and Management's Discussion and Analysis--for State and Local Governments--Omnibus*, GASB Statement No. 38, *Certain Financial Statement Note Disclosures*, and GASB Statement No. 41, *Budgetary Comparison Schedules--Perspective Differences*. The requirements of this new reporting model are described below.

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on the activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Separate financial statements are provided for Governmental Funds, Proprietary Funds and Fiduciary Funds, even though the latter are excluded from the government-wide financial statements. Major individual Governmental Funds are reported as separate columns (Other Governmental Funds) in the fund financial statements.

Measurement Focus, Basis of Accounting and Basis of Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental Funds financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. For this purpose, the Township considers revenues to be available if they are collected within 60 days of the end of the fiscal period. Under this basis, certain revenues (those susceptible to accrual, readily measurable and available as to amount and anticipated as being readily collectible) are recorded on the accrual basis. Property taxes and licenses associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. All other revenues are recognized only when received in cash. Expenditures, with the exception of interest requirements on long-term debt, are accounted for on the accrual basis of accounting.

The Township reports the following major Governmental Funds:

- The *General Fund* is the Township's primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- The *Fire Tax Fund* accounts for the collection of tax for fire services.
- The *Fire Capital Fund* accounts for capital purchases related to fire services
- The *Capital Projects Fund* is used to account for various capital projects within the Township.
- The *Open Space Fund* accounts for the purchases and maintenance of open space.
- The *Debt Service Fund* accounts for principal and interest debt payments.

The Township reports the following major Proprietary Funds:

- The *Sewer Fund* accounts for the activities of the Township's sewer and wastewater treatment services.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- The *Sewer Capital Fund* accounts for the capital improvement activities of the Township's sewer and wastewater treatment services.

Additionally, the Township reports the following Fiduciary Fund Types:

- The *Pension Trust Funds* are used to account for the activities of the Police and Non-Uniformed Employees' Pension Plans, which accumulate resources for pension benefit payments to qualified employees.
- The *Medical Benefits Funds* are used to account for the assets held by the Township to pay for postemployment medical benefits.
- The *Agency Fund* is used to account for monies held by the Township for developer escrow deposits. Assets in the Agency Fund equal liabilities.

Amounts reported as *program revenues* include: (1) charges to customers or applicants for goods, services, or privileges provided, (2) operating grants and contributions and (3) capital grants and contributions, including special assessments. Internally dedicated resources are reported as *general revenues* rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary Funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a Proprietary Fund's principal ongoing operations. The principal operating revenues of the Sewer Fund and Sewer Capital Fund are charges to customers for sales and services. The funds also recognize as operating revenues the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for Enterprise Funds include the cost of sales and services, administrative expenses and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Stewardship, Compliance and Accountability

Budgets and Budgetary Accounting - The Township follows the procedures outlined below, which comply with legal requirements in establishing the budgetary data reflected in the financial statements:

1. Budgets are legally adopted on an annual basis for most Township funds, which is consistent with generally accepted accounting principles. The operating budget includes proposed expenditures and the means of financing them.
2. During November and December, the Township holds budget hearings for the purpose of receiving oral and written comments from interested parties in regard to the proposed budget for the following year. The Township makes available to the public its proposed operating budget for all funds.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

3. No later than December 31, the budget is legally adopted through the passage of a resolution.
4. Budget transfers at the activity level must be approved by the Township Board of Supervisors.
5. Budgets for the funds are prepared on the modified accrual basis of accounting.

All appropriations lapse at year-end. Supplemental appropriations can be made at any time.

As a matter of state law, expenditures cannot exceed total appropriations by fund.

The General Fund, Fire Tax Fund, Fire Capital Fund, Capital Projects Fund, Fire Hydrant Fund, Traffic Improvement Fund, Reserve for Outfall Stormwater Fund, Fee in Lieu of Stormwater Management Fund and Debt Service Fund all have legally adopted budgets for the year ended December 31, 2015.

Assets, Liabilities and Equity

Deposits and Investments - The Township's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

With the exception of Pension Trust Funds, state statutes authorize the Township to invest in obligations of the United States of America, the Commonwealth of Pennsylvania, or any agency or instrumentality of either, which are secured by the full faith and credit of such entity. The law also allows for the Township to invest in certificates of deposit of banks, savings and loans, credit unions and savings banks both within and outside the Commonwealth of Pennsylvania, provided such amounts are insured by the Federal Deposit Insurance Corporation (FDIC) or other like insurance, and that deposits in excess of such insurance are collateralized by the depository.

The state also imposes limitations with respect to the amount of investment in certificates of deposit to the extent that such deposits may not exceed 20% of a bank's total capital surplus or 20% of a credit union's, savings and loan's, or savings bank's assets, net of its liabilities. The Township may also invest in shares of registered investment companies, provided that investments of the company are authorized investments, as noted above.

The Township may invest in obligations and agencies of the United States of America. These investments are comprised of collateralized mortgage obligations, U.S. Treasury obligations and money market mutual funds. The Township recognizes interest rate risk and extension risk with some of these obligations. The Township has stratified its portfolio so that the investments with extension risk are comprised of monies needed on a long-term basis. Investments with interest rate risk are selected so that the risk of interest decline below area savings accounts' rates is minimal.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

The law provides that the Township's Pension Trust Funds may invest in any form or type of investment, financial instrument, or financial transaction if determined by the Township to be prudent.

Investments for the Township are reported at fair value. The investment pool operates in accordance with appropriate state laws and regulations. The reported value of the pool is the same as the fair value of the pool shares.

Receivables and Payables - Activity between funds that is representative of lending/borrowing arrangements outstanding at the end of the fiscal year is referred to as either "due to/from other funds" (i.e., the current portion of interfund loans) or "advances to/from other funds" (i.e., the noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "due to/from other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

Advances between funds as reported in the fund financial statements are offset by a fund balance reserve account in applicable Governmental Funds to indicate that they are not available for appropriation and are not expendable available financial resources.

Real Estate Taxes - Real estate taxes are recorded as revenues when the taxes are levied. All property tax receivables are shown net of an allowance for uncollectibles. At December 31, 2015, all tax receivables were deemed to be fully collectible. There is no tax receivable allowance due to the materiality of the outstanding receivables.

Real estate taxes are levied on January 1 on property values assessed as of the same date. Taxes are billed March 1 and are due on June 30 of each year. A 2% discount is provided for taxes paid prior to May 1. A 10% penalty is applied to taxes paid after June 30. Any unpaid bills at December 31 are subject to lien, and penalties and interest are assessed.

Earned Income Taxes - A 1% earned income tax is imposed on all residents and on nonresidents who work within the Township limits. This tax is recorded as revenue when an enforceable legal claim to the assets arises or when the resources are received, whichever occurs first.

Provision for Estimated Uncollectible Receivables - No provision is considered necessary for other receivables.

Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until then. The deferred outflow of resources related to pensions is reported in the government-wide and proprietary fund statement of net position and is the result of the difference between projected and actual investment earnings on pension plan investments.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

In addition to liabilities, the statement of net position will sometimes report a separate section for deferred inflows of resources. This separate financial element, deferred inflows of resources, represents an acquisition of net position that applies to a future period(s) and so will not be recognized as an inflow of resources (revenue) until that time. The Township has two items which qualify for reporting in this category. Unavailable revenue, which arises only under a modified accrual basis of accounting, is reported only in the Governmental Funds balance sheet. The Governmental Funds report unavailable revenues from property taxes. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The deferred inflow of resources related to pensions is reported in the government-wide and proprietary fund statement of net position and is the result of the difference between expected and actual experience of the pension plan.

Capital Assets - Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The Township defines a capital asset as an asset with an initial, individual cost equal to or greater than \$5,000 and must have an estimated useful life in excess of one year. Capital assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Assets acquired by gift or bequest are recorded at their fair market value at the date of transfer.

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of a business-type activity is included as part of the capitalized value of the assets constructed. Prior to January 1, 2004, Governmental Funds' infrastructure assets were not capitalized. These assets have been valued at estimated historical cost.

Depreciation has been provided over the estimated useful lives of property, plant and equipment using the straight-line method as follows:

	<u>Years</u>
Buildings	20-45
Land and building improvements	10-45
Roads, curbs, walks and bridges	30-40
Storm sewer pipes	25
Sewer pipes	20
Machinery and equipment	5-20
Traffic signals and intersection improvements	25

Long-Term Obligations - In the government-wide financial statements and the Proprietary Fund Types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, or Proprietary Fund Type statement of net position.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds. Bond premiums or discounts and issuance costs are reported as deferred charges. Bonds payable are reported net of deferred amounts on refunding, which represent the difference between the reacquisition price and the net carrying amount of old debt that has been defeased in refunding transactions since 1993. This deferred amount is amortized as a component of interest expense over the lesser of the remaining life of the old debt or the life of the new debt.

Net Position Flow Assumption

Sometimes the Township will fund outlays for a particular purpose from both restricted (e.g., restricted bond or grant proceeds) and unrestricted resources. In order to calculate the amounts to report as restricted net position and unrestricted net position in the government-wide and Proprietary Fund financial statements, a flow assumption should be made about the order in which the resources are considered to be applied. It is the Township's policy to consider restricted net position to have been depleted before unrestricted net position is applied.

In the fund financial statements, Governmental Fund Types recognize bond premiums and discounts, as well as issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuances are reported as other financing sources while discounts on debt are reported as other financing uses. Issuance costs, even if withheld from the actual net proceeds received, are reported as expenditures.

Net Position - The Township has implemented GASB Statement No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*. This statement provides more clearly defined fund balance categories to make the nature and extent of the constraints placed on the Township's fund balances more transparent. The following classifications describe the relative strength of the spending constraints:

- **Nonspendable Fund Balance** - Amounts that are not in spendable form (such as inventory) or are required to be maintained intact.
- **Restricted Fund Balance** - Amounts constrained to specific purposes by their providers (such as grantors, bondholders and higher levels of government) through constitutional provisions or by enabling legislation.
- **Committed Fund Balance** - Amounts constrained to specific purposes by the Township itself, using its highest level of decision-making authority (the Board of Supervisors). To be reported as committed, amounts cannot be used for any other purpose unless the Township takes the same highest level action to remove or change the constraint.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE A - SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

- **Assigned Fund Balance** - Amounts the Township intends to use for a specific purpose. Intent can be expressed by the Board of Supervisors or by an official or body to which the Board of Supervisors delegates the authority. As of December 31, 2015, the Board has not delegated the authority to assign fund balance.
- **Unassigned Fund Balance** - Amounts available for any purpose. Positive amounts are reported only in the General Fund.

The Board of Supervisors establishes (and modifies or rescinds) fund balance commitments by passage of a motion, which is the most binding action management can take. Assigned fund balance is intended to be used by the Township for specific purposes but does not meet the criteria to be classified as restricted or committed.

The Township will typically use restricted fund balances first, followed by committed resources and then assigned resources, as appropriate opportunities arise, but reserves the right to selectively spend unassigned resources first to defer the use of these other classified funds.

Cash and Cash Equivalents - For purposes of reporting cash flows for the Proprietary Funds, all highly liquid investments with original maturities of three months or less are considered short-term investments.

Compensated Absences - The Township allows full-time permanent employees to carry over vacation pay (maximum of one week) and compensates for it at termination or retirement. Limited sick leave benefits may be carried forward; however, the Township does not compensate for them at termination or retirement.

Prepaid Items - Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

Use of Estimates - The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures during the reporting period. Accordingly, actual results could differ from those estimates.

Concentrations of Credit Risk - The Township's revenues and receivables for taxes and utility service are mostly derived from residents and businesses located in the Township and are, therefore, subject to the economic conditions of the area.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE B - DEPOSITS AND INVESTMENTS

Deposits

Custodial Credit Risk - Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits may not be returned to it. As of December 31, 2015, of the total bank balance of \$21,114,952, \$250,000 was insured by the Federal Depository Insurance Corporation and \$250,000 was insured by the Securities Investor Protection Corporation. Of the remaining bank balance of \$20,614,952, \$20,598,404 was exposed to credit risk because it was uninsured and collateralized in accordance with Act 72 of the Commonwealth of Pennsylvania Legislature, which permits the institution to pool collateral for all governmental deposits and has the collateral held by a custodian in the institution's name, and \$16,548 was invested in state investment pools, which is uninsured and uncollateralized.

Investments

As of December 31, 2015, the Township had the following investments:

Investment Type	Fair Value	Investment Maturities		
		Less Than One Year	One Year to Five Years	More Than Five Years
GOVERNMENTAL ACTIVITIES				
Externally pooled investments	\$ 520,103	\$ 520,103	\$ -	\$ -
PROPRIETARY ACTIVITIES				
Externally pooled investments	\$ 281,512	\$ 281,512	\$ -	\$ -
PENSION ACTIVITIES				
Mutual funds	\$ 3,729,673	\$ 3,729,673	\$ -	\$ -
Mortgage-backed securities	2,744,791	92,306	84,582	2,567,903
U.S. Government notes	1,296,699	150,000	680,000	466,699
Corporate bonds	750,653	137,841	217,377	395,435
Equity stocks and options	15,148,666	15,148,666	-	-
Money market funds	615,856	615,856	-	-
TOTAL PENSION ACTIVITIES	\$ 24,286,338	\$ 19,874,342	\$ 981,959	\$ 3,430,037

Interest Rate Risk - This is the risk that changes in interest rates will adversely affect the fair market value of an investment. The Township's investment policy includes a balancing provision to address this type of risk.

Credit Risk - This is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. State law limits the investment of government funds as described in Note A. The Township's investment policy does not further limit its investment choices. The Township's investment in the external investment pools was rated AAAM by Standard & Poor's.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE B - DEPOSITS AND INVESTMENTS (Continued)

Concentration of Credit Risk - This is the risk of loss attributed to the magnitude of a government's investment in a single issuer. There were no investments that exceeded 5% of the total investments reported in the Governmental, Proprietary, or Fiduciary Funds that would be considered a concentration of credit risk.

Escrow Cash Deposits and Investments

The Township acts in a custodial capacity with respect to monies deposited with it by developers. These monies are held by the Township and used to pay legal, engineering and other fees incurred on behalf of a specific project. Any unused deposits are returned to the developer upon completion of the project, except for an administrative handling fee. None of the monies received from or expended on behalf of the developers are recorded in the revenues or expenses of the Township. At December 31, 2015, \$1,405,324 represents the balance of these monies held in escrow.

NOTE C - CAPITAL ASSETS

Changes in capital asset activity for the year ended December 31, 2015, were as follows:

	Balance January 1, 2015	Increases	Decreases	Balance December 31, 2015
GOVERNMENTAL ACTIVITIES				
Capital assets not being depreciated				
Land	\$ 16,108,463	\$ -	\$ -	\$ 16,108,463
Conservation easements	1,052,009	-	-	1,052,009
Construction in progress	157,573	591,762	(112,133)	637,202
TOTAL CAPITAL ASSETS NOT BEING DEPRECIATED	17,318,045	591,762	(112,133)	17,797,674
Capital assets being depreciated				
Land improvements	2,186,700	331,760	-	2,518,460
Buildings and improvements	5,418,244	151,358	-	5,569,602
Machinery and equipment	6,268,601	473,567	(132,614)	6,609,554
Infrastructure	57,647,334	11,646	-	57,658,980
TOTAL CAPITAL ASSETS BEING DEPRECIATED	71,520,879	968,331	(132,614)	72,356,596
Accumulated depreciation				
Land improvements	(850,431)	(59,526)	-	(909,957)
Buildings and improvements	(2,466,878)	(123,323)	-	(2,590,201)
Machinery and equipment	(3,140,152)	(449,015)	126,102	(3,463,065)
Infrastructure	(37,354,386)	(1,657,595)	-	(39,011,981)
TOTAL ACCUMULATED DEPRECIATION	(43,811,847)	(2,289,459)	126,102	(45,975,204)
TOTAL CAPITAL ASSETS BEING DEPRECIATED, net	27,709,032	(1,321,128)	(6,512)	26,381,392
GOVERNMENTAL ACTIVITIES CAPITAL ASSETS, net	\$ 45,027,077	\$ (729,366)	\$ (118,645)	\$ 44,179,066

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE C - CAPITAL ASSETS (Continued)

Depreciation expense was charged to governmental functions as follows:

GOVERNMENTAL ACTIVITIES

Administrative	\$ 79,654
Codes	8,104
Police and emergency services	235,594
Public works, highways and streets	1,859,970
Parks	<u>106,137</u>
	<u>\$ 2,289,459</u>

	Balance January 1, 2015	Increases	Decreases	Balance December 31, 2015
BUSINESS-TYPE ACTIVITIES				
Capital assets being depreciated				
Buildings and improvements	\$ 180,684	\$ -	\$ -	\$ 180,684
Machinery and equipment	1,659,076	51,152	(43,890)	1,666,338
Infrastructure	<u>12,334,406</u>	<u>-</u>	<u>-</u>	<u>12,334,406</u>
TOTAL CAPITAL ASSETS BEING DEPRECIATED	<u>14,174,166</u>	<u>51,152</u>	<u>(43,890)</u>	<u>14,181,428</u>
Accumulated depreciation				
Buildings and improvements	(180,684)	-	-	(180,684)
Machinery and equipment	(1,083,011)	(97,463)	43,890	(1,136,584)
Infrastructure	<u>(10,797,499)</u>	<u>(212,785)</u>	<u>-</u>	<u>(11,010,284)</u>
TOTAL ACCUMULATED DEPRECIATION	<u>(12,061,194)</u>	<u>(310,248)</u>	<u>43,890</u>	<u>(12,327,552)</u>
BUSINESS-TYPE ACTIVITIES CAPITAL ASSETS, net	<u>\$ 2,112,972</u>	<u>\$ (259,096)</u>	<u>\$ -</u>	<u>\$ 1,853,876</u>

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE D - INTERFUND RECEIVABLES, PAYABLES AND TRANSFERS

Interfund receivables and payables at December 31, 2015, are as follows:

	<u>Due from Other Funds</u>	<u>Due to Other Funds</u>
GOVERNMENTAL FUNDS		
General Fund	\$ 641,129	\$ 828,391
Fire Tax Fund	196,830	50,712
Fire Capital Fund	-	28,571
Traffic Improvement Fund	-	144,571
Capital Projects Fund	6,561	37,235
Open Space Fund	-	7,596
Other Governmental Funds	-	78,587
BUSINESS-TYPE ACTIVITIES		
Sewer Capital Fund	625,000	-
Sewer Fund	<u>642,274</u>	<u>936,131</u>
	<u>\$ 2,111,794</u>	<u>\$ 2,111,794</u>

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made.

Interfund transfers at December 31, 2015, are as follows:

	<u>Transfer Out</u>	<u>Transfer In</u>
General Fund	\$ 500,000	\$ -
Capital Projects Fund	-	500,000
Fire Tax Fund	150,000	-
Fire Capital Fund	68,004	81,996
Open Space Fund	-	100,000
Debt Service Fund	-	136,008
Other Governmental Funds	100,000	-
Sewer Fund	625,000	51,152
Sewer Capital Fund	<u>51,152</u>	<u>625,000</u>
	<u>\$ 1,494,156</u>	<u>\$ 1,494,156</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them and (2) use unrestricted revenues collected in the General Fund and/or the Sewer Fund to account for saving for future capital projects.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE E - RECEIVABLES

Receivables as of December 31, 2015, are as follows:

	<u>General Fund</u>	<u>Fire Tax Fund</u>
RECEIVABLES		
Taxes	\$ 344,758	\$ 8,531
Accounts	131,635	-
Special assessments	-	-
	<u>\$ 476,393</u>	<u>\$ 8,531</u>

NOTE F - LONG-TERM DEBT

Long-term liability for the year ended December 31, 2015, is as follows:

	<u>Balance January 1, 2015</u>
GOVERNMENTAL ACTIVITIES	
General Obligation Notes	
Series A of 1999	\$ 3,861,000
Series B of 1999	1,136,000
Series of 2002	981,000
General Obligation Bonds	
Series of 2012	<u>3,785,000</u>
TOTAL GENERAL OBLIGATION NOTES AND BONDS	9,763,000
Bond premium	42,004
Net OPEB obligation	1,089,404
Net pension liability	2,338,010
Compensated absences	<u>59,256</u>
TOTAL GOVERNMENTAL ACTIVITIES LONG-TERM LIABILITIES	<u>\$ 13,291,674</u>
BUSINESS-TYPE ACTIVITIES	
Net OPEB obligation	\$ 22,971
Net pension liability	298,459
Compensated absences	<u>4,882</u>
TOTAL BUSINESS-TYPE ACTIVITIES LONG-TERM LIABILITIES	<u>\$ 326,312</u>

<u>Debt Service Fund</u>	<u>Other Governmental Funds</u>	<u>Sewer Fund</u>	<u>Totals</u>
\$ 15,693	\$ 1,026	\$ -	\$ 370,008
-	-	-	131,635
-	-	172,020	172,020
<u>\$ 15,693</u>	<u>\$ 1,026</u>	<u>\$ 172,020</u>	<u>\$ 673,663</u>

<u>Additions</u>	<u>Reductions</u>	<u>Balance December 31, 2015</u>	<u>Due Within One Year</u>
\$ -	\$ (212,000)	\$ 3,649,000	\$ 224,000
-	(366,000)	770,000	379,000
-	(317,000)	664,000	328,000
-	(255,000)	3,530,000	260,000
-	(1,150,000)	8,613,000	1,191,000
-	(2,400)	39,604	-
143,982	-	1,233,386	-
906,493	-	3,244,503	-
-	(3,925)	55,331	5,533
<u>\$ 1,050,475</u>	<u>\$ (1,156,325)</u>	<u>\$ 13,185,824</u>	<u>\$ 1,196,533</u>
\$ 3,159	\$ -	\$ 26,130	\$ -
141,612	-	440,071	-
843	-	5,725	573
<u>\$ 145,614</u>	<u>\$ -</u>	<u>\$ 471,926</u>	<u>\$ 573</u>

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE F - LONG-TERM DEBT (Continued)

Payments on the bonds and loans payable pertaining to the Township’s governmental activities are made by the Debt Service Fund. Payments of compensated absences, net pension obligations and net other postemployment benefit obligations pertaining to the Township’s governmental activities are made by the General Fund.

Governmental Activities Debt

General Obligation Notes - The Township issues General Obligation Notes to provide funds for the acquisition, construction and improvement of facilities and the purchase of equipment and open space. General Obligation Notes have been issued for governmental activities only. The original amount of notes issued was \$14,000,000. General Obligation Notes are direct obligations and pledge the full faith and credit of the Township. These notes are generally issued as 15- to 28-year serial notes with varying amounts of principal maturing each year.

General Obligation Bonds, Series of 2012 - General Obligation Bonds, Series of 2012, were issued on May 1, 2012, in the amount of \$3,925,000 for the purpose of currently refunding the General Obligation Notes, Series of 2006, to finance the capital program and to pay the costs of issuing the bonds. The difference between the carrying value of the refunded debt and its reacquisition price was less than \$1,000, and as a practical matter was expensed rather than deferred and amortized.

Total Scheduled Annual Debt Service

The Township’s total scheduled annual debt service on all long-term debt is as follows:

<u>Year Ending</u> <u>December 31,</u>	<u>Governmental Activities</u>	
	<u>Principal</u>	<u>Interest</u>
2016	\$ 1,191,000	\$ 328,430
2017	1,223,000	286,148
2018	524,000	242,512
2019	537,000	223,499
2020	556,000	203,780
2021	581,000	183,202
2022	602,000	161,609
2023	629,000	139,048
2024	651,000	114,450
2025	675,000	88,814
2026	704,000	61,007
2027	465,000	31,908
2028	65,000	8,250
2029	70,000	6,300
2030	70,000	4,200
2031	70,000	2,100
	<u>\$ 8,613,000</u>	<u>\$ 2,085,257</u>

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE F - LONG-TERM DEBT (Continued)

The Township financed the Series A and B of 1999 and Series of 2002 General Obligation Notes through the Delaware Valley Regional Finance Authority (DeVal). DeVal has in turn entered into interest rate swap agreements with various counterparties to provide fixed interest rates to borrowers. These agreements may be terminated under the following circumstances: (1) DeVal and the counterparty mutually consent to termination, (2) the borrower defaults on its loan, or (3) DeVal or the counterparty default or their financial conditions deteriorate to make a default imminent. Upon termination, DeVal would receive or make a payment depending on the market value of the related interest rate swap. If DeVal were obligated to make such a payment and sufficient funds were not available, DeVal could assess each borrower its allocable share of the termination payment.

As of December 31, 2015, DeVal would have received a payment of nearly \$160 million if all the swap agreements were terminated. Therefore, no amounts are reflected on the Township's financial statements.

NOTE G - DEFINED CONTRIBUTION PENSION PLAN

The Township has established a defined contribution pension plan to provide pension benefits for its regular, full-time, non-police employees. Under the plan, an individual receives his own account to which all contributions are made. The employee determines how his account is invested. The accounts are administered by ICMA-RC, and the funds held in the plan are invested in VantageTrust, a trust established by public employers for the collective investment of funds held under their retirement plans.

Under the plan, the employer contributes 4% to 8%, with a mandatory participant contribution of 3% to 5% of total earnings, including overtime and any bonuses. Covered employees are fully vested in employer contributions after seven years of service.

This plan was established effective January 1, 2010, with a 12-month period of service before entry into the plan. For the year ended December 31, 2015, contributions of \$184,518 were made to this plan.

NOTE H - DEFINED BENEFIT PENSION PLAN

Police Pension Plan

Summary of Significant Accounting Policies - Police Pension Plan investments are carried at fair value as reported by the investment managers. Short-term investments are reported at cost, which approximates fair value. Financial information of the Township's Police Pension Plan is presented on the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due as required by the Act. For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position have been determined on the same basis as they are reported by the pension plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE H - DEFINED BENEFIT PENSION PLAN (Continued)

Plan Description

Plan Administration - The Township administers the Police Pension Plan--a single-employer defined benefit pension plan that provides pensions for all regular, full-time sworn police officers. The plan is part of the Township's financial reporting entity and is included in the Township's financial statements as a Pension Trust Fund. The plan does not issue separate, stand-alone financial statements.

Management of the Police Pension Plan is vested in the Pension Committee, which consists of up to seven members - two Board members, the Township Manager, the Assistant Township Manager, the Finance Director and two sworn police officers. The Pension Committee is responsible for advising, reviewing, monitoring and making recommendations to the Board of Supervisors of Whitpain Township as to the administrative, operation and investment of the Police Pension Plan.

Plan Membership - At December 31, 2015, plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	18
Inactive plan members entitled to but not yet receiving benefits	3
Active plan members	<u>29</u>
	<u><u>50</u></u>

Benefits Provided - The Police Pension Plan provides retirement benefits as well as death and disability benefits under Pennsylvania Act 600. All benefits vest after 12 years of credited service. Officers are entitled to an annual retirement benefit, payable monthly for life, in an amount equal to 50% of their final average salary. Final average salary is the employee's average compensation over the last 36 months of service. Compensation is defined as base pay, holiday pay and longevity pay only. Normal retirement is age 50 with at least 25 years of service.

If an employee leaves covered employment before 12 years of credited service, accumulated employee contributions to the plan plus related interest are refunded to the employee or designated beneficiary. Covered employees are required by statute to contribute 5% of their compensation to the plan. The Township is required by statute, principally Pennsylvania Act 205, to contribute the remaining amounts necessary to finance the plan.

Benefit and contribution provisions are established by Pennsylvania law and may be amended only as allowed by Pennsylvania law.

The benefit provisions of the Township's Police Pension Plan are established by Township ordinances.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE H - DEFINED BENEFIT PENSION PLAN (Continued)

Contributions - Pennsylvania Act 205 of 1984 (as amended) requires that annual contributions be based upon the minimum municipal obligation (“MMO”), which is based on the plan’s actuarial valuation. The MMO includes the normal cost, estimated administrative expenses and an amortization contribution of the unfunded actuarial accrued liability, less estimated member contributions, and a credit equal to 10% of the excess (if any) of the actuarial value of assets over the actuarial accrued liability. The Commonwealth provides an allocation of funds, which must be used for pension funding. A financial requirement established by the MMO, which exceeds state and member contributions, must be funded by the employer.

As a condition of participation, participants are required to make contributions to the plan. The amount of the contribution is equal to 5% of the participant’s pay.

In 2015, the MMO obligation for the Police Pension Plan was \$529,276 for the year 2015. Contributions of \$307,578 and \$221,698 were made by the Township and the Commonwealth, respectively.

Administrative costs, which may include, but are not limited to, investment management fees and actuarial services, are charged to the appropriate plan and funded through the MMO and/or plan earnings. On-behalf payments of fringe benefits and salaries for the Township’s employees were recognized as revenues and expenditures during the year.

Investments

Investment Policy - The plan’s policy in regard to the allocation of invested assets is established and may be amended by the Pension Committee based on consensus, with no minimum quorum required. It is the policy of the Pension Committee to pursue an investment strategy that reduces risk through prudent diversification of the portfolio across a broad selection of distinct asset classes. The plan’s investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans. The following was the Committee’s adopted asset allocation policy as of December 31, 2015:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic equity	30%
International equity	28%
Fixed income	29%
Real estate	4%
Cash	9%
	<u>100%</u>

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE H - DEFINED BENEFIT PENSION PLAN (Continued)

Concentrations - More than 5% of the Township's investments are in mutual funds, mortgage backed securities, U.S. Government notes, and equity stocks and options. These investments are 15%, 11%, 5% and 62%, respectively, of the plan's total investments.

Rate of Return - For the year ended December 31, 2015, the annual money-weighted rate of return on plan investments, net of plan investment expense, was -0.61%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability of the Township - The components of the net pension liability of the Township at December 31, 2015, were as follows:

Total pension liability	\$ 15,883,236
Plan fiduciary net position	<u>(13,959,101)</u>
NET PENSION LIABILITY	\$ <u>1,924,135</u>
 Plan fiduciary net position as a percentage of the total pension liability	 <u>87.89%</u>

Actuarial Assumptions - The total pension liability was determined by an actuarial valuation as of December 31, 2015, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3%
Salary increases	5% annual increase
Investment rate of return	7.5%

Mortality rates were based on the RP-2000 Healthy Annuitant Mortality Table.

Due to the size of the plan, there have been no experience studies used to determine plan assumptions.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE H - DEFINED BENEFIT PENSION PLAN (Continued)

The long-term expected rate of return on plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the plan's target asset allocation as of December 31, 2015 (see the plan's investment policy) are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	5.5% - 7.5%
International equity	4.5% - 6.5%
Fixed income	1.0% - 3.0%
Real estate	4.5% - 6.5%
Cash	0.0% - 1.0%

Discount Rate - The discount rate is based on the long-term expected rate of return on plan investments that expected to be used to finance the payments of benefits. The plan's fiduciary net position is projected to be sufficient to make projected benefit payments and the plan assets are expected to be invested using a strategy to achieve that return. The employer has always met the funding requirements of Pennsylvania law Act 205 of 1984. Act 205 requires full funding of the entry age normal cost plus plan expenses, as well as amortization of the unfunded liability to ultimately achieve a 100% funded status.

Changes in the Net Pension Liability

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
	<u>(a)</u>	<u>(b)</u>	<u>(a)-(b)</u>
Balance at December 31, 2014	\$ 15,549,938	\$ 14,107,412	\$ 1,442,526
Changes for the year:			
Service cost	353,280	-	353,280
Interest cost	1,124,212	-	1,124,212
Changes for experience	(428,014)	-	(428,014)
Contributions			
Employer	-	529,276	(529,276)
Member	-	147,294	(147,294)
Net investment income	-	(97,771)	97,771
Benefit payments	(716,180)	(716,180)	-
Administrative expenses	-	(10,930)	10,930
Net Changes	<u>333,298</u>	<u>(148,311)</u>	<u>481,609</u>
Balance at December 31, 2015	<u>\$ 15,883,236</u>	<u>\$ 13,959,101</u>	<u>\$ 1,924,135</u>

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE H - DEFINED BENEFIT PENSION PLAN (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following presents the net pension liability of the Township, calculated using the discount rate of 7.5%, as well as what the Township's net pension would be if it were calculated using a discount rate that is one percentage point lower (6.5%) or one percentage-point higher (8.5%) than the current rate:

	1% Decrease (6.5%)	Current Discount Rate (7.5%)	1% Increase (8.5%)
Net pension liability	\$ 3,788,340	\$ 1,924,135	\$ 356,564

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – For the year ended December 31, 2015, the Township recognized pension expense of \$444,417. At December 31, 2015, the Township reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	\$ -	\$ 356,678
Net difference between projected and actual earnings on pension plan investments	923,146	-
Total	\$ 923,146	\$ 356,678

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending December 31,</u>	
2016	\$ 159,451
2017	159,451
2018	159,451
2019	159,451
2020	(71,336)

NOTE H - DEFINED BENEFIT PENSION PLAN (Continued)

Non-Uniformed Employees' Pension Plan

Summary of Significant Accounting Policies - Non-Uniformed Employees' Pension Plan investments are carried at fair value as reported by the investment managers. Short-term investments are reported at cost, which approximates fair value. Financial information of the Township's Non-Uniformed Employees' Pension Plan is presented on the accrual basis of accounting. Plan member contributions are recognized in the period in which the contributions are due. Employer contributions to each plan are recognized when due as required by the Act. For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position have been determined on the same basis as they are reported by the pension plan. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with benefit terms.

Plan Description

Plan Administration - The Township administers the Non-Uniformed Employees' Pension Plan--a single-employer defined benefit pension plan that provides pensions for all regular, full-time non-uniformed employees. The plan is part of the Township's financial reporting entity and is included in the Township's financial statements as a Pension Trust Fund. The plan does not issue separate, stand-alone financial statements.

Management of the Non-Uniformed Employees' Pension Plan is vested in the Pension Committee, which consists of up to seven members - two Board members, the Township Manager, the Assistant Township Manager, the Finance Director and two sworn police officers. The Pension Committee is responsible for advising, reviewing, monitoring and making recommendations to the Board of Supervisors of Whitpain Township as to the administrative, operation and investment of the Non-Uniformed Employees' Pension Plan.

Plan Membership - At December 31, 2015, plan membership consisted of the following:

Inactive plan members or beneficiaries currently receiving benefits	16
Inactive plan members entitled to but not yet receiving benefits	15
Active plan members	48
	<hr/>
	79
	<hr/> <hr/>

Benefits Provided - The Non-Uniformed Employees' Pension Plan provides retirement benefits as well as death benefits. All benefits vest at 100% after seven years of credited service. Employees who retire at or after age 62 with 20 years of service are entitled to an annual retirement benefit, payable monthly, for life. Monthly pension is 50% of the employee's average monthly earnings over the highest three consecutive years out of the last ten years, prorated if less than 20 years of service. If a member continues working after his normal retirement date, his normal retirement pension increases by .75% per month, provided the participant had at least 20 years of service at normal retirement.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE H - DEFINED BENEFIT PENSION PLAN (Continued)

The benefit provisions of the Township's Non-Uniformed Employees' Pension Plan are established by Township ordinances.

Contributions - Pennsylvania Act 205 of 1984 (as amended) requires that annual contributions be based upon the minimum municipal obligation ("MMO"), which is based on the plan's actuarial valuation. The MMO includes the normal cost, estimated administrative expenses and an amortization contribution of the unfunded actuarial accrued liability, less estimated member contributions, and a credit equal to 10% of the excess (if any) of the actuarial value of assets over the actuarial accrued liability. The Commonwealth provides an allocation of funds, which must be used for pension funding. A financial requirement established by the MMO, which exceeds state and member contributions, must be funded by the employer.

Covered employees are required to contribute 3% of their compensation to the plan. Contributions are not required after attainment of age 62 and completion of 20 years of service. The Township is required by statute, principally Pennsylvania Act 205, to contribute the remaining amounts necessary to finance the plan. Contribution provisions are established by Pennsylvania law and may be amended only as allowed by Pennsylvania law.

In 2015, the MMO obligation for the Non-Uniformed Employees' Pension Plan was \$554,877 for the year 2015. Contributions of \$337,442 and \$217,435 were made by the Township and the Commonwealth, respectively.

Administrative costs, which may include, but are not limited to, investment management fees and actuarial services, are charged to the appropriate plan and funded through the MMO and/or plan earnings. On-behalf payments of fringe benefits and salaries for the Township's employees were recognized as revenues and expenditures during the year.

Investments

Investment Policy - The plan's policy in regard to the allocation of invested assets is established and may be amended by the Pension Committee based on consensus, with no minimum quorum required. It is the policy of the Pension Committee to pursue an investment strategy that reduces risk through prudent diversification of the portfolio across a broad selection of distinct asset classes. The plan's investment policy discourages the use of cash equivalents, except for liquidity purposes, and aims to refrain from dramatically shifting asset class allocations over short time spans.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE H - DEFINED BENEFIT PENSION PLAN (Continued)

The following was the Committee's adopted asset allocation policy as of December 31, 2015:

<u>Asset Class</u>	<u>Target Allocation</u>
Domestic equity	30%
International equity	28%
Fixed income	29%
Real estate	4%
Cash	9%
	<u>100%</u>

Concentrations - More than 5% of the Township's investments are in mutual funds, mortgage backed securities, U.S. Government notes, and equity stocks and options. These investments are 15%, 11%, 5%, and 62%, respectively, of the plan's total investments.

Rate of Return - For the year ended December 31, 2015, the annual money-weighted rate of return on plan investments, net of plan investment expense, was -0.39%. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested.

Net Pension Liability of the Township - The components of the net pension liability of the Township at December 31, 2015, were as follows:

Total pension liability	\$ 13,316,134
Plan fiduciary net position	<u>(11,555,695)</u>
NET PENSION LIABILITY	<u>\$ 1,760,439</u>
Plan fiduciary net position as a percentage of the total pension liability	<u>86.78%</u>

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE H - DEFINED BENEFIT PENSION PLAN (Continued)

Actuarial Assumptions - The total pension liability was determined by an actuarial valuation as of December 31, 2015, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3%
Salary increases	4.5% annual increase
Investment rate of return	7.5%

Mortality rates were based on the RP-2000 Healthy Annuitant Mortality Table.

Due to the size of the plan, there have been no experience studies used to determine plan assumptions.

The long-term expected rate of return on plan investments was determined using a building-block method in which best-estimate ranges of expected future real rates of return (expected returns, net of plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in the plan's target asset allocation as of December 31, 2015 (see the plan's investment policy) are summarized in the following table:

<u>Asset Class</u>	<u>Long-Term Expected Real Rate of Return</u>
Domestic equity	5.5% - 7.5%
International equity	4.5% - 6.5%
Fixed income	1.0% - 3.0%
Real estate	4.5% - 6.5%
Cash	0.0% - 1.0%

Discount Rate - The discount rate is based on the long-term expected rate of return on plan investments that expected to be used to finance the payments of benefits. The plan's fiduciary net position is projected to be sufficient to make projected benefit payments and the plan assets are expected to be invested using a strategy to achieve that return. The employer has always met the funding requirements of Pennsylvania law Act 205 of 1984. Act 205 requires full funding of the entry age normal cost plus plan expenses, as well as amortization of the unfunded liability to ultimately achieve a 100% funded status.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE H - DEFINED BENEFIT PENSION PLAN (Continued)

Changes in the Net Pension Liability

	Governmental Activities:		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance at December 31, 2014	\$ 9,363,651	\$ 8,468,168	\$ 895,484
Changes for the year:			
Service cost	222,186	-	222,186
Interest cost	704,899	-	704,899
Changes for experience	(71,024)	-	(71,024)
Contributions			
Employer	-	416,170	(416,170)
Member	-	69,724	(69,724)
Net investment income	-	(45,582)	45,582
Benefit payments	(232,318)	(232,318)	-
Administrative expenses	-	(9,135)	9,135
Net Changes	<u>623,743</u>	<u>198,859</u>	<u>424,885</u>
Balance at December 31, 2015	<u>\$ 9,987,394</u>	<u>\$ 8,667,026</u>	<u>\$ 1,320,368</u>

	Business-Type Activities:		
	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a)-(b)
Balance at December 31, 2014	\$ 3,120,850	\$ 2,822,390	\$ 298,459
Changes for the year:			
Service cost	74,053	-	74,053
Interest cost	234,939	-	234,939
Changes for experience	(23,672)	-	(23,672)
Contributions			
Employer	-	138,707	(138,707)
Member	-	23,238	(23,238)
Net investment income	-	(15,192)	15,192
Benefit payments	(77,430)	(77,430)	-
Administrative expenses	-	(3,045)	3,045
Net Changes	<u>207,890</u>	<u>66,278</u>	<u>141,611</u>
Balance at December 31, 2015	<u>\$ 3,328,740</u>	<u>\$ 2,888,669</u>	<u>\$ 440,071</u>

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE H - DEFINED BENEFIT PENSION PLAN (Continued)

Sensitivity of the Net Pension Liability to Changes in the Discount Rate - The following presents the net pension liability of the Township, calculated using the discount rate of 7.5%, as well as what the Township's net pension would be if it were calculated using a discount rate that is one percentage point lower (6.5%) or one percentage point higher (8.5%) than the current rate:

	1% Decrease ▾ (6.5%) <u> </u>	Current Discount Rate (7.5%) <u> </u>	1% Increase ▾ (8.5%) <u> </u>
Net pension liability	\$ 3,189,011	\$ 1,760,439	\$ 530,285

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – For the year ended December 31, 2015, the Township recognized pension expense of \$466,711. At December 31, 2015, the Township reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	<u>Governmental Activities</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ 60,878
Net difference between projected and actual earnings on pension plan investments	<u>551,889</u>	<u>-</u>
Total	\$ <u>551,889</u>	\$ <u>60,878</u>

	<u>Business-Type Activities</u>	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$ -	\$ 20,290
Net difference between projected and actual earnings on pension plan investments	<u>183,941</u>	<u>-</u>
Total	\$ <u>183,941</u>	\$ <u>20,290</u>

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE H - DEFINED BENEFIT PENSION PLAN (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

<u>Year Ending December 31,</u>	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
2016	\$ 127,826	\$ 42,604
2017	127,826	42,604
2018	127,826	42,604
2019	127,825	42,603
2020	(10,146)	(3,382)
Thereafter	(10,146)	(3,382)

NOTE I - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB)

Plan Descriptions

Non-Uniformed OPEB Plan - Effective January 1, 2000, the Township implemented a post-retirement healthcare benefit plan for non-uniformed employees who retire from the Township. All non-uniformed employees will be eligible for coverage upon retirement after reaching the minimum age of 62 years and the completion of 20 years of service or age 65. A retired employee's spouse, surviving spouse (as long as he/she has not remarried) and minor children are also eligible for coverage under the plan. Under the terms of the plan, the Township pays up to \$1,200 annually as reimbursement of premiums paid for hospitalization and major medical insurance. The coverage will not apply to prescription drug, dental, or vision benefits. The retiree will receive payments until a lifetime maximum of \$15,000 is reached. Plan benefits may be amended through Board Resolution.

The plan does not issue a stand-alone report.

Police OPEB Plan - In accordance with the Police Labor Contract effective January 1, 1993, the Township implemented a post-retirement healthcare benefit plan for police employees who retire from the Township. All officers will be eligible for coverage upon retirement after reaching the minimum age of 50 years and the completion of 25 years of service. A retired officer's spouse, surviving spouse (as long as he/she has not remarried) and minor children are also eligible for coverage under the plan. Plan benefits may be amended through Police Labor Contracts.

An officer who retires prior to January 1, 2004, will receive payments up to \$1,500 annually as reimbursement for premiums paid for hospitalization and major medical insurance. The coverage will not apply to prescription drug, dental, or vision benefits. The retiree will receive payments until a lifetime maximum of \$15,000 is reached.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE I - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

An officer who retires after January 1, 2004, will be able to continue coverage in the Township’s medical plan. The Township will pay 50% of the premium cost for the officer and spouse only. Coverage will only include hospitalization and major medical and will cease upon Medicare eligibility.

The plan does not issue a stand-alone report.

Funding Policy

Retirees are not required to make contributions to either plan. The contribution requirements of plan members have been established and may be amended through Board Resolution (Non-Uniformed) and Police Labor Contracts (Police). The Township is accounting for these expenditures on a “pay-as-you-go” basis. The costs of administering the plans are paid by the Township.

Annual OPEB Cost and Net OPEB Obligation

The Township’s annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement No. 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

The components of the Township’s annual OPEB cost for the year, the amount actually contributed to the plan and changes in the Township’s net OPEB obligation to the plan are as follows:

	<u>Non-Uniformed</u>	<u>Police</u>
Annual required contribution	\$ 33,997	\$ 177,577
Interest on net OPEB obligation	6,081	43,976
Adjustments to annual required contribution	<u>(8,295)</u>	<u>(59,995)</u>
ANNUAL OPEB EXPENSE	31,783	161,558
Contributions made	<u>(13,200)</u>	<u>(33,000)</u>
INCREASE IN NET OPEB OBLIGATION	18,583	128,558
Net OPEB obligation at beginning of year	<u>135,124</u>	<u>977,251</u>
NET OPEB OBLIGATION AT END OF YEAR	<u><u>\$ 153,707</u></u>	<u><u>\$ 1,105,809</u></u>

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE I - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

Three-Year Trend

Non-Uniformed OPEB Plan

Fiscal Year Ending December 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net Pension OPEB Obligation
2013	\$ 29,531	41%	\$ 116,233
2014	32,091	41%	135,124
2015	31,783	42%	153,707

Police OPEB Plan

Fiscal Year Ending December 31,	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net Pension OPEB Obligation
2013	\$ 172,676	19%	\$ 846,550
2014	163,701	20%	977,251
2015	161,558	20%	1,105,809

Funded Status and Funding Progress

As of January 1, 2014, the most recent actuarial valuation date, the funded status of each plan is as follows:

	(a) Actuarial Value of Net Assets	(b) Actuarial Accrued Liability Obligation	(c) Unfunded Actuarial Accrued Liability (b)-(a)	(d) Percentage Funded (a)/(b)	(e) Accrued Projected Annual Covered Payroll	(f) Liability as a Percentage of Payroll (c)/(e)
Non-Uniformed	\$ -	\$ 339,933	\$ 339,933	0%	\$ 3,614,282	9%
Police	-	1,539,029	1,539,029	0%	2,503,388	61%

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE I - POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS (OPEB) (Continued)

The projection of future benefit payments for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the basic financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Methods and Assumptions

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the January 1, 2014 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included an investment rate of return (net of administrative expenses) of 4.5% for the Non-Uniformed Plan and 4.5% for the Police Plan, which is a blended rate of the expected long-term investment returns on plan assets. Annual salary increases are assumed to be 4.5% for the Non-Uniformed Plan and 5.0% for the Police Plan. For the inflation rate for both plans, healthcare costs are assumed to increase at the rate of 6.5% in 2014, with such trend rate decreasing by 0.5% per year, to an ultimate rate of 5.5% in 2016 and later years. The UAAL is being amortized based on a level dollar, 30-year open period over future years as part of the annual contribution requirement.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE J - COMBINING SCHEDULES OF FIDUCIARY FUNDS

The following is a combining schedule of fiduciary net position for the Pension Trust Funds and Medical Benefits Funds:

	Pension Trust Funds		
	Non-Uniformed Pension Fund	Police Pension Fund	Total Pension Trust Funds
ASSETS			
Cash and cash equivalents	\$ 471,943	\$ 562,309	\$ 1,034,252
Investments			
Mutual funds	1,677,806	2,051,867	3,729,673
Mortgage-backed securities	1,236,198	1,508,593	2,744,791
Money market funds	289,107	326,749	615,856
U.S. Government notes	617,865	678,834	1,296,699
Corporate bonds	338,932	411,721	750,653
Equity stocks and options	6,846,407	8,302,259	15,148,666
Prepaid expenses	77,437	116,769	194,206
	<u>\$ 11,555,695</u>	<u>\$ 13,959,101</u>	<u>\$ 25,514,796</u>
NET POSITION			
Held in trust for			
Pension benefits	\$ 11,555,695	\$ 13,959,101	\$ 25,514,796
Post-retirement medical insurance	-	-	-
	<u>\$ 11,555,695</u>	<u>\$ 13,959,101</u>	<u>\$ 25,514,796</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 11,555,695</u>	<u>\$ 13,959,101</u>	<u>\$ 25,514,796</u>

Medical Benefits Funds		
<u>Non-Uniformed Post-Retirement Medical Benefits Fund</u>	<u>Police Post-Retirement Medical Benefits Fund</u>	<u>Total Medical Benefits Funds</u>
\$ 31,166	\$ 418,582	\$ 449,748
-	-	-
-	-	-
-	-	-
-	-	-
-	-	-
<u>31,166</u>	<u>418,582</u>	<u>449,748</u>
\$ <u>31,166</u>	\$ <u>418,582</u>	\$ <u>449,748</u>
\$ -	\$ -	\$ -
<u>31,166</u>	<u>418,582</u>	<u>449,748</u>
\$ <u>31,166</u>	\$ <u>418,582</u>	\$ <u>449,748</u>

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE J - COMBINING SCHEDULES OF FIDUCIARY FUNDS (Continued)

The following is a combining schedule of changes in fiduciary net position for the Pension Trust Funds and Medical Benefits Funds:

	Pension Trust Funds		
	Non-Uniformed Pension Fund	Police Pension Fund	Total Pension Trust Funds
ADDITIONS			
Contributions			
Member contributions	\$ 92,962	\$ 147,294	\$ 240,256
Employer contributions	337,442	307,578	645,020
State contributions	217,435	221,698	439,133
TOTAL CONTRIBUTIONS	<u>647,839</u>	<u>676,570</u>	<u>1,324,409</u>
Investment income			
Net appreciation in fair value of investments	(307,035)	(402,360)	(709,395)
Dividends	284,580	351,233	635,813
Investment income	58,863	73,562	132,425
Investment expense	(97,182)	(120,206)	(217,388)
TOTAL INVESTMENT INCOME	<u>(60,774)</u>	<u>(97,771)</u>	<u>(158,545)</u>
TOTAL ADDITIONS	<u>587,065</u>	<u>578,799</u>	<u>1,165,864</u>
DEDUCTIONS			
Benefits	309,748	716,180	1,025,928
Actuary fees	12,180	10,930	23,110
TOTAL DEDUCTIONS	<u>321,928</u>	<u>727,110</u>	<u>1,049,038</u>
CHANGE IN NET POSITION	265,137	(148,311)	116,826
NET POSITION HELD IN TRUST AT BEGINNING OF YEAR			
	<u>11,290,558</u>	<u>14,107,412</u>	<u>25,397,970</u>
NET POSITION HELD IN TRUST AT END OF YEAR	<u>\$ 11,555,695</u>	<u>\$ 13,959,101</u>	<u>\$ 25,514,796</u>

Medical Benefits Funds		
Non-Uniformed Post-Retirement Medical Benefits Fund	Police Post-Retirement Medical Benefits Fund	Total Medical Benefits Funds
\$ -	\$ -	\$ -
25,200	33,000	58,200
<u>-</u>	<u>-</u>	<u>-</u>
<u>25,200</u>	<u>33,000</u>	<u>58,200</u>
-	-	-
-	-	-
13	387	400
<u>-</u>	<u>-</u>	<u>-</u>
<u>13</u>	<u>387</u>	<u>400</u>
<u>25,213</u>	<u>33,387</u>	<u>58,600</u>
11,800	-	11,800
<u>-</u>	<u>-</u>	<u>-</u>
<u>11,800</u>	<u>-</u>	<u>11,800</u>
13,413	33,387	46,800
<u>17,753</u>	<u>385,195</u>	<u>402,948</u>
<u>\$ 31,166</u>	<u>\$ 418,582</u>	<u>\$ 449,748</u>

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE K - JOINT VENTURES

East Norriton-Plymouth-Whitpain Joint Sewer Authority

Under a joint resolution authorized by state statutes, the Township joined East Norriton and Plymouth Townships to establish and operate the East Norriton-Plymouth-Whitpain Joint Sewer Authority. The Sewer Authority Board is appointed by each of the three member government's governing body. The rates for user charges are approved by the Sewer Authority Board. The legal liability for the general obligation portion of the Sewer Authority's debt remains with the Joint Sewer Authority.

A complete financial statement is available upon request.

The Township's treatment cost provided by the Joint Sewer Authority was \$979,406 during 2015. Also during 2015, the Township paid \$369,000 to the capital improvement program of the Joint Sewer Authority. The Township maintains no equity interest in the Authority; however, annual contributions are made to the capital improvement program.

Ambler Jointure

Under a joint agreement authorized by state statutes, the Township joined Lower Gwynedd, Upper Dublin and Whitemarsh Townships with the Borough of Ambler to provide capacity for treatment and disposal of sewage received from certain areas of the aforementioned townships at a treatment plant constructed in the Borough of Ambler. The Township is represented on the wastewater treatment jointure committee in an advisory capacity. The Borough of Ambler prepares a budget for the operation and maintenance of the treatment plant and determines the proportionate cost share for each of the townships based upon provisions of the joint agreement.

A complete financial statement is available upon request.

The Township's treatment cost paid for the Ambler wastewater treatment plant was \$238,010 in 2015. Also during 2015, the Township paid \$40,036 for its share of the capital improvement program to the Borough of Ambler. The Township maintains no equity interest in the Ambler treatment plant; however, annual contributions are made to the capital improvement program.

NOTE L - PRIOR PERIOD ADJUSTMENT

The Township implemented GASB Statement No. 68, Accounting and Financial Reporting for Pension – An Amendment of GASB Statement No. 27, effective January 1, 2015.

The objective of GASB Statement No. 68 is to improve accounting and financial reporting be state and local governments for pension plans. GASB Statement No. 68 states that local governments have to record any unfunded liability of their pension plans.

WHITPAIN TOWNSHIP
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2015

NOTE L - PRIOR PERIOD ADJUSTMENT (Continued)

For the government-wide governmental activities, the Township has treated the beginning of year net pension liability of \$2,338,010 as having been recognized in the period incurred. At the end of 2014 there was a net pension asset of \$37,945, so this results in a net adjustment of \$2,375,955. The Township has adjusted beginning net position for the governmental activities from \$52,505,704 to \$50,129,749.

For the government-wide business-type activities and Sewer fund, the Township has treated the beginning of year net pension liability of \$298,459 as having been recognized in the period incurred. The Township has adjusted beginning net position for the government-wide business activities from \$3,345,345 to \$3,046,886, and the Sewer fund from \$2,878,773 to \$2,580,314.

REQUIRED SUPPLEMENTARY INFORMATION

WHITPAIN TOWNSHIP
SCHEDULE OF REVENUES
GENERAL FUND
YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts		Actual Amounts	Over (Under) Budget
	Original	Final		
REVENUES				
Taxes				
Real estate taxes	\$ 3,943,500	\$ 3,943,500	\$ 3,997,230	\$ 53,730
Transfer taxes	550,000	550,000	848,160	298,160
Earned income taxes	5,800,000	5,800,000	6,571,571	771,571
Local services taxes	700,000	700,000	773,670	73,670
TOTAL TAXES	10,993,500	10,993,500	12,190,631	1,197,131
Fees, licenses and permits				
Building	145,000	145,000	272,964	127,964
Zoning	12,000	12,000	14,122	2,122
Electrical	65,100	65,100	139,683	74,583
Engineering	41,400	41,400	65,181	23,781
Plumbing	35,000	35,000	77,194	42,194
Street	15,000	15,000	14,745	(255)
Energy	30,600	30,600	69,174	38,574
Use and occupancy	7,000	7,000	9,332	2,332
Flood plain	2,244	2,244	3,392	1,148
Heat, vent and air conditioning	40,000	40,000	83,181	43,181
Fire prevention	1,020	1,020	886	(134)
Hearing	23,000	23,000	22,568	(432)
Alcoholic beverage licensees	6,400	6,400	8,600	2,200
Cable television franchise fees	320,000	320,000	342,666	22,666
TOTAL FEES, LICENSES AND PERMITS	743,764	743,764	1,123,688	379,924
Intergovernmental revenues				
Public utility realty tax	18,360	18,360	15,919	(2,441)
State pension aid	414,406	414,406	407,767	(6,639)
Other state grants	63,000	63,000	43,596	(19,404)
TOTAL INTER- GOVERNMENTAL REVENUES	495,766	495,766	467,282	(28,484)
Fines and forfeitures				
Police	120,000	120,000	99,893	(20,107)
Code	4,080	4,080	5,252	1,172
TOTAL FINES AND FORFEITURES	124,080	124,080	105,145	(18,935)
Charges for services				
Administrative	-	-	529	529
Police services	9,000	9,000	4,824	(4,176)
Culture and recreation	442,200	442,200	410,486	(31,714)
TOTAL CHARGES FOR SERVICES	451,200	451,200	415,839	(35,361)
Other				
Investment income and rent	103,632	103,632	106,703	3,071
Refunds of prior year expenditures	177,740	177,740	108,455	(69,285)
TOTAL OTHER	281,372	281,372	215,158	(66,214)
TOTAL REVENUES	\$ 13,089,682	\$ 13,089,682	\$ 14,517,743	\$ 1,428,061

WHITPAIN TOWNSHIP
SCHEDULE OF FUNCTIONAL EXPENDITURES BY
ACTIVITY AND OTHER FINANCING USES
GENERAL FUND
YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts		Actual Amounts	Over (Under) Budget
	Original	Final		
EXPENDITURES				
General government				
Supervisors	\$ 101,611	\$ 101,611	\$ 100,903	\$ (708)
Administration	1,181,813	1,181,813	1,170,276	(11,537)
Finance	425,063	425,063	342,965	(82,098)
Tax collection	121,918	121,918	128,118	6,200
Solicitor	245,000	245,000	409,208	164,208
Computer and information technology	152,076	152,076	150,121	(1,955)
Planning and engineering	422,584	422,584	415,131	(7,453)
Municipal buildings	350,315	350,315	303,889	(46,426)
TOTAL GENERAL GOVERNMENT	3,000,380	3,000,380	3,020,611	20,231
Public safety				
Police	5,888,629	5,888,629	5,644,409	(244,220)
Fire protection	212,157	212,157	216,724	4,567
Code enforcement	476,102	476,102	572,417	96,315
Planning and zoning	78,198	78,198	51,920	(26,278)
TOTAL PUBLIC SAFETY	6,655,086	6,655,086	6,485,470	(169,616)
Highways and streets				
Administration	736,853	736,853	819,221	82,368
Cleaning and trash removal	9,705	9,705	2,953	(6,752)
Snow removal	85,470	85,470	30,731	(54,739)
Traffic signals	81,200	81,200	80,914	(286)
Streets	981,249	981,249	829,401	(151,848)
Storm sewer maintenance	47,502	47,502	41,415	(6,087)
Equipment maintenance	437,384	437,384	334,757	(102,627)
Road and curb inspections	61,551	61,551	23,494	(38,057)
TOTAL HIGHWAYS AND STREETS	2,440,914	2,440,914	2,162,886	(278,028)
Culture and recreation	1,009,110	1,009,110	1,037,808	28,698
TOTAL EXPENDITURES	13,105,490	13,105,490	12,706,775	(398,715)
OTHER FINANCING USES				
Interfund transfers out, Capital Projects Fund	500,000	500,000	500,000	-
TOTAL EXPENDITURES AND OTHER FINANCING USES	\$ 13,605,490	\$ 13,605,490	\$ 13,206,775	\$ (398,715)

WHITPAIN TOWNSHIP
BUDGETARY COMPARISON SCHEDULE
FIRE TAX FUND
YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts		Actual Amounts	Over (Under) Budget
	Original	Final		
REVENUES				
Real estate taxes	\$ 777,700	\$ 777,700	\$ 788,640	\$ 10,940
Interest income	1,020	1,020	709	(311)
Intergovernmental revenues	230,000	230,000	187,256	(42,744)
TOTAL REVENUES	1,008,720	1,008,720	976,605	(32,115)
EXPENDITURES				
Public safety				
Fire company				
Operating	560,284	560,284	499,649	(60,635)
Workers' compensation	13,284	13,284	13,421	137
Fireman's Relief Fund	220,681	220,681	187,256	(33,425)
TOTAL EXPENDITURES	794,249	794,249	806,270	12,021
EXCESS OF REVENUES OVER EXPENDITURES	214,471	214,471	170,335	(44,136)
OTHER FINANCING USES				
Interfund transfers out	(150,000)	(150,000)	(150,000)	-
NET CHANGE IN FUND BALANCE	64,471	64,471	20,335	(44,136)
FUND BALANCE AT BEGINNING OF YEAR	589,171	589,171	589,171	-
FUND BALANCE AT END OF YEAR	\$ 653,642	\$ 653,642	\$ 609,506	\$ (44,136)

WHITPAIN TOWNSHIP
BUDGETARY COMPARISON SCHEDULE
TRAFFIC IMPROVEMENT FUND
YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts		Actual Amounts	Over (Under) Budget
	Original	Final		
REVENUES				
Interest income	\$ 612	\$ 612	\$ 606	\$ (6)
Intergovernmental revenues	200,000	200,000	-	(200,000)
Contributions	300,000	300,000	324,503	24,503
TOTAL REVENUES	500,612	500,612	325,109	(175,503)
EXPENDITURES				
General government				
Engineering services	75,000	75,000	89,215	14,215
Highways and streets				
Traffic signals	440,000	440,000	441,044	1,044
TOTAL EXPENDITURES	515,000	515,000	530,259	15,259
DEFICIENCY OF REVENUES OVER EXPENDITURES	(14,388)	(14,388)	(205,150)	(190,762)
FUND BALANCE AT BEGINNING OF YEAR	556,791	556,791	556,791	-
FUND BALANCE AT END OF YEAR	\$ 542,403	\$ 542,403	\$ 351,641	\$ (190,762)

WHITPAIN TOWNSHIP
SCHEDULE OF CHANGES IN THE NET POLICE
PENSION PLAN LIABILITY AND RELATED RATIOS
LAST TWO FISCAL YEARS

	<u>2015</u>	<u>2014</u>
TOTAL PENSION LIABILITY		
Service cost	\$ 353,280	\$ 360,026
Interest	1,124,212	1,091,052
Differences between expected and actual experience	(428,014)	-
Benefit payments	<u>(716,180)</u>	<u>(420,906)</u>
NET CHANGE IN TOTAL PENSION LIABILITY	333,298	1,030,172
 TOTAL PENSION LIABILITY, BEGINNING	 <u>15,549,938</u>	 <u>14,519,766</u>
 TOTAL PENSION LIABILITY, ENDING (a)	 <u>\$ 15,883,236</u>	 <u>\$ 15,549,938</u>
 PLAN FIDUCIARY NET POSITION		
Contributions		
Employer	\$ 529,276	\$ 410,503
Member	147,294	129,756
Net investment income	(97,771)	651,924
Benefit payments, including refunds of member contributions	(716,180)	(420,906)
Administrative expense	<u>(10,930)</u>	<u>(10,882)</u>
NET CHANGE IN PLAN FIDUCIARY NET POSITION	(148,311)	760,395
Plan fiduciary net position, beginning	<u>14,107,412</u>	<u>13,347,017</u>
 PLAN FIDUCIARY NET POSITION, ENDING (b)	 <u>\$ 13,959,101</u>	 <u>\$ 14,107,412</u>
 NET PENSION LIABILITY, ENDING (a)-(b)	 <u>\$ 1,924,135</u>	 <u>\$ 1,442,526</u>
 PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF THE TOTAL PENSION LIABILITY	 <u>87.89%</u>	 <u>90.72%</u>
 COVERED-EMPLOYEE PAYROLL	 <u>\$ 2,968,077</u>	 <u>\$ 2,849,146</u>
 NET PENSION LIABILITY AS A PERCENTAGE OF COVERED-EMPLOYEE PAYROLL	 <u>64.83%</u>	 <u>50.63%</u>

WHITPAIN TOWNSHIP
SCHEDULE OF POLICE PENSION
PLAN CONTRIBUTIONS
LAST TWO FISCAL YEARS

	<u>2015</u>	<u>2014</u>
ACTUARIALLY DETERMINED CONTRIBUTION	\$ 529,276	\$ 410,503
CONTRIBUTIONS IN RELATION TO THE ACTUARIALLY DETERMINED CONTRIBUTION	<u>529,276</u>	<u>410,503</u>
CONTRIBUTION (EXCESS) DEFICIENCY	<u>\$ -</u>	<u>\$ -</u>
COVERED-EMPLOYEE PAYROLL	<u>\$ 2,968,077</u>	<u>\$ 2,849,146</u>
CONTRIBUTION AS A PERCENTAGE OF COVERED-EMPLOYEE PAYROLL	<u>17.83%</u>	<u>14.41%</u>

NOTES TO SCHEDULE

Valuation date: January 1, 2013

Actuarially determined contribution rates are calculated by September 30 of each year for the upcoming calendar year.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	12 years
Asset valuation method	Market value
Inflation	3%
Salary increases	5% annual increase
Investment rate of return	7.5%
Retirement age	Normal retirement age
Mortality	RP-2000 Healthy Annuitant Mortality Table

WHITPAIN TOWNSHIP
SCHEDULE OF POLICE PENSION
PLAN INVESTMENT RETURNS
LAST TWO FISCAL YEARS

	<u>2015</u>	<u>2014</u>
ANNUAL MONEY-WEIGHTED RATE OF RETURN, NET OF INVESTMENT EXPENSE	<u>-0.61%</u>	<u>4.17%</u>

WHITPAIN TOWNSHIP
SCHEDULE OF CHANGES IN THE NET NON-
UNIFORMED EMPLOYEES' POLICE PENSION
PLAN LIABILITY AND RELATED RATIOS
LAST TWO FISCAL YEARS

	<u>2015</u>	<u>2014</u>
TOTAL PENSION LIABILITY		
Service cost	\$ 296,239	\$ 318,807
Interest	939,838	882,405
Differences between expected and actual experience	(94,696)	-
Benefit payments	<u>(309,748)</u>	<u>(326,618)</u>
NET CHANGE IN TOTAL PENSION LIABILITY	831,633	874,594
 TOTAL PENSION LIABILITY, BEGINNING	 <u>12,484,501</u>	 <u>11,609,907</u>
 TOTAL PENSION LIABILITY, ENDING (a)	 <u>\$ 13,316,134</u>	 <u>\$ 12,484,501</u>
 PLAN FIDUCIARY NET POSITION		
Contributions		
Employer	\$ 554,877	\$ 485,243
Member	92,962	88,558
Net investment income	(60,774)	517,606
Benefit payments, including refunds of member contributions	(309,748)	(326,618)
Administrative expense	<u>(12,180)</u>	<u>(14,367)</u>
NET CHANGE IN PLAN FIDUCIARY NET POSITION	265,137	750,422
Plan fiduciary net position, beginning	<u>11,290,558</u>	<u>10,540,136</u>
 PLAN FIDUCIARY NET POSITION, ENDING (b)	 <u>\$ 11,555,695</u>	 <u>\$ 11,290,558</u>
 NET PENSION LIABILITY, ENDING (a)-(b)	 <u>\$ 1,760,439</u>	 <u>\$ 1,193,943</u>
 PLAN FIDUCIARY NET POSITION AS A PERCENTAGE OF THE TOTAL PENSION LIABILITY	 <u>86.78%</u>	 <u>90.44%</u>
 COVERED-EMPLOYEE PAYROLL	 <u>\$ 3,316,530</u>	 <u>\$ 3,342,885</u>
 NET PENSION LIABILITY AS A PERCENTAGE OF COVERED-EMPLOYEE PAYROLL	 <u>53.08%</u>	 <u>35.72%</u>

WHITPAIN TOWNSHIP
SCHEDULE NON-UNIFORMED EMPLOYEES'
PENSION PLAN CONTRIBUTIONS
LAST TWO FISCAL YEARS

	<u>2015</u>	<u>2014</u>
ACTUARIALLY DETERMINED CONTRIBUTION	\$ 554,877	\$ 485,243
CONTRIBUTIONS IN RELATION TO THE ACTUARIALLY DETERMINED CONTRIBUTION	<u>554,877</u>	<u>485,243</u>
CONTRIBUTION (EXCESS) DEFICIENCY	<u>\$ -</u>	<u>\$ -</u>
COVERED-EMPLOYEE PAYROLL	<u>\$ 3,316,530</u>	<u>\$ 3,342,885</u>
CONTRIBUTION AS A PERCENTAGE OF COVERED-EMPLOYEE PAYROLL	<u>16.73%</u>	<u>14.52%</u>

NOTES TO SCHEDULE

Valuation date: January 1, 2013

Actuarially determined contribution rates are calculated by September 30 of each year for the upcoming calendar year.

Methods and assumptions used to determine contribution rates:

Actuarial cost method	Entry age normal
Amortization method	Level dollar, closed
Remaining amortization period	8 years
Asset valuation method	Market value
Inflation	3%
Salary increases	4.5% annual increase
Investment rate of return	7.5%
Retirement age	Normal retirement age
Mortality	RP-2000 Healthy Annuitant Mortality Table

WHITPAIN TOWNSHIP
SCHEDULE OF NON-UNIFORMED EMPLOYEES'
PENSION PLAN INVESTMENT RETURNS
LAST TWO FISCAL YEARS

	<u>2015</u>	<u>2014</u>
ANNUAL MONEY-WEIGHTED RATE OF RETURN, NET OF INVESTMENT EXPENSE	<u>(0.39)%</u>	<u>4.24%</u>

WHITPAIN TOWNSHIP
POSTEMPLOYEMENT BENEFITS OTHER THAN
PENSION FUNDING PROGRESS
YEAR ENDED DECEMBER 31, 2015

SCHEDULE OF FUNDING PROGRESS

Non-Uniformed OPEB Plan

Valuation Date January 1,	(a) Actuarial Value of Assets	(b) Entry Age Actuarial Accrued Liability (AAL)	(c) Unfunded AAL (UAAL) (b)-(a)	(d) Funded Ratio (a)/(b)	(e) Covered Payroll	(f) UAAL as a Percentage of Covered Payroll (c)/(e)
2006	\$ -	\$ 255,009	\$ 255,009	0%	\$ 2,762,949	9.23%
2011	-	321,347	321,347	0%	3,733,487	8.61%
2014	-	339,933	339,933	0%	3,614,282	9.41%

Police OPEB Plan

Valuation Date January 1,	(a) Actuarial Value of Assets	(b) Entry Age Actuarial Accrued Liability (AAL)	(c) Unfunded AAL (UAAL) (b)-(a)	(d) Funded Ratio (a)/(b)	(e) Covered Payroll	(f) UAAL as a Percentage of Covered Payroll (c)/(e)
2006	\$ -	\$ 1,346,349	\$ 1,346,349	0%	\$ 2,046,190	65.80%
2011	-	1,521,483	1,521,483	0%	2,611,344	58.26%
2014	-	1,539,029	1,539,029	0%	2,503,388	61.48%

SUPPLEMENTARY INFORMATION SECTION

WHITPAIN TOWNSHIP

DESCRIPTION OF NONMAJOR SPECIAL REVENUE FUNDS

OTHER GOVERNMENTAL FUNDS

YEAR ENDED DECEMBER 31, 2015

Special Revenue Funds are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specified purposes as follows:

- The *Fire Hydrant Fund* is used to account for the portion of real estate tax collections used to make hydrant rental payments.
- The *Fee in Lieu of Stormwater Management Fund* is used to account for projects related to stormwater detention facilities.
- The *Reserve for Outfall Stormwater Fund* is used to account for projects related to outfall water drainage.
- The *Highway Aid Fund* is used to account for state revenues required to be used primarily for building and improving local roads and highways, including snow removal costs.
- The *Manor House Fund* is used to account for rental revenues and maintenance and improvements of the Manor House property.
- The *Traffic Improvement Fund* is used to account for traffic and intersection improvements.

WHITPAIN TOWNSHIP
COMBINING BALANCE SHEET
OTHER GOVERNMENTAL FUNDS
DECEMBER 31, 2015

	<u>Fire Hydrant Fund</u>	<u>Fee in Lieu of Stormwater Management Fund</u>
ASSETS		
Cash and cash equivalents	\$ 186,762	\$ 40,639
Receivables	<u>1,026</u>	<u>-</u>
TOTAL ASSETS	<u>\$ 187,788</u>	<u>\$ 40,639</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES		
LIABILITIES		
Due to other funds	<u>\$ 3,120</u>	<u>\$ 900</u>
DEFERRED INFLOWS OF RESOURCES		
Unavailable revenue, property taxes	<u>1,800</u>	<u>-</u>
FUND BALANCES		
Restricted		
Fire hydrants	182,868	-
Highway and street projects	-	-
Stormwater detention facilities	-	39,739
Outfall water drainage	-	-
Committed		
Manor House	<u>-</u>	<u>-</u>
TOTAL FUND BALANCES	<u>182,868</u>	<u>39,739</u>
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES	<u>\$ 187,788</u>	<u>\$ 40,639</u>

Special Revenue Funds

<u>Reserve for Outfall Stormwater Fund</u>	<u>Highway Aid Fund</u>	<u>Manor House Fund</u>	<u>Total Other Governmental Funds</u>
\$ 24,551	\$ 108,748	\$ 150,759	\$ 511,459
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,026</u>
<u>\$ 24,551</u>	<u>\$ 108,748</u>	<u>\$ 150,759</u>	<u>\$ 512,485</u>
\$ <u>-</u>	\$ <u>42,729</u>	\$ <u>31,838</u>	\$ <u>78,587</u>
<u>-</u>	<u>-</u>	<u>-</u>	<u>1,800</u>
-	-	-	182,868
-	66,019	-	66,019
-	-	-	39,739
24,551	-	-	24,551
<u>-</u>	<u>-</u>	<u>118,921</u>	<u>118,921</u>
<u>24,551</u>	<u>66,019</u>	<u>118,921</u>	<u>432,098</u>
<u>\$ 24,551</u>	<u>\$ 108,748</u>	<u>\$ 150,759</u>	<u>\$ 512,485</u>

WHITPAIN TOWNSHIP

COMBINING SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES OTHER GOVERNMENTAL FUNDS YEAR ENDED DECEMBER 31, 2015

	<u>Fire Hydrant Fund</u>	<u>Fee in Lieu of Stormwater Management Fund</u>
REVENUES		
Real estate taxes	\$ 78,257	\$ -
Investment income and rent	184	47
Intergovernmental revenues	-	-
Contributions	-	17,528
	<u>78,441</u>	<u>17,575</u>
TOTAL REVENUES		
EXPENDITURES		
General government	-	56,803
Public safety	60,209	-
Highways and streets	-	-
	<u>60,209</u>	<u>56,803</u>
TOTAL EXPENDITURES		
EXCESS (DEFICIENCY) OF REVENUES OVER EXPENDITURES	18,232	(39,228)
OTHER FINANCING USES		
Transfers out	-	-
	<u>18,232</u>	<u>(39,228)</u>
NET CHANGE IN FUND BALANCES		
FUND BALANCES AT BEGINNING OF YEAR	<u>164,636</u>	<u>78,967</u>
FUND BALANCES AT END OF YEAR	<u>\$ 182,868</u>	<u>\$ 39,739</u>

Special Revenue Funds

<u>Reserve for Outfall Stormwater Fund</u>	<u>Highway Aid Fund</u>	<u>Manor House Fund</u>	<u>Total Other Governmental Funds</u>
\$ -	\$ -	\$ -	\$ 78,257
34	300	311,426	311,991
-	459,358	-	459,358
<u>1,225</u>	<u>-</u>	<u>-</u>	<u>18,753</u>
<u>1,259</u>	<u>459,658</u>	<u>311,426</u>	<u>868,359</u>
46,468	-	121,990	225,261
-	-	-	60,209
<u>2,180</u>	<u>444,548</u>	<u>-</u>	<u>446,728</u>
<u>48,648</u>	<u>444,548</u>	<u>121,990</u>	<u>732,198</u>
(47,389)	15,110	189,436	136,161
<u>-</u>	<u>-</u>	<u>(100,000)</u>	<u>(100,000)</u>
(47,389)	15,110	89,436	36,161
<u>71,940</u>	<u>50,909</u>	<u>29,485</u>	<u>395,937</u>
<u>\$ 24,551</u>	<u>\$ 66,019</u>	<u>\$ 118,921</u>	<u>\$ 432,098</u>

WHITPAIN TOWNSHIP
BUDGETARY COMPARISON SCHEDULE
CAPITAL PROJECTS FUND
YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts		Actual Amounts	Over (Under) Budget
	Original	Final		
REVENUES				
Interest income	\$ 4,000	\$ 4,000	\$ 7,639	\$ 3,639
Intergovernmental revenues	1,157,500	1,157,500	-	(1,157,500)
Other	-	-	3,935	3,935
TOTAL REVENUES	1,161,500	1,161,500	11,574	(1,149,926)
EXPENDITURES				
General government				
Building and improvements	4,284,000	4,284,000	316,597	(3,967,403)
Furniture and office equipment	103,000	103,000	1,078	(101,922)
Automobiles, trucks and equipment	24,000	24,000	24,984	984
TOTAL GENERAL GOVERNMENT	4,411,000	4,411,000	342,659	(4,068,341)
Code enforcement				
Land and buildings	-	-	-	-
Furniture and office equipment	107,400	107,400	28,875	(78,525)
Automobiles, trucks and equipment	50,000	50,000	-	(50,000)
TOTAL PUBLIC SAFETY	157,400	157,400	28,875	(128,525)
Highways and streets				
Land and buildings	-	-	98,344	98,344
Automobiles, trucks and equipment	2,244,500	2,244,500	323,582	(1,920,918)
TOTAL HIGHWAYS AND STREETS	2,244,500	2,244,500	421,926	(1,822,574)
Culture and recreation				
Automobiles, trucks and equipment	38,000	38,000	13,007	(24,993)
TOTAL EXPENDITURES	6,850,900	6,850,900	806,467	(6,044,433)
DEFICIENCY OF REVENUES OVER EXPENDITURES	(5,689,400)	(5,689,400)	(794,893)	4,894,507
OTHER FINANCING SOURCES				
Proceeds from sale of capital assets	-	-	24,409	24,409
Interfund transfers in, General Fund	500,000	500,000	500,000	-
TOTAL OTHER FINANCING SOURCES	500,000	500,000	524,409	24,409
NET CHANGE IN FUND BALANCE	(5,189,400)	(5,189,400)	(270,484)	4,918,916
FUND BALANCE AT BEGINNING OF YEAR	7,588,327	7,588,327	7,588,327	-
FUND BALANCE AT END OF YEAR	\$ 2,398,927	\$ 2,398,927	\$ 7,317,843	\$ 4,918,916

WHITPAIN TOWNSHIP
BUDGETARY COMPARISON SCHEDULE
FIRE CAPITAL FUND
YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts		Actual Amounts	Over (Under) Budget
	Original	Final		
REVENUES				
Interest income	\$ 714	\$ 714	\$ 672	\$ (42)
EXPENDITURES				
Public safety				
Fire company				
Capital expenditures	101,000	101,000	88,699	(12,301)
DEFICIENCY OF REVENUES OVER EXPENDITURES	(100,286)	(100,286)	(88,027)	12,259
OTHER FINANCING SOURCES				
Transfers in	81,996	81,996	81,996	-
Transfers out	-	-	(68,004)	(68,004)
TOTAL OTHER FINANCING SOURCES	81,996	81,996	13,992	(68,004)
NET CHANGE IN FUND BALANCE	(18,290)	(18,290)	(74,035)	(55,745)
FUND BALANCE AT BEGINNING OF YEAR	742,181	742,181	742,181	-
FUND BALANCE AT END OF YEAR	\$ 723,891	\$ 723,891	\$ 668,146	\$ (55,745)

WHITPAIN TOWNSHIP
BUDGETARY COMPARISON SCHEDULE
DEBT SERVICE FUND
YEAR ENDED DECEMBER 31, 2015

	Budgeted Amounts		Actual Amounts	Over (Under) Budget
	Original	Final		
REVENUES				
Real estate taxes	\$ 1,411,000	\$ 1,411,000	\$ 1,443,939	\$ 32,939
Interest income	510	510	778	268
TOTAL REVENUES	1,411,510	1,411,510	1,444,717	33,207
EXPENDITURES				
Debt service				
Principal	1,150,000	1,150,000	1,150,000	-
Interest	379,048	379,048	377,556	(1,492)
TOTAL EXPENDITURES	1,529,048	1,529,048	1,527,556	(1,492)
DEFICIENCY OF REVENUES OVER EXPENDITURES	(117,538)	(117,538)	(82,839)	34,699
OTHER FINANCING SOURCES				
Interfund transfers	68,004	68,004	136,008	68,004
NET CHANGE IN FUND BALANCE	(49,534)	(49,534)	53,169	102,703
FUND BALANCE AT BEGINNING OF YEAR	159,497	159,497	159,497	-
FUND BALANCE AT END OF YEAR	\$ 109,963	\$ 109,963	\$ 212,666	\$ 102,703

WHITPAIN TOWNSHIP

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES--BUDGET AND ACTUAL NONMAJOR SPECIAL REVENUE FUNDS YEAR ENDED DECEMBER 31, 2015

	Fire Hydrant Fund	
	Budget	Actual
REVENUES		
Real estate taxes	\$ 75,600	\$ 78,257
Interest income	122	184
Intergovernmental revenues	-	-
Contributions	-	-
	<hr/>	<hr/>
TOTAL REVENUES	75,722	78,441
	<hr/>	<hr/>
EXPENDITURES		
General government		
Engineering services	-	-
Construction services	-	-
TOTAL GENERAL GOVERNMENT	<hr/>	<hr/>
Public safety		
Fire hydrant rental	58,000	60,209
Highways and streets		
Traffic signals	-	-
Storm sewer materials	-	-
TOTAL HIGHWAYS AND STREETS	<hr/>	<hr/>
TOTAL EXPENDITURES	58,000	60,209
	<hr/>	<hr/>
NET CHANGE IN FUND BALANCES	17,722	18,232
FUND BALANCES AT BEGINNING OF YEAR	164,636	164,636
	<hr/>	<hr/>
FUND BALANCES AT END OF YEAR	\$ 182,358	\$ 182,868
	<hr/>	<hr/>

Fee in Lieu of Stormwater Management Fund		Reserve for Outfall Stormwater Fund	
Budget	Actual	Budget	Actual
\$ -	\$ -	\$ -	\$ -
41	47	35	34
50,000	-	-	-
<u>17,500</u>	<u>17,528</u>	<u>22,500</u>	<u>1,225</u>
67,541	17,575	22,535	1,259
10,000	899	500	46,468
50,000	55,904	-	-
<u>60,000</u>	<u>56,803</u>	<u>500</u>	<u>46,468</u>
-	-	-	-
-	-	-	-
-	-	10,000	2,180
-	-	10,000	2,180
<u>60,000</u>	<u>56,803</u>	<u>10,500</u>	<u>48,648</u>
7,541	(39,228)	12,035	(47,389)
<u>78,967</u>	<u>78,967</u>	<u>71,940</u>	<u>71,940</u>
<u>\$ 86,508</u>	<u>\$ 39,739</u>	<u>\$ 83,975</u>	<u>\$ 24,551</u>

WHITPAIN TOWNSHIP

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

AGENCY FUND

YEAR ENDED DECEMBER 31, 2015

	Escrow Fund			
	Balance January 1, 2015	Additions	Deletions	Balance December 31, 2015
ASSETS				
Cash	\$ <u>1,599,098</u>	\$ <u>142,855</u>	\$ <u>(336,629)</u>	\$ <u>1,405,324</u>
LIABILITIES				
Escrow and other deposits	\$ <u>1,599,098</u>	\$ <u>142,855</u>	\$ <u>(336,629)</u>	\$ <u>1,405,324</u>

See accompanying notes to the basic financial statements.

STATISTICAL SECTION

STATISTICAL SECTION

This part of Whitpain Township's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the financial statements, notes disclosures and required supplementary information says about the Township's overall financial health.

Contents

Financial Trends

These schedules contain trend information to help the reader understand how the Township's financial performance and well-being have changed over time.

Revenue Capacity

These schedules contain information to help the reader assess the Township's most significant local revenues sources, the property tax.

Debt Capacity

These schedules present information to help the reader assess the affordability of the Township's current levels of outstanding debt and the Township's ability to issue additional debt in the future.

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which the Township's financial activities take place.

Operation Information

These schedules contain service and miscellaneous data to help the reader understand how the information in the Township's financial report relates to the service the Township provides and the activities it performs.

Sources: Unless otherwise noted, the information in these schedules is derived from the Annual Financial Reports for the relevant year. The Township implemented GASB Statement No. 34 for fiscal year ended December 31, 2003; schedules presenting government-wide information include information beginning in that year.

Table 1

WHITPAIN TOWNSHIP
Net Assets by Component
Last Ten Fiscal Years (unaudited)
(accrual basis of accounting)

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Governmental activities										
Invested in capital assets, net of related debt	\$ 35,526,462	\$ 35,222,073	\$ 35,890,662	\$ 35,102,166	\$ 37,304,102	\$ 37,515,929	\$ 37,746,606	\$ 38,244,530	\$ 35,273,104	\$ 33,313,508
Restricted	2,785,382	3,111,790	2,805,303	2,756,114	2,408,151	3,852,545	2,696,658	2,960,903	5,599,057	5,941,867
Unrestricted	12,664,717	14,171,841	13,767,750	11,850,824	10,475,089	6,975,781	6,267,266	7,194,705	7,718,922	7,392,817
Total governmental activities net assets	50,976,561	52,505,704	52,463,715	49,709,104	50,187,342	48,344,255	46,710,530	48,400,138	48,591,083	46,648,192
Business-type activities										
Invested in capital assets, net of related debt	1,853,876	2,112,972	2,368,208	2,617,476	2,678,775	2,967,220	2,718,274	2,915,366	2,942,052	2,671,843
Restricted	-	-	698,547	698,547	500,638	500,638	578,113	427,304	259,554	418,301
Unrestricted	1,268,517	1,232,373	374,455	689,845	1,193,857	1,280,382	1,608,574	1,814,869	2,085,980	1,243,622
Total business-type activities net assets	3,122,393	3,345,345	3,441,210	4,005,868	4,373,270	4,748,240	4,904,961	5,157,539	5,287,586	4,333,766
Primary government										
Invested in capital assets, net of related debt	37,380,338	37,335,045	38,258,870	37,719,642	39,982,877	40,483,149	40,464,880	41,159,896	38,215,156	35,985,351
Restricted	2,785,382	3,111,790	3,503,850	3,454,661	3,203,054	4,353,183	3,274,771	3,388,207	5,858,611	6,360,168
Unrestricted	13,933,234	15,404,214	14,142,205	12,540,669	11,371,319	8,256,163	7,875,840	9,009,574	9,804,902	8,636,439
Total primary government net assets	\$ 54,098,954	\$ 55,851,049	\$ 55,904,925	\$ 53,714,972	\$ 54,557,250	\$ 53,092,495	\$ 51,615,491	\$ 53,557,677	\$ 53,878,669	\$ 50,981,958

Source: Whitpain Township Annual Financial Statements

Table 2										
WHITPAIN TOWNSHIP Changes in Net Assets Last Ten Fiscal Years (unaudited) (modified accrual basis of accounting)										
	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Expenses										
GOVERNMENTAL ACTIVITIES										
General Government	\$ 3,411,205	\$ 3,549,349	\$ 2,979,731	\$ 2,590,875	\$ 2,564,470	\$ 2,505,606	\$ 2,460,581	\$ 2,905,796	\$ 2,368,564	\$ 2,416,065
Police	6,013,806	5,709,171	5,311,095	5,277,387	5,198,584	4,915,155	4,824,636	4,565,718	4,140,664	4,035,607
Fire	1,065,958	1,053,936	153,808	1,988,166	1,217,449	1,172,487	1,146,854	1,148,919	1,071,589	1,176,502
Code Enforcement	580,521	513,548	489,983	492,710	484,018	458,027	480,379	472,193	441,079	447,698
Zoning	51,920	39,694	33,344	51,719	45,738	65,613	70,523	93,200	90,616	81,426
Public Works	4,490,907	4,534,001	4,306,726	4,324,700	3,459,781	3,983,612	3,678,790	3,664,353	3,782,349	2,865,210
Parks and Recreation	1,262,000	1,169,045	1,152,522	1,198,356	1,061,263	968,643	1,277,552	962,273	857,421	826,001
Debt Service	373,699	411,298	446,335	583,177	551,996	511,973	638,922	641,540	744,884	680,445
TOTAL GOVERNMENTAL ACTIVITIES	17,250,016	16,980,042	14,873,544	16,507,090	14,583,299	14,581,116	14,578,237	14,453,992	13,497,166	12,528,954
BUSINESS-TYPE ACTIVITIES										
Sewer	3,633,015	3,571,415	3,989,727	3,839,592	3,950,853	3,803,783	3,855,598	3,869,214	3,598,224	3,619,137
TOTAL TOWNSHIP ACTIVITIES	20,883,031	20,551,457	18,863,271	20,346,682	18,534,152	18,384,899	18,433,835	18,323,206	17,095,390	16,148,091
Program Revenues										
Governmental Activities										
Charges for Services										
General Government	-	-	-	-	15,152	20,161	19,620	15,414	31,380	30,518
Police	104,717	110,174	142,592	129,601	121,517	121,483	106,484	108,570	119,736	137,173
Fire	-	-	-	-	-	-	-	-	-	-
Code Enforcement	657,666	377,503	294,031	357,653	311,570	313,352	293,214	235,922	374,970	375,218
Zoning	117,145	84,111	81,078	64,724	95,161	76,962	65,995	70,305	64,800	63,363
Public Works	-	-	-	-	-	-	-	-	-	-
Parks and Recreation	410,486	414,237	367,087	344,301	315,216	322,053	315,292	313,480	291,439	264,926
Debt Service	-	-	-	-	-	-	-	-	-	-
Operating Grants and Contributions	1,470,464	1,305,752	1,202,145	1,121,517	1,512,804	1,342,150	955,872	1,095,665	783,184	972,132
Capital Grants and Contributions	-	19,794	-	-	261,845	749,496	215,725	270,241	1,707,242	1,273,728
Total governmental activities program revenues	2,760,478	2,311,571	2,086,933	2,017,796	2,633,265	2,945,657	1,972,202	2,109,597	3,372,751	3,117,058
Business Type Activities										
Charges for Services										
Sewer	3,417,423	3,322,377	3,323,797	3,364,370	3,505,089	3,526,620	3,523,747	3,589,544	3,599,067	2,736,902
Operating Grants and Contributions	-	-	-	-	-	-	-	-	-	-
Capital Grants and Contributions	215,602	72,703	32,481	36,215	45,313	82,226	48,877	91,213	137,096	225,570
Total business type activities program revenues	3,633,025	3,395,080	3,356,278	3,400,585	3,550,402	3,608,846	3,572,624	3,680,757	3,736,163	2,962,472
Total primary government program revenues	6,393,503	5,706,651	5,443,211	5,418,381	6,183,667	6,554,503	5,544,826	5,790,354	7,108,914	6,079,530
Net (expense)/revenue										
Governmental activities	(14,489,538)	(14,668,471)	(12,786,611)	(14,489,294)	(11,950,034)	(11,635,459)	(12,606,035)	(12,344,395)	(10,124,415)	(9,411,896)
Business Type Activities	10	(176,335)	(633,449)	(439,007)	(400,451)	(194,937)	(282,974)	(188,457)	137,939	(656,665)
Total Primary government net expense	(14,489,528)	(14,844,806)	(13,420,060)	(14,928,301)	(12,350,485)	(11,830,396)	(12,889,009)	(12,532,852)	(9,986,476)	(10,068,561)
General Revenues and other Changes in Net Assets										
Government Activities										
Real Estate Taxes	6,332,749	6,284,353	6,243,018	5,957,187	6,213,830	6,492,867	4,520,009	4,497,511	3,924,634	2,877,563
Other Local Taxes	8,100,393	7,538,681	8,385,388	7,078,505	6,789,978	6,051,618	5,835,778	6,938,846	7,071,417	7,103,114
Investment Income	118,771	152,739	139,129	79,790	149,191	36,114	47,019	9,644	596,402	436,604
Gain (loss) on sale of fixed assets	17,897	16,072	(6,669)	17,515	57,384	28,793	11,381	525,261	342,246	10,543
Miscellaneous	766,540	718,615	880,356	890,059	583,738	659,792	502,240	272,525	432,607	357,075
Transfers	-	-	-	(12,000)	-	-	-	-	-	-
Total Government Activities	15,336,350	14,710,460	15,541,222	14,011,056	13,793,121	13,269,184	10,916,427	12,243,787	12,367,306	10,786,899
Business- Type Activities										
Investment Income	1,956	1,720	1,663	6,445	6,295	8,315	11,404	1,800	136,735	124,888
Gain (loss) on sale of fixed assets	17,829	-	-	13,690	-	-	-	-	-	-
Miscellaneous	55,712	78,750	67,128	42,832	15,824	29,901	18,992	60,467	41,535	46,520
Transfers	-	-	-	12,000	-	-	-	-	-	-
Total Business Type Activities	75,497	80,470	68,791	74,967	22,119	38,216	30,396	62,267	178,270	171,408
Total primary government	15,411,847	14,790,930	15,610,013	14,086,023	13,815,240	13,307,400	10,946,823	12,306,054	12,545,576	10,958,307
Total Change in Net Assets										
Government Activities	846,812	41,989	2,754,611	(478,238)	1,843,087	1,633,725	(1,689,608)	(100,608)	2,242,891	1,375,003
Business- Type Activities	75,507	(95,865)	(564,658)	(364,040)	(378,332)	(156,721)	(252,578)	(126,190)	316,209	(485,237)
Total primary government	\$ 922,319	\$ (53,876)	\$ 2,189,953	\$ (842,278)	\$ 1,464,755	\$ 1,477,004	\$ (1,942,186)	\$ (226,798)	\$ 2,559,100	\$ 889,746

Source: Whitpain Township Annual Financial Statements

WHITPAIN TOWNSHIP
Fund Balances Of Governmental Funds
Last Ten Fiscal Years (unaudited)
(modified accrual basis of accounting)

	2015	2014	2013	2012	2011	2010 (1)	2009	2008	2007	2006
General Fund										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 581,500	\$ 580,925	\$ 525,963	\$ 504,471
Unreserved	-	-	-	-	-	-	3,645,654	4,084,499	5,127,582	5,966,907
Nonspendable	24,410	25,335	22,560	22,560	22,560	34,420	-	-	-	-
Committed	2,194,594	1,982,701	1,775,071	1,775,071	2,044,000	2,044,000	-	-	-	-
Assigned	3,800,000	2,700,000	1,888,043	1,947,775	1,947,775	1,947,775	-	-	-	-
Unassigned	-	-	1,792,953	1,943,150	3,031,071	1,388,363	-	-	-	-
Total General Fund	<u>\$ 6,019,004</u>	<u>\$ 4,708,036</u>	<u>\$ 5,478,627</u>	<u>\$ 5,688,556</u>	<u>\$ 7,045,406</u>	<u>\$ 5,414,558</u>	<u>\$ 4,227,154</u>	<u>\$ 4,665,424</u>	<u>\$ 5,653,545</u>	<u>\$ 6,471,378</u>
All other governmental funds										
Reserved	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Unreserved, reported in :										
Special revenue funds	-	-	-	-	-	-	2,929,268	3,333,629	4,268,222	1,627,854
Capital projects funds	-	-	-	-	-	-	608,549	463,068	804,872	3,809,618
Restricted, reported in:										
Fire Protection	715,450	589,171	1,123,173	1,123,069	772,721	596,987	-	-	-	-
Fire Capital	668,146	742,181	-	-	-	-	-	-	-	-
Open Space acquisition and improvement	875,943	1,254,489	1,394,948	1,428,887	1,486,384	1,537,486	-	-	-	-
Debt Service	212,666	159,497	81,093	11,613	22,598	90,619	-	-	-	-
Other governmental funds	313,177	366,452	290,157	192,545	126,448	112,057	-	-	-	-
Committed, reported in:										
Other governmental funds	470,562	586,276	887,826	-	-	-	-	-	-	-
Assigned, reported in:										
Capital acquisition, construction and improvement	7,317,843	7,588,327	5,748,109	4,430,232	1,390,562	1,011,268	-	-	-	-
Other governmental funds	-	-	-	755,313	574,342	507,178	-	-	-	-
Total all other governmental funds	<u>\$ 10,573,787</u>	<u>\$ 11,286,393</u>	<u>\$ 9,525,306</u>	<u>\$ 7,941,659</u>	<u>\$ 4,373,055</u>	<u>\$ 3,855,595</u>	<u>\$ 3,537,817</u>	<u>\$ 3,796,697</u>	<u>\$ 5,073,094</u>	<u>\$ 5,437,472</u>
Total all Governmental funds	<u>\$ 16,592,791</u>	<u>\$ 15,994,429</u>	<u>\$ 15,003,933</u>	<u>\$ 13,630,215</u>	<u>\$ 11,418,461</u>	<u>\$ 9,270,153</u>	<u>\$ 7,764,971</u>	<u>\$ 8,462,121</u>	<u>\$ 10,726,639</u>	<u>\$ 11,908,850</u>

Notes:

(1) Implementation of GASB Statement 54, Fund Balance Reporting and Government Fund Type Definitions, establishing new categories and definition revisions for reporting.

Source : Whitpain Township Annual Financial Statements

WHITPAIN TOWNSHIP
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years (unaudited)
(modified accrual basis of accounting)

Fiscal Year	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Revenues										
Taxes	\$ 14,501,467	\$ 13,942,078	\$ 13,846,367	\$ 13,319,613	\$ 12,930,511	\$ 12,115,401	\$ 10,687,974	\$ 11,122,935	\$ 10,828,543	\$ 9,942,328
Fees, licenses and permits	1,123,688	790,614	682,276	740,613	626,633	718,046	178,564	169,203	138,320	115,866
Interest income and rent	430,255	450,698	417,569	387,456	243,498	142,572	154,062	410,800	706,967	492,211
Intergovernmental revenues	1,113,896	1,119,488	1,093,342	1,055,266	1,705,999	1,890,521	978,022	1,095,665	1,914,161	1,690,462
Fines and Forfeitures	105,145	97,888	130,477	115,737	108,503	111,960	96,300	105,625	110,378	124,197
Charges for Services	415,839	428,779	382,627	363,388	350,739	356,383	704,305	638,066	771,947	747,001
Contributions	344,576	195,018	100,138	58,649	-	-	-	-	-	-
Other	112,390	124,272	299,989	266,536	330,822	422,081	410,208	521,505	767,725	701,781
Total Revenues	<u>18,147,256</u>	<u>17,148,835</u>	<u>16,952,785</u>	<u>16,307,258</u>	<u>16,296,705</u>	<u>15,756,964</u>	<u>13,209,435</u>	<u>14,063,799</u>	<u>15,238,041</u>	<u>13,813,846</u>
Expenditures										
Current										
General Government	3,335,087	3,390,456	2,814,141	2,470,294	2,461,792	2,372,014	2,332,480	2,643,576	2,279,161	2,337,527
Public Safety	7,334,704	6,988,265	6,840,167	7,551,027	6,726,013	6,340,545	6,157,687	6,512,640	5,570,879	5,498,504
Highways and Streets	3,050,658	2,531,798	2,376,634	2,315,121	2,110,806	2,073,009	2,138,283	2,821,919	1,958,732	1,736,284
Parks and Recreation	1,518,831	1,226,808	1,028,382	1,096,967	1,006,683	1,905,872	1,281,604	852,029	1,919,089	864,497
Debt Service										
Principal	1,150,000	941,000	884,000	3,753,000	908,000	874,000	841,000	809,000	555,000	444,000
Interest and other charges	377,556	414,410	449,387	558,828	550,926	586,575	632,182	651,246	739,697	579,831
Capital Outlay	806,467	697,149	1,208,916	331,087	441,561	128,560	534,730	1,964,082	3,447,694	1,207,513
Total Expenditures	<u>17,573,303</u>	<u>16,189,886</u>	<u>15,601,627</u>	<u>18,076,324</u>	<u>14,205,781</u>	<u>14,280,575</u>	<u>13,917,966</u>	<u>16,254,492</u>	<u>16,470,252</u>	<u>12,668,156</u>
Excess (deficiency) of revenues over expenditures	<u>573,953</u>	<u>958,949</u>	<u>1,351,158</u>	<u>(1,769,066)</u>	<u>2,090,924</u>	<u>1,476,389</u>	<u>(708,531)</u>	<u>(2,190,693)</u>	<u>(1,232,211)</u>	<u>1,145,690</u>
Other Financing Sources (Uses)										
Proceeds from debt	-	-	-	-	-	-	-	-	-	3,528,589
Proceeds from sale of fixed assets	24,409	31,547	22,560	19,816	57,384	28,793	11,381	16,512	350,000	29,088
Refund of prior years' expenditures	-	-	-	-	-	-	-	-	-	-
Interfund transfers in	818,004	3,333,423	2,500,000	3,344,945	500,000	1,360,026	500,000	1,550,000	1,980,906	250,000
Interfund Transfers out	(818,004)	(3,333,423)	(2,500,000)	(3,356,945)	(500,000)	(1,360,026)	(500,000)	(1,550,000)	(2,280,906)	(250,000)
Issuance of refunding bonds	-	-	-	3,925,000	-	-	-	-	-	-
Premiums on debt issuances	-	-	-	48,004	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>24,409</u>	<u>31,547</u>	<u>22,560</u>	<u>3,980,820</u>	<u>57,384</u>	<u>28,793</u>	<u>11,381</u>	<u>16,512</u>	<u>50,000</u>	<u>3,557,677</u>
Net change in fund balance	<u>598,362</u>	<u>990,496</u>	<u>1,373,718</u>	<u>2,211,754</u>	<u>2,148,308</u>	<u>1,505,182</u>	<u>(697,150)</u>	<u>(2,174,181)</u>	<u>(1,182,211)</u>	<u>4,703,367</u>
Fund balance at beginning of year	<u>15,994,429</u>	<u>15,003,933</u>	<u>13,630,215</u>	<u>11,418,461</u>	<u>9,270,153</u>	<u>7,764,971</u>	<u>8,462,121</u>	<u>10,636,302</u>	<u>11,908,850</u>	<u>7,205,483</u>
Fund balance at end of year	<u>\$ 16,592,791</u>	<u>\$ 15,994,429</u>	<u>\$ 15,003,933</u>	<u>\$ 13,630,215</u>	<u>\$ 11,418,461</u>	<u>\$ 9,270,153</u>	<u>\$ 7,764,971</u>	<u>\$ 8,462,121</u>	<u>\$ 10,726,639</u>	<u>\$ 11,908,850</u>
Debt Service as a percentage of non-capital expenditures	9.11%	8.75%	9.26%	24.30%	10.60%	11.13%	11.00%	10.21%	9.94%	8.93%

Source: Whitpain Township Annual Financial Statements

Table 5

WHITPAIN TOWNSHIP
General Government Tax Revenues by Source
Last Ten Years (unaudited)
(modified accrual basis of accounting)

Year Ended 31-Dec	Real Estate Tax (1)	Realty Transfer Tax	Earned Income Tax	Local Services Tax (2)	Total
2006	2,892,465	999,635	5,052,743	997,485	9,942,328
2007	3,909,873	943,259	5,113,501	861,910	10,828,543
2008	4,495,624	690,369	5,251,183	685,759	11,122,935
2009	4,509,356	551,063	4,968,497	659,058	10,687,974
2010	6,063,783	572,484	4,804,592	674,542	12,115,401
2011	6,141,533	640,574	5,382,806	765,598	12,930,511
2012	6,241,108	557,877	5,815,873	704,755	13,319,613
2013	6,126,568	808,555	6,125,411	785,833	13,846,367
2014	6,260,450	688,087	6,198,012	795,529	13,942,078
2015	6,308,066	848,160	6,571,571	773,670	14,501,467

Notes:

(1) Includes General, Fire, Fire Hydrant and Debt Service Funds .

(2) Local Services Tax was formerly Emergency Services Tax and Occupational Privilege Tax

Source : Whitpain Township Annual Financial Statements

WHITPAIN TOWNSHIP
Assessed Value and Estimated Actual Value of Taxable Property
Last Ten Fiscal Years (unaudited)

Fiscal Year Ended	Total Taxable Assessed Value (1)	Estimated Actual Value (2)	Ratio of Total Assessed Value to Estimated Actual Value	Total Township Tax Rate (3)
2006	1,976,978,199	3,899,365,284	.507	1.50
2007	1,992,172,329	3,921,599,073	.508	2.00
2008	2,002,999,025	3,709,257,454	.540	2.30
2009	2,006,629,485	3,576,879,652	.561	2.30
2010	2,007,728,740	2,961,251,829	.678	3.20
2011	2,007,303,070	3,578,080,339	.561	3.20
2012	1,984,002,781	3,420,694,450	.580	3.20
2013	1,982,441,566	3,197,486,397	.620	3.20
2014	1,988,742,818	3,136,818,325	.634	3.20
2015	2,006,838,337	2,895,870,616	.693	3.20

Source: (1) Montgomery County Board of Assessments

Notes: (2) Estimated actual value is calculated by dividing assessed value by the common level ratio provided by the PA State Tax Equalization Board
 In year 2015, the common level ratio for 2014 was used since the common level ratio for 2015 was not yet available

(3) Tax rates are per \$1,000 of assessed value

Table 7

**WHITPAIN TOWNSHIP
Property Tax Rates
Direct and Overlapping Governments
Last Ten Fiscal Years (unaudited)**

Tax Year	Whitpain Township				Overlapping Rates			Total Millage
	General Purpose Millage(1)	Fire Protection Millage	Fire Hydrant Millage	Debt Service Millage	Total Township Millage	Montgomery County Millage	Wissahickon School District Millage	
2006	0.64	0.15	0.05	0.66	1.50	2.890	17.416	21.806
2007	1.14	0.15	0.05	0.66	2.00	2.840	17.416	22.256
2008	1.35	0.17	0.05	0.73	2.30	2.695	17.731	22.726
2009	1.35	0.30	0.05	0.60	2.30	2.695	17.731	22.726
2010	2.12	0.30	0.05	0.73	3.20	2.695	17.925	23.820
2011	2.02	0.40	0.05	0.73	3.20	2.695	17.925	23.820
2012	2.02	0.40	0.05	0.73	3.20	3.150	17.925	24.275
2013	2.02	0.40	0.05	0.73	3.20	3.152	17.925	24.277
2014	2.02	0.40	0.05	0.73	3.20	3.152	17.931	24.283
2015	2.02	0.40	0.05	0.73	3.20	3.152	18.261	24.613

Source: Pennsylvania Department of Community and Economic Development Municipal Statistics.
Whitpain Township Records

Notes: (1) 2001 and 2002, the General purpose millage rate was designated for Park and Recreation purposes

WHITPAIN TOWNSHIP
Principal Property Taxpayers
Current and Nine Years Ago (unaudited)

Taxpayer	Type of Business	2015			2006 (2)		
		Assessed Value (1)	Rank	% of Total Assessment	Assessed Value	Rank	% of Total Assessment
Normandy Farm Estates	Residential	\$ 31,142,900	1	1.55%			
Whitpain Associates 1350 Jolly Road	Office Complex	19,642,080	2	0.98%			
Townline Associates	Apartment Complex	18,335,580	3	0.91%			
Sentry Park West LLC (1787 Sentry Pkwy West)	Office Complex	17,960,260	4	0.89%			
Blue Bell Investment Co. LP (801 Lakeview Dr)	Office Building	16,025,150	5	0.80%			
Aetna Life Insurance (1425 Union Meeting Rd)	Office Buildings	14,634,450	6	0.73%			
Sentry KPG III LP (1777 Sentry Pkwy West)	Office Complex	14,443,770	7	0.72%			
Plymouth Rock Associates (470 Norristown Rd)	Office Buildings	13,970,000	8	0.70%			
Blue Bell Investment Co. LP (785 Jolly Rd)	Office Building	13,770,000	9	0.69%			
Aetna Life Insurance (980 Jolly Rd)	Office Buildings	13,208,000	10	0.66%			
TOTAL		<u>\$ 173,132,190</u>		<u>8.63%</u>			

Source: Montgomery County Board of Assessments

Note: (1) 2015 Total Taxable Assessed Value 2,006,838,337
(2) 2006 Information not available.

WHITPAIN TOWNSHIP
Property Tax Levies and Collections
Last Ten Fiscal Years (unaudited)

Fiscal Year Ended 31-Dec	Total Tax Levy for Fiscal Year	Collected within the Fiscal Year of the Levy		Delinquent Tax Collections Amount	Adjusted Levy for the Fiscal Year	Total Collections to Date	
		Amount (1)	Percentage of Levy			Amount	Percentage of Levy
2006	2,923,094	2,902,615	99.30%	20,479	2,943,573	2,923,094	99.30%
2007	3,943,151	3,909,326	99.14%	15,064	3,958,215	3,924,390	99.15%
2008	4,565,988	4,527,349	99.15%	26,412	4,592,400	4,553,761	99.16%
2009	4,574,390	4,528,317	98.99%	36,898	4,611,288	4,565,215	99.00%
2010	6,384,238	6,312,387	98.87%	44,267	6,428,505	6,356,654	98.88%
2011	6,401,805	6,290,204	98.26%	66,599	6,468,404	6,356,803	98.27%
2012	6,327,343	6,258,557	98.91%	68,786	6,396,129	6,327,343	98.92%
2013	6,325,524	6,261,756	98.99%	63,768	6,389,292	6,325,524	99.00%
2014	6,342,460	6,276,575	98.96%	65,885	6,408,345	6,342,460	98.97%
2015	6,400,366	6,331,615	98.93%	71,022	6,471,388	6,402,637	98.94%

Source: Whitpain Township Tax Collector

Notes: (1) Taxpayers are entitled to a 2% discount for payment of taxes by April 30th.
Historically, about 90% of taxpayers pay during the discount period.

WHITPAIN TOWNSHIP
Sewer Billing Data
Last Five Fiscal Years (unaudited)

DESCRIPTION	2015	2014	2013	2012	2011
RATES:					
Residential	\$85/quarter(+ \$21.25 > 20 GAL)	\$85/quarter(+ \$21.25 > 20 GAL)	\$85/quarter	\$85/quarter	\$85/quarter
Commercial	\$150 + \$7.30/1000gal	\$150 + \$7.30/1000gal	\$150 + \$7.30/1000gal	\$150 + \$7.30/1000gal	\$150 + \$7.30/1000gal
ACCOUNTS (in units):					
Residential	7,007	7,091	7,071	7,056	7,025
Commercial	273	273	285	283	282
BILLING (annual amount in \$)					
Residential	\$ 2,489,693	\$ 2,446,598	\$ 2,402,015	\$ 2,396,830	\$ 2,383,570
Commercial	\$ 1,001,286	\$ 840,810	\$ 915,085	\$ 953,860	\$ 1,067,262
TOTAL	\$ 3,490,979	\$ 3,287,408	\$ 3,317,100	\$ 3,350,690	\$ 3,450,832

Notes:

Beginning in July 2014 the Township implemented a user charge. Any residential customer who uses 20,000 gallons or more per quarter is charged an additional \$21.25.

Source: Whitpain Township Records

Table 11

WHITPAIN TOWNSHIP
Computation of Legal Debt Margin
December 31, 2015 (unaudited)

Borrowing base revenues (1):		
2013		21,053,224
2014		20,497,581
2015		21,805,350
Total Revenues		\$ 63,356,155
Debt limit for General Obligation Debt:		
Average borrowing base revenues		\$ 21,118,718
Debt limit percent		250%
Debt limit		52,796,796
Total amount of debt applicable to debt limit		8,652,604
Legal debt margin		<u><u>\$ 44,144,192</u></u>
Debt limit for General Obligation bonds and lease rental debt:		
Average borrowing base revenues		\$ 21,118,718
Debt limit percent		350%
Debt limit		\$ 73,915,514
Total amount of debt applicable to debt limit		8,652,604
Legal debt margin		<u><u>\$ 65,262,910</u></u>

Notes:

(1) Borrowing base represents total revenues per the PA Local Government Unit Debt Act (Act 177 of 1996).

Source: Whitpain Township Annual Financial Statements.

Table 12

WHITPAIN TOWNSHIP
Legal Debt Margin Information
Last Ten Years (unaudited)

Year Ended 31-Dec	Debt Limit (1)	Gross General Obligation Debt	Legal Debt Margin	Total Debt Applicable as a Percentage of Debt Limit
2006	36,201,568	15,403,000	20,798,568	74.06%
2007	39,703,446	14,848,000	24,855,446	59.74%
2008	42,104,374	14,039,000	28,065,374	50.02%
2009	42,652,103	13,198,000	29,454,103	44.81%
2010	44,117,137	12,324,000	31,793,137	38.76%
2011	46,013,301	11,416,000	34,597,301	33.00%
2012	48,753,916	11,588,000	37,165,916	31.18%
2013	50,463,779	10,704,000	39,759,779	26.92%
2014	50,879,341	9,805,004	41,074,337	23.87%
2015	52,796,796	8,652,604	44,144,192	19.60%

Source: Whitpain Township Annual Financial Statements

Notes: (1) 250% of borrowing base

Table 13

**WHITPAIN TOWNSHIP
 Ratios of Outstanding Debt by Type
 Last Ten Fiscal Years (unaudited)**

Fiscal Year	Governmental Type Activities		Business Type Activities	Total Primary Government	Percentage of Personal Income (2)	Per Capita
	General Obligation Bonds (1)	General Obligation Notes(1)	Sewer Bonds(1)			
2006	-	15,403,000	-	15,403,000	1.46%	830
2007	-	14,848,000	-	14,848,000	1.39%	790
2008	-	14,039,000	-	14,039,000	1.31%	747
2009	-	13,198,000	-	13,198,000	1.23%	702
2010	-	12,324,000	-	12,324,000	1.15%	653
2011	-	11,416,000	-	11,416,000	1.06%	605
2012	3,920,000	7,668,000	-	11,588,000	1.08%	614
2013	3,865,000	6,839,000	-	10,704,000	1.00%	567
2014	3,827,004	5,978,000	-	9,805,004	0.91%	519
2015	3,569,604	5,083,000	-	8,652,604	0.81%	458

Notes

(1) Whitpain Township Annual Financial reports; General Obligation Bond Issued in 2012

(2) Personal Income calculated by multiplying the median income per capita per 2010 Census, or subsequent estimate, times current year population projection.

WHITPAIN TOWNSHIP
Ratio of Net General Obligation Debt To Assessed Value of
Real Estate and Net General Obligation Debt Per Capita
Last Ten Years (unaudited)

Year Ended 31-Dec	Population	Assessed Value	Gross General Obligation Debt	Debt Service Fund Balance	Net General Obligation Debt	Percentage of Net General Obligation Debt to Assessed Value	Net General Obligation Debt per Capita
2006	18,562	1,976,978,199	15,403,000	393,396	15,009,604	0.76%	\$809
2007	18,800	1,992,172,329	14,848,000	441,883	14,406,117	0.72%	\$766
2008	18,800	2,002,999,025	14,039,000	437,148	13,601,852	0.68%	\$724
2009	18,800	2,006,629,485	13,198,000	156,173	13,041,827	0.65%	\$694
2010	18,875	2,007,728,740	12,324,000	90,619	12,233,381	0.61%	\$648
2011	18,875	1,992,856,032	11,416,000	22,598	11,393,402	0.57%	\$604
2012	18,875	1,984,002,781	11,588,000	11,613	11,576,387	0.58%	\$613
2013	18,875	1,983,429,818	10,704,000	81,093	10,622,907	0.54%	\$563
2014	18,875	1,988,742,818	9,805,004	159,497	9,645,507	0.49%	\$511
2015	18,875	2,006,838,337	8,652,604	212,666	8,439,938	0.42%	\$447

Source:

Population 2000- 2006 - Bureau of Census - 2000 Census
2007 - 2009 -Bureau of Census 2005-2009 American Community Survey
2010 - Bureau of Census - 2010 Census
Assessed Value - Montgomery County Board of Assessments
Debt - Whitpain Township Annual Financial Reports

Table 15

WHITPAIN TOWNSHIP
Computation of Direct and Overlapping Debt
December 31, 2015 (unaudited)

<u>Jurisdiction</u>	<u>Total Debt Outstanding</u>	<u>Percentage Applicable to Whitpain</u>	<u>Amount Applicable to Whitpain</u>
Direct			
Whitpain Township (1)	\$ 8,652,604	100.00%	\$ 8,652,604
Overlapping			
County of Montgomery	402,604,299	3.49%	14,050,890
Wissahickon School District	-	55.18%	-
Total Overlapping Debt	<u>402,604,299</u>		<u>14,050,890</u>
Total Direct and Overlapping Debt	<u>\$ 411,256,903</u>		<u>\$ 22,703,494</u>

Notes:

(1) Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Township. This schedule is an estimates the portion of outstanding debt of those overlapping governments that is borne by the residents and businesses of Whitpain Township.

(2) Proportional share of existing debt as of December 31, 2015 is based on the ratio of Whitpain's assessed value to Montgomery County's and Wissahickon School District's assessed value, respectively.

Sources: Whitpain Township, County of Montgomery and Wissahickon School District

Table 16

WHITPAIN TOWNSHIP
Ratio of Annual Debt Service Expenditures for General
Bonded Debt to Total General Governmental Expenditures
Last Ten Years (unaudited)

Year Ended	Principal	Interest	Debt Service	Total General Governmental Expenditures	Ratio of
					Debt Service to Total General Governmental Expenditures
2006	444,000	579,831	1,023,831	12,668,156	8.08%
2007	555,000	739,697	1,294,697	16,470,252	7.86%
2008	809,000	651,246	1,460,246	16,254,492	8.98%
2009	841,000	632,182	1,473,182	13,917,966	10.58%
2010	874,000	586,575	1,460,575	14,269,407	10.24%
2011	908,000	550,926	1,458,926	14,424,172	10.11%
2012	3,753,000	558,828	4,311,828	16,507,090	26.12%
2013	884,000	449,387	1,333,387	14,873,544	8.96%
2014	941,000	414,410	1,355,410	16,980,042	7.98%
2015	1,150,000	377,556	1,527,556	17,573,303	8.69%

Source: Whitpain Township Annual Financial Statements.

Table 17

**WHITPAIN TOWNSHIP
Demographic and Economic Statistics
Last Ten Years (unaudited)**

Year Ended 31-Dec	Per Capita Income (1)	Population (1)	Total Personal Income	Unemployment Rate (2)
2006	56,928	18,800	1,070,246,400	3.0
2007	56,928	18,800	1,070,246,400	3.4
2008	56,928	18,800	1,070,246,400	5.0
2009	56,928	18,800	1,070,246,400	6.8
2010	56,928	18,875	1,074,516,000	6.9
2011	56,928	18,875	1,074,516,000	7.4
2012	56,928	18,875	1,074,516,000	6.7
2013	56,928	18,875	1,074,516,000	5.7
2014	56,928	18,875	1,074,516,000	3.8
2015	59,567	18,875	1,124,327,125	4.2

Source: (1) 2006 - 2010 -U. S. Bureau of Census - American Community Survey
 (2) U. S. Depart of Labor - Bureau of Labor Statistics for Montgomery County

Table 18

WHITPAIN TOWNSHIP
Census Statistics
December 31, 2015 (unaudited)

<u>Age Group Comparisons:</u>	Township		State		US	
	2010	2000	2010	2000	2010	2000
% Under 18	24.5%	25.0%	24.9%	23.8%	26.9%	25.7%
% 18-44	25.5%	32.2%	31.4%	37.5%	33.6%	39.9%
% 45-64	31.5%	27.9%	28.1%	23.1%	26.4%	22.0%
% 65 and over	18.5%	14.9%	15.6%	15.6%	13.1%	12.4%
Median (years)	45.0	41.1	40.1	38.0	37.2	35.3
<u>Population Density</u>	Township		State		US	
	2010	2000	2010	2000	2010	2000
(persons/sq. mile)	1,473.5	1,449.0	283.4	274.0	87.3	79.6
<u>Average Household Size (persons):</u>	2010		2000			
Whitpain Township	2.51		2.64			
Montgomery County	2.53		2.54			
Pennsylvania	2.45		2.48			
U.S.	2.58		2.59			
<u>Percentage of Owner-Occupied Housing Units</u>	2010		2000			
Whitpain Township	77.3%		78.4%			
Montgomery County	73.1%		73.5%			
Pennsylvania	69.6%		71.3%			
U.S.	65.1%		66.2%			
<u>Median Household Income:</u>	2009		1999			
Whitpain Township	\$ 106,689		\$ 88,933			
Montgomery County	75,728		60,829			
Pennsylvania	49,737		40,106			
U.S.	51,425		41,994			
<u>Per Capita Income:</u>	2009		1999			
Whitpain Township	\$ 56,928		\$ 41,739			
Montgomery County	39,511		30,898			
Pennsylvania	26,678		20,880			
U.S.	27,041		21,587			

Source : United States Bureau of the Census - 2000 and 2010 Census Reports

WHITPAIN TOWNSHIP
Principal Employers
Current and Nine Years Ago (unaudited)

Employer	Description	2015			2006 (1)		% of Total Township Employment
		Employees	Rank	% of Total Township Employment	Employees	Rank	
M C C C	Community College	1,224	1	7.48%			
AETNA	Insurance	1,141	2	6.97%			
Henkels & McCoy Inc	Engineering/Construction	831	3	5.08%			
Pharmaceutical Research Associates	Medical	451	4	2.75%			
The Carney Group	Job Placement	382	5	2.33%			
Pennsylvania Manufacturers	Manufacturing	334	6	2.04%			
Unisys Corporation	IT Consulting	327	7	2.00%			
Hansen Properties	Property Management	280	8	1.71%			
MEDCO Health Services Inc	Health Services	265	9	1.62%			
Wissahickon School District	K-12 schools	240	10	1.47%			
Subtotals		<u>5,475</u>		<u>33.44%</u>	<u>-</u>		<u>0.00%</u>
TOTAL number employed in the Township		<u><u>16,373</u></u>			<u><u> </u></u>		

Source: Berkheimer Tax Administrator

Note (1) 2006 Information not available. Berkheimer only keeps records for 7 years

Table 20

WHITPAIN TOWNSHIP
Full Time Equivalent Township Government Employees by Function
Last Ten Fiscal Years (unaudited)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Government										
Admin., Finance, Engineering	10.0	10.0	10.0	10.0	10.0	13.0	13.0	15.5	15.5	14.5
Police										
Officers	30.0	30.0	32.0	32.0	30.0	29.0	30.0	29.0	29.0	31.0
Civilians	8.0	8.0	8.0	8.0	8.0	8.0	8.0	8.5	8.5	8.5
Fire										
Officers	4.0	4.0	4.0	4.0	4.0	3.0	3.0	3.0	3.0	3.0
Fire Marshal's Office	2.5	2.5	2.5	2.5	2.5	2.0	2.0	1.5	1.0	1.5
Code Enforcement & Zoning	5.0	5.0	5.0	5.0	5.0	4.0	4.0	4.0	4.0	4.0
Public Works										
Highway, Facilities and Parks	17.5	17.5	17.5	17.5	16.5	17.5	17.5	18.0	17.0	19.0
Culture and Recreation	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0	3.0
Sewer	<u>9.5</u>	<u>9.5</u>	<u>9.5</u>	<u>9.5</u>	<u>9.5</u>	<u>8.0</u>	<u>8.0</u>	<u>8.0</u>	<u>7.0</u>	<u>7.0</u>
Totals:	<u>89.50</u>	<u>89.50</u>	<u>91.50</u>	<u>91.50</u>	<u>88.50</u>	<u>87.50</u>	<u>88.50</u>	<u>90.50</u>	<u>88.00</u>	<u>91.50</u>

Source: Whitpain Township, Montgomery County, Pennsylvania Records

Table 21

WHITPAIN TOWNSHIP
Operating Indicators by Function
Last Ten Fiscal Years (unaudited)

	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014 (1)</u>	<u>2015</u>
Planning & Engineering										
Land Developments	6	7	3	3	5	1	2	4	2	7
Subdivisions	3	2	3	7	2	4	2	3	4	4
Police										
Part I Crimes	37	61	48	44	56	51	86	51	275	220
Part II Crimes	343	209	228	242	275	273	291	308	384	486
Total Calls for Service	23,043	22,686	21,473	20,884	21,980	21,589	23,340	22,875	24,519	25,018
Fire										
Alarm	274	257	253	236	223	223	221	195	195	219
Structure	52	60	43	56	42	54	51	33	45	32
Vehicle	22	28	17	14	22	20	21	25	28	23
Other	380	321	328	311	343	368	327	265	372	271
Total Incidents	728	666	641	617	630	665	620	518	640	545
Code Enforcement & Zoning										
Building Permits	651	681	451	394	438	404	466	372	478	468
Electrical Permits	441	414	277	261	268	265	261	261	364	369
Fire Protection Permits	40	44	32	28	38	31	31	24	42	97
Mechanical Permits	170	202	151	156	171	157	194	204	315	299
Occupancy Permits	409	288	197	178	172	158	152	158	174	237
Plumbing Permits	414	340	219	167	322	261	186	176	218	359
Conditional Use Applications	-	1	1	1	2	1	-	-	2	6
Zoning Hearing Board Applications	64	46	40	30	43	47	39	35	33	30
Zoning Permits	-	-	-	-	-	-	449	294	502	483
Highway and Streets										
Streets Resurfaced (miles)	5.64	4.50	3.68	7.20	6.40	5.29	6.18	9.95	9.24	9.11
Culture and Recreation										
Program Registration	200	190	338	298	354	500	500	625	625	615
Concert Series Attendance	2,000	2,000	2,700	3,500	2,850	2,500	2,500	2,800	2,800	2,800

Notes:

(1) In 2014, the Police Department's operating indicator changed to all reported offenses for Part I & II Crimes.

Prior to 2014 only arrests were shown as an operating indicator.

Source: Whitpain Township, Montgomery County, Pennsylvania Records

Table 22

**WHITPAIN TOWNSHIP
Capital Asset Statistics by Function
Last Ten Fiscal Years (unaudited)**

Function	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
General Government										
Municipal Building	1	1	1	1	1	1	1	1	1	1
Public Safety										
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Vehicle Units	23	23	23	22	21	22	21	22	22	22
Fire (1)										
Stations	2	2	2	2	2	1	1	1	1	1
Apparatus	12	12	12	12	12	12	9	8	9	9
Highway and Streets										
Street Miles	67.78	67.78	67.78	67.78	67.78	67.78	67.78	67.28	67.96	67.78
Traffic Signals	27	27	27	27	28	28	28	27	27	27
Stormwater Detention Basins	8	8	8	8	8	8	8	8	8	13
Parks and Recreation										
Parks	9	10	10	10	10	10	10	10	11	11
Acres	314	350	350	350	350	350	350	350	425	425
Playgrounds	4	4	4	4	4	4	4	4	4	4
Baseball Fields	7	7	7	7	7	7	7	7	7	7
Basketball Courts	4	4	4	4	4	4	4	4	4	4
Football Fields	1	1	1	1	1	1	1	1	1	1
Soccer Fields	3	3	3	3	3	3	3	3	3	9
Street Hockey	2	2	1	1	1	1	1	1	1	1
Tennis Courts	4	4	4	4	4	4	4	4	4	4
Lacrosse Fields	0	0	0	0	0	0	0	0	0	1

Source: Whitpain Township, Montgomery County, Pennsylvania Records

SCHEDULE OF INSURANCE COVERAGES 12/31/2015
PROPERTY COVERAGE

1	Limit of Liability		
	The following Limit of Liability applies:		
	All Coverages Combined Including Real and Personal Property	\$1,000,000,000	Each Occurrence
2	Sublimits of Liability		
	The following Sublimits of Liability apply. These are part of and not in addition to the Limit of Liability:		
	a. Extra Expense	\$50,000,000	Each Interruption
	b. Miscellaneous Unnamed Locations	\$25,000,000	Each Occurrence
	(excluding flood coverage for locations in Flood Zones A, AE, V and all other 100 year floodplains)		
	c. Automatic Acquisitions for Ninety (90) Days	\$100,000,000	Each Occurrence
	(excluding flood coverage for locations in Flood Zones A, AE, V and all other 100 year floodplains)		
	d. Automatic Acquisitions After Ninety (90) Days	\$25,000,000	Each Occurrence
	(excluding flood coverage for locations in Flood Zones A, AE, V and all other 100 year floodplains)		
	e. Errors and Omissions	\$50,000,000	Each Occurrence
	f. Course of Construction (Builders Risk), if values reported	\$25,000,000	Each Occurrence, Each Project
	g. Course of Construction (Builders Risk), if values not reported	\$25,000,000	Each Occurrence, Each Project
	h. Increased Cost of Construction Due to Ordinance or Law	\$25,000,000	Each Occurrence
	(no sublimit for Demolition Costs)		
	i. Transit	\$25,000,000	Each Occurrence
	j. Unscheduled Animals (not to exceed \$50,000 per Animal)	\$2,500,000	Each Occurrence
	k. Expediting Expense	\$50,000,000	Each Occurrence
	1 Valuable Papers and Records	\$25,000,000	Each Occurrence
	m. Accounts Receivable	\$25,000,000	Each Occurrence
	n. Unscheduled Landscaping, Tees, Sand Traps, Greens and Athletic Fields with sublimits per item per form	\$1,000,000	Each Occurrence

o. Scheduled Landscaping, Tees, Sand Traps, Greens and Athletic Fields with sublimits per item per form	\$5,000,000	Each Occurrence
p. Unscheduled Fine Arts	\$2,500,000	Each Occurrence
q. Furs, Jewelry, Precious Metals and Stones	\$500,000	Each Occurrence, Each Participant
r. Watercraft (under twenty-seven feet in length, unless scheduled)	\$2,500,000	Each Occurrence
s. Off Premises Service Interruption including Extra Expense Resulting from a Covered Peril at Non-Owned/Operated Locations	\$25,000,000	Each Interruption
t. Business Interruption, including Rental Income, Tuition and Related Fees Income and Tax Interruption, if values have been reported	\$100,000,000	Each Interruption for All Participants Combined
u. Business Interruption, including Rental Income, Tuition and Related Fees Income and Tax Interruption, if values have not been reported	\$500,000	Each Interruption, Each Participant
v. Business Interruption, including Rental Income, Tuition and Related Fees Income and Tax Interruption, if values have not been reported	\$2,500,000	Each Interruption for All Participants Combined
w. Extended Period of Indemnity	180	Days
x. Contingent Business Interruption (including Rental Income, Tuition and Fees Income, Tax Interruption) Resulting from a Covered Peril at Direct Supplier or Direct Customer Locations	\$3,000,000	Each Interruption for All Participants Combined
Y. Contingent Extra Expense Resulting from a Covered Peril at Direct Supplier or Direct Customer Locations	\$3,000,000	Each Interruption for All Participants Combined
z. Leasehold Interest	\$500,000	Each Occurrence
aa. Claims Preparation Expense	\$1,000,000	Each Occurrence
bb. Accidental Contamination of Land When Resulting from a Named Peril	\$250,000	Each Occurrence, Annual Aggregate Each Participant
cc. Accidental Contamination of Land When Resulting from a Named Peril	\$500,000	Annual Aggregate for All Participants Combined

dd. Earthquake Shock	\$50,000,000	Annual Aggregate for All Participants Combined
ee. Flood	\$100,000,000	Annual Aggregate for All Participants Combined
ff. Flood - Zones A, AE, V and all other 100 year Floodplains	\$50,000,000	Annual Aggregate for All Participants Combined *
gg. Terrorism **	\$25,000,000	Annual Aggregate for All Participants Combined

Included within above \$100,000,000 annual aggregate limit for all flood loss.

** This terrorism coverage applies excess of any terrorism coverage available through the Trust's property reinsurance underwritten by Alliant Insurance Services' Public Entity Property Insurance Program (PEPIP USA). Per occurrence and aggregate limits of the PEPIP USA program for terrorism are shared by Delaware Valley Insurance Trust and other public entity group self-insurance pools and public entity insureds throughout the United States. This Insurance Trust membership only and is not shared with other public entities covered by the PEPIP USA program.

3	Deductibles		
a	All Coverages Combined - Property Perils	\$1,000	Each Occurrence
b	Flood (Other Than Zone A, AE or V locations, water or sewer plant locations, pump stations, water or sewer lines or wells)	\$25,000	Each Occurrence
c	Flood (Zone A, AE or V locations, water or sewer plant locations, pump stations, water or sewer lines or wells)	\$50,000	Each Occurrence
d	Service Interruption (Property Damage and Time Element)		24 Hours Waiting Period
e	Tax Interruption		2.5%Annual Tax Values, Each Location, Each Occurrence

BOILER COVERAGE

1	Limit of Liability		
	The following Limit of Liability applies:		
	All Coverages Combined (Property Damage and Business Interruption and Extra Expense)	\$100,000,000	Each Accident
2	Sublimits of Liability		
	The following Sublimits of Liability apply. These are part of and not in addition to the Limit of Liability:		
	a. Expediting Expense	\$25,000,000	Each Accident
	b. Errors and Omissions	\$25,000,000	Each Accident
	c. Hazardous Substances	\$1,000,000	Each Accident
	d. Ammonia Contamination	\$10,000,000	Each Accident
	e. Water Damage	\$10,000,000	Each Accident
	f. Consequential Damage	\$10,000,000	Each Accident
	g. Ordinance or Law - Value of Undamaged Portion of Building, Demolition and Increased Cost of Construction Due to Ordinance or Law	\$25,000,000	Each Accident
	h. EDP Media	\$10,000,000	Each Accident
	i. Earthquake Resultant Damage	\$2,000,000	Annual Aggregate
	j. Utility Interruption for Utilities Owned by Others and For Covered Objects and Covered Perils	\$10,000,000	Each Accident
	k. Automatic Acquisitions	\$25,000,000	Each Accident
3	Deductibles		
	a. All Coverages Combined	\$1,000	Each Accident
	b. Off Premises Service Interruption (Property Damage and Time Element		24 Hours Waiting Period Time Element)

CRIME COVERAGE

1	Limits of Liability		
	a. Public Employee Dishonesty Coverage with Faithful Performance of Duty included without sublimit	\$2,000,000	Each Occurrence
	b. Forgery or Alteration Coverage	\$2,000,000	Each Occurrence
	c. Theft, Disappearance and Destruction Coverage (Inside and Outside for Money and Securities excluding checks)	\$250,000	Each Occurrence
	d. Theft, Disappearance and Destruction Coverage (Inside and Outside for Money and Securities - Checks)	\$1,000,000	Each Occurrence
	e. Computer Fraud Coverage	\$2,000,000	Each Occurrence
	f. Wire Transfer Communication Fraud Coverage	\$2,000,000	Each Occurrence
	g. Money Orders and Counterfeit Currency Coverage	\$2,000,000	Each Occurrence
2	Deductibles		
	a. Public Employee Dishonesty Coverage	\$1,000	Each Loss
	b. Faithful Performance of Duty	\$1,000	Each Loss
	c. Forgery or Alteration Coverage	\$0	Each Loss
	d. Theft, Disappearance and Destruction Coverage (Inside and Outside for Money and Securities)	\$1,000	Each Loss
	e. Computer Fraud Coverage	\$1,000	Each Loss
	f. Wire Transfer Communication Fraud Coverage	\$1,000	Each Loss
	g. Money Orders and Counterfeit Currency Coverage	\$1,000	Each Loss

LIABILITY COVERAGE

1	Limits of Liability		
	a. Primary General Liability including Police Professional Liability arising out of Law Enforcement Activities	\$2,000,000	Each Occurrence
	Fire Damage Liability	\$250,000	Each Occurrence
	Limited Pollution Liability - Covered Volunteer Fire Companies	\$1,000,000	Each Occurrence
	Limited Pollution Liability - Covered Volunteer Fire Companies	\$1,000,000	Annual Aggregate
	Terrorism	\$2,000,000	Annual Aggregate for All Participants Combined
	Fungi and Bacteria	\$1,000,000	Annual Aggregate for All Participants Combined
	b. Primary Business Auto Liability	\$2,000,000	Each Accident
	c. Uninsured Motorists	\$15,000	Each Person
	d. Uninsured Motorists	\$30,000	Each Accident
	e. Basic First Party Benefits:		
	Medical Expense	\$10,000	Each Accident
	Work Loss Expense	\$5,000	Each Accident
	Work Loss Expense	\$1,000	Each Month
	Funeral Expense	\$1,500	Each Accident
	f. Garagekeepers Legal Liability	\$250,000	Each Loss
	g. Auto Physical Damage:		
	Fire, Rescue and Ambulance Autos Valued on a Replacement Cost Basis		Limit Per Unit As Reported to Trust
	All Other Autos		Actual Cash Value
	h. Primary Public Officials and Employees Liability	\$2,000,000	Each Claim
	i. Primary Public Officials and Employees Liability	\$2,000,000	Annual Aggregate
	j. Excess General Liability including Police Professional Liability arising out of Law Enforcement Activities	\$8,000,000	Each Occurrence
	k. Excess Business Auto Liability	\$8,000,000	Each Accident
	1 Excess Public Officials and Employees Liability	\$8,000,000	Each Claim
	m. Excess Public Officials and Employees Liability	\$8,000,000	Annual Aggregate
	n. Employee Benefit Plan Fiduciary Liability	\$1,000,000	Annual Aggregate

	o. Heart and Lung Act Liability	\$100,000	Annual Aggregate
	p. Privacy Liability (effective May 1, 2009)	\$100,000	Annual Aggregate
2	Deductibles		
	a. General Liability	\$0	Each Occurrence
	General Liability arising out of Skateboarding or Rollerblading	\$2,500	Each Occurrence
	General Liability arising out of Backup of Sewage	n/a	Each Claim
	General Liability arising out of Backup of Sewage	n/a	Each Occurrence
	General Liability arising out of Backup of Sewage	n/a	Annual Aggregate
	b. Police Professional Liability arising out of Law Enforcement Activities	\$3,500	Each Occurrence
	c. Auto Liability, Uninsured Motorists and Basic First Party Benefits	\$0	Each Accident
	d. Auto Physical Damage and Garagekeepers Legal Liability - Collision or Other Than Collision (Passenger Vehicles, Motorcycles and Light Trucks)	\$500	Each Accident
	e. Auto Physical Damage and Garagekeepers Legal Liability - Collision or Other Than Collision (All Other Autos)	\$1,000	Each Accident
	f. Public Officials and Employees Liability	\$2,500	Each Claim
	g. Employee Benefit Plan Fiduciary Liability	\$2,500	Each Loss
	h. Privacy Liability	\$2,500	Each Claim
3	Retroactive Date for Public Officials and Employees Liability:	None	
4	Retroactive Date for Privacy Liability:		May 1, 2009 or the effective date upon which The Participant became a member of The Trust, whichever later

WORKERS COMPENSATION COVERAGE

1	Statutory Workers Compensation Employers Liability	\$1,000,000	Each Accident
		\$1,000,000	Each Employee - Disease
		\$1,000,000	Disease

SCHEDULE OF PREMIUMS CONTRIBUTIONS PAID IN 2015

DELAWARE VALLEY INSURANCE TRUST

Property	\$31,408.00
Crime	2,182.00
Auto Liability	30,083.00
Auto Physical Damage	14,434.00
General Liability	51,230.00
Law Enforcement Liability	38,202.00
Public Officials Liability	20,496.00
Sub Total	\$188,035.00
Less Multi-Trust Discount	(5,641.00)
Less Rate Stabilization Credit	-
Less Prior Year Dividend	-
Net Contribution	<u><u>\$182,394.00</u></u>

DELAWARE VALLEY WORKERS COMPENSATION TRUST

Annual contribution	\$265,936.00
Less Experience Modification factor	(7,978.00)
Less Multi-Trust Discount	(7,739.00)
Less Rate Stabilization Credit	(83,323.00)
Plus Prior Year Contribution	-
Net Contribution	<u><u>\$166,896.00</u></u>

Source: Whitpain Township Records

Table 24

**WHITPAIN TOWNSHIP
Police Pension Plan
Last Ten Years (unaudited)**

Year Ended 31-Dec	Number of Active Members	Contributions				Number of Retirees & Beneficiaries (1)
		Members	Township	State	Total	
2006	26	\$ 95,368	\$ 101,975	\$ 179,134	\$ 376,477	16
2007	28	\$ 101,439	\$ 84,891	\$ 173,145	\$ 359,475	16
2008	29	\$ 116,934	\$ 72,549	\$ 165,625	\$ 355,108	17
2009	29	\$ 121,164	\$ 90,428	\$ 181,425	\$ 393,017	19
2010	29	\$ 125,980	\$ 93,212	\$ 194,091	\$ 413,283	19
2011	29	\$ 148,833	\$ 208,814	\$ 322,795	\$ 680,442	19
2012	28	\$ 122,317	\$ 250,031	\$ 187,098	\$ 559,446	21
2013	29	\$ 143,023	\$ 232,475	\$ 217,524	\$ 593,022	14
2014	27	\$ 130,117	\$ 209,110	\$ 201,393	\$ 540,620	21
2015	29	\$ 147,294	\$ 307,578	\$ 221,698	\$ 676,570	21

Source: Whitpain Township Records

Notes: (1) Includes Officers participating in DROP.

Table 25

WHITPAIN TOWNSHIP
Non-Uniformed Pension Plan
Last Ten Years (unaudited)

Year Ended 31-Dec	Number of Active Members	Contributions				Number of Retirees & Beneficiaries
		Members	Township	State	Total	
2006	57	\$ 87,622	\$ 265,047	\$ 176,046	\$ 528,715	22
2007	61	\$ 89,506	\$ 275,414	\$ 189,177	\$ 554,097	21
2008	58	\$ 97,950	\$ 261,293	\$ 194,430	\$ 553,673	25
2009	60	\$ 96,748	\$ 273,130	\$ 190,809	\$ 560,687	25
2010	60	\$ 98,120	\$ 286,359	\$ 194,091	\$ 578,570	25
2011	58	\$ 110,094	\$ 346,358	\$ 322,794	\$ 779,246	25
2012	53	\$ 139,319	\$ 289,302	\$ 217,002	\$ 645,623	29
2013	52	\$ 111,313	\$ 276,476	\$ 217,524	\$ 605,313	28
2014	49	\$ 88,558	\$ 260,612	\$ 224,631	\$ 573,801	30
2015	48	\$ 92,962	\$ 337,442	\$ 217,435	\$ 647,839	31

Source: Whitpain Township Records

WHITPAIN TOWNSHIP
Miscellaneous Statistics
December 31, 2015 (unaudited)

Date Founded	Incorporated 1701	
Form of Government	Township of the Second Class Governed by a five member Board of Supervisors elected at large	
Area (sq. miles)	12.81	
Miles of Road	67.78	
Fire Protection	Combination department with three career and thirty volunteer firefighters one (1) stations with nine (9) apparatus	
Police Protection	Thirty-one officers including chief of police. Eight civilian support/dispatch staff.	
Recreation	11 Parks with 425 acres	
Libraries	Wissahickon Valley Public Library	
Transportation:		
Bus	SEPTA Bus Service on Routes 94, 96, and 98	
Railway	SEPTA Regional Rail Line R-5 with access at the North Wales, Gwynedd Valley, Penlyn, and Ambler Rail Stations	
Highway	Township is located at the crossroads of U. S. Rt. 202 and U.S. Rt. 73.	
Education:		
Number of Schools (Fall 2010)	Public	Nonpublic
Elementary	3	1
Middle	0	0
Secondary	0	0
College	1	0
Township Employees:	2015	
Full Time	88	
Part Time	27	
Seasonal	45	
Population:	2010	2000
	18,875	18,562