



Schwenksville

Gateway to the Perkiomen Trail

To: Members of Borough Council
Mayor Joseph Giunta
Secretary-Treasurer Gail Phillips

FR: Borough Manager Anne W. Klepfer

December 6, 2017

RE: 2018 Operating Budget

I am pleased to present the final draft of the 2018 General Operating Budget. The purpose of this memorandum is to review the results of the Finance Committee & Council’s decisions regarding the proposed budget which was submitted on October 12, 2017 and was amended and authorized for advertisement and public comment on November 9th; and to update the financial information in the budget message which accompanied the proposed budget.

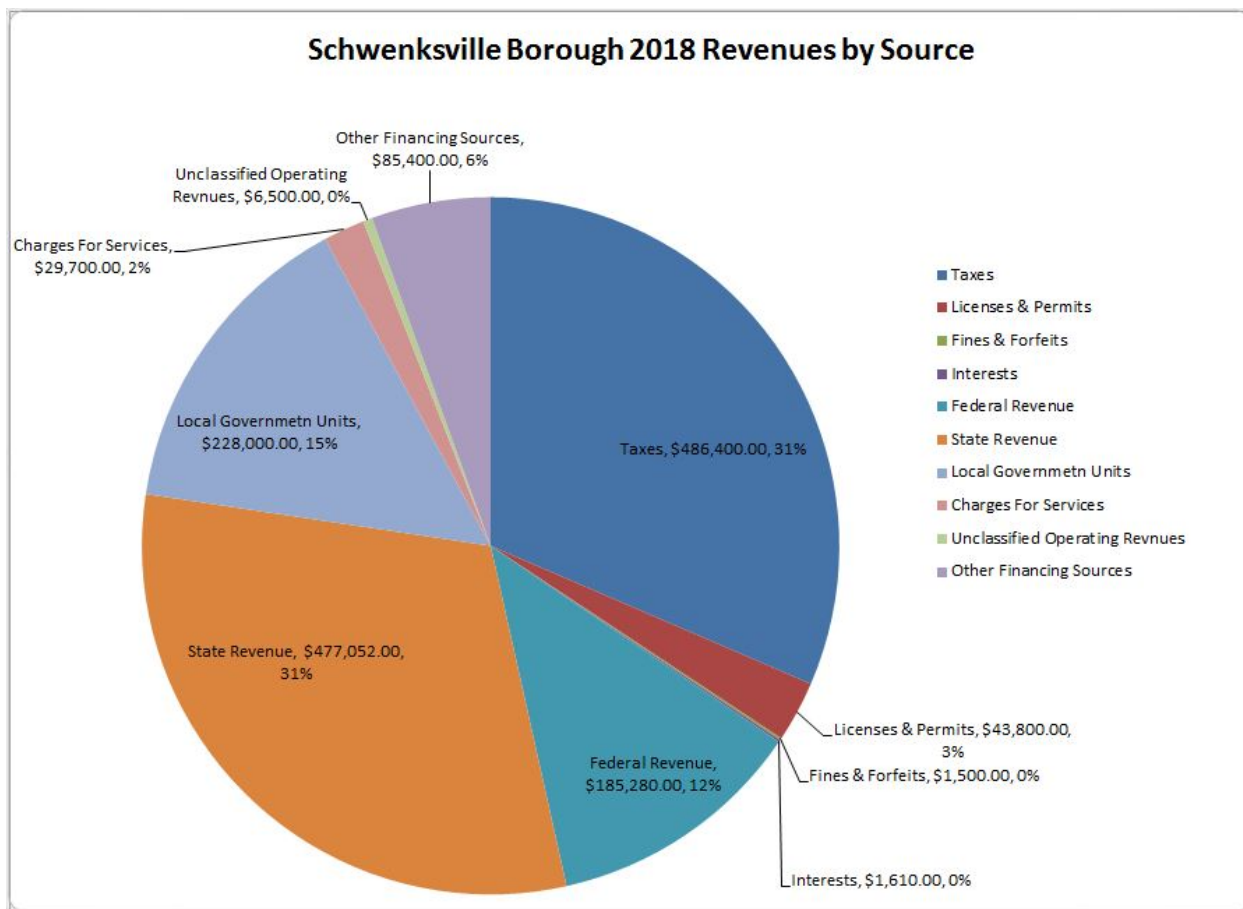
ESTIMATED REVENUE – ALL FUNDS

Real Estate Tax.....	\$ 320,400.00
Earned Income Tax.....	\$ 150,000.00
Act 511 Taxes.....	\$ 16,000.00
License & Permit Revenue.....	\$ 43,800.00
Fines & Penalty Revenue.....	\$ 1,500.00
Interest Earnings.....	\$ 1,610.00
Intergovernmental Revenue.....	\$ 890,332.00
Charges for Services.....	\$ 29,700.00
Unclassified Revenues.....	\$ 6,500.00
Total Estimated Revenues.....	<u>\$1,459,842.00</u>

OTHER FINANCING SOURCES- ALL FUNDS

Interfund Transfers.....	\$ 85,400.00
Use of Cash.....	\$ <u>257,903.00</u>
Total Other Financing Sources.....	\$ 343,303.00

Total Revenue and Other Financing Sources.....\$1,803,145.00



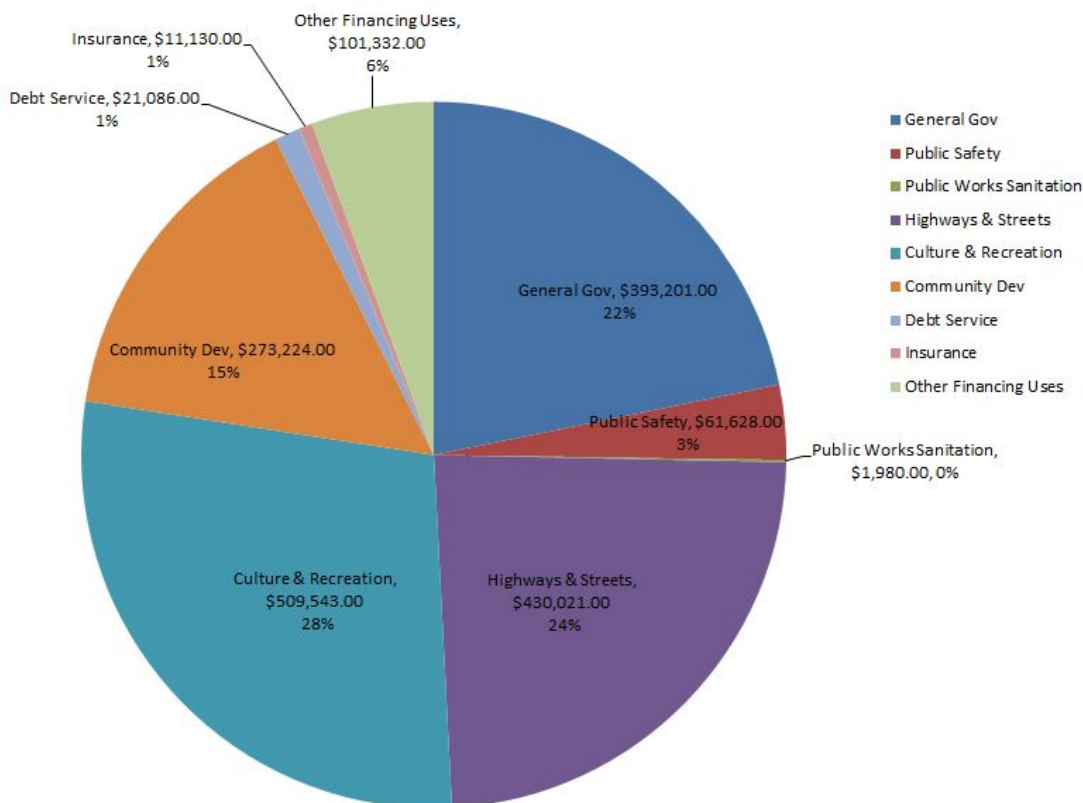
PROPOSED EXPENDITURES- ALL FUNDS

General Government Administration.....	\$ 393,201.00
Public Safety.....	\$ 61,628.00
Public Works Sanitation.....	\$ 1,980.00
Highways & Streets.....	\$ 430,021.00
Culture & Recreation.....	\$ 509,543.00
Community Development.....	\$ 273,224.00
Debt Service.....	\$ 21,086.00
Insurance.....	\$ <u>11,130.00</u>
Total Proposed Expenditures.....	\$1,707,813.00

OTHER FINANCING USES- ALL FUNDS

Interfund Transfers.....	\$ 85,400.00
Transfer to Capital Savings.....	\$ <u>15,932.00</u>
Total Other Financing Uses.....	\$ 101,332.00
Total Expenditures and Other Financing Uses.....	\$1,803,145.00

EXPENDITURES BY DEPARTMENT



REVENUE AND EXPENDITURE DISCUSSION

The 2018 Budget, including other financing sources, totals \$1,803,145.00 and is approximately 17% greater than the 2017 Budget of \$1,540,995. This increase is due to the capital project activity planned for 2018. The General Operation Budget increased 6%. Estimated total revenues for 2018 include \$1,459,842.00 in current revenue (those received in 2018), interfund transfers in the amount of \$85,400.00, and the use of \$257,903.00 in unappropriated fund balance (use of cash). Estimated total expenditures for 2018 include \$1,707,913.00 in general operating expenses, interfund transfers in the amount of \$85,400 and \$15,932.00 transferred to capital savings for future capital projects.

The two most significant components of the current revenue continue to be real estate taxes and earned income tax. Along with the Real Estate Transfer Tax, the two taxes will account for \$486,400.00 or 31% of the Total Budget and 84% of the General Fund Budget. In 2018, one mill of real estate tax should generate approximately \$51,078 in revenue at face value. Earned Income Tax Collections are estimated at \$150,000 or \$131.81 per capita. The

median house valued in the Borough will generate approximately \$927 in real estate tax revenue for the General Fund. The Median Income for an individual in Schwenksville Borough is approximately \$40,000.00 which would generate \$160.00 in earned income tax. The proposed 2018 Budget maintains the current Earned Income Tax Rate of .4% and maintains the tax millage of rates of 5.94 General Fund, .36 Fire Tax, and .10 Library Tax.

While the major revenue sources continue to be the taxes outlined above, new programming revenues are anticipated for 2018. As started in 2017, the Borough will continue to charge a nominal park permit fee for the privilege of reserving the Meadow Park facilities for a private function. The Park Board is charging \$45 per event. In addition, the Message Board on the newly acquired sign at 300 Main Street will continue to be made available to the public for messages within guidelines established by the Borough as per a fee schedule approved by Council.

The Capital Project Expenditures are budgeted at \$1,175,075 or approximately 65% of all proposed expenditures. Significant capital improvements budgeted in 2018 include Traffic Control Device Upgrades (\$100,941), Sidewalk Improvements (\$185,280), Park Improvements (\$484,488) and Community Development/Economic Development Improvements (\$273,224). In addition, an additional \$50,000 in road improvements is budgeted in the General Fund and Liquid Fuels Fund. Those projects will be determined as the Capital Improvement Plan for 2018 is reviewed and updated.

The Borough continues to seek out Grant Funding for both revitalization projects and maintenance/reconstruction of existing facilities. It also continues to budget for small capital repairs and more routine maintenance responsibilities such as line striping, stormdrain cleaning and road repairs. A Capital Plan and Fund Balance Policy were developed to assist the Borough with planning for and saving for capital improvements while still ensuring sufficient operating funds to finance daily operations.

Revenue and expenditure comparisons for 2018 and previous years are presented in detailed form under other sections of the final budget document. A summary comparing major revenue and expenditure categories in the 2018 General Fund Budget versus the 2017 Budget and 2017 year-end estimates are as follows:

General Fund 01		2017 Budget	2017 Year-End Estimate	2018 General Fund Budget	% Change '17-'18 Budget	% Change Est '17 Year End to '18 Budget
REVENUES						
Taxes						
301.00	Real Estate Taxes	\$306,146.00	\$321,179.10	\$320,400.00	4.66%	\$0.00
310.10	Real Estate Transfer Tax	\$16,000.00	\$21,902.84	\$16,000.00	0.00%	-\$0.27
310.20	Earned Income Tax	\$150,000.00	\$156,310.41	\$150,000.00	0.00%	-\$0.01
TOTAL TAXES		\$472,146.00	\$499,392.35	\$486,400.00	3.02%	-\$0.02
Licenses and Permits						
320-322	All Other Licenses and Permits	\$7,300.00	\$5,140.00	\$7,800.00	6.85%	\$0.52
321.80	Cable TV Franchise Area	\$36,000.00	\$37,775.93	\$36,000.00	0.00%	-\$0.05
TOTAL LICENSES AND PERMITS		\$43,300.00	\$42,915.93	\$43,800.00	1.15%	\$0.02
FINES AND FORFEITS						
330-332	District Court and Vehicle Code Violations	\$1,500.00	\$15,772.47	\$1,500.00	0.00%	\$0.20
TOTAL FINES AND FORFEITS		\$1,500.00	\$15,772.47	\$1,500.00	0.00%	\$0.20
INTEREST, RENTS AND ROYALTIES						
341.00	Interest Earnings	\$300.00	\$1,881.04	\$800.00	166.67%	-\$0.57
TOTAL INTEREST, RENTS AND ROYALTIES		\$300.00	\$1,881.04	\$800.00	166.67%	-\$0.57
STATE REVENUE						
354.15	Recycling Act 101	\$12,209.00	\$0.00	\$6,000.00	-50.86%	
355.01	Public Utility Realty Tax (PURTA)	\$490.00	\$472.56	\$490.00	0.00%	3.69%
355.07	Foreign Fire Insurance Tax	\$8,000.00	\$7,180.85	\$8,000.00	0.00%	11.41%
TOTAL STATE		\$20,699.00	\$7,653.41	\$14,490.00	-30.00%	89.33%
CHARGES FOR SERVICE						
361.00	General Government	\$1,000.00	\$1,795.00	\$2,800.00	180.00%	460.00%
362.00	Public Safety	\$22,600.00	\$29,307.32	\$20,100.00	-11.06%	-25.96%
367.00	Culture & Recreation	\$6,800.00	\$5,884.00	\$6,800.00	0.00%	15.57%
TOTAL CHARGES FOR SERVICE		\$30,400.00	\$36,986.32	\$29,700.00	-2.30%	-11.42%
UNCLASSIFIED OPERATING REVENUES						

389.00	All other unclassified operating Rev	\$0.00	\$241.26	\$0.00		-100.00%
TOTAL UNCLASSIFIED OPERATING REVENUES		\$0.00	\$241.26	\$0.00		-100.00%

TOTAL REVENUES		\$568,345.00	\$604,842.78	\$576,690.00	1.47%	-4.65%
OTHER FINANCING SOURCES						
392.00	Interfund Operating Transfers	\$0.00	\$0.00	\$400.00		
TOTAL OTHER FINANCING SOURCES		\$0.00	\$0.00	\$400.00		
TOTAL REVENUES AND OTHER FINANCING SOURCES						
		\$568,345.00	\$604,842.78	\$577,090.00	1.54%	-0.88%

General Fund 01		2017 Budget	2017 Est. Year End	2018 Budget	% Change 18 Budget to '17	% Change '18 TO '17 Est. Actual
EXPENDITURES						
GENERAL GOVERNMENT						
400.00	Legislative Body	\$7,600.00	\$7,266.78	\$8,100.00	6.58%	11.47%
401.00	Executive (Manager)	\$87,794.00	\$88,344.52	\$89,435.00	1.87%	0.60%
402.00	Auditing Services	\$400.00	\$435.00	\$600.00	50.00%	37.93%
403.00	Tax Collection	\$18,830.00	\$19,241.82	\$17,438.00	-7.39%	-9.28%
404.00	Solicitor	\$25,000.00	\$34,788.55	\$27,000.00	8.00%	-24.92%
405.00	Secretary/Clerk	\$57,729.00	\$53,243.58	\$55,328.00	-4.16%	5.01%
406.00	Other General Gov Administration	\$10,978.00	\$10,907.92	\$11,278.00	2.73%	4.41%
407.00	IT-Networking Services	\$4,500.00	\$1,280.90	\$5,000.00	11.11%	290.35%
408.00	Engineering Services	\$21,000.00	\$16,930.86	\$26,000.00	23.81%	49.05%
409.00	General Gov Buildings & Property	\$12,400.00	\$6,402.13	\$19,800.00	59.68%	209.27%
TOTAL GENERAL GOVERNMENT		\$246,231.00	\$238,842.06	\$259,979.00	5.58%	8.14%
PUBLIC SAFETY						
411.00	Fire	\$36,990.00	\$45,229.22	\$30,840.00	-16.63%	1.68%
412.00	Ambulance/Rescue	\$1,500.00	\$1,500.00	\$1,500.00	0.00%	0.00%
413.00	UCC& Code Enforcement	\$15,300.00	\$21,627.56	\$15,300.00	0.00%	-29.26%
414.00	Planning & Zoning	\$10,000.00	\$8,410.00	\$10,000.00	0.00%	18.91%
415.00	Emergency Management & Communications	\$500.00	\$149.12	\$500.00	0.00%	235.30%
419.00	Other Public Safety	\$3,488.00	\$3,680.17	\$3,488.00	0.00%	3.14%
TOTAL PUBLIC SAFETY		\$67,778.00	\$80,596.07	\$61,628.00	-9.07%	-5.77%
PUBLIC WORKS - SANITATION						
426.00	Recycling Collection & Disposal	\$4,030.00	\$1,748.00	\$1,980.00	-50.87%	13.27%

TOTAL PUBLIC WORKS - SANITATION		\$4,030.00	\$1,748.00	\$1,980.00	-50.87%	13.27%
PUBLICWORKS- HIGHWAYS & STREETS						
431.00	Cleaning & Marking Streets	\$15,000.00	\$5,185.21	\$15,000.00	0.00%	189.28%
432.00	Winter Snow Removal	\$25,000.00	\$7,742.50	\$25,000.00	0.00%	222.89%
433.00	Traffic Control Devices	\$800.00	\$8,175.83	\$1,000.00	25.00%	-87.77%
434.00	Street Light Repair	\$900.00	\$1,420.62	\$800.00	-11.11%	-43.69%
436.00	Storm Sewers & Drains	\$10,000.00	\$12,558.05	\$10,000.00	0.00%	-20.37%
438.00	Maintenance & Repairs of Roads & Bridges	\$20,000.00	\$12,887.78	\$20,000.00	0.00%	55.19%
439.00	Highway Construction & Rebuilding Projects	\$25,000.00	\$18,984.00	\$25,000.00	0.00%	31.69%
TOTAL PUBLIC WORKS- HIGHWAYS & STREETS		\$96,700.00	\$66,953.99	\$96,800.00	0.10%	44.58%
CULTURE & RECREATION						
454.00	Parks	\$8,000.00	\$10,408.60	\$10,000.00	25.00%	-3.93%
456.00	Libraries	\$4,900.00	\$4,871.54	\$4,900.00	0.00%	0.58%
457.00	Civic Celebrations	\$4,200.00	\$4,129.74	\$4,200.00	0.00%	1.70%
459.00	All Other Cultural & Recreation	\$5,430.00	\$5,816.68	\$5,955.00	9.67%	2.38%
TOTAL CULTURE & RECREATION		\$22,530.00	\$25,226.56	\$25,055.00	11.21%	-0.68%
DEBT SERVICE						
471.00	Debt Principal	\$17,536.00	\$15,179.98	\$17,447.00	-0.51%	14.94%
472.00	Debt Intererst	\$2,617.00	\$3,249.36	\$3,639.00	39.05%	15.97%
TOTAL DEBT SERVICE		\$20,153.00	\$18,429.34	\$21,086.00	4.63%	15.12%
INSURANCE						
486.00	Insurance, Casualty, and Surety	\$26,216.00	\$8,998.69	\$9,630.00	-63.27%	-51.50%
TOTAL INSURANCE		\$26,216.00	\$8,998.69	\$9,630.00	-63.27%	-51.50%
TOTAL EXPENDITURES		\$483,638.00	\$440,794.71	\$476,158.00		
OTHER FINANCING USES						
492.00	INTERFUND OPERATING TRANSFERS	\$85,907.00	\$80,045.96	\$100,932.00	17.49%	55.17%
TOTAL OTHER FINANCING USES		\$85,907.00	\$80,045.96	\$100,932.00	17.49%	55.17%
TOTAL EXPENDITURES & OTHER FINANCING USES		\$569,545.00	\$520,840.67	\$577,090.00	1.32%	14.74%

ISSUES FOR CONSIDERATION

The 2018 proposed budget was advertised pursuant to Section 1308 of the Commonwealth of Pennsylvania Borough Code. Public Notice was given of a ten (10) day public comment period and Council's intent to adopt the Budget as advertised. No written, emailed or verbal public comments were received by Borough Staff; however, at the November 9th, 2017 Council Meeting a request was made that would have an effect on future budgeting.

Chris Melville, the Borough's Fire Marshall and Emergency Management Coordinator as well as a Lower Frederick Fire Department Captain, asked if Council would consider establishing a volunteer service tax credit program under Act No. 172 of 2016 whereby Council would adopt an Ordinance setting forth and establishing eligibility criteria as well as type and limits of a tax credit for active volunteers serving at a volunteer fire company or a nonprofit emergency medical services agency.

Considerations:

1. Who is eligible and the criteria for eligibility. Does it only apply to Borough Residents serving in the Lower Frederick Fire Company? Or, any Fire Company. Does it apply to Fire Police members?
2. What type of credit and how much of a credit would have the least amount of impact on the Borough's finances?
3. How many eligible fire fighters are there that could apply for this credit for 2018. This number could increase in the future; however the Ordinance could be amended or repealed.
4. It comes off the General Fund Tax Liability

Real Estate Tax Credit

The act provides that a tax credit shall apply to tax levied on a residential real property owned and occupied by an active volunteer who is certified under the Law. The amount of the tax credit authorized by an ordinance shall not exceed 20% of the tax liability of the active volunteer.

Example: Fire Fighter A owns and occupies real property assessed at \$112,370 and has a tax liability to Schwenksville Borough of 6.4 mills or \$719.17. A 2% discount is applied to anyone who pays their tax bill in full during the discount period which ends April 30th.

- a) 20% - Maximum permitted = \$143.83 discount
- b) 15% = \$107.88 discount
- c) 10% = \$71.92 discount

Earned Income Tax Credit

The act provides another option for a tax credit and that is to be granted against a qualified individuals earned income tax obligation. Schwenksville Borough levies a .4% earned income tax. The median income in the Borough is approximately \$40,000 per year. A chart below indicates different income levels and how much people pay in earned income taxes. The Borough can establish any amount of discount; the cap is the amount of obligation. So, if the credit is \$100.00 and the eligible volunteer only is obligated to pay \$85 in earned income tax, the credit would become \$85.00

- 1) \$40,000 - \$160
- 2) \$60,000- \$240
- 3)\$80,000 - \$320
- 4)\$100,000 - \$400

I am only aware of four individuals who are active fire fighters/Fire Police for Lower Frederic Township Fire Company who would be eligible. Three of the four own real property of similar value as Fire Fighter A above. Earned Income of each is unknown. The median income in the Borough is about \$40,000.

In either case, if Council is so inclined to pursue this Tax Credit, I would recommend setting up to be a fixed dollar amount for example:

1. A Real Estate Tax Credit of \$100 or an amount not to exceed 20% of the Tax liability of any qualified volunteer; or
2. An Earned Income Tax Credit of \$100 or an amount not to exceed the amount of the individual qualified volunteer's tax obligation.

For 2018 implementation of such a program would cost the borough the legal fees for developing and advertising the ordinance and the cost of the tax credits. Such a plan is required to be in place at least 45 days before Tax Notices are Mailed and there is a 30 day Public Notice Requirement. Because Tax Notices are mailed March 1st, the Ordinance would have to be adopted and implemented no later than January 15th. The public notification requirement would take that back to December 15th. So, basically, it is too late to adopt and implement this program for 2018. Council should consider the request for 2019.

they are used contrary to their labels. The Budget Reserve should be the Assigned Fund Balance or 3 months Budget Reserve that never is touched and is the Borough's safety net. The PLGIT Savings Should then hold the Borough's Discretionary Reserves and Committed Capital Savings (Grant Match money).

Recommendations: Transfer \$50,006 from PLGIT Savings to PLGIT Budget Reserve.

It is estimated that by the end of the year the discretionary reserves will be reduced to \$90,049 if the Borough breaks even in 2018. This number would increase if we finish in the black and decrease if we finish in the red.

SCHWENKSVILLE BOROUGH 2018 BUDGET AS ADOPTED



Adopted December 14, 2017

2018 Borough Draft Budget Summary November 9, 2017

	Budget Balancing Figure	Revenues	(Cash Reserves)	Expenditures
GENERAL FUND - 01	\$577,090.00	\$577,090.00	\$0.00	\$577,090.00
CAPITAL PROJECT FUND - 30	\$1,175,075.00	\$932,952.00	-\$242,123.00	\$1,175,075.00
FIRE COMPAN MUSEUM FUND 52	\$3,980.00	\$650.00	-\$3,330.00	\$3,980.00
LIQUID FUELS FUND - 35	\$47,000.00	\$34,550.00	-\$12,450.00	\$47,000.00
	\$1,803,145.00	\$1,545,242.00	-\$257,903.00	\$1,803,145.00

Notes:

- 1 Current Draft Capital Fund proposes \$257,903.00 of Borough Funds from General Fund and General Fund Cash Reserves; includes grant funds received prior years
- 2 Current Draft Liquid Fuels Budget proposes \$12, 450 of Cash Reserves for use in a TBD Project
- 3 \$20,000 Opening Balance for Fire Museum Fund projected to be received in 2017. 2018 Revenues are interest only.

GENERAL FUND 01	2018
Income	
300-000 · Tax Revenues	
301-000 · Real Estate Taxes	
301-100 · Real Estate Taxes-Current Year	290,000.00
301-200 · Real Estate Taxes -Prior Years	7,500.00
301-900 · Fire Tax	18,000.00
932-RC[-1]-RC[1]	4,900.00
Total 301-000 · Real Estate Taxes	320,400.00
Total 300-000 · Tax Revenues	320,400.00
310-000 =RC[-1]-RC[1]	
310-100 · Real Estate Transfer Tax	16,000.00
310-200 · Earned Income Tax	150,000.00
Total 310-000 · Local Tax Act (Act 511)	166,000.00
321-000 · Business Licenses & Permits	
321-400 · Business Licenses & Permits-All	300.00
321-800 · Cable Television Franchise Fees	36,000.00
Total 321-000 · Business Licenses & Permits	36,300.00
322-000 · Non-Business Licenses & Permits	
322-500 · Street Opening Permit	3,000.00
322-700 · Rental Registration	4,500.00
Total 322-000 · Non-Business Licenses & Permits	7,500.00
331-000 · Fines	
331-100 · Distric Court Magistrate	1,000.00
331-110 · Vehicle Code Violations	500.00
Total 331-000 · Fines	1,500.00
332-000 · Restitutions	
332.100 · Insurance Restitutions	0.00
Total 332-000 · Restitutions	0.00
341.000 · Annual Interest Earnings	
341-000 · Interest Earnings	800.00
Total 341.000 · Annual Interest Earnings	800.00
351-000 · Fed. Capital & Operating Grant	
351-030 · Highways & Streets	0.00
351-090 · Community Development	0.00
Total 351-000 · Fed. Capital & Operating Grant	0.00
354-000 · State Capital and Operating Gra	
354-030 · Highwways and Streets	
354-150 · Recycling Act 101	6,000.00
Total 354-000 · State Capital and Operating Gra	6,000.00
355-000 · State Shared Rev. & Entitlement	
355-010 · Public Utility Realty Tax	490.00
355-070 · Foreign Fire Insurance Tax	8,000.00
Total 355-000 · State Shared Rev. & Entitlement	8,490.00
361-000 · Zoning & Subdivision Fees	

GENERAL FUND 01	2018
361-320 · Subdivision Application Fees	1,000.00
361-330 · Zoning Permit Fees	800.00
361-340 · Zoning Hearing Fees	1,000.00
Total 361-000 · Zoning & Subdivision Fees	2,800.00
362-000 · Public Safety	
362-140 · Crossing Guard	1,500.00
362-400 · UCC State Fee	100.00
362-410 · Building Permits	9,500.00
362-420 · Electrical Permits	2,500.00
362-430 · Plumbing Permits	1,000.00
362-450 · Use & Occupancy Permit	3,500.00
362-500 · Mechanical Permits	1,500.00
362-700 · Stormwater Permits	500.00
Total 362-000 · Public Safety	20,100.00
367-000 · Park & Recreation Activity Fees	
367-021 · Community Day	6,300.00
367-140 · Park Reservation Fees	400.00
367-500 · General Donations	100.00
Total 367-000 · Park & Recreation Activity Fees	6,800.00
389-000 · Unclassified Operating Revenues	
389-900 · Misc. Operating Revenues	0.00
Total 389-000 · Unclassified Operating Revenues	0.00
392-000 · Interfund Operating Revenues	
392-300 · Transfer from Capital Fund	
392-400 · Transfers from Trash	0.00
392-530 · Transfer from Museum Fund	400.00
Total 392-000 · Interfund Operating Revenues	400.00
Total Income	577,090.00
	577,090.00
Expense	
400-000 · General Governing Body	
400-174 · Training, Seminars & Education	2,000.00
400-319 · Misc. Expenses-Council	500.00
400-342 · Printing Expenses	0.00
400-352 · General Liability	0.00
400-353 · Public Officials Liability	0.00
400-420 · Dues, Subs. & Memberships	5,000.00
400-453 · Web Design/Maintenance	600.00
Total 400-000 · General Governing Body	8,100.00
401-000 · Borough Manager Expenses	
401-110 · Borough Manager Salary	77,836.00
401-192 · Social Security Exp.-Manager	4,826.00
401-193 · Medicare Exp.-Manager	1,129.00

GENERAL FUND 01	2018
401-195 · Workers Compensation Insurance	0.00
401-197 · Deferred Compensation	1,820.00
401-321 · Cell Phone Reimbursement	624.00
401-420 · Dues, Subs. & Memberships	3,200.00
Total 401-000 · Borough Manager Expenses	89,435.00
402-000 · Auditing Expenses	
402-105 · Elected Auditors	600.00
Total 402-000 · Auditing Expenses	600.00
403-000 · Tax Collectors	
403-105 · Tax Collector's Commission	13,500.00
403-192 · Social Security-Tax Collector	837.00
403-193 · Medicare-Tax Collector	196.00
403-210 · Tax Collectors Supplies	500.00
403-310 · Berkheimer Commission	2,015.00
403-355 · Bond-Tax Collector	100.00
403-456 · MCTCC EIT Admin Fee @ 1%	50.00
403.390 · Tax Collector Bank Charges	240.00
Total 403-000 · Tax Collectors	17,438.00
404-000 · Solicitor/Legal Services	
404-310 · Professional Legal Services	15,000.00
404-314 · Special Legal Services	0.00
404-317 · Administrative Meeting Fees	7,000.00
404-318 · Codification	5,000.00
404-341 · Advertising & Printing Fees	0.00
Total 404-000 · Solicitor/Legal Services	27,000.00
405-000 · Secretary/Clerk	
405-110 · Secretary/Clerk Salary	40,188.00
405-192 · Social Security-Secartary/Clerk	2,492.00
405-193 · Medicare-Secretary/Clerk	583.00
405-195 · Workers Compensation Insurance	0.00
405-196 · Health Insurance	10,235.00
405-197 · Deferred Compensation	1,200.00
405-355 · Public Employee Bond	630.00
405.180 · Overtime Paid	0.00
Total 405-000 · Secretary/Clerk	55,328.00
406-000 · Gov't General & Admin. Exp	
406-210 · Office Supplies Expense	1,800.00
406-213 · Hardware & Software Expense	3,000.00
406-215 · Postage & Delivery Exp	1,000.00
406-252 · Computer Repairs & IT Service	2,000.00
406-319 · Misc. Office Expenses	300.00
406-321 · Telephone Expense	1,500.00
406-325 · E-Newsletter Communications	400.00
406-341 · Ads & Printing Expense	4,100.00
406-353 · Treasurer Bond	578.00

GENERAL FUND 01	2018
406-374 · Copy Machine Expense	1,500.00
406-390 · Bank Service Charges & Fees	100.00
Total 406-000 · Gov't General & Admin. Exp	16,278.00
408-000 · Engineering Services	
408-313 · Engineering & Architectural Fee	16,000.00
408-317 · Administrative Meeting Fees	10,000.00
Total 408-000 · Engineering Services	26,000.00
409-000 · General Gov't Building	
409-351 · Workers Comp Admin Fee	0.00
409-353 · Property & Boiler Insurance	0.00
409-361 · Electric Expense	3,750.00
409-362 · Gas-Heating Expense	4,350.00
409-364 · Water & Sewer Expense	1,700.00
409-370 · Repairs & Maintenance Exp	8,000.00
409-376 · General Cleaning-Borough Hall	2,000.00
409-740 · Major Capital Expense	0.00
Total 409-000 · General Gov't Building	19,800.00
411-000 · Public Saftey-Fire	
411-188 · Fire Marshall Stipend	400.00
411-195 · Workers Compensation-Fire	0.00
411-352 · Auto Insurance	0.00
411-357 · Foreign Fire Relief	8,000.00
411-363 · Hydrant Service	4,440.00
411-364 · Water & Sewer-Fire Co.	0.00
411-430 · Fire Tax	18,000.00
411-540 · Contribution to Fire Company	0.00
Total 411-000 · Public Saftey-Fire	30,840.00
412-000 · Public Saftey-Ambulance/Rescue	
412-540 · Contribution to Ambulance Svc	1,500.00
Total 412-000 · Public Saftey-Ambulance/Rescue	1,500.00
413-000 · UCC and Code Enforcement	
413-195 · Workers Compensation	0.00
413-310 · Code Enforcement-Outside Svc	15,000.00
413-317 · PA UCC Admin. fees	300.00
Total 413-000 · UCC and Code Enforcement	15,300.00
414-000 · Planning & Zoning	
414-310 · Legal Svcs-Zoning & Planning	2,500.00
414-341 · Advertising Expense	0.00
414-450 · Contracted Services	8,148.00
Total 414-000 · Planning & Zoning	10,648.00
415-000 · Emergency Mgt & Communication	
415.210 · Supplies	500.00
Total 415-000 · Emergency Mgt & Communication	500.00

GENERAL FUND 01	2018
419-000 · Other Public Safety	
419-115 · Salary/Wages-Crossing Guard	3,240.00
419-192 · Social Security-Crossing Guard	201.00
419-193 · Medicare-Crossing Guard	47.00
419-195 · Workers Compensation	0.00
419.740 · Capital Purchase	0.00
Total 419-000 · Other Public Safety	3,488.00
426-000 · SANITATION	
426-310 · Recycling Grant Consultation	1,980.00
Total 426-000 · SANITATION	1,980.00
431-000 · Highway, Roads & Streets	
431-375 · Cleaning & Marking Streets	15,000.00
Total 431-000 · Highway, Roads & Streets	15,000.00
432-000 · Winter Maint.-Snow Removal	
432-377 · Snow Removal/Salt	25,000.00
Total 432-000 · Winter Maint.-Snow Removal	25,000.00
433-000 · Traffic Controls & Devices	
433-372 · Street Signs	1,000.00
433-374 · Traffic Lights	0.00
Total 433-000 · Traffic Controls & Devices	1,000.00
434-000 · Street Lighting	
434-378 · Street Light Maintenance/Repair	400.00
434-379 · Christmas Light Maint./Repairs	400.00
Total 434-000 · Street Lighting	800.00
436-000 · Storm Sewers & Drains	
436-379 · Sewer & Drain Maint./Repairs	10,000.00
Total 436-000 · Storm Sewers & Drains	10,000.00
438-000 · Maint./Repairs-Roads & Bridge	
438-379 · Street & Road Maint./Repairs	20,000.00
Total 438-000 · Maint./Repairs-Roads & Bridge	20,000.00
439-000 · Hwy Construction & Rebuilding	
439-372 · Construction/Rebuilding Project	25,000.00
Total 439-000 · Hwy Construction & Rebuilding	25,000.00
454-000 · Parks & Cultural Prjects	
454-379 · Maintenance/Repair Svc	10,000.00
Total 454-000 · Parks & Cultural Prjects	10,000.00
456-000 · Library Expenses	
456-450 · Library Tax	4,900.00
Total 456-000 · Library Expenses	4,900.00
457-000 · CIVIC CELEBRATIONS	
457-510 · Summer Concerts	2,200.00
457-520 · Contr to Halloween Parade	2,000.00
Total 457-000 · CIVIC CELEBRATIONS	4,200.00
459.000 · Community Day Expenses	

GENERAL FUND 01	2018
459.210 · Supplies	255.00
459.216 · Signs/flyers	500.00
459.218 · Other Expenses	5,200.00
Total 459.000 · Community Day Expenses	5,955.00
471-000 · Debt Principal	
471-470-Building Loan Principal	0.00
471-200 · Debt Principal Del Val Loan	11,000.00
471-471 · Debt Principal-PennVest	4,560.00
471-476 · Debt Principal Street Lights	1,887.00
Total 471-000 · Debt Principal	17,447.00
472-000 · Debt Interest	
472-470- Building Loan Interest	0.00
472-471 · Penn Vest Interest Exp	962.00
472-475 · Delaware Valley Regional Author	1,185.00
472-476 · Debt Interest Street Lights	1,492.00
Total 472-000 · Debt Interest	3,639.00
486-000. Insurance, Casualty, and Surety	
486-194-Unemployment Compensation	310.00
486-351- Property Insurance	4,120.00
486-352 - Liability (General Casualty)	2,400.00
486-354 - Worker's Compensation	900.00
486-355- Public Officials Liability Insurance	1,900.00
Total 486-000. Insurance, Casualty and Surety	9,630.00
492-000 · Interfund Operating Expense	
492-300 · Trans. to Capital Project Fund	85,000.00
492-310 · Transfer to Capital Fund Saving	15,284.00
492-350 · Transfers to Liquid Fuels	0.00
Total 492-000 · Interfund Operating Expense	100,284.00
Total Expense	577,090.00
	0.00

CAPITAL FUND 30		2018
Income		
341-000-INTEREST EARNINGS		
341-001- Checking Acct Interest		5.00
341-005-Interest - Savings		5.00
Total 341-000-INTEREST EARNINGS		10.00
351-000-FEDERAL CAPITAL GRANTS		
351-090-CDBG Grant (Infrastruc)		185,280.00
Total 351-000-FEDERAL CAPITAL GRANTS		185,280.00
354-STATE GRANTS		
354-010-DEP Grant (Commun Dev)		0.00
354-030-PennDOT_ARLE Grant		103,162.00
354-070-Parks & Recreation		325,000.00
Total 354-STATE GRANTS		428,162.00
357-000-MONTCO GRANTS		
357-040-Trail Parking Contr		28,000.00
357-030-Economic Dev.		200,000.00
357-035- Dirt & Gravel Road \$		0.00
Total 357-000-MONTCO GRANTS		228,000.00
387-000- CONT- PRVT SOURCE		
387-300-Donat fm prvte Sources		0.00
387-100- PECO Grant		0.00
387-110- Suburban Realtors Alliance		0.00
387-200- Donations -Fire Co		6,500.00
Total 387-000- CONT- PRVT SOURCE		6,500.00
392-000-INTERFUND TRANSFERS		
392-001-Trans from General Fund		85,000.00
392-009-Trans from Trash Fund		0.00
Total 392-000-INTERFUND TRANSFERS		85,000.00
Total Income		932,952.00
Expense		
402-000-Finance Admin		
402-317- Bank Service Charges		0.00
Total 402-000-Finance Admin		0.00
404-000-LEGAL SERVICES		
404-310-Legal Fees		5,000.00
Total 404-000-LEGAL SERVICES		5,000.00
408-000-ENGINEERING		
408-313-Engineering Design		74,147.00
408-317- Engineering Inspection		51,995.00
Total 408-000-ENGINEERING		126,142.00
433-000-Traffic Control Devices		
433-372-Traffic/Signals or Sign		100,941.00

CAPITAL FUND 30	
	2018
Total 433-000-Traffic Control Devices	100,941.00
435-000-SIDEWALKS, CURBS, RAMPS	
435-370-Sidewalks	185,280.00
435-372-Handicap Ramps	0.00
Total 435-000-SIDEWALKS, CURBS, RAMPS	185,280.00
436-000-STORM H2O MGT	
436-245- Construction Supplies	0.00
Total 436-000-STORM H2O MGT	0.00
438-000-MAINT & REPAIRS TO RDS	
438-720-Capital Improve. to Rds	0.00
438-721-Green Alleyway Project	0.00
Total 438-000-MAINT & REPAIRS TO RDS	0.00
454-000-PARK Construction	
454-720-Meadow Park Phase I	0.00
454.721. General Park Improveme	0.00
454-722 Meadow Park Phase II	484,488.00
Total 454-000-PARK Construction	484,488.00
463-000-ECONOMIC DEVELOPMENT	
463-620-Old Post Office Project	5,000.00
463-610-Plaza Construction	268,224.00
463-510-Mural Art	0.00
Total 463-000-ECONOMIC DEVELOPMENT	273,224.00
492-000-INTERFUND TRANSFERS	
492-001-Trans to General Fund	0.00
Total 492-000-INTERFUND TRANSFERS	0.00
Total Expense	1,175,075.00
	-242,123.00

Borough of Schwenksville
Fire Company Museum Fund 52

2018

Income

341-000-INTEREST EARNINGS

341-001- Checking Acct Interest 150.00

341-005-Interest - Savings 500.00

Total 341-000-INTEREST EARNINGS 650.00

387-000- CONT- PRVT SOURCE 932,952.00

387-300-Donat fm prvte Sources 0.00

387-200- Donations -Fire Co 0.00

Total 387-000-CONT-PRVT SOURCE 0.00

392-000-INTERFUND TRANSFERS

392-001-Trans from General Fund 0.00

Total 392-000-INTERFUND TRANSFERS 0.00

Total Income 650.00

Expense Current Draft Capital Fund proposes \$257,903.00 of Borough I

454-000 · Museum Building Maintenance

454.321. Telephone Expense 900.00

454.329. Alarm Monitoring System 180.00

454-370. General Maintenance 1,000.00

Total 454-000 · Parks & Cultural Prjects 2,080.00

486-000. Insurance, Casualty, and Surety

486-350-Property Insurance - Museum 1,500.00

Total 486-000. Insurance, Casualty and Surety 1,500.00

492-000-INTERFUND TRANSFERS

492-001-Trans to General Fund 400.00

Total 492-000-INTERFUND TRANSFERS 400.00

Total Expense 3,980.00

FUND BALANCE -3,330.00

Schwenksville Borough
Liquid Fuels Fund 35

	20:
	2018
Ordinary Income/Expense	
Income	
340.000 · Interest Earned	
341.030 · Interest Income	150.00
Total 340.000 · Interest Earned	150.00
350.000 · Grants	
932952	34,400.00
Total 350.000 · Grants	34,400.00
392-000 · Interfund Operating Transf	0.00
Total Income	34,550.00
Expense	
432.000 · Winter Maintenance	
432.200 · Salt/Ciders Purchased	10,000.00
Total 432.000 · Winter Maintenance	10,000.00
433.000 · Traffic Control Devices	
Current 433-372 · Traffic/Street Signs	8,000.00
Total 433.000 · Traffic Control Devices	8,000.00
434.000 · Hwy. Maint St. Lights	
434.360 · Street Lights Electric	4,000.00
Total 434.000 · Hwy. Maint St. Lights	4,000.00
438.000 · Hwy. Maint. Repair Streets	
438.370 · Street Main/Repair	25,000.00
Total 438.000 · Hwy. Maint. Repair Sts	25,000.00
Total Expense	47,000.00
Net Ordinary Income	-12,450.00
	-12,450.00

2017 Current Tax Revenue Projections						
	Assessed Valuation	General 5.94 Mills	Fire .36 Mills	Library .10 Mills	Total: 6.4 Mills	Collection Cost
6/20/2017	51,500,425	305,913	18,540	5,150		329,603
	90% Collection	275,321	16,686	4,635		296,642
	95% Collection	\$290,616.90	\$17,798.55	\$4,892.54		

Tax Increase Option Projections

Tax Increase Scenerios

	.5 Mills	1 Mill	2 Mills	2.5 Mills	3 Mills
90% Collection	25,778.14	51,556.28	103,113	128,890.69	154,668.83
90% Collection	23,200.32	46,400.65	92,801	116,002	139,202

additional TC Cost 2,320

MEDIAN HOME OWNER PAYS:	General Tax 5.94 Mills	Fire Tax: .36	Library Tax: .10 Mills	Total Local Tax: 6.4 Mills
Median House Price (2012):	\$156,000.00	\$926.64	\$56.16	\$15.60
				\$998.40
2.5 Mill Increase		\$390.00		
		\$1,316.64	\$56.16	\$15.60
				\$1,388.40

Consideration for Police

2016 Real Estate Tax Distribution for Median Valued Home		
Schwenksville Borough	\$998.40	6.4 Mills
Montgomery County	\$539.60	3.459 Mills
Perkiomen Valley Schools	\$4,815.72	30.87 Mills
	\$6,353.72	40.729

Local Services Tax would bring between \$9,000 and \$10,000 the first year and between \$12,000 and \$13,500 the second year

ACTIVE GRANTS	Grant Award	Matching		Total Project Cost	Completion Date	Expense Year	Matched with other Sources	Notes
		Dollars						
2014 ARLE GRANT - PERKIOMEN AVE	\$29,750	\$12,134	\$41,884	Mar-18	2015-2018			
2014 ARLE GRANT - GAME FARM RD	\$73,800	\$36,403	\$110,203	Mar-18	2015-2018			
PECO Grant	\$6,750	\$6,750	\$13,500	Must re-apply in 2017	2018-2019			
Suburban Realtors Alliance	\$5,000	\$1,000	\$6,000	2018	2018	Could be match to PECO Grant	Bike Rack	
Transportation Alternatives Program Pedestrian Improvements	\$500,000	\$185,695	\$685,695	Pending	2018-2020	General Fund Reserves	No Streetscaping Furniture	
2017 CDBG Application Main Street Sidewalks Phase II	\$185,280	\$29,800	\$215,080		2018		East & West Side of 100 Block of Main	
2018 CDBG Application - Handicap Improvements	\$40,000	\$8,000	\$48,000	2019	2019	Handicap Upgrades to Fire House		
GTRP Grant - Meadow Park	Match for DCNR \$200,000	\$79,188	\$279,188	Awarded	2016-2018	28000 & DCNR \$250,000	\$21,808 in Engineering, Permits, Contingency costs. Total Borough Contribution - \$46,808	
DCNR C2P2 - Meadow Park	\$250,000	\$28,000	\$278,000	Awarded	2016-2018	See GTRP		
Old Post Office Grants	\$15,000	\$10,000	\$25,000		2017	Home Depot Grant & DAR Grant	Historical Society Funds	
Plaza Grant	\$200,000	\$68,224	\$268,224	Awarded	2017-2018		Fire Company Contributed \$6,500	
	\$1,505,580	\$465,194	\$1,970,774					

Projects seeking Grant Money

- Post Office Restoration
- Ornamental Street Lighting
- Medallions/Historic Markers
- Murals
- 140 Main Street Gate
- Ornamental Bike Racks
- Moccia's Steps down into the Park
- Entrance Sign to the Park
- Stormwater Mgt. Rear of Borough Hall
- Borough Hall Accessibility/Expansion
- Summit Avenue
- 2nd Street - south of Perkiomen Aven
- Main Street Sidewalks & Curbs
- Summit Avenue North
- Summit Avenue Sidewalk Improvement

PECO?

PROJECT COST BREAKDOWN	Construction	Engineering	Legal & Contingency
2014 ARLE GRANT - PERKIOMEN AVE	\$29,750.00	\$13,624.00	\$500.00
2014 ARLE GRANT - GAME FARM RD	\$71,191.00	\$40,003.00	\$500.00
2017 CDBG Grant - Sidewalks	\$185,280.00	\$29,800.00	\$500.00
2018 CDBG Application - Handicap Improvements	\$40,000.00	\$8,000.00	\$2,000.00
Meadow Park Phase II Improvements	\$421,150.00	\$72,700.00	\$24,058.00
Realtors Alliance Grant	\$6,000.00	\$0.00	\$0.00
Main Street Pedestrian Improvements	\$500,000.00	\$185,695.00	\$2,000.00
Old Post Office Project	\$25,000.00	\$10,000.00	\$2,000.00
Plaza Grant	\$241,500.00	\$40,234.00	\$5,500.00
	\$1,519,871.00	\$391,056.00	\$37,058.00

BUDGET SCHEDULE	2017	2018	2019	2020 Total
2014 ARLE GRANT - PERKIOMEN AVE		\$29,750		\$29,750
Engineering	\$4,175	\$1,490		\$5,665
Legal/Other				\$16,085
2014 ARLE GRANT - GAME FARM RD		\$71,191		\$71,191
Engineering	\$12,526	\$3,600		\$16,126
Legal/Other				\$55,065
Meadow Park Phase II Improvements		\$484,488	\$0	\$484,488
Engineering	\$50,501	\$14,000	\$8,000	\$72,501
Legal/Other	\$8,207	\$2,000	\$10,000	\$20,207
Old Post Office Project		\$25,000		\$25,000
Engineering	\$5,000	\$5,000		\$10,000
Legal/Other				\$15,000
2017 CDBG Application Main Street Sidewalks Phase II		\$124,800		\$124,800
Engineering		\$29,800		\$29,800
Legal/Other		\$500		\$500
2018 CDBG Application - Handicap Improvements		\$40,000		\$40,000
Engineering		\$8,000		\$8,000
Legal/Other		\$0		\$0
Plaza Grant		\$268,224		\$268,224
Engineering	\$7,330	\$32,905		\$40,234
Legal/Other	\$3,000	\$1,000		\$4,000
TA Set-Aside Main Street Pedestrian Improvements		\$500,000		\$500,000
Engineering		\$44,347	\$44,347	\$88,694
Legal/Other		\$20,000	\$20,000	\$40,000
PECO Green Region Grant		\$6,750		\$6,750
Engineering		\$2,000		\$2,000
Other		\$1,000		\$1,000
Suburban Realtors Grant		\$6,000		\$6,000
Engineering		\$1,200		\$1,200

General Fund 01		Sep 30, 17
ASSETS		
Current Assets		
Checking/Savings		442,323.57
Accounts Receivable		220.00
Total Current Assets		<u>442,543.57</u>
TOTAL ASSETS		<u>442,543.57</u>
LIABILITIES & EQUITY		
Liabilities		
Current Liabilities		
Accounts Payable		41.11
Other Current Liabilities		20,674.50
Total Current Liabilities		<u>20,715.61</u>
Total Liabilities		20,715.61
Equity		421,827.96
TOTAL LIABILITIES & EQUITY		<u>442,543.57</u>

Capital Fund 30		Sep 30, 17
ASSETS		
Current Assets		
Checking/Savings		1,405.23
Total Current Assets		<u>1,405.23</u>
TOTAL ASSETS		<u>1,405.23</u>
LIABILITIES & EQUITY		
Equity		1,405.23
TOTAL LIABILITIES & EQUITY		<u>1,405.23</u>

Total Assets: 492,822.89

Liquid Fuels Fund 35		Sep 30, 17
ASSETS		
Current Assets		
Checking/Savings		48,874.09
Total Current Assets		<u>48,874.09</u>
TOTAL ASSETS		<u>48,874.09</u>
LIABILITIES & EQUITY		
Equity		48,874.09
TOTAL LIABILITIES & EQUITY		<u>48,874.09</u>

Schwenksville Borough
Fund Balance Policy
Developed for GASB 54

Purpose

The Borough Council recognizes that the maintenance of a fund balance is essential to the preservation of the financial integrity of the Borough and is fiscally advantageous for both the Borough and the taxpayer. This policy establishes goals and provides guidance concerning the desired level of fund balance maintained by the Borough to mitigate financial risk that can occur from unforeseen revenue fluctuations, unanticipated expenditures, and similar circumstances.

Definitions

Fund balance is a measurement of available financial resources and is the difference between total assets and total liabilities in each fund.

GASB Statement 54 distinguishes fund balance classified based on the relative strength of the constraints that control the purposes for which specified amounts can be spent. Beginning with the most restrictive constraints, fund balance amounts will be reported in the following categories:

- 1) **Nonspendable fund balance** – amounts that are not in a spendable form (e.g., inventory) or are legally or contractually required to be maintained intact (e.g., permanent fund principal).
- 2) **Restricted fund balance** – amounts that can be spent only for the specific purposes stipulated by external parties either constitutionally or through enabling legislation (e.g., grants, Liquid Fuels or donations).
- 3) **Committed fund balance** – amounts that can be used only for the specific purposes determined by a formal action of the Borough Council. Commitments may be changed or lifted only by referring to the formal action that imposed the constraint originally (e.g., Council Resolutions of commitment in connection with future construction projects).
- 4) **Assigned fund balance** – amounts *intended* to be used by the government for specific purposes. Intent can be expressed by Borough Council or by a designee to whom the governing body delegates the authority. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed.
- 5) **Unassigned fund balance** – includes all amounts not contained in other classifications and is the residual classification of the general fund only. Unassigned amounts are available for any legal purpose and are considered the Borough's "Budget Reserve" set aside to maintain borough operations in an emergency or unanticipated circumstance, or until current year tax revenues are received

Policy

The responsibility for designating funds to specific classifications shall be as follows:

Committed Fund Balance – The Borough Council is the Borough's highest level of decision-making authority, and the formal action that is required to be taken to establish, modify, or rescind a fund balance commitment is a Resolution approved by the Council.

Assigned Fund Balance – The Borough Council has authorized the Borough Manager and the Finance Committee as officials authorized to assign fund balance to a specific purpose as approved the Annual Budget or consistent with this fund balance policy .

Minimum Unassigned Fund Balance

It is the goal of Schwenksville Borough to achieve and maintain an unassigned fund balance in the general fund at fiscal year end of not less than the average of *three months expenditures* . If the unassigned fund balance at fiscal year end falls below the goal, the District shall develop a restoration plan to achieve and maintain the minimum fund balance.

Order of Expenditure of Funds

When multiple categories of fund balance are available for expenditure (e.g., a project is being funded partly by a grant, funds set aside by Borough Council, and unassigned fund balance), the Borough will start with the most restricted category and spend those funds first before moving down to the next category with available funds.

FUND BALANCE	Assets	Est. Cash on hand	CASH RESERVE		Intended to	Grant	Escrow Held	Accounts	
			Unassigned FB	Assigned FB	pay bills per Budget	Matching Funds	for others	Receivable	
	9/30/2017	12/31/2016			Committed	Restricted FB	Nonspendable FB		
General Fund	\$442,543.57	\$400,000.00	\$143,586.47	\$120,000.00	\$112,685.00	\$23,508.53	\$220.00	\$400,000.00	
Capital Fund	\$1,405.23	\$1,400.00	\$1,001.01	-\$21,880.47	\$0.00	\$22,279.46	\$0.00	\$1,400.00	
Fire Co Museum Fund	\$0.00	\$25,000.00	\$20,000.00	\$5,000.00	\$0.00	\$0.00	\$0.00	\$25,000.00	
Trash Fund	\$8,782.66	\$8,785.00	\$2,834.00	\$0.00	\$0.00	\$0.00	\$5,951.00	\$8,785.00	
Liquid Fuels	\$48,874.09	\$43,874.09	\$12,450.00	\$31,424.09	\$0.00	\$0.00	\$0.00	\$43,874.09	
		\$479,059.09	\$179,871.48	\$134,543.62	\$112,685.00	\$45,787.99	\$6,171.00	\$479,059.09	

- 1) Nonspendable fund balance: Amounts that are not in a spendable form (e.g., inventory, accounts receivable) or are legally or contractually required to be maintained intact (e.g. permanent fund principle)
- 2) Restricted fund balance: Amounts that can be spent only for the specific purposes stipulated by external parties either constitutionally or through enabling legislation, or by agreement.
- 3) Committed fund balance: Amounts that can be used only for the specific purposes determined by a formal action of the Borough Council. Commitments may be changed or lifted only by referring to the formal action that imposed the constraint originally (e.g., Council Resolutions of commitment in connection with future construction projects).
- 4)Assigned fund balance: Amounts intended to be used by the government for specific purposes. Intent can be expressed by Borough Council or be a designee to whome the governing body delegates the authority. In governmental funds other than the general fund, assigned fund balance represents the amount that is not restricted or committed.
- 5) Unassigned fund balance: Includes all amounts not contained in other classifications and is the residual classification of the general fund only. Unassigned amounts are available for any legal purpose and are considered the Borough's "Budget Reserve" set aside to maintain Borough operations in an emergency or unanticipated circumstance or until current year tax revenues are received.

Budget Impact from Fire Company Merger

	<u>Budget \$</u>	<u>\$ Change from Fire Company Merger</u>
Telephone Expense	1500	\$0.00 **Paid for from Museum Maintenance Escrow
Alarm System	0	\$0.00 ** Paid for from Museum Maintenance Escrow
Electric	3750	\$2,850.00
Gas-Heating Expense	4350	\$2,850.00
Water & Sewer	1600	\$800.00
Water & Sewer	0	-\$1,050.00
Repairs & Maintenance	8000	\$0.00 ** Repairs to FC Covered under loan First Year
General Cleaning - Borough Hall	2000	\$1,400.00
Workers Compensation	900	-\$12,000.00
Auto Insurance	0	-\$5,750.00
Contribution to the Fire Company	0	-\$5,100.00
Museum Maintenance	1000	\$0.00 ** Paid for from Museum Maintenance Escrow
Park Maintenance	10000	\$2,000.00
Building Loan Principal	400	\$400.00
Building Loan Interest	350	\$350.00
Property Insurance for Museum	1500	\$0.00 ** Paid for from Museum Maintenance Escrow
Property Insurance	5620	\$1,620.00
		<u>-\$11,630.00</u>
	Additions	\$12,270.00
	Deletions	<u>-\$23,900.00</u>
		<u>-\$11,630.00</u> net Savings (-)