

# **PETERS TOWNSHIP**

WASHINGTON COUNTY, PENNSYLVANIA

COMPREHENSIVE ANNUAL FINANCIAL REPORT  
YEAR ENDED DECEMBER 31, 2015

# PETERS TOWNSHIP

WASHINGTON COUNTY, PENNSYLVANIA

## COMPREHENSIVE ANNUAL FINANCIAL REPORT YEAR ENDED DECEMBER 31, 2015

PREPARED BY:  
DEPARTMENT OF ADMINISTRATION

MICHAEL A. SILVESTRI  
TOWNSHIP MANAGER

PAUL F. LAUER  
ASSISTANT TOWNSHIP MANAGER

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Comprehensive Annual Financial Report  
Year Ended December 31, 2015  
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**INTRODUCTORY SECTION**

# Peters Township

WASHINGTON COUNTY

MICHAEL A. SILVESTRI, *Manager*  
PAUL F. LAUER, *Assistant Manager*

610 East McMurray Road  
McMurray, Pennsylvania 15317-3420

724 / 941-4180 Fax 942-5022

Dept. Direct Dial No.:



## COUNCIL

ROBERT J. LEWIS, *Chairman*  
FRANK ARCURI, *Vice Chair*  
DAVID M. BALL  
JAMES F. BERQUIST  
FRANK KOSIR, JR.  
MONICA R. MERRELL  
GARY J. STIEGEL, JR.

June 23, 2016

**TO:** The Citizens of Peters Township

Peters Township's Home Rule Charter requires the annual public presentation of an independent financial audit of the Township conducted by a certified public accountant. I am pleased to submit for your review, the Comprehensive Annual Financial Report of Peters Township for the fiscal year ended December 31, 2015 in fulfillment of this requirement.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a framework of internal controls that is established for this purpose. Because the cost of internal controls should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements

Hosack, Specht, Muetzel and Wood LLP, Certified Public Accountants, have issued an opinion without qualification on Peters Township's financial statements for the year ended December 31, 2015. The independent auditor's report is located at the front of the financial section of this report.

Management's discussion and analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statement. Management's discussion and analysis is intended to complement this letter of transmittal and should be read in conjunction with it.

The Comprehensive Annual Financial Report is presented in three sections: introductory, financial, and statistical. The introductory section includes this transmittal letter, the government's organizational chart and a list of principal officials. The financial section includes the financial statements with an opinion of the independent certified public accountant based upon their audit. The financial section also includes the management's discussion and analysis (MD&A), which is a narrative introduction, overview and analysis of the basic financial statement. The statistical section includes selected financial and demographic information, generally presented in a multi-year basis.

**Profile of Government**

Peters Township is a general unit of local government, and as such, provides a wide variety of public services. These services include:

Police Protection  
Fire Protection  
Road Maintenance  
Planning

Code Enforcement  
Parks and Recreation  
Library  
Community Television

The Township operates through the authority granted by the Peters Township Home Rule Charter. The Charter provides that the Township be governed by a seven (7) member elected Council. The Council is vested with a broad-range of policy-making powers. To assist the Council in formulation of policy, a variety of boards have been created. These include:

Planning Commission  
Zoning Hearing Board  
Parks and Recreation Board  
Cable T.V. Board

Environmental Quality Board  
Library Board  
Youth Commission  
BOCA Appeals Board

Day-to-day administration is the responsibility of the Township Manager. Council appoints the Manager for an indeterminate period. The Township Manager, in turn, recommends to Council the appointment of all Department Heads.

The Peters Township Organization Chart, which follows this letter, provides a visual representation of the Township's structure.

**Local Economy**

In 2015, we saw the local economy continue to grow, but slightly less than in the previous year. This was evidenced by three commercial building permits (Eat n Park, Taco Bell and the Open Restaurant).

Our fund balance increased, for the third year in a row, so we did not have to tap into our balance as expected. The number of new residential construction units in 2015 was 59; which is down for the past 3 years; which is somewhat reflective of national trends. There has been some sizable residential properties purchased or under agreement, however we anticipate an increase in construction in 2016 if our new residential development regulations are approved in early 2016.

With the anticipation of the new county tax assessment numbers being released in 2016, property tax appeals in 2015 were down. It is anticipated that the new assessments will generate a large number of significant appeals.

**Major Initiatives**

The purpose of the Home Rule Government of Peters Township is to efficiently serve the residents, businesses and property owners of the community by providing them with a safe and enjoyable community. This requires the various departments of the municipality to do their share in creating a livable community.

The municipal government's role in achieving this vision is through four basic divisions:

1. General Government
2. Protection of Persons and Property
3. Public Works
4. Culture and Recreation

The community needs a sound infrastructure to serve its residents, businesses and property owners, as well as to protect property values in the future. The municipality must also protect its residents, businesses and property owners, as well as their properties. The municipality must provide a social atmosphere that will encourage the community's viability in the forms of recreation, social services, aesthetics, sound economic base and responsiveness to community problems. Finally, the municipal government has a responsibility to inform the public of its activities and plans to permit the residents and property owners the ability to assess the effectiveness of their government and make known their opinions.

### **General Government**

The basic functions of the municipality need a variety of support and coordinating services to permit them to operate. These services also act as the implementation arm for Council's policies. These services include management, finance, tax collection, communications, and professional services, such as legal, engineering and accounting. The objectives in 2016 include:

1. Communicating to the community through 6 "In Peters Township Magazines" a calendar, the website and cable channels and improved social networking presence through the PT4me!, a new the Public Staff Citizen Relationship Management program that is more consumer friendly
2. Personnel efforts will be focused on replacement of 7 retiring employees including 3 department level employees. A new collective bargaining agreement will be negotiated with the Public Works Employees' Union.
3. Improve workplace safety and security in all buildings by commencing Phase 1 of Municipal Building security enhancements and relocation of offices to better serve the public. In addition landscaped islands will be renovated for safety and appearance and replacements of all AED's in all buildings will occur to provide consistency with emergency service providers.
4. The Township will assure a sound financial system by continuing to contract for real estate tax collection services and participate in the County-wide Tax Collection Committee for earned income and local services taxes. In addition a strong effort will be made to monitor and be proactive in resolving any issues as a result of the Countywide Reassessment of property values.

5. Consulting and in-house professional staff will be utilized to conduct an audit, legal, engineering and information technology services. Auditing services will be bid in for the 2016-2018 audits. A new code of ordinances will be adopted and zoning regulations
6. Provide design and oversight of construction projects including resurfacing a \$1.55 million dollar pavement management program, a \$515,000 in storm sewers projects, flood plain restoration projects, recreation projects such as the Amphitheater in Peterswood Park, a pool feasibility study and design of a restroom/concession building in Peterswood Park.
7. Provide a sound technological support system by adding a new wireless system in the Recreation Center, updating to the latest version of Microsoft Office and replacing 23 computers.
8. Maintain morale and health of volunteers and paid staff by recognition of service awards and wellness programs promoting healthy living.

### **Protection of Persons and Property**

The Township provides or finances a variety of services to protect the public and property; these include police, fire, ambulance, planning and inspection. The objectives for 2016 include:

1. Plan for the retirement of the Police Chief in October, by determining if the recently hired Deputy Chief will fill the position or should the position be competitively filled.
2. To continue a proactive approach to addressing the health and needs of the community, continue to provide prevention programs to students such as DARE and the School Resource Officer; this include coordinating with the Youth Commission, Drug Take Back programs.
3. Ensure public safety through a well managed patrol division with at least 80% of patrol shifts having a minimum of 3 persons on duty, well equipped by purchasing 2 new patrol vehicles with updated equipment, using modern techniques such as Data Driven Approach to Crime through Traffic Safety and GPS tracking systems and in car citation capabilities. Part time officer hours will be expanded from 3,500 to 6,000 to ensure staffing goals are met. Commence Phase 1 of a 3 year replacement of aging portable radios.
4. Provide direction to police officers to ensure they are adequately trained and have the facilities to serve the community by providing at least the minimum Municipal Police Officers Education and Training Commission training and firearms requirements, continuing with the DUI and Aggressive Driving grant funded programs.
5. Participation in regional programs to increase effectiveness such as the South Hills Council of Government Crisis Intervention Response Team Fire Rapid Intervention Team and mutual aids with North Strabane, Upper St. Clair and Bethel Park Fire Departments as well as active participation in the South Hills Council of Government Police and Fire Chief committees.
6. Continue to operate the deer management program in conjunction with the Environmental Quality Board as well as provide animal control services including dead deer and small

animal pick up/disposal.

7. Continue coordination of protection by conducting semi annual meetings with Fire, EMS and Police, as well as to continue cooperative efforts between Planning and emergency services for plan reviews and commercial inspections including joint interdepartmental training for emergencies and sharing of technology resources amongst departments such as the Geographic Information System.
8. Purchase adequate equipment for the firefighters to maintain a safe operation, including 3 sets of turnout gear and bidding of a new Aerial Ladder Truck. In addition provide facility support by completing the final phase of parking lot paving at station 1 and installing a new emergency generator.
9. Proactively prevent public safety matters by conducting commercial and residential safety inspections and drills. Providing smoke detectors, child car seats and fire extinguishers as needed. Purchase a new Sparky the Robot Dog for prevention education events.
10. Support volunteer efforts of firefighters by providing proboard certified training opportunities as well as adjusting reimbursement expenses to encourage stronger participation of volunteers.
11. Continue funding of Senior Citizen Subscriptions to the Ambulance Service.
12. Complete the comprehensive revision of the Zoning and Subdivision ordinance with the intent of implementing the comprehensive land use plan. In addition, commence the design of a streetscape project for the McMurray Town Center area.
13. Continue current land use planning reviews ensuring new developments meet community standards with emphasis on property maintenance codes and safe building construction through certified Uniform Construction Code Inspectors. Implement a plan for the retirement, of a building inspector, by training in-house staff to fill the position.
14. Provide support to the Planning Commission and Zoning Hearing Board through professional staff support and training opportunities.

### **Public Works**

The Township maintains a 110.8 mile road network, storm sewers, storm water management facilities and numerous buildings and structures. Health and safety functions are primarily provided through authorities and private contractors. The Township government must be active in these functions to assure that the community has a healthy environment. The objectives in 2016 are:

1. Ensure quality management and operations of public works functions will occur by finding a highly qualified director to overlap with the current retiring director.
2. Promote the participative nature of our residents by providing a recycling program, 5 fall and 2 spring leaf and 24 year round brush collection pick-us, a daily electronic device drop off program; continue a volunteer landscaping program and the purchase of a cardboard

compactor. A grant to provide cardboard compacting service to the business and residential community will be sought.

3. Participate with the Peters Township Sanitary Authority, Peters Creek Sanitary Authority and Washington County Sewage Council for sewage planning and enforcement.
4. A well maintained road system is paramount to the safety of residents as well as for the efficient operation of businesses, emergency services and school busing. Converting street lamps to LED lamps will improve street lighting and an efficient cost. Maintaining roadside safety is also critical and a concerted effort will continue to address tree damage from the Emerald Ash Borer. Also fund a replacement controller for the Waterdam/Route 19 traffic signal.
5. Safe and well maintained facilities will be achieved by replacing the Public Works Garage and office roof.
6. Address stormwater issues proactively by increasing funding of projects addressing chronic stormwater problem area, and continuing year 6 of a 10 year storm sewer replacement program for aging corrugated metal pipe. Preventive stormwater and flooding issues will be addressed by in-house and more frequent street cleaning with the recently purchased street sweeper with storm inlet vacuuming capabilities.
7. Purchase three replacement vehicles 1 large and 2 smaller dump trucks.
8. To efficiently and safely perform the mission of the department, purchase needed equipment including a pallet jack, tailgate salt spreader, portable generator, jack hammer, chipping hammer, aluminum ditch box, oxygen meter and concrete forms.
9. Maintain Township Snow removal objectives of 3 hour salting and 7 hours plowing with adequate number of vehicles and equipment including use of pretreating brine and dual suppliers for salt. In the 2016/17 winter a new snow removal route will be added.

### **Culture and Recreation**

The Township provides a well-rounded variety of recreation programs and facilities; it also provides complete Library services and operates and programs multiple cable television channels. The objectives in 2016 include:

1. Continue to provide multiple opportunities for involvement of residents by recruiting over 250 volunteers to assist in recreation, library and cable programming.
2. Maintain a close cooperation with the school district by sharing of recreation facilities, including joint coaches training and scheduling; coordinating library offerings, including annual meeting with school librarians; operating a cable studio at the high school, with significant capital equipment to improve studio capabilities and participation of media class students.

3. Continue to provide a wide variety of programs for all interests including 4 summer concerts, increased CRC programming, continued offering of the Silver Sneakers Program that provides affordable programs for the wellness of seniors. Enhance library programs that address educational interests for all ages including lecture series for adults and student alike as well a hands on opportunities through various makers' spaces.
4. Actively pursue the implementation of the comprehensive recreation plan, seeking grants to finance a host of projects including a pool feasibility study, design a restroom/concession stand at Field 5 in Peterswood Park, constructing a new amphitheater at Peterswood Park, replacing Shelter 1 in Peterswood Park and a playground at Shelter 4.

### **Accounting and Budgeting**

In developing and evaluating the Township's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute assurances regarding:

1. The safeguarding of assets against loss from unauthorized uses or disposition.
2. Reliability of financial records for preparing financial statements and maintaining accountability for assets.

The concept of reasonable assurance recognizes that:

1. The cost of the control should not exceed the benefits likely to be derived.
2. The evaluation of costs and benefits requires estimates and judgment by management.

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

In addition, the government maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the government's governing body. Activities of the General Fund, Special Revenue Funds and the Capital Project Fund are included in the annual appropriated budget. The level of budgetary control is established by function within an individual fund. Budgetary control is that level in which expenditures cannot legally exceed the appropriated amount.

### **Long Term Financial Planning**

It is the stated goal of the Township to maintain a fund balance equal to or in excess of 15% of revenues. Revenues associated with governmental funds in 2015 equaled \$16,387,225. The fund balances as of December 31, 2015 greatly exceeded the target of \$ 2,458,084. The year-end fund balance totaled \$10,604,473. Of this amount, \$5,628,203 was unassigned.

The Peters Township Home Rule Charter required Peters Township Council to annually adopt a five-year Capital Improvement Plan. The Charter requires that the Capital Improvement Plan include:

1. A simple, clear, general summary of the detailed contents of the program.
2. The capital improvements pending or proposed for the next fiscal year, together with the estimated cost of each improvement and the method of financing it.
3. The capital program proposed for the next four years, together with the estimated cost of each improvement and the proposed method of financing it.
4. The estimated annual cost of operating and maintaining the facilities to be constructed or acquired.

This Capital Improvement Plan is annually developed, adopted, and published in conjunction with the Township's annual operating budget. The intent of the plan is to ensure that not only facilities, equipment and infrastructure are well maintained, but that the cost associated with these improvements is financed in a systematic and sound fashion as well.

Projects incorporated into the plan are derived from a number of sources. In some cases, projects are initially identified within studies commissioned by the Township. These studies include:

- Comprehensive Land Use Plan
- Comprehensive Traffic Study
- Comprehensive Recreation Plan
- Comprehensive Study of Recreational Fields
- Peterswood Master Plan
- Peters Lake Park Master Plan
- Stormwater Management Plan
- Management Study of Fire Department Services

Capital Improvement Projects are proposed and advocated by standing advisory committees which are provided for in the Home Rule Charter or the Peters Township Administrative Code. In addition, potential capital improvement projects are submitted by the Township's department heads.

The 2016-2020 Capital Improvement Plan anticipates the expenditure of \$17,586,534 over the next five years based on the following annual expenditure of funds:

2016	\$ 4,172,542
2017	\$ 4,924,457
2018	\$ 2,727,645
2019	\$ 3,553,140
2020	\$ 2,208,550

Of this amount, \$1,790,425 is designated for the acquisition or replacement of vehicles. The remaining expenditures are related to improvements to facilities and infrastructure. A significant portion of the Capital Improvement Plan is devoted to road improvements. The cost of proposed road improvements contained in the plan total \$8,270,000. The cost associated with improvements to the storm sewer infrastructure is \$1,660,000.

Projects contained in the 2016-2020 Capital Improvement Plan will be financed through the expenditure of excess current funds, capital lease, grants and fees. The Township received block grant funding from the state of Pennsylvania under the Liquid Fuels Program, the Local Share Program, and the Natural Gas Impact Fee Program. These funds are devoted to financing capital improvements. In addition, the Township levies a Traffic Impact Fee on all new developments. These funds are earmarked to finance road improvement projects. The Township does not anticipate issuing any long-term debt in the next five years.

### **Awards**

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for excellence in financial reporting to the government for its Comprehensive Annual Financial Report for the fiscal year ended December 31, 2014. This was the twentieth consecutive year that Peters Township has received this prestigious award. In order to be awarded a Certificate of Achievement, the government published an easily readable and efficiently organized Comprehensive Annual Financial Report. This report satisfied both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current Comprehensive Annual Financial Report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to the GFOA to determine its eligibility for another certificate.

### **Acknowledgements**

The production of this report was made possible through the efforts of a variety of individuals. The work and cooperation of the Township's administration staff, particularly the Assistant Township Manager, Paul F. Lauer, was instrumental in the completion of this report. I also wish to acknowledge the efforts of Council for its support and encouragement. As in other endeavors, Council has committed itself to ensuring that the financial operations of the Township are conducted in a progressive and responsive manner.

Respectfully submitted,

***Michael A. Silvestri***

Michael A. Silvestri  
Township Manager



**PETERS TOWNSHIP**  
**LIST OF PRINCIPAL OFFICIALS**  
As of June 1, 2016

<u>Title</u>	<u>Name</u>
Chairman, Peters Township Council	Robert Lewis
Vice-Chairman, Peters Township Council	Frank Arcuri
Member, Peters Township Council	David M. Ball
Member, Peters Township Council	James F. Berquist
Member, Peters Township Council	Frank Kosir, Jr.
Member, Peters Township Council	Monica Merrell
Member, Peters Township Council	Gary Stiegel, Jr.
Township Manager	Michael A. Silvestri
Assistant Township Manager	Paul F. Lauer
Public Safety Director	Harry J. Fruecht
Fire Chief	Daniel Coyle
Planning Director	Edward J. Zuk
Public Works Director	Peter C. Overcashier
Parks and Recreation Director	Michele Harmel
Township Engineer	Mark A. Zemaitis
Township Solicitor	John M. Smith



Government Finance Officers Association

Certificate of  
Achievement  
for Excellence  
in Financial  
Reporting

Presented to

**Peters Township  
Pennsylvania**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2014**

Executive Director/CEO

**FINANCIAL SECTION**

**HOSACK, SPECHT, MUETZEL & WOOD LLP**  
**CERTIFIED PUBLIC ACCOUNTANTS**  
**2 PENN CENTER WEST, SUITE 326**  
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**Independent Auditor's Report**

Members of Council  
Peters Township  
McMurray, Pennsylvania

Dear Members:

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

**Management's Responsibility for the Financial Statements**

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.

**Auditor's 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 auditor's 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 Township'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 Township'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 Peters 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.

## **Emphasis of Matter**

As discussed in Note 2 to the financial statements in the year ended December 31, 2015, the Township adopted the provisions of Governmental Accounting Standards Board Statement No. 68, "Accounting and Financial Reporting for Pensions". 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 the management's discussion and analysis, budgetary comparison, pension and other post-employment benefit information as listed in the table of contents 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 Peters Township's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, budgetary comparison schedules and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and budgetary comparison schedules are the responsibility of management and were derived from and relate 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

**Other Matters (Cont'd)**

*Other Information (Cont'd)*

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 combining and individual nonmajor fund financial statements and budgetary comparison schedules are 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.

Respectfully submitted,

*Hosack, Specht, Muetzel & Wood LLP*

HOSACK, SPECHT, MUETZEL & WOOD LLP  
Pittsburgh, Pennsylvania  
June 23, 2016

## **MANAGEMENT'S DISCUSSION AND ANALYSIS**

This section of Peters Township's comprehensive annual financial report presents a narrative overview and analysis of the Township's financial performance for the fiscal year ended December 31, 2015. Please read this management and discussion in conjunction with the preceding transmittal letter and the accompanying financial statements and notes which follow in order to obtain a thorough understanding of the Township's financial condition as of December 31, 2015.

### **FINANCIAL HIGHLIGHTS**

- The Township maintained the property tax rate at 13 mills.
- Peters Township's net position increased by \$3,055,853 from \$35,407,481 to \$38,463,334. This represents an increase of 8.6%.
- The unrestricted net position of Peters Township as of December 31, 2014 was \$9,007,736. As of December 31, 2015 the unrestricted net position of the Township was \$9,180,065.
- In 2016 Standard and Poor's reaffirmed Peters Township a bond rating of AA+.
- The net outstanding debt associated with bonds decreased by \$700,000 from \$11,670,000 in 2014 to \$10,970,000 in 2015.
- The Fund Balance for the General Fund as of December 31, 2015 decreased by \$496,611 from \$6,899,350 to \$6,402,739.

### **OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis section of the comprehensive annual financial report is intended as an introduction to Peters Township's basic financial statements. There are three components to the Township's financial statements. These are: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains supplementary information designed to enhance the reader's understanding of the Township's finances.

Government-wide financial statements are intended to provide readers with a broad overview of Peters Township's finances. There are two government-wide financial statements presented in this report.

The first is the statement of net position. The statement of net position presents information on all of Peters Township's assets and liabilities. The difference between the Township's assets and liabilities is shown as the Township's net assets. Increases or decreases in net assets are financial indicators that when tracked over time can be used as a measure of the Township's financial condition.

The second government-wide financial statement is the statement of activities. This statement shows information on how the Township's net position has changed during the most recent year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of the actual cash flow. Revenues and expenses are reported in the statement

for some items that will result in cash flows at some future date. For example, taxes that are levied but yet to be collected or sick days accrued but not yet used.

It is the accepted practice in the government-wide financial statements to distinguish governmental activities from business-type activities. Governmental activities are those functions of the Township that are principally supported by tax dollars and intergovernmental revenues. Governmental activities commonly include services such as police, fire, public works, planning, recreation, and administration. Business-type activities are those that are funded through user fees and charges. These would include such municipal services such as solid waste collection, sewage treatment, public water, or other municipally owned utilities. Peters Township does provide solid waste collection and disposal under contract to a third party. The government-wide financial statements therefore include information both on governmental activities and business-type activities.

The government-wide financial statements are required to include financial information not only on the primary governmental unit but also information for any other component unit for which the primary governmental unit is financially responsible. An example of a component unit of a Township (the primary governmental unit) would be a sewer authority where the Township sets user rates and guarantees the authority's bonds. Peters Township (the primary governmental unit) is not financially responsible for other organizations and therefore information on component units is not incorporated into this report.

The fund financial statements provide detailed information about the Township's funds as opposed to the Township as a whole. A fund is a grouping of related accounts that are used to maintain control over resources that have been segregated for specific activities or objectives. Certain funds are required to exist to comply with requirements of the Commonwealth of Pennsylvania. The funds used by Peters Township are divided into three categories. They are governmental funds, proprietary funds, and fiduciary funds.

Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. Unlike the government-wide financial statements, the governmental fund statements focus on near term financial activities. Governmental fund statements report information on revenues and expenditures throughout the year as well as the balances of available resources at the year's end. This information allows the reader to evaluate the Township's short-term financial activities.

By viewing information contained in the government-wide financial statements in conjunction with that contained in the governmental fund statements the reader can appreciate the impact near term financial activities has on the Township's long-term financial condition. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balance provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

Peters Township maintains eight individual governmental funds. These include:

General Fund	Library Fund
Cable Television Fund	Series of 2010 Debt Service Fund
Capital Projects Fund	Series of 2012 Debt Service Fund
Highway Aid Fund	Series of 2013 Debt Service Fund

Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balance for the

general fund, the cable television fund and the capital projects fund. These three funds are considered major funds. Information on the non-major funds including the highway aid fund, the library fund, and debt service funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major funds is provided in the form of combining statements.

Peters Township annually adopts budgets for all of the governmental funds. A statement comparing revenues and expenditures to the budget is included for all governmental funds.

Proprietary funds are used to account for the Township's activities that are similar to a business operation in the private sector. For proprietary funds a significant portion of the funding is provided from user charges. The Peters Township Solid Waste Services Fund was created in 2006 to account for the financial activity associated with the collection and disposal of solid waste and recyclables. This fund is a proprietary fund. Accounting for this fund is done on a similar basis as the accounting for a business activity.

Fiduciary funds are used to account for resources held for the benefit of parties other than the Township. Fiduciary funds are not reflected in the government-wide financial statements because the resources contained in these funds are not available to support the programs of Peters Township. Peters Township maintains two fiduciary funds. These include:

Police Pension Fund  
Employees' Pension Fund

The notes to the financial statements provide additional information essential for a reader to develop a full understating of the information provided in the government-wide and fund financial statements.

In addition to the basic financial statements and the accompanying notes the report also presents certain required supplementary information. The required supplementary information in Peters Township's comprehensive financial report provides the reader information concerning the Township's progress toward funding its pension obligation for the police pension plan, other post-employment benefits and the budgetary comparison schedules.

The combining statements and schedules referred to earlier in connection with non major governmental fund are presented immediately following the required supplementary information

## FINANCIAL ANALYSIS OF THE MUNICIPALITY AS A WHOLE

The Township's net position at December 31, 2015 and December 31, 2014 are presented below:

### Net Position Year Ended December 31

	Governmental Activities		Business-Type Activities		Total	
	2015	2014 (Restated) <sup>1</sup>	2015	2014	2015	2014 (Restated) <sup>1</sup>
<b>ASSETS</b>						
Current and other assets	\$12,079,607	\$12,672,762	\$206,804	\$245,155	\$12,286,411	\$12,917,917
Capital assets	<u>\$40,546,704</u>	<u>\$37,514,671</u>	<u>\$0</u>	<u>\$0</u>	<u>\$40,546,704</u>	<u>\$37,514,671</u>
<b>Total Assets</b>	<u>\$52,626,311</u>	<u>\$50,187,433</u>	<u>\$206,804</u>	<u>\$245,155</u>	<u>\$52,833,115</u>	<u>\$50,432,588</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>						
Amounts related to pensions	\$691,030	\$0	\$0	\$0	\$691,030	\$0
Deferred charge on refunding	<u>\$575,556</u>	<u>\$631,012</u>	<u>\$0</u>	<u>\$0</u>	<u>\$575,556</u>	<u>\$631,012</u>
<b>Total deferred outflow of resources</b>	<u>\$1,266,586</u>	<u>\$631,012</u>	<u>\$0</u>	<u>\$0</u>	<u>\$1,266,586</u>	<u>\$631,012</u>
<b>LIABILITIES</b>						
Current and other liabilities	\$1,425,369	\$1,267,934	\$15,622	\$33,948	\$1,440,991	\$1,301,882
Non-current liabilities	<u>\$14,004,194</u>	<u>\$14,143,030</u>	<u>\$0</u>	<u>\$0</u>	<u>\$14,004,194</u>	<u>\$14,143,030</u>
<b>Total Liabilities</b>	<u>\$15,429,563</u>	<u>\$15,410,964</u>	<u>\$15,622</u>	<u>\$33,948</u>	<u>\$15,445,185</u>	<u>\$15,444,912</u>
<b>NET POSITION</b>						
Net Investments in Capital Assets	\$29,474,431	\$25,824,998			\$29,474,431	\$25,824,998
Restricted	\$20	\$1,763,575			\$20	\$1,763,575
Unrestricted	<u>\$8,988,883</u>	<u>\$7,818,908</u>	<u>\$191,182</u>	<u>\$211,207</u>	<u>\$9,180,065</u>	<u>\$8,030,115</u>
<b>Total Net Position</b>	<u>\$38,463,334</u>	<u>\$35,407,481</u>	<u>\$211,207</u>	<u>\$211,207</u>	<u>\$38,654,516</u>	<u>\$35,618,688</u>

1. The Township adopted GASBS No. 68 "Accounting and Financial Reporting for Pensions as of January 1, 2015. As a result, the Township restated its beginning net position to recognize as a liability on its government-wide statements the net pension liability as it relates to its defined benefit pension plan in the amount of \$948,148 and to remove the previously reported net pension asset of \$29,473.

### Infrastructure assets:

At December 31, 2015, the Peters Township's total assets are \$52,833,115. Of this amount, \$40,546,704 is accounted for as capital assets. The total assets as of December 31, 2014 were \$50,462,061

Historically, infrastructure (roads, sewers, etc) have not been reported or depreciated in governmental financial statements. GASB Statement #34 requires that all capital assets, including infrastructure, be valued and reported within the governmental activities column of the government-wide financial statements. Prospective reporting of infrastructure is allowed under GASB statement #34 for smaller municipalities. Peters Township has chosen to report infrastructure on a prospective basis and began doing so in 2004. As a result, net investment in capital assets stands at \$29,474,431 as of December 31, 2015.

The following presents the Township's change in net assets for the fiscal years ended December 31, 2015 and December 31, 2014.

**Changes in Net Assets  
Year Ended December 31**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	2015	2014 (Restated)	2015	2014	2015	2014 (Restated)
<b>Revenues</b>						
Program Revenues:						
Charges for services	\$1,574,507	\$1,527,464	\$1,537,774	\$1,571,260	\$3,112,281	\$3,098,724
Operating grants	\$1,397,735	\$1,376,454	\$0	\$0	\$1,397,735	\$1,376,454
Capital Grants	\$1,370,358	\$1,133,696	\$0	\$0	\$1,370,358	\$1,133,696
General Revenues:						
Property taxes	\$4,425,092	\$4,341,766	\$0	\$0	\$4,425,092	\$4,341,766
Earned income taxes	\$5,684,718	\$6,003,743	\$0	\$0	\$5,684,718	\$6,003,743
Real estate transfer taxes	\$1,736,101	\$1,689,817	\$0	\$0	\$1,736,101	\$1,689,817
Other taxes	\$421,041	\$374,941	\$0	\$0	\$421,041	\$374,941
Grants not restricted	\$1,613,318	\$328,955	\$0	\$0	\$1,613,318	\$328,955
Investment earning	\$7,915	\$5,101	\$33	\$29	\$7,948	\$5,130
Miscellaneous income	\$53,219	\$54,280	\$0	\$0	\$53,219	\$54,280
Transfers	<u>\$51,891</u>	<u>\$0</u>	<u>(\$51,891)</u>	<u>\$0</u>	<u>\$0</u>	<u>\$0</u>
<b>Total Revenues</b>	<b><u>\$18,335,895</u></b>	<b><u>\$16,836,217</u></b>	<b><u>\$1,485,916</u></b>	<b><u>\$1,571,289</u></b>	<b><u>\$19,821,811</u></b>	<b><u>\$18,407,506</u></b>
<b>Program Expenses</b>						
General government	\$1,682,152	\$1,615,418	\$0	\$0	\$1,682,152	\$1,615,418
Public safety	\$6,216,579	\$6,058,879	\$0	\$0	\$6,216,579	\$6,058,879
Public works - sanitation	\$97,891	\$36,020	\$1,505,941	\$1,491,118	\$1,603,832	\$1,527,138
Public works - highways	\$3,636,335	\$3,948,691	\$0	\$0	\$3,636,335	\$3,948,691
Culture and recreation	\$3,361,762	\$3,075,042	\$0	\$0	\$3,361,762	\$3,075,042
Interest on long-term debt	<u>\$285,323</u>	<u>\$303,143</u>	<u>\$0</u>	<u>\$0</u>	<u>\$285,323</u>	<u>\$303,143</u>
<b>Total Expenses</b>	<b><u>\$15,280,042</u></b>	<b><u>\$15,037,193</u></b>	<b><u>\$1,505,941</u></b>	<b><u>\$1,491,118</u></b>	<b><u>\$16,785,983</u></b>	<b><u>\$16,552,311</u></b>
Change in net position	\$3,055,853	\$1,799,024	(\$20,025)	\$80,171	\$3,035,828	\$1,879,195
Change due to implementation of GASBS No. 68	\$0	(\$977,621)	\$0	\$0	\$0	(\$977,621)
Net position-beginning	<u>\$35,407,481</u>	<u>\$34,586,078</u>	<u>\$211,207</u>	<u>\$131,036</u>	<u>\$35,618,688</u>	<u>\$34,717,114</u>
Net position-ending	<u>\$38,463,334</u>	<u>\$35,407,481</u>	<u>\$191,182</u>	<u>\$211,207</u>	<u>\$38,654,516</u>	<u>\$35,618,688</u>

**Governmental Activities**

**Revenue Sources**

In 2015 66.9% of Peters Township's total government-wide revenues of \$18,335,895 were derived from taxes. This compares with 73.7% in 2014. The Township collected \$12,266,952 in taxes. Of the taxes levied Earned Income Tax and the Real Estate Tax are the most significant.

The Earned Income Tax is a one-half percent (.5%) tax levied against the wages earned by Township residents. In 2015, Earned Income Tax accounted for \$5,684,718 or 46.3% of the taxes levied for general government functions. Earned Income Tax revenues collected in 2015 were 5.3% lower than that collected in 2014. This decrease in revenue is thought to be attributed to a decline in the economy especially in the natural gas industry.

The Real Estate Tax is a tax levied against the assessed valuation of real estate property located in the Township. The assessed valuation of all property in 2015 was \$341,823,160. This represents an increase in assessed property value of \$365,737. This increase reflects the value of

new construction and additions completed in 2015. The last reassessment of properties in Peters Township occurred in 1981. The court ordered reassessment of properties is complete. The new values will be used starting January 1, 2017. Real Estate Tax receipts in 2015 totaled \$4,425,092 or 36.1% of tax revenue.

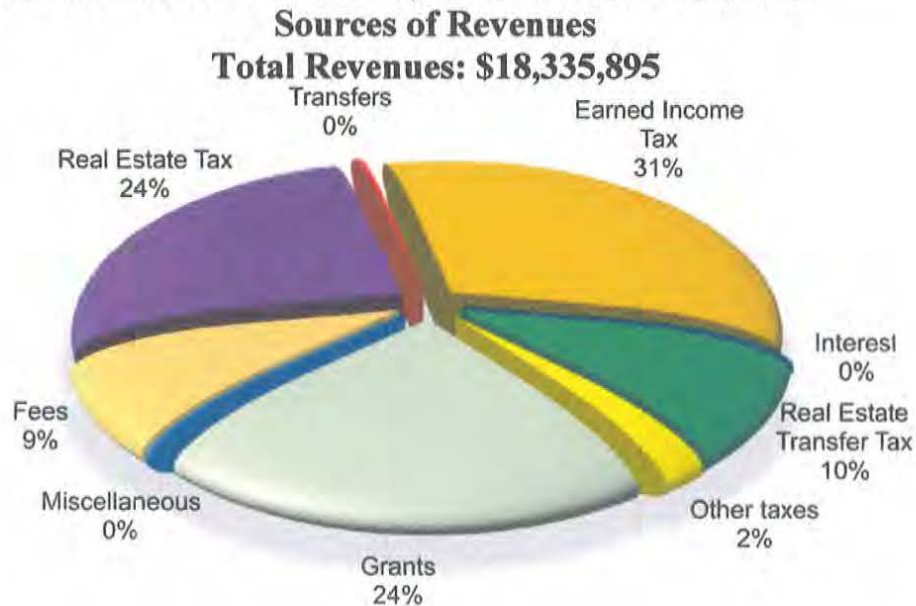
The Real Estate Transfer Tax is a tax levied on the value of all real estate transferred in Peters Township. The Township levy is one percent (1%) of the value of property transferred. This tax is collected by the Washington County Recorder of Deeds, who charges a two percent (2%) collection fee. In 2015 revenues from the Deed Transfer Tax increased by \$46,284 from the prior year to \$1,736,101.

In 2015 the Township collected \$6,068,943 in revenue from non tax sources. This represents 33.1% of the total revenue collected. Charges for services equaled \$1,574,507 or 25.9% of all non tax revenue. It is the Township's policy, whenever possible, to charge fees for specialized services. The Township's goal is to structure these fees in a manner so as to cover the total cost of providing the related service. Zoning and building permit fees offset the cost of municipal services associated with development activity. The cost of recreation activities are largely covered by program fees.

Grants received by Peters Township in 2015 totaled \$4,381,411 and represent 72.2% of the Township non tax revenue. An important ongoing source of grant funds for Peters Township is the Pennsylvania State Liquid Fuel Program. Under this program, the state provides individual municipalities with a portion of the monies derived through the imposition of a statewide gasoline tax. In 2012 Peters Township also began receiving a grant allocation under the Natural Gas Impact Fee program.

The Township also receives funds under the Foreign Fire and Foreign Casualty Insurance Programs. Funds received under the Foreign Fire Fund Program are mandated by the state of Pennsylvania to be turned over to the Peters Township Volunteer Fire Company Relief Association. These funds primarily are utilized by the Relief Association to acquire and maintain firefighting equipment and personal protection gear. The Foreign Casualty Insurance Program provides funds to help offset employee pension costs. The amount received does not cover all of the costs associated with employee pensions. The difference is made up by the General Fund and employees' contributions.

The following chart graphically depicts the government-wide sources of the governmental activities revenues for the fiscal year ended December 31, 2015:



### Program Expenses

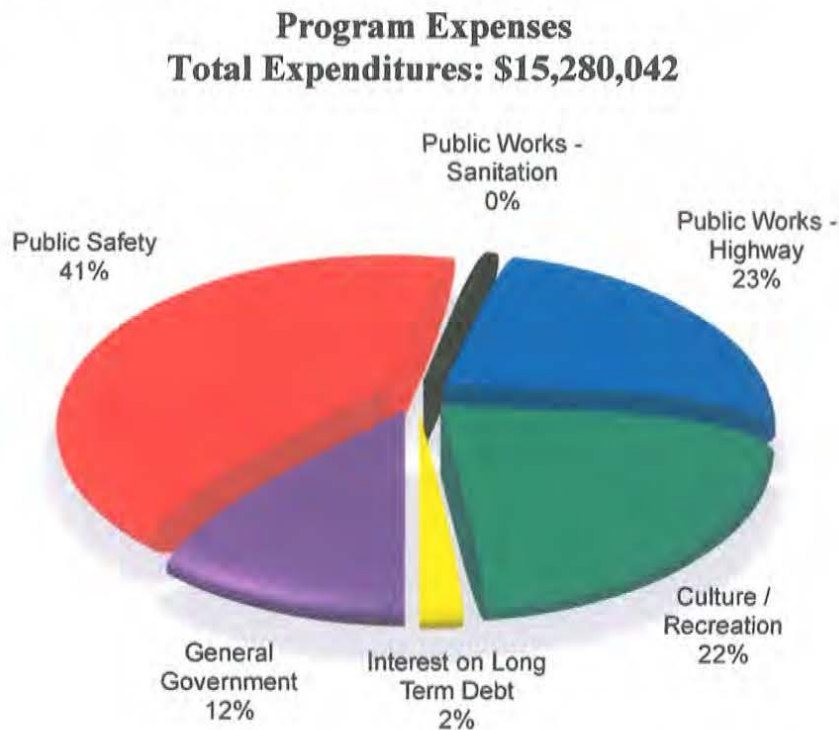
Total program expenses in 2015 were \$15,280,042. This represents an increase of \$242,849 or 1.6% over 2014.

In 2015 expenses associated with public safety account for \$6,216,579 or 40.7% of all expenses. Programs contained in the Public Safety category include Police Services, Fire Services, Planning, Emergency Medical Services, Animal Control, Zoning Building Inspection and Emergency Medical Services.

Public Works expenses in 2015 totaled \$3,734,226 or 24.4% of total expenses. A significant portion of this amount is associated with capital improvements including the resurfacing of roadways, construction of a trail bridge over Sugar Camp Road, and the rehabilitation of storm sewers.

Programs included under the category of Culture and Recreation are the Peters Township Library, Parks and Recreation, and Peters Township Community Television. In 2015, expenses for Culture and Recreation equaled \$3,361,762 or 22.0% of the expenses.

The following chart graphically depicts the government-wide program expenses for the fiscal year ended December 31, 2015:



### Net Program Expenses/Revenues:

As one might expect the basic services of Peters Township are primarily financed through general revenues. To the extent one can identify a specific beneficiary of a municipal service, users fees are charged to offset the cost of the service rendered. Examples of the

municipal services where it is possible to establish this correlation include services such as recreation programs and building permits.

In 2015 public safety expenses required the most general revenue for support, needing \$5,451,186. Culture and recreation required \$2,216,569 in general revenue support while public works activities required \$1,445,130.

### **Business-Type Activities**

#### **Revenue Sources**

To finance the cost of collecting and disposing of solid waste and recyclables the Township charges each homeowner a flat fee that is collected quarterly. In 2015 fees for solid waste and recycling totaled \$1,537,774. In 2015 fees for garbage service were unchanged from 2014 levels.

#### **Program Expenses**

The flat fee charged to the Township by a third party contractor determines the expense related to the collection and disposal of solid waste and recyclables. This service costs \$1,505,941 in 2015. The collection and disposal of solid waste and recyclables is performed under contract with Waste Management. The Township through the South Hills Council of Government entered into a contract with Waste Management in 2014. This contract expires at the end of 2019.

#### **Net Program Expenses/Revenues**

Program expenses are intended to be fully offset by revenues generated by user charges. In 2015 charges for services off set all associated expenses.

### **FINANCIAL ANALYSIS OF THE MUNICIPALITY'S FUNDS**

As Peters Township completed the year, its governmental funds reported a combined fund balance of \$10,604,473 a decrease of \$748,098 compared to the previous year. This decrease in fund balance is largely attributable to onetime expenses associated with assuming operation of the winter tennis program and personnel costs associated with the leadership transition occurring in the Library and Police Departments. The Township continues to maintain fund balances well in excess of established standards.

Fund balance is divided into one of five classifications. These are:

- **Nonspendable fund balance:** amounts that are not in a spendable form such as inventory or are required to be maintained intact
- **Restricted fund balance:** amounts constrained to specific purposes by their providers through constitutional provisions or by enabling legislation
- **Committed fund balance:** amounts constrained to specific purposes by Peters Township Council
- **Assigned fund balance:** amounts a government intends to use for a specific purpose. The assignment can be expressed Council or the Township Manager
- **Unassigned fund balance:** amounts that are available for any purpose; these amounts are reported only in the general fund.

Of the total balance, only \$20 is restricted. Peters Township Council has committed \$4,355,269 for specific purposes including \$1,525,310 in the Cable Television Fund for public access television and communications. \$576,954 of the fund balance is classified as assigned. This includes \$508,066 which is assigned the Library Fund for library operations. The non-spendable fund balance is \$44,027. The remaining \$5,628,203 is unassigned, meaning it is available to meet the Township's current and future needs.

In the Peters Township General Fund, the fund balance decreased by \$496,611 from \$6,899,350 to \$6,402,739. This decrease in fund balance is largely attributable to onetime expenses associated with assuming operation of the winter tennis program and personnel costs associated with the leadership transition occurring in the Library and Police Departments.

The fund balance in the Peters Township Capital Projects Fund decreased by \$130,097 from \$2,298,435 to \$2,168,338. This is largely attributed to completion of capital projects.

### **General Fund Budgetary Highlights**

In 2015 General Fund revenues exceed budgeted revenues by \$356,800. Total revenues in 2015 were budgeted at \$13,517,305 while actual revenues equaled \$13,874,105. The variance is largely attributable to greater than expected Real Estate Transfer Tax revenues which exceeded budgeted revenues by \$436,101.

General Fund expenditures were \$856,291 less than the final budget. The final budget for total expenditures in 2015 was \$12,210,858 while actual expenditures equaled \$11,354,567. The variance between actual and budgeted expenditures was the result of a continued concerted effort across the board to control spending.

### **Other Major Funds**

#### **Capital Projects Fund**

The Capital Projects Fund accounts for funds provided by Peters Township, most frequently from transfers from the General Fund or bond proceeds. The most significant capital expenditure in 2015 related to highway maintenance, storm sewer maintenance, building improvements, and vehicle replacement.

#### **Cable Television Fund**

Peters Township has entered into a franchise agreements for cable services with Comcast Communications and Verizon. The Cable Television Fund accounts for funds derived from a 5% franchise fee charged the Township's cable television provider. Peters Township has chosen to segregate these funds and to earmark them for communication, public access operation and cable franchise administration.

## CAPITAL ASSET AND DEBT ADMINISTRATION

### Capital Assets

Capital assets consist primarily of land, buildings and improvements, equipment and infrastructure. The following is a summary of capital assets at December 31, 2015 and December 31, 2014:

#### Summary of Capital Assets

	Balance at 12/31/2015	Balance at 12/31/2014	Difference
Land	\$5,877,316	\$5,877,316	\$0
Buildings & improvements	\$16,773,991	\$15,588,195	\$1,185,796
Land improvements	\$5,889,096	\$5,889,096	\$0
Machinery and equipment	\$7,126,384	\$5,265,693	\$1,860,691
Vehicles	\$3,809,674	\$3,558,208	\$251,466
Infrastructure	<u>\$22,543,988</u>	<u>\$20,490,275</u>	<u>\$2,053,713</u>
<b>Total capital assets</b>	<u><u>\$62,020,449</u></u>	<u><u>\$56,668,783</u></u>	<u><u>\$5,351,666</u></u>
Less accumulated depreciation for:			
Buildings and building improvements	\$6,122,798	\$5,680,730	\$442,068
Land improvements	\$2,961,081	\$2,681,340	\$279,741
Machinery and equipment	\$3,745,853	\$3,302,432	\$443,421
Vehicles	\$2,493,626	\$2,261,970	\$231,656
Infrastructure	<u>\$6,150,387</u>	<u>\$5,227,640</u>	<u>\$922,747</u>
<b>Total accumulated depreciation</b>	<u><u>\$21,473,745</u></u>	<u><u>\$19,154,112</u></u>	<u><u>\$2,319,633</u></u>
<b>Net capital assets</b>	<u><u>\$40,546,704</u></u>	<u><u>\$37,514,671</u></u>	<u><u>\$3,032,033</u></u>

More detailed information about the Township's capital assets can be found in Note 6 of the notes to financial statements.

### Long-term Debt

As of December 31, 2015 the Township had \$11,540,743 of debt outstanding including general obligation debt of \$10,970,000 and a capital lease of \$570,743. This represents a decrease of \$663,775 or 5.4% from the previous year. The following details activity related to general obligation bonds and capital leases during 2015.

#### Summary of General Obligation Debt Activity

Beginning Balance at 1/1/2015	\$ 12,204,518
Additions	\$ 206,433
Principal Retirement	<u>870,208</u>
Ending Balance at 12/31/2015	<u><u>\$ 11,540,743</u></u>

More detailed information about the Township long-term debt can be found in Note 9 of the notes to financial statements.

## **Trust and Agency Operations**

### **Pension Trust Fund**

The Township maintains two pension funds related to the activities associated with the Peters Township Police and the Peters Township Employee Pension Systems. As a result of a net appreciation in the fair value of the investments in 2015 both pension funds experienced a modest increase in the value of assets held. Because the Peters Township Employee Pension is a defined contribution plan the amount of the Township's future contribution will be unaffected. The Peters Township Police Pension Plan however is a defined benefit plan. The impact of the net appreciation in the fair value of investments held in this plan on future Township contribution has yet to be ascertained.

### **Bond Ratings**

The Township maintains a strong investment bond rating of Aa+ from Standard and Poor's bond rating service. This rating was reaffirmed in 2016. More detailed information about the Township's general long-term debt activity can be found in the notes to the financial statements.

## **CONTACTING THE MUNICIPALITY'S FINANCIAL MANAGEMENT**

This financial report is designed to provide our citizens, taxpayers, customers, investors and creditors with a general overview of the Township's finances and to demonstrate the Township's accountability for the money it receives. If you have any questions about this report or need additional financial information, please contact:

**Peters Township Business Department  
610 East McMurray Road  
McMurray, PA 15317**

**Peters Township  
Statement of Net Position  
December 31, 2015**

**Exhibit 1**

	Governmental Activities	Business-Type Activities	Totals
<b>ASSETS</b>			
Cash and Cash Equivalents	\$10,151,540	\$193,063	\$10,344,603
Investments	554,118	-	554,118
Taxes Receivable, Net	990,289	-	990,289
Internal Balances	50,000	(50,000)	-
Due from Other Governments	62,529	-	62,529
Other Receivables	227,104	-	227,104
Accounts Receivable	-	63,741	63,741
Prepaid Items	44,027	-	44,027
Capital Assets not Being Depreciated			
Land	5,877,316	-	5,877,316
Capital Assets, Net of Accumulated Depreciation	18,275,787	-	18,275,787
Infrastructure Assets, Net of Accumulated Depreciation	<u>16,393,601</u>	<u>-</u>	<u>16,393,601</u>
<b>TOTAL ASSETS</b>	<u>52,626,311</u>	<u>206,804</u>	<u>52,833,115</u>
<b>DEFERRED OUTFLOWS OF RESOURCES</b>			
Amounts Related to Pensions	691,030	-	691,030
Deferred Charge on Refunding	<u>575,556</u>	<u>-</u>	<u>575,556</u>
<b>TOTAL DEFERRED OUTFLOWS OF RESOURCES</b>	<u>1,266,586</u>	<u>-</u>	<u>1,266,586</u>
<b>LIABILITIES</b>			
Accounts Payable	390,205	15,622	405,827
Contracts Payable	168,584	-	168,584
Accrued Interest Payable	9,209	-	9,209
Accrued Salaries and Benefits	128,011	-	128,011
Payroll Deductions and Withholdings	102,930	-	102,930
Other Current Liabilities	626,430	-	626,430
Noncurrent Liabilities			
Due Within One Year	912,236	-	912,236
Due in More Than One Year			
Bonds Payable	10,367,086	-	10,367,086
Capital Leases	442,646	-	442,646
Compensated Absences	489,471	-	489,471
Net Pension Liability	1,515,118	-	1,515,118
Net Other Post-Employment Benefit Obligations	<u>277,637</u>	<u>-</u>	<u>277,637</u>
<b>TOTAL LIABILITIES</b>	<u>15,429,563</u>	<u>15,622</u>	<u>15,445,185</u>
<b>NET POSITION</b>			
Net Investment in Capital Assets	29,474,431	-	29,474,431
Restricted for Highways	20	-	20
Unrestricted	<u>8,988,883</u>	<u>191,182</u>	<u>9,180,065</u>
<b>TOTAL NET POSITION</b>	<u>\$38,463,334</u>	<u>\$191,182</u>	<u>\$38,654,516</u>

See Accompanying Notes

**Peters Township  
Statement of Activities  
Year Ended December 31, 2015**

**Exhibit 2**

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Position		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Totals
<b>Governmental Activities</b>							
General Government	\$ 1,682,152	\$ 45,178	\$ 97,740	\$ -	\$ (1,539,234)	\$ -	\$ (1,539,234)
Public Safety	6,216,579	431,194	334,199	-	(5,451,186)	-	(5,451,186)
Public Works - Sanitation	97,891	-	-	-	(97,891)	-	(97,891)
Public Works - Highways	3,636,335	68,840	849,898	1,370,358	(1,347,239)	-	(1,347,239)
Culture - Recreation	3,361,762	1,029,295	115,898	-	(2,216,569)	-	(2,216,569)
Interest on Long-Term Debt	285,323	-	-	-	(285,323)	-	(285,323)
<b>Total Governmental Activities</b>	<u>15,280,042</u>	<u>1,574,507</u>	<u>1,397,735</u>	<u>1,370,358</u>	<u>(10,937,442)</u>	<u>-</u>	<u>(10,937,442)</u>
<b>Business-Type Activities</b>							
Garbage	1,505,941	1,537,774	-	-	-	31,833	31,833
<b>Total Primary Government</b>	<u>\$16,785,983</u>	<u>\$3,112,281</u>	<u>\$1,397,735</u>	<u>\$1,370,358</u>	<u>(10,937,442)</u>	<u>31,833</u>	<u>(10,905,609)</u>
<b>General Revenues and Transfers</b>							
Taxes							
Property Taxes Levied for General Purposes, Net					4,425,092	-	4,425,092
Earned Income Taxes					5,684,718	-	5,684,718
Real Estate Transfer Taxes					1,736,101	-	1,736,101
Other Taxes Levied for General Purposes, Net					421,041	-	421,041
Grants, Subsidies and Contributions not Restricted to Specific Programs					1,613,318	-	1,613,318
Investment Earnings					7,915	33	7,948
Miscellaneous Income					53,219	-	53,219
Transfers					51,891	(51,891)	-
<b>Total General Revenues and Transfers</b>					<u>13,993,295</u>	<u>(51,858)</u>	<u>13,941,437</u>
<b>Changes in Net Position</b>					<u>3,055,853</u>	<u>(20,025)</u>	<u>3,035,828</u>
<b>Net Position - January 1, 2015 (Restated - See Note 2)</b>					<u>35,407,481</u>	<u>211,207</u>	<u>35,618,688</u>
<b>Net Position - December 31, 2015</b>					<u>\$ 38,463,334</u>	<u>\$191,182</u>	<u>\$ 38,654,516</u>

See Accompanying Notes

**Peters Township  
Balance Sheet  
Governmental Funds  
December 31, 2015**

**Exhibit 3**

	General Fund	Cable Television Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
<b>ASSETS</b>					
Cash and Cash Equivalents	\$6,323,808	\$1,456,319	\$1,820,661	\$550,752	\$10,151,540
Investments	-	-	554,118	-	554,118
Taxes Receivable, Net	990,289	-	-	-	990,289
Due from Other Funds	67,412	-	464	-	67,876
Due from Other Governments	62,529	-	-	-	62,529
Other Receivables	92,525	134,579	-	-	227,104
Prepaid Items	<u>44,027</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>44,027</u>
<b>TOTAL ASSETS</b>	<b><u>\$7,580,590</u></b>	<b><u>\$1,590,898</u></b>	<b><u>\$2,375,243</u></b>	<b><u>\$550,752</u></b>	<b><u>\$12,097,483</u></b>
<b>LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>					
<b>Liabilities</b>					
Due to Other Funds	\$ 464	\$ 5,448	\$ 9,681	\$ 2,283	\$ 17,876
Accounts Payable	320,233	949	28,640	40,383	390,205
Contracts Payable	-	-	168,584	-	168,584
Accrued Salaries and Benefits	126,849	1,162	-	-	128,011
Payroll Deductions and Withholdings	102,930	-	-	-	102,930
Other Current Liabilities	<u>568,401</u>	<u>58,029</u>	<u>-</u>	<u>-</u>	<u>626,430</u>
<b>Total Liabilities</b>	<b><u>1,118,877</u></b>	<b><u>65,588</u></b>	<b><u>206,905</u></b>	<b><u>42,666</u></b>	<b><u>1,434,036</u></b>
<b>Deferred Inflows of Resources</b>					
<b>Unavailable Revenues</b>					
Property Taxes	35,615	-	-	-	35,615
Special Assessments	<u>23,359</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>23,359</u>
<b>Total Deferred Inflows of Resources</b>	<b><u>58,974</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>58,974</u></b>
<b>Fund Balances</b>					
Nonspendable	44,027	-	-	-	44,027
Restricted	-	-	-	20	20
Committed	661,621	1,525,310	2,168,338	-	4,355,269
Assigned	68,888	-	-	508,066	576,954
Unassigned	<u>5,628,203</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,628,203</u>
<b>Total Fund Balances</b>	<b><u>6,402,739</u></b>	<b><u>1,525,310</u></b>	<b><u>2,168,338</u></b>	<b><u>508,086</u></b>	<b><u>10,604,473</u></b>
<b>TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND FUND BALANCES</b>	<b><u>\$7,580,590</u></b>	<b><u>\$1,590,898</u></b>	<b><u>\$2,375,243</u></b>	<b><u>\$550,752</u></b>	<b><u>\$12,097,483</u></b>

See Accompanying Notes

**Peters Township**  
**Reconciliation of the Governmental Funds Balance Sheet**  
**to the Statement of Net Position**  
**December 31, 2015**

**Exhibit 4**

Total Fund Balances - Governmental Funds \$ 10,604,473

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of assets is \$62,020,449, and the accumulated depreciation is \$21,473,745. 40,546,704

Property taxes receivable and other long-term assets will be collected in the future but are not available to pay for current period expenditures and, therefore are reported as unavailable revenue in the funds. 58,974

Some liabilities including net pension obligations, are not due and payable in the current period and therefore, are not reported in the funds.

Net Pension Liability (1,515,118)

Deferred outflows and inflows of resources related to pensions are applicable to future periods and therefore, are not reported in the funds.

Deferred Outflows of Resources Related to Pensions 691,030

Certain charges on bonds issued and refunded are capitalized and amortized over the life of the bonds in the statement of net position. 468,470

Long-term liabilities, including bonds and capital leases payable, are not due and payable in the current period, and therefore are not reported as liabilities in the funds. Long-term liabilities at year-end consist of:

Bonds Payable	\$(10,970,000)	
Accrued Interest on the Bonds	(9,209)	
Capital Leases Payable	(570,743)	
Other Post-Employment Benefits (OPEB)	(277,637)	
Compensated Absences	<u>(563,610)</u>	<u>(12,391,199)</u>

Total Net Position - Governmental Activities \$ 38,463,334

See Accompanying Notes

**Peters Township**  
**Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**  
**Governmental Funds**  
**Year Ended December 31, 2015**

**Exhibit 5**

	General Fund	Cable Television Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
<b>Revenues</b>					
Taxes	\$12,277,745	\$ -	\$ -	\$ -	\$12,277,745
Licenses and Permits	15,327	538,401	-	-	553,728
Fines and Forfeits	59,272	-	-	33,390	92,662
Interest, Rents and Royalties	6,417	740	450	308	7,915
Intergovernmental	556,378	-	880,910	724,118	2,161,406
Charges for Services	914,007	-	-	14,110	928,117
Miscellaneous	<u>44,959</u>	<u>230</u>	<u>319,337</u>	<u>1,126</u>	<u>365,652</u>
<b>Total Revenues</b>	<u>13,874,105</u>	<u>539,371</u>	<u>1,200,697</u>	<u>773,052</u>	<u>16,387,225</u>
<b>Expenditures</b>					
<b>Current:</b>					
General Government	1,255,373	39,070	-	-	1,294,443
Public Safety	4,684,443	-	-	-	4,684,443
Public Works - Sanitation	84,189	-	-	-	84,189
Public Works - Highways	1,493,056	-	-	-	1,493,056
Culture - Recreation	1,374,933	100,962	-	811,633	2,287,528
Insurance, Employee Benefits and Other	2,279,139	-	-	-	2,279,139
<b>Debt Service:</b>					
Principal	170,208	-	-	700,000	870,208
Interest	13,226	-	-	232,646	245,872
Capital Outlay	<u>-</u>	<u>24,959</u>	<u>3,520,421</u>	<u>609,389</u>	<u>4,154,769</u>
<b>Total Expenditures</b>	<u>11,354,567</u>	<u>164,991</u>	<u>3,520,421</u>	<u>2,353,668</u>	<u>17,393,647</u>
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<u>2,519,538</u>	<u>374,380</u>	<u>(2,319,724)</u>	<u>(1,580,616)</u>	<u>(1,006,422)</u>
<b>Other Financing Sources (Uses)</b>					
Capital Lease	-	-	206,433	-	206,433
Transfers In	-	-	1,983,194	1,682,646	3,665,840
Transfers Out	<u>(3,016,149)</u>	<u>(597,800)</u>	<u>-</u>	<u>-</u>	<u>(3,613,949)</u>
<b>Total Other Financing Sources (Uses)</b>	<u>(3,016,149)</u>	<u>(597,800)</u>	<u>2,189,627</u>	<u>1,682,646</u>	<u>258,324</u>
<b>Net Changes in Fund Balances</b>	(496,611)	(223,420)	(130,097)	102,030	(748,098)
<b>Fund Balances - January 1, 2015</b>	<u>6,899,350</u>	<u>1,748,730</u>	<u>2,298,435</u>	<u>406,056</u>	<u>11,352,571</u>
<b>Fund Balances - December 31, 2015</b>	<u>\$ 6,402,739</u>	<u>\$1,525,310</u>	<u>\$ 2,168,338</u>	<u>\$ 508,086</u>	<u>\$10,604,473</u>

See Accompanying Notes

**Peters 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**

**Exhibit 6**

Total Net Change in Fund Balances - Governmental Funds \$ (748,098)

Amounts reported for governmental activities in the statement of activities are different because:

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 capital outlays exceeds depreciation in the period.

Depreciation Expense	\$(2,410,948)	
Capital Outlays	3,567,997	
Net Book Value of Assets Retired	<u>(32,588)</u>	1,124,461

Donations of capital assets increases net position in the statement of activities, but do not appear in the governmental funds because they are not financial resources. 1,907,572

Because some revenues will not be collected for several months after the Township's year ends, they are not considered as "available" revenues in the governmental funds. (9,416)

Repayment of bond principal and capital leases is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. 870,208

Some capital assets acquired this year were financed with capital leases. The amount financed by the leases is reported in the governmental funds as an other financing source. The capital leases are not revenues in the statement of activities, but constitute long-term liabilities in the statement of net position. (206,433)

In the statement of activities, certain operating expenses - compensated absences (sick pay and vacations) and other post-employment benefit obligations (OPEB) - are measured by the amounts earned during the year. In governmental funds, however, expenditures for the items are measured by the amount of financial resources used (essentially, the amounts actually paid).

Compensated Absences	31,959	
Other Post-Employment Benefit Obligations	<u>991</u>	32,950

**Peters 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**

**Exhibit 6**

Changes in the net pension liability and related deferred inflows and outflows of resources do not affect current financial resources and, therefore, are not reflected on the fund statements.

\$ 124,060

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.

Net Change in Accrued Interest on Bonds

6,924

Bond premium and loss on defeasance are reported in the statement of revenues and expenditures of governmental funds as expenditures but are capitalized and amortized over the life of the bonds in the statement of activities.

Amortization of Bond Premium and Loss on Refunding

(46,375)

Change in Net Position of Governmental Activities

\$3,055,853

See Accompanying Notes

**Peters Township  
Statement of Net Position  
Proprietary Fund  
December 31, 2015**

**Exhibit 7**

	Garbage Fund
<b>ASSETS</b>	
Current Assets	
Cash and Cash Equivalents	\$193,063
Accounts Receivable	<u>63,741</u>
<b>TOTAL ASSETS</b>	<u>256,804</u>
<b>LIABILITIES</b>	
Current Liabilities	
Due to Other Funds	50,000
Accounts Payable	<u>15,622</u>
<b>TOTAL LIABILITIES</b>	<u>65,622</u>
<b>NET POSITION</b>	
Unrestricted	<u>\$191,182</u>

See Accompanying Notes

**Peters Township**  
**Statement of Revenues, Expenses and**  
**Changes in Fund Net Position**  
**Proprietary Fund**  
**Year Ended December 31, 2015**

**Exhibit 8**

	Garbage Fund
Operating Revenues	
Charges for Services	<u>\$1,537,774</u>
Operating Expenses	
Other Services and Charges	<u>1,505,941</u>
Operating Income	31,833
Nonoperating Revenues	
Investment Income	<u>33</u>
Income before Transfers	31,866
Transfers Out	<u>(51,891)</u>
Change in Net Position	(20,025)
Net Position - January 1, 2015	<u>211,207</u>
Net Position - December 31, 2015	<u>\$ 191,182</u>

See Accompanying Notes

**Peters Township  
Statement of Cash Flows  
Proprietary Fund  
Year Ended December 31, 2015**

**Exhibit 9**

	Garbage Fund
Cash Flows from Operating Activities	
Cash Received from Customers	\$ 1,538,792
Cash Payments to Suppliers for Goods and Services	<u>(1,524,267)</u>
Net Cash Provided by Operating Activities	<u>14,525</u>
Cash Flows from Non-Capital Financing Activities	
Transfers Out	<u>(51,891)</u>
Cash Flows from Investing Activities	
Earnings on Investments	<u>33</u>
Net Decrease in Cash and Cash Flows	(37,333)
Cash and Cash Equivalents - January 1, 2015	<u>230,396</u>
Cash and Cash Equivalents - December 31, 2015	\$ <u><u>193,063</u></u>
Operating Income	\$ 31,833
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities	
(Increase) Decrease in Accounts Receivable	1,018
Increase (Decrease) in Accounts Payable	<u>(18,326)</u>
Total Adjustments	<u>(17,308)</u>
Cash Provided by Operating Activities	\$ <u><u>14,525</u></u>

See Accompanying Notes

**Peters Township  
Statement of Net Position  
Fiduciary Funds  
December 31, 2015**

**Exhibit 10**

	Pension Trust Funds
<b>ASSETS</b>	
Cash and Cash Equivalents	\$ 497,357
Investments	
Mutual Funds	13,767,435
Guaranteed Interest Accounts	112,053
Receivables - Employees	<u>24,349</u>
<b>TOTAL ASSETS</b>	<u>14,401,194</u>
<b>NET POSITION</b>	
Net Position Restricted for Pensions	<u>\$14,401,194</u>

See Accompanying Notes

**Peters Township**  
**Statement of Change in Net Position**  
**Fiduciary Funds**  
**Year Ended December 31, 2015**

**Exhibit 11**

	Pension Trust Funds
Additions	
Contributions	
Employer	\$ 653,915
Plan Members	<u>109,446</u>
Total Contributions	<u>763,361</u>
Investment Income	
Net Appreciation (Depreciation) in Fair Value of Investments	(67,695)
Interest and Dividends	<u>1,444</u>
Net Investment Income	<u>(66,251)</u>
Total Additions	<u>697,110</u>
Deductions	
Benefits	420,156
Administrative Expenses	<u>24,246</u>
Total Deductions	<u>444,402</u>
Net Increase in Net Position	252,708
Net Position Restricted for Pensions	
Beginning of Year	<u>14,148,486</u>
End of Year	<u>\$14,401,194</u>

See Accompanying Notes

**Peters Township**  
**Notes to Financial Statements**  
**December 31, 2015**

**Note 1 - Summary of Significant Accounting Policies**

Peters Township was incorporated in 1781 under the provisions of Article 9, Section 1 of the Constitution of the Commonwealth of Pennsylvania, as amended. Peters Township operates under the Home Rule Charter with a Council/Manager form of government.

**A. Description of Government-Wide and Fund Financial Statements**

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the nonfiduciary activities of the Township. All fiduciary activities are reported only in the fund financial statements. For the most part, the effect of interfund activity has been removed from these statements. *Governmental activities*, which normally are supported by taxes and intergovernmental revenues, are reported separately from *business-type activities*, which rely to a significant extent on fees and charges for support.

The statement of activities demonstrates the degree to which the direct expenses of a given function are offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function. *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, and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

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 and major enterprise funds are reported as separate columns in the fund financial statements.

**B. Basis of Presentation - Government-Wide Financial Statements**

While separate government-wide and fund financial statements are presented, they are interrelated. The governmental activities column incorporates data from governmental funds, while business-type activities incorporate data from the government's enterprise funds. 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.

**C. Basis of Presentation - Fund Financial Statements**

The fund financial statements provide information about the government's funds, including its fiduciary funds. Separate statements for each fund category - governmental, proprietary, and fiduciary - are presented. The emphasis of fund financial statements is on major governmental and enterprise funds, each displayed in a separate column. All remaining governmental and enterprise funds are aggregated and reported as nonmajor funds. Major individual governmental and enterprise funds are reported as separate columns in the fund financial statements.

**Peters Township**  
**Notes to Financial Statements**  
**December 31, 2015**

**Note 1 - Summary of Significant Accounting Policies (Cont'd)**

C. Basis of Presentation - Fund Financial Statements (Cont'd)

The government 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 accounted for in another fund.

The *cable television fund*, a special revenue fund, is used to account for revenues received under the cable television franchise agreement and related expenditures of operating the public access channel.

The *capital projects fund* accounts for financial resources to be used for the acquisition or construction of major capital facilities or equipment.

The Township reports the following major proprietary fund:

The *garbage fund* accounts for the revenues and other costs and expenses providing garbage collection to residents during the year.

Additionally, the Township reports the following fund type:

The *pension trust fund(s)* account for the activities of the Police and Non-Uniform Pension Plans, which accumulate resources for pension benefit payments to covered employees.

The Township also reports as nonmajor governmental funds the following:

*Special revenue funds* focus on revenues that are restricted or committed to specific purposes. Their revenues serve as the foundation for those funds. The Highway Aid and Library Funds are considered special revenue funds.

*Debt service funds* account for the resources accumulated and payments made for principal and interest on long-term general obligation bonds of governmental funds.

During the course of operations, the government has activity between funds for various purposes. Any residual balances outstanding at year end are reported as due from/to other funds and advances to/from other funds. While these balances are reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Balances between the funds included in governmental activities are eliminated so that only the net amount is included as internal balances in the governmental activities column. Similarly, balances between the funds included in business-type activities (i.e., the enterprise funds) are eliminated so that only the net amount is included as internal balances in the business-type activities column.

**Peters Township**  
**Notes to Financial Statements**  
**December 31, 2015**

**Note 1 - Summary of Significant Accounting Policies (Cont'd)**

C. Basis of Presentation - Fund Financial Statements (Cont'd)

Further, certain activity occurs during the year involving transfers of resources between funds. In fund financial statements these amounts are reported at gross amounts as transfers in/out. While reported in fund financial statements, certain eliminations are made in the preparation of the government-wide financial statements. Transfers between the funds included in governmental activities are eliminated so that only the net amount is included as transfers in the governmental activities column. Similarly, balances between the funds included in business-type activities are eliminated so that only the net amount is included as transfers in the business-type activities column.

D. Measurement Focus and Basis of Accounting

The accounting and financial reporting treatment is determined by the applicable measurement focus and basis of accounting. Measurement focus indicates the type of resources being measured such as *current financial resources* or *economic resources*. The basis of accounting indicates the timing of transactions or events for recognition in the financial statements.

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes, net of any uncollectible amounts, 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 fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Property taxes levied but collected beyond 60 days after year end are recorded as unavailable revenues to be recognized as revenue when the taxes are collected. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. General capital assets acquisitions are reported as expenditures in governmental funds. Issuance of long-term debt and acquisitions under capital leases are reported as other financing sources.

Property taxes, intergovernmental revenues, investment income, rent and certain miscellaneous revenues 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. In applying the susceptible to accrual concept to intergovernmental revenues (state and federal sources), the legal and contractual requirements of the individual

**Peters Township**  
**Notes to Financial Statements**  
**December 31, 2015**

**Note 1 - Summary of Significant Accounting Policies (Cont'd)**

D. Measurement Focus and Basis of Accounting (Cont'd)

programs are used as guidance. There are however, essentially two types of these revenues. In one, monies must be expended on the specific purpose or project before any amounts will be paid to the Township; therefore, revenues are recognized based upon the expenditures recorded. In the other, monies are virtually unrestricted as to purpose of expenditures. All other revenue items are considered to be measurable and available only when cash is received by the government.

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 Township's enterprise funds are charges to residents for collection of garbage and recyclables. 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.

When both restricted and unrestricted resources are available for use, it is the government's policy to use restricted resources first, then unrestricted resources as they are needed.

E. Cash and Cash Equivalents

The Township's policy is to maintain cash balances in interest-bearing accounts such as money market or flex funds. Investments are stated at fair value. Fair value is based on quoted market prices. For the purposes of the statement of cash flows, the proprietary fund considers all highly liquid investments with a maturity of three months or less when purchased to be cash equivalents.

F. Budgets

Budgets are adopted on a basis consistent with generally accepted accounting principles. Expenditures may not legally exceed the budgeted appropriation at the function level. As a matter of policy, supplemental appropriations are requested whenever expenditures exceed appropriations at the function level. Only Council may take action to amend appropriations. The budgetary procedures utilized by Peters Township are prescribed in the Township's Home Rule Charter. Those procedures are as follows:

1. Sixty days prior to the close of the fiscal year (December 31), the Township Manager is required to submit to Council a proposed budget.
2. Upon submission to Council, the proposed budget is considered public record and, as such, is available to the public for their review.

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 1 - Summary of Significant Accounting Policies (Cont'd)**

F. Budgets (Cont'd)

3. Council holds a public hearing to obtain input from Township residents on the proposed budget. This hearing must be held no earlier than two weeks after the submittal of the proposed budget to Council, but no later than two weeks prior to the anticipated adoption date.
4. No sooner than two weeks after the public hearing, but before the close of the fiscal year (December 31), Council adopts the budget.
5. Budgets are adopted as on-line item basis by departments. At any time during the year, the Township Manager may transfer monies among programs within a function. Appropriation transfers between functions require Council action.
6. Appropriations authorized by the budget or any addendum cannot exceed anticipated income.
7. Budgets are legally adopted for the general fund, all special revenue funds, capital projects funds, and the debt service funds on a basis consistent with generally accepted accounting principles.
8. All appropriations lapse at the end of each fiscal year (December 31).
9. There were supplemental budgetary appropriations made during the year ended December 31, 2015 in the amount of \$309,886.

G. Inventories

On government-wide financial statements, inventories are presented at the lower of cost or market on a first-in, first-out basis, and are expensed when used.

Inventories in governmental funds are stated at cost by the first-in, first-out method. The purchase method is used to account for inventories. Under the purchase method, inventories are recorded as expenditures when purchased; however, an estimated value of inventories is reported as an asset in the general fund, if considered material. There were no material inventory balances as of December 31, 2015.

H. Prepaid Items

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both the government-wide and fund financial statements. The cost of prepaid items is recorded as expenditures/expenses when consumed rather than when purchased.

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 1 - Summary of Significant Accounting Policies (Cont'd)**

I. Capital Assets

Capital assets, which include property, plant, equipment and land improvements are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. Capital assets are defined by the Township as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. In addition, capital assets purchased with long-term debt may be capitalized regardless of the thresholds established. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation. Infrastructure has been prospectively capitalized, beginning January 1, 2004.

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.

All reported capital assets are depreciated using the straight-line method over the following estimated useful lives:

Assets	Years
Buildings and Building Improvement	20-40
Land Improvements	20
Furniture	5
Vehicles	5-15
Equipment	5-15
Computers	3
Infrastructure	20-40

J. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of financial 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 government has two items that qualify for reporting in this category. One is the deferred charge on refunding reported in the government-wide statement of net position. A deferred charge on refunding results from the difference in the carrying value of refunded debt and its reacquisition price. This amount is deferred and amortized over the shorter of the life of the refunded or refunding debt. The other item in the government-wide statement of net position is related to the Township's defined benefit pension plan.

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 1 - Summary of Significant Accounting Policies (Cont'd)**

J. Deferred Outflows/Inflows of Resources (Cont'd)

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement 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 government has only one type of item, which arises only under a modified accrual basis of accounting, that qualifies for reporting in this category. Accordingly, the item, *unavailable revenue*, is reported only in the governmental funds balance sheet. The governmental funds report unavailable revenues from two sources: property taxes and special assessments. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available.

K. Compensated Absences

The Township's policies regarding vacation time under various contracts, provide for employees to accumulate sick days which they are paid for upon retirement or termination of service. The amount the employee is compensated and the number of days varies based on their contract and their years of service. The liability for these compensated absences is recorded as long-term debt in the government-wide statements. In the fund financial statements, governmental funds report a compensated absence liability only if they have matured; for example, as a result of employee resignations and retirements.

L. Government-Wide and Proprietary Fund Net Position

Net position is divided into three components:

Net investment in capital assets - consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances of any bonds, mortgages, notes, or other borrowing that are attributable to the acquisition, construction, or improvement of those assets.

Restricted net position - consists of assets with constraints placed on the use either by (1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments, or (2) law through constitutional provisions or enabling legislation.

Unrestricted net position - all other net position that do not meet the definition of "restricted" or "invested in capital assets, net of related debt".

Governmental - Fund Balance

In accordance with Governmental Accounting Standards Board Statement No. 54, fund balance reporting and governmental fund type definitions, the Township classifies governmental funds balances as follows:

Nonspendable - amounts that cannot be spent because they are either (1) not in a spendable form or (2) legally or contractually required to remain intact.

**Peters Township**  
**Notes to Financial Statements**  
**December 31, 2015**

**Note 1 - Summary of Significant Accounting Policies (Cont'd)**

L. Government-Wide and Proprietary Fund Net Position (Cont'd)

Governmental - Fund Balance (Cont'd)

Restricted - the part of fund balance that is restricted to be spent for a specific purpose. The constraints on these amounts must be externally imposed by creditors, grantors, contributors or laws or regulations of other governments; or by enabling legislation. Enabling legislation authorizes the government to assess, levy, change or mandate payment and includes a legally enforceable requirement on the use of these funds.

Committed - the portion of fund balance that can only be used for specific purposes determined by a formal action of the Township's highest level of authority. The Township Council is the highest level of decision-making authority that can, by the passage of a motion, commit fund balances. Once the item is committed, it cannot be used for any other purpose unless changed by the same procedures used to initially constrain the money, which is the passage of a motion.

Assigned - reflects the Township's intent to use the money for a specific purpose but is not considered restricted or committed. The Township Council has, by adoption of policy, authorized the Township manager or assistant manager to assign fund balance.

Unassigned - represents the part of spendable fund balance that has not been categorized as restricted, committed or assigned. The general fund is the only fund permitted to have a positive unassigned fund balance.

The Township's informal policy is that it considers restricted amounts to have been spent first when an expenditure is incurred for purposes for which both restricted and unrestricted fund balance is available. It also considers committed amounts to be spent first when an expenditure is incurred for purposes for which both committed and unassigned fund balance could be used.

The purposes of the nonspendable, restricted, committed and assigned fund balances as of December 31, 2015, are as follows:

1. The nonspendable fund balance in the general fund in the amount of \$44,027 is for prepaid insurance.
2. The restricted fund balance in the nonmajor funds of \$20 is for highway maintenance, rebuilding and construction.
3. The committed fund balance in the general fund is for other post-employment benefits in the amount of \$661,621; in the cable television fund for the public access channel costs of operation in the amount of \$1,525,310; and in the capital projects fund for future capital projects in the amount of \$2,168,338 of which \$664,008 represents the funds received from the local gaming impact fees allocated and the balance from other sources.

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 1 - Summary of Significant Accounting Policies (Cont'd)**

L. Government-Wide and Proprietary Fund Net Position (Cont'd)

Governmental - Fund Balance (Cont'd)

4. The assigned fund balance in the general fund of \$68,888 is for public safety and parks.
5. The assigned fund balance in nonmajor funds of \$508,066 is for the public library.

**Note 2 - Restatement of Beginning Net Position**

Peters Township adopted GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* as of January 1, 2015 and applied the statement by restating the beginning net position. Beginning net position of the governmental activities in the government-wide financial statements were restated as of January 1, 2015. The result of the effects of applying this new statement is summarized below.

Net Position, January 1, 2015 (previously reported)	\$36,385,102
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This Statement requires the liability of employers for defined benefit pensions (net pension liability) to be measured as the portion of the present value of projected benefit payments to be provided through the pension plan to current active and inactive employees that is attributed to those employees' past periods of service (total pension liability), less the amount of the pension plan's fiduciary net position. A liability should be recognized for the employer's proportionate share of the collective net pension liability in financial statements prepared using the economic resources measurement focus and accrual basis of accounting.

The net pension liability as of December 31, 2014, the measurement date, was:	(948,148)
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In addition any net pension obligation (asset) previously reported needs to be removed.

The Township's net pension obligation (asset) as of December 31, 2014 was:	<u>(29,473)</u>
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Restated Net Position, December 31, 2014	<u>\$35,407,481</u>
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**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 3 - Deposits and Investments**

Pennsylvania statutes provide for investment of governmental and proprietary funds into certain authorized investment types including U. S. Treasury bills, other short-term U. S. and Pennsylvania government obligations, and insured or collateralized time deposits and certificates of deposit. The statutes do not prescribe regulations related to demand deposits; however, they do allow the pooling of governmental funds for investment purposes.

In addition to the investments authorized for governmental and proprietary funds, fiduciary fund investments may also be made in corporate stocks and bonds, real estate and other investments consistent with sound business practice.

The deposit and investment policy of the Township adheres to state statutes and prudent business practice.

The deposits and investments of the fiduciary funds are administered by trustees and are held separately from those of other municipal funds. Investments are reported at fair value. Fair value is based on quoted market prices. Securities traded on a national or international exchange are valued at the last reported sales price at current exchange rates. Investments that do not have an established market are reported at estimated fair value. There were no deposit or investment transactions during the year that were in violation of either state statutes or the policy of the Township.

**Custodial Credit Risk - Deposits**

Custodial credit risk is the risk that in an event of a bank failure, the government's deposits may not be returned to it. The Township does not have a deposit policy for custodial credit risk. Deposits in excess of amounts covered by the Federal Deposit Insurance Corporation are collateralized in accordance with Act 72 of 1971 of the Pennsylvania State Legislature which requires the institution to pool collateral for all governments and have the collateral held by an approved custodian in the institution's name. As of December 31, 2015, \$5,127,044 of the Township's bank balance of \$5,877,044 was exposed to custodial credit risk as follows:

Uninsured and Collateral Held by Pledging	
Bank's Agent not in the Township's Name	<u>\$5,127,044</u>

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

Investments	Maturity Date	Fair Value
PLGIT	N/A	\$ 3,387,447
PA Invest	60 days or less	1,923,982
Principal Global Investors		
Money Market Fund	60 days or less	177,256
Equity Mutual Funds	N/A	13,767,435

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 3 - Deposits and Investments (Cont'd)**

Custodial Credit Risk - Deposits (Cont'd)

Investments (Cont'd)	Maturity Date	Fair Value
Principal Financial Group		
Guaranteed Interest Accounts	12/31/16	\$ 54,465
Guaranteed Interest Accounts	12/31/17	10,953
Guaranteed Interest Accounts	12/31/18	8,483
Guaranteed Interest Accounts	12/31/19	21,435
Guaranteed Interest Accounts	12/31/20	7,558
Guaranteed Interest Accounts	12/31/21	<u>9,159</u>
 Total Investments		 <u>\$19,368,173</u>

The investments in the Mutual Funds, Principal Money Market Fund and the Guaranteed Interest Accounts are reported in the Township's fiduciary funds.

Interest Rate Risk - The Township does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates. The money market funds maintain an average maturity that is less than sixty days.

Credit Risks - Pennsylvania statutes authorize the type of investments allowed and are described above. The Township has no investment policy that would further limit its investments choices. The Township's investments in PA Invest and the Pennsylvania Local Government Investment Trust (PLGIT) were rated AAAM by Standard & Poor's. The Principal Money Market Fund and the Principal Guaranteed Interest Accounts held in the fiduciary funds are not rated.

Concentration of Credit Risk - The Township places no limit on the amount it may invest in any one issue.

The Pennsylvania Local Government Investment Trust (PLGIT) was established as a common law trust, organized under laws of the Commonwealth of Pennsylvania and the provision of the Intergovernmental Cooperation Act. Shares of the Fund are offered to certain Pennsylvania school districts, intermediate units, area vocational-technical schools and municipalities. The purpose of the Fund is to enable such governmental units to pool their available funds for investments. The Trust is governed by an elected board of trustees who are responsible for the overall management of the Trust. The trustees are elected from the several classes of local governments participating in the Trust. The Trust is audited annually by independent auditors. PLGIT is rated AAAM by Standard and Poor's.

PLGIT operates in a manner consistent with the SEC's Rule 2a7 of the Investment Company Act of 1940. PLGIT uses amortized cost to report net position to compute share prices. PLGIT maintains a net asset value of \$1 per share. Accordingly, the fair value of the position in PLGIT is the same as the value of the PLGIT shares.

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 4 - Real Estate Taxes**

The tax collector bills and collects real estate taxes on behalf of the Township based upon assessed values provided by the County. The Township's tax rate for all purposes in 2015 was 13 mills (\$13 per \$1,000 assessed valuation). The tax calendar for real estate taxes levied for 2015 is as follows:

Tax Levy Date	March 7, 2015
2% Discount Period	Through June 7, 2015
Face Payment Period	June 8, 2015 - August 7, 2015
10% Penalty Period	August 8, 2015 until Liened
Lien Filing Date	January 1, 2016

The amounts shown as delinquent real estate taxes receivable have not been recorded as revenue on the fund statements. These taxes are, however, recorded as unavailable revenues on the governmental fund balance sheet until they are received. The amounts reported for this receivable are reported on the balance sheet in the amount of \$35,615 along with other taxes receivable of \$954,674.

**Note 5 - Due from Other Governments**

Amounts due from other governments represent receivables for revenues earned by the Township. At December 31, 2015 the following amounts are due from other governmental units:

	Governmental Funds
School District	\$60,141
Other Local Governments	<u>2,388</u>
Total	<u>\$62,529</u>

**Note 6 - Capital Assets**

Capital asset activity for the year ended December 31, 2015 was as follows:

	Balance 01/01/15	Additions	Disposals	Transfers	Balance 12/31/15
Governmental Activities					
Capital Assets not Being Depreciated					
Land	<u>\$ 5,877,316</u>	\$ _____ -	\$ _____ -	\$ _____ -	<u>\$ 5,877,316</u>

**Peters Township**  
**Notes to Financial Statements**  
**December 31, 2015**

**Note 6 - Capital Assets (Cont'd)**

	Balance 01/01/15	Additions	Disposals	Transfers	Balance 12/31/15
Governmental Activities (Cont'd)					
Capital Assets Being Depreciated					
Buildings and Building					
Improvements	\$15,588,195	\$1,185,796	\$ -	\$ -	\$16,773,991
Land Improvements	5,889,096	-	-	-	5,889,096
Machinery and Equipment	5,265,693	1,878,806	18,115	-	7,126,384
Vehicles	3,558,208	357,254	105,788	-	3,809,674
Infrastructure	<u>20,490,275</u>	<u>2,053,713</u>	<u>-</u>	<u>-</u>	<u>22,543,988</u>
 Total Capital Assets Being Depreciated	 <u>50,791,467</u>	 <u>5,475,569</u>	 <u>123,903</u>	 <u>-</u>	 <u>56,143,133</u>
 Totals	 <u>56,668,783</u>	 <u>5,475,569</u>	 <u>123,903</u>	 <u>-</u>	 <u>62,020,449</u>
Less Accumulated Depreciation					
Buildings and Building					
Improvements	5,680,730	442,068	-	-	6,122,798
Land Improvements	2,681,340	279,741	-	-	2,961,081
Machinery and Equipment	3,302,432	447,950	4,529	-	3,745,853
Vehicles	2,261,970	318,442	86,786	-	2,493,626
Infrastructure	<u>5,227,640</u>	<u>922,747</u>	<u>-</u>	<u>-</u>	<u>6,150,387</u>
 Total Accumulated Depreciation	 <u>19,154,112</u>	 <u>2,410,948</u>	 <u>91,315</u>	 <u>-</u>	 <u>21,473,745</u>
 Governmental Activities Capital Assets, Net	 <u>\$37,514,671</u>	 <u>\$3,064,621</u>	 <u>\$ 32,588</u>	 <u>\$ -</u>	 <u>\$40,546,704</u>

Depreciation expense was charged to functions/programs as follows:

Governmental Activities:

General Government	\$ 93,006
Public Safety	144,424
Public Works - Highways	1,527,524
Culture - Recreation	<u>645,994</u>
 Total Depreciation Expense	 <u>\$2,410,948</u>

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 7 - Interfund Balances**

Interfund balances at December 31, 2015 were:

Fund	Interfund Receivable	Interfund Payable
General Fund	\$67,412	\$ 464
Cable Television Fund	-	5,448
Capital Projects Fund	464	9,681
Nonmajor Funds	-	2,283
Enterprise Fund		
Garbage Fund	<u>-</u>	<u>50,000</u>
	<u>\$67,876</u>	<u>\$67,876</u>

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. All the balances above are expected to be collected in the subsequent year.

**Note 8 - Interfund Transfers**

For the year ended December 31, 2015, interfund transfers consisted of the following:

<u>Transfer To</u>	<u>Transfer From</u>			
	General Fund	Cable Television Fund	Garbage Fund	Totals
Capital Projects Funds	\$1,333,503	\$597,800	\$51,891	\$1,983,194
Nonmajor Governmental Funds	<u>1,682,646</u>	<u>-</u>	<u>-</u>	<u>1,682,646</u>
	<u>\$3,016,149</u>	<u>\$597,800</u>	<u>\$51,891</u>	<u>\$3,665,840</u>

The general fund transfer to the capital projects fund in the amount of \$1,333,503 is to fund certain capital projects throughout the Township. The cable television fund transfer of \$597,800 and the garbage fund transfer of \$51,891 to the capital projects fund were for capital purchases.

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 8 - Interfund Transfers (Cont'd)**

The general fund transfers to the nonmajor governmental funds in the amount of \$1,682,646 were comprised of \$750,000 to the library fund and is an annual transfer to subsidize the operations of the Township Library and \$932,646 to the debt service funds to pay the principal and interest due annually on the Township's general obligation bonds.

**Note 9 - Long-Term Liabilities**

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

	Balance 01/01/15	Additions	Reductions	Balance 12/31/15	Due Within One Year
Governmental Activities					
Bonds Payable					
General Obligation Bonds	\$11,670,000	\$ -	\$700,000	\$10,970,000	\$710,000
Plus: Bond Premium	<u>116,167</u>	<u>-</u>	<u>9,081</u>	<u>107,086</u>	<u>-</u>
Total Bonds Payable	11,786,167	-	709,081	11,077,086	710,000
Capital Leases	534,518	206,433	170,208	570,743	128,097
Compensated Absences	<u>595,569</u>	<u>15,286</u>	<u>47,245</u>	<u>563,610</u>	<u>74,139</u>
Governmental Activities					
Long-Term Liabilities	<u>\$12,916,254</u>	<u>\$221,719</u>	<u>\$926,534</u>	<u>\$12,211,439</u>	<u>\$912,236</u>

**General Obligation Bonds**

\$11,010,000 Refunding Issue of 2010 due serially through 2028; interest at 2.00% - 4.10%; debt service source - general fund transfers to debt service fund.

\$ 260,000

\$2,290,000 Refunding Issue of 2012 due serially through 2017; interest at 0.30% - 1.25% debt service source - general fund transfers to debt service fund.

745,000

\$10,000,000 Refunding Issue of 2013 due serially through 2028; interest at 0.40% - 2.27%; debt service source - general fund transfers to debt service fund.

9,965,000

\$10,970,000

**Peters Township**  
**Notes to Financial Statements**  
**December 31, 2015**

**Note 9 - Long-Term Liabilities (Cont'd)**

The general obligation bonds were issued for providing funds for capital projects throughout the Township. The compensated absences and capital leases liabilities will be liquidated primarily by the general fund.

The annual requirements of the Township's funds to amortize all debt outstanding (excluding compensated absences and capital leases) as of December 31, 2015, are as follows:

Year Ended December 31,	Governmental Activities Bonds		Totals
	Principal	Interest	
2016	\$ 710,000	\$ 221,025	\$ 931,025
2017	720,000	209,705	929,705
2018	735,000	194,667	929,667
2019	760,000	172,617	932,617
2020	775,000	157,418	932,418
2021-2025	4,740,000	540,267	5,280,267
2026-2028	<u>2,530,000</u>	<u>92,638</u>	<u>2,622,638</u>
	<u>\$10,970,000</u>	<u>\$1,588,337</u>	<u>\$12,558,337</u>

**Note 10 - Capital Lease**

The Township has entered into lease agreements as lessee for financing the acquisition of fire trucks and highway equipment. The lease agreements qualify as a capital lease for accounting purposes and, therefore, have been recorded at the present value of the future minimum lease payments as of the inception date.

The assets acquired through capital leases are as follows:

Asset	Governmental Activities
Machinery and Equipment	\$1,059,059
Less: Accumulated Depreciation	<u>(361,198)</u>
Total	<u>\$ 697,861</u>

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 10 - Capital Lease (Cont'd)**

The future minimum lease obligations and the net present value of these minimum lease payments, as of December 31, 2015, were as follows:

Year Ended December 31,	Governmental Activities
2016	\$140,797
2017	140,797
2018	140,797
2019	140,797
2020	<u>44,027</u>
Total Minimum Lease Payments	607,215
Less: Amount Representing Interest	<u>(36,472)</u>
Present Value of Minimum Lease Payments	<u>\$570,743</u>

**Note 11 - Defined Benefit Pension Plan**

A. Plan Descriptions, Contribution Information, and Funding Policies

The Township contributes to a Defined Benefit Pension Plan. Assets are held separately and may be used only for the payment of benefits to the members of the Plan.

Peters Township Police Pension Plan (PPP) - The Police Pension Plan is a single-employer defined benefit pension trust fund. Any person employed on a full-time basis by the Township as a member of the police force is eligible to participate in the Plan.

Actuarial valuations are performed biannually. For additional information related to basis of accounting and reported investment values, see Notes 1D. and 3. The activity of the Plan is reported in the pension trust fund in the accompanying financial statements. The Plan does not issue stand-alone financial reports.

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 11 - Defined Benefit Pension Plan (Cont'd)**

A. Plan Descriptions, Contribution Information, and Funding Policies (Cont'd)

The following is a summary of funding policies, contribution methods, and benefit provisions:

	<u>PPP</u>
Date Established	November 3, 1958
Governing Authority and Administrator	Peters Township Council and Resolutions Delegated the Authority to administer the plan to the Township Manager
Determination of Contribution Requirements Employer Plan Members	Actuarially determined \$437,147 Contributions are currently 5% of compensation
Funding of Administrative Costs, including Investment and Custodial Fees and Actuarial Services	From investment earnings
Eligibility Requirements	
Normal Retirement	Hired on or before 01/01/11 Age 50 and completion of 25 years of Service; hired after 01/01/11 attained Age 55 with 25 years of service
Early Retirement	None
Vesting	100% after 12 years of service
Retirement Benefit	50% of average monthly earnings, averaged over the 36 months preceding retirement and accrued benefit adjustment defined as the number of months of service as of a given date divided by the number of complete months of service as of normal retirement date
Service Increment	None

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 11 - Defined Benefit Pension Plan (Cont'd)**

A. Plan Descriptions, Contribution Information, and Funding Policies (Cont'd)

	<u>PPP</u>
Post Retirement Benefit Increases	Hired on or before 01/01/11, Consumer Price Index with limits; hired after 01/01/11, no cost of living adjustment
Provisions for Disability Benefits	Yes
Provisions for Death Benefits	Yes
Deferred Retirement Option Plan (DROP)	<p>An active participant first becomes eligible to elect the DROP upon becoming eligible for normal retirement.</p> <p>An election to participate in the DROP shall constitute an irrevocable election to resign from the service of the employer not later than three years after commencement of DROP participation.</p> <p>At the time of a participant's entry into the DROP, the participant's accrual service, accrued benefit and average compensation shall be calculated as if the participant had actually retired from service. No additional accrual service shall be earned after entry into the DROP. Any changes in plan benefits shall not apply to participants in the DROP, except as the result of increases for cost-of-living.</p> <p>Upon entry into the DROP, an amount equal to the participant's monthly retirement benefit shall be transferred to the employer to be held in a segregated investment account guaranteeing principal. Interest shall be credited at a rate ranging from 0.0% to 4.0%.</p> <p>During DROP participation, a participant shall be considered a retiree with deferred receipt of benefits for all plan purposes.</p>

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 11 - Defined Benefit Pension Plan (Cont'd)**

A. Plan Descriptions, Contribution Information, and Funding Policies (Cont'd)

Membership of the Plan as of December 31, 2015 is as follows:

	<u>PPP</u>
Active Employees	20
Retirees and Beneficiaries Currently Receiving Benefits	13
Inactive Plan Members Entitled to but not Receiving Benefits	<u>1</u>
Total	<u>34</u>

B. Investments

Investment Policy

The Plan is authorized to invest in legal investments permitted under the Pennsylvania Fiduciaries Investment Act. The pension committee appointed by Council, and consists of the Township Manager, a council member and a police officer, establish the investment policy. The Plan's target asset allocation is as follows:

Asset Class	Percent Range
U. S. Equity	41%
Non-U. S. Equity	12%
Real Estate	5%
Other Investments	3%
Cash	0%
Core Bond	<u>39%</u>
Total	<u>100%</u>

Credit risk for investments is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The credit ratings of the Plan's investments (excluding obligations explicitly guaranteed by the U. S. government) are not applicable. Separate accounts held at the Principal Financial Group are commingled pools rather than individual securities. As a result, these accounts are not rated.

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 11 - Defined Benefit Pension Plan (Cont'd)**

B. Investments (Cont'd)

Concentrations

As of the measurement date, the following are investments (other than U. S. government and U. S. government guaranteed obligations) in any one organization, that represents 5 % or more of the Pension Plan's fiduciary net position.  $\$10,777,432 \times 0.05 = \$538,872$

Principal Financial Group	\$10,505,997
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Interest rate risk for investments is the risk that a change in interest rates will adversely affect the fair value of an investment. The Plan has no formal policy for interest rate risk.

Money-Weighted Rate of Return

The money-weighted rate of return is calculated as a rate of return on pension plan investments incorporating the timing and amount of cash flows. This return is calculated net of investment expenses.

The annual money-weighted rate of return on plan investments for the measurement period is (0.53)%.

There are no assets legally reserved for purposes other than the payment of Plan member benefits for the Plan.

There are no long-term contracts for contributions.

C. Net Pension Liability

The components of the net pension liability at December 31, 2015 were as follows:

	<u>PPP</u>
Total Pension Liability	\$12,292,550
Plan Fiduciary Net Position	<u>10,777,432</u>
Net Pension Liability	<u>\$ 1,515,118</u>

Plan fiduciary net position as a percentage of the total pension liability is 87.7%.

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 11 - Defined Benefit Pension Plan (Cont'd)**

C. Net Pension Liability (Cont'd)

Changes in the Township's net pension liability for the year ended December 31, 2015 were as follows:

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balances at January 1, 2015	\$11,578,841	\$10,630,693	\$ 948,148
Changes for the year:		Increase (Decrease)	
Service Cost	290,878	-	290,878
Interest	818,308	-	818,308
Changes in Assumptions	13,983	-	13,983
Differences between Expected and Actual Experience	42,280	-	42,280
Benefit Payments	(451,740)	(305,005)	(146,735)
Contributions - Employer, including State Aid	-	437,147	(437,147)
Contributions - Member	-	93,460	(93,460)
Net Investment Income	-	(54,822)	54,822
Administrative Expense	-	(24,041)	24,041
Net Changes	<u>713,709</u>	<u>146,739</u>	<u>566,970</u>
Balances at December 31, 2015	<u>\$12,292,550</u>	<u>\$10,777,432</u>	<u>\$1,515,118</u>

Sensitivity of the net pension liability to changes in the discount rate: The following shows the effect of a 1.0% change in the discount rate on the net pension liability:

	1% Decrease <u>6.0%</u>	Current Rate <u>7.0%</u>	1% Increase <u>8.0%</u>
Net Pension Liability	<u>\$3,154,650</u>	<u>\$1,515,118</u>	<u>\$229,955</u>

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 11 - Defined Benefit Pension Plan (Cont'd)**

C. Net Pension Liability (Cont'd)

Actuarial Assumptions: The total pension liability for the Plan was determined by an actuarial valuation as of January 1, 2015 and rolled forward to the reporting date using the following significant actuarial assumptions applied to all periods included in the measurement:

Inflation:	2.25 %
Salary Increases:	4.00% increase each year until retirement
Mortality:	During benefit payment period - 2015 IRS prescribed mortality-optional combined table for small plans, male and female Before benefit payment period - None

Expected Long-Term  
Rate of Return:

The expected long-term return on plan assets assumption was developed as a weighted average rate based on the target asset allocation of the Plan and the Long-Term Capital Market Assumptions (CMA) 2014. The capital market assumptions were developed with a primary focus on forward-looking valuation models and market indicators. The key fundamental economic inputs for these models are future inflation, economic growth, and interest rate environment. Due to the long-term nature of the pension obligations, the investment horizon for the CMA 2014 is 20-30 years. In addition to forward-looking models, historical analysis of market data and trends was reflected, as well as the outlook of recognized economists, organizations and consensus CMA from other credible studies.

The following was the asset allocation policy and best estimates of arithmetic rate of return of major asset class included in the Plan's target asset allocation:

Asset Class	Expected Arithmetic Return	Target Allocation %
U. S. Equity - Large Cap	8.80%	32.98%
U. S. Equity - Mid Cap	9.10%	3.87%
U. S. Equity - Small Cap	9.55%	4.03%
Non-U. S. Equity	9.20%	12.11%

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 11 - Defined Benefit Pension Plan (Cont'd)**

C. Net Pension Liability (Cont'd)

Expected Long-Term  
Rate of Return: (Cont'd)

Asset Class	Expected Arithmetic Return	Target Allocation %
REITs	8.35%	0.94%
Real Estate (direct property)	6.30%	5.64%
Cash	1.80%	0.00%
TIPS	4.10%	1.41%
Core Bond	4.25%	34.96%
High Yield	6.30%	4.04%

Discount Rate

The discount rate used to determine the total pension liability was 7.00%, unchanged from the prior measurement date.

The Plan's fiduciary net position and benefit payments were projected to determine if the Plan's fiduciary net position was greater than or equal to the expected benefit payments for each period from 2015 to 2110. Benefit payments after 2110 are projected to be \$-0-.

The long-term rate of return is used to calculate the actuarial present value of projected payments for each future period when the projected fiduciary net position is greater than the projected expected benefit payments. Otherwise, a municipal bond rate is used. The assumptions used for the projection are described above.

The discount rate is a single rate that incorporates the long-term rate of return and municipal bond rate assumptions as described above.

Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources

For the year ended December 31, 2015, the Township recognized pension expense of \$313,087. At December 31, 2015, the Township reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 11 - Defined Benefit Pension Plan (Cont'd)**

C. Net Pension Liability (Cont'd)

Pension Expense, Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 36,007	\$ -
Changes of assumptions	11,908	-
Net difference between projected and actual earnings on Plan investments	<u>643,115</u>	<u>-</u>
Totals	<u>\$691,030</u>	<u>\$ -</u>

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

Year Ended December 31,	
2016	\$169,127
2017	169,127
2018	169,127
2019	169,126
2020	8,348
Thereafter	<u>6,175</u>
	<u>\$691,030</u>

**Note 12 - Defined Contribution Pension Plans**

Peters Township Municipal Employees

A. Plan Description

The Township sponsors and contributes to the Peters Township Municipal Employees Pension Plan which is a defined contribution plan. All full-time administrative employees not represented by a bargaining unit and full-time firefighters are covered by this Plan. The Plan's total membership as of December 31, 2015 is thirty-eight. Administrative costs of the Plan are funded by the general fund.

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 12 - Defined Contribution Pension Plans (Cont'd)**

Peters Township Municipal Employees (Cont'd)

A. Plan Description (Cont'd)

The Township is required to contribute for each employee who has 1,000 or more hours of service in the service period, 8.00% of the employee's annual pay. For members of the firefighters union, effective May 1, 2011, they can contribute up to the maximum allowable. The Township, for the firefighters union members only, has an obligation to match an employee's contribution up to 1% in 2011, 2% in 2012 and 3% each year after. Employees, except as noted above for firefighters, do not contribute to the Plan. Plan participants are 100% vested with five or more years of vesting service.

Benefits can start on the participants:

1. Normal retirement date - the first day of the month on or after the participant reaches age 65; or
2. Early retirement date - this day shall be on or after the date the participant has severance from employment and the date the participant meets the following requirements:
  - a. The date the participant reaches age 55;
  - b. Has completed 10 years of service with the employer.

Benefits paid can be in various forms at the option of the participant. The amount of the benefit depends on the amount contributed to the participant's account, earnings on investments of those contributions, and forfeitures of other participant's benefits that may be allocated to the participant's account.

The amount contributed by the Township to the Plan for the year ended December 31, 2015 was \$216,768, or 8.70% of wages. Unallocated forfeitures from participants no longer in the Plan and not fully vested are allocated among current participants. Township Council is responsible for establishing and/or amending the Plan provisions and contribution requirements.

B. Summary of Significant Accounting Policies

The financial statements of the Plan are included as a pension trust fund in this report. For additional information related to basis of accounting reported investment values see Notes 1D. and 3.

C. Concentrations

The Municipal Employees Pension Plan investments in mutual funds held by Principal Financial Group account for 97% of the total investments at December 31, 2015. The balance (3%) of the Plan's investments are in guaranteed interest accounts.

**Peters Township**  
**Notes to Financial Statements**  
**December 31, 2015**

**Note 12 - Defined Contribution Pension Plans (Cont'd)**

Road Department

Plan Description

The Township provides pension benefits for all of its full-time road department employees through a defined contribution plan, by participating in the Laborers' District Council of Western Pennsylvania Pension Fund for Local Union #1058 who administers the Plan.

Payments by the Township are calculated at the rate of \$2.50 for every hour worked by the road department employees. The total contribution required and made by the Township for the year ended December 31, 2015 was \$119,995 (13.07% of covered payroll).

Employees are eligible to participate from the date of employment.

Plan participants are all union employees for whom 300 hours of employment are credited in the fund for a single calendar year.

On and after January 1, 1987, the normal retirement benefit of an employee eligible for retirement and who applies, therefore, shall be a monthly amount equal to the sum of the following:

1. Fifteen dollars (\$15.00) multiplied by the sum of the employee's years of credited past service, if any; plus
2. Three and three-quarters percent (3.75%) of the total amount contributed for him after his most recent break in service, if any, through December 31, 1987; plus
3. Three percent (3.0%) of the total amount contributed for him from January 1, 1987.

The Local Union #1058 has the authority for establishing and amending Plan provisions, and the contribution rate is negotiated by the Township through the Union employee's contract requirements.

**Note 13 - Pension Plans Financial Information**

The Township's Police Pension, a defined benefit plan and the Municipal Employees' Pension Plan, a defined contribution plan, do not issue standalone financial reports. The following is a statement of fiduciary net position and statement of changes in fiduciary net position for the two plans as of and for the year ended December 31, 2015:

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 13 - Pension Plans Financial Information (Cont'd)**

	Pension Trust Funds		Total Pension Trust Funds
	Police Pension Fund	Employees' Pension Fund	
<b>Assets</b>			
Cash and Cash Equivalents	\$ 247,086	\$ 250,271	\$ 497,357
Investments, at Fair Value			
Mutual Funds	10,505,997	3,261,438	13,767,435
Guaranteed Interest Accounts	-	112,053	112,053
Receivables - Employees	<u>24,349</u>	<u>-</u>	<u>24,349</u>
<b>Total Assets</b>	<u><b>10,777,432</b></u>	<u><b>3,623,762</b></u>	<u><b>14,401,194</b></u>
<b>Liabilities</b>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Net Position Restricted for Pensions</b>	<u><b>\$10,777,432</b></u>	<u><b>\$3,623,762</b></u>	<u><b>\$14,401,194</b></u>
<b>Additions</b>			
<b>Contributions</b>			
Employer	\$ 437,147	\$ 216,768	\$ 653,915
Plan Members	<u>93,460</u>	<u>15,986</u>	<u>109,446</u>
<b>Total Contributions</b>	<u><b>530,607</b></u>	<u><b>232,754</b></u>	<u><b>763,361</b></u>
<b>Investment Income</b>			
Net Appreciation (Depreciation) in Fair Value of Investments	(54,822)	(12,873)	(67,695)
Interest and Dividends	<u>-</u>	<u>1,444</u>	<u>1,444</u>
<b>Net Investment Income</b>	<u><b>(54,822)</b></u>	<u><b>(11,429)</b></u>	<u><b>(66,251)</b></u>
<b>Total Additions</b>	<u><b>475,785</b></u>	<u><b>221,325</b></u>	<u><b>697,110</b></u>
<b>Deductions</b>			
Benefits	305,005	115,151	420,156
Administrative Expenses	<u>24,041</u>	<u>205</u>	<u>24,246</u>
<b>Total Deductions</b>	<u><b>329,046</b></u>	<u><b>115,356</b></u>	<u><b>444,402</b></u>
<b>Net Increase (Decrease) in Net Position</b>	146,739	105,969	252,708

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 13 - Pension Plans Financial Information (Cont'd)**

	Pension Trust Funds		Total Pension Trust Funds
	Police Pension Fund	Employees' Pension Fund	
Net Position Restricted for Pensions			
Beginning of Year	<u>\$10,630,693</u>	<u>\$3,517,793</u>	<u>\$14,148,486</u>
End of Year	<u>\$10,777,432</u>	<u>\$3,623,762</u>	<u>\$14,401,194</u>

**Note 14 - Post-Employment Healthcare Plan**

A. Plan Description

Peters Township administers a single-employer defined benefit healthcare plan ("the Supplemental Health Plan"). The plan provides medical, dental and vision for eligible Township police officers. The benefits provided are for the eligible retirees and their spouses through the Township group health insurance plan which covers both active and retired members. Benefit provisions are mostly established through negotiations between the Township and union representing the employees. No post-employment benefits are provided for non-uniform employees. The plan does not issue a publicly available financial report.

B. Funding Policy

The eligibility and the benefits are as follows:

Police Employees

Medical, Dental and Vision Eligibility	Retired from the police pension plan after age 50 and 25 years of service, if hired after January 1, 2011, age 55 and 25 years of service.
Death Benefit Eligibility	Termination from the police pension plan after 15 years of service.
Persons Covered	Coverage will include retiree, spouse and eligible dependents.

**Peters Township**  
**Notes to Financial Statements**  
**December 31, 2015**

**Note 14 - Post-Employment Healthcare Plan (Cont'd)**

**B. Funding Policy (Cont'd)**

**Police Employees (Cont'd)**

**Benefits Provided**

The Township will pay 102% of the charged premium for medical, dental and vision coverage for the retiree, spouse and dependents for the first year of retirement. For the next four years, the Township will pay 52% of the charged premiums. During the following five years, the Township will pay the actual cost of premiums up to \$200 per month. After 10 years of retirement, medical, dental and vision benefits cease. A death benefit of \$2,000 is payable to the beneficiary of a participant who terminates after 15 years of service, with the benefit amount increasing by \$200 for each additional year of service, to a maximum of \$5,000.

**Opt Out**

At retirement, an eligible officer may make an irrevocable election to receive a lump sum payment in lieu of continued health coverage reimbursements in an amount equal to the cost of the benefit on the officer's retirement date.

**Public Works Employees**

**Medical, Dental and Vision Eligibility**

Hired prior to May 1, 2012 and retired from the pension plan after age 62 with 15 years of service.

**Persons Covered**

Coverage will include retiree, spouse, and eligible dependents.

**Benefits Provided**

The Township will pay the charged premium for medical, dental, and vision coverage for the retiree, spouse, and eligible dependents, up to a maximum of \$337.38 per month for single coverage or a maximum of \$901.89 per month for other coverage, for a maximum of three years after retirement. After three years of retirement, medical, dental, and vision benefits cease.

**Non-Police, Non-Public Works Employees**

No post-retirement benefits are provided for employees other than police officers and public works employees.

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 14 - Post-Employment Healthcare Plan (Cont'd)**

**B. Funding Policy (Cont'd)**

For the year ended December 31, 2015, the Township contributed \$4,163. Plan members receiving benefits contributed \$-0-. The plan is financed on a pay-as-you-go basis. In prior years, the general fund has been used to liquidate the other post-employment benefit obligation.

**C. Annual OPEB Cost and Net OPEB Obligation**

The Township's annual other post-employment 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 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 (funding excess) over a period not to exceed thirty years. The following table shows 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.

Annual Required Contribution	\$ 97,430
Interest on Net OPEB Obligation	12,538
Adjustment to Annual Required Contribution	<u>(18,033)</u>
Annual OPEB Cost (Expense)	91,935
Contributions Made	<u>(92,926)</u>
Increase (Decrease) in OPEB Obligation	(991)
Net OPEB Obligation - Beginning of Year	<u>278,628</u>
Net OPEB Obligation - End of Year	<u>\$277,637</u>

The Township's OPEB cost, the percentage of annual OPEB cost contributed to the plan and the net OPEB obligation for the years ended December 31, 2015, 2014 and 2013, is as follows.

Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/13/15	\$91,935	101.1 %	\$277,637
12/31/14	93,263	51.4 %	278,628
12/31/13	94,140	52.7 %	233,349

**Peters Township  
Notes to Financial Statements  
December 31, 2015**

**Note 14 - Post-Employment Healthcare Plan (Cont'd)**

**D. Funded Status and Funding Progress**

As of January 1, 2015, the actuarial accrued liability for benefits was \$978,867, all of which was unfunded. The covered payroll (annual payroll of active employees covered by the plan) was \$2,787,213 and the ratio of unfunded actuarial accrued liability to the covered payroll was 35.1%.

Actuarial valuations of an ongoing plan involve 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 financial statements, presents trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits. Multi-year information will be presented in future years.

**E. Actuarial 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 actuarial 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 long-term perspective of the calculations.

In the January 1, 2015 actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included an investment return of 4.5%, an annual healthcare cost trend rate of 5% annually and a 3% rate for dental/vision with no change over the period and no separate rate for inflation. The method used to determine the actuarial value of assets is not applicable since there are no plan assets. The unfunded actuarial accrued liability is being amortized using the level dollar method. The amortization period for the most recent actuarial valuation is twenty-seven years. The period is open.

**Note 15 - Risk Management**

Peters Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets, errors and omissions; injuries to employees; and natural disasters. These risks are covered by commercial insurance purchased from independent third parties. The Township does participate in the Municipal Risk Management (MRM) program for the purchase of certain insurance policies. The MRM is comprised of a number of municipalities which have combined their purchasing power to receive more favorable rates from independent insurance companies. There is no transfer or pooling of risk among the members and each member purchases its own insurance policies from an independent company.

**Peters Township**  
**Notes to Financial Statements**  
**December 31, 2015**

**Note 15 - Risk Management (Cont'd)**

The Township also purchases commercial insurance for its employee health and accident insurance coverage.

Settled claims for these risks have not exceeded commercial insurance coverage for the past three years.

**Note 16 - Subsequent Events**

In January 2016, the Township authorized the financing for the new storage building in the amount of \$405,000 at a rate of 1.89% paid over a ten-year term.

**REQUIRED SUPPLEMENTARY  
INFORMATION SECTION**

**Peters Township**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**General Fund - Budget and Actual**  
**Year Ended December 31, 2015**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes				
Real Estate Taxes				
Current	\$ 4,377,370	\$ 4,377,370	\$ 4,366,816	\$ (10,554)
Delinquent	15,000	15,000	24,898	9,898
Liened	50,000	50,000	44,171	(5,829)
Real Estate Transfer Taxes	1,300,000	1,300,000	1,736,101	436,101
Earned Income Taxes/Wage Taxes	5,867,950	5,867,950	5,684,718	(183,232)
Mechanical Device Taxes	5,000	5,000	5,025	25
Local Services Taxes	<u>335,000</u>	<u>335,000</u>	<u>416,016</u>	<u>81,016</u>
Total Taxes	<u>11,950,320</u>	<u>11,950,320</u>	<u>12,277,745</u>	<u>327,425</u>
Licenses and Permits				
Street and Curb Permits	<u>7,500</u>	<u>7,500</u>	<u>15,327</u>	<u>7,827</u>
Fines and Forfeits				
Vehicle Code Violations	65,000	65,000	56,402	(8,598)
Violations of Ordinances	2,500	2,500	1,315	(1,185)
Court Fines	<u>2,000</u>	<u>2,000</u>	<u>1,555</u>	<u>(445)</u>
Total Fines and Forfeits	<u>69,500</u>	<u>69,500</u>	<u>59,272</u>	<u>(10,228)</u>
Interest, Rents and Royalties				
Interest Earnings	<u>2,000</u>	<u>2,000</u>	<u>6,417</u>	<u>4,417</u>
Intergovernmental				
State				
Beverage Licenses	8,425	8,425	8,400	(25)
Public Utility Realty Tax	15,000	15,000	14,391	(609)
Foreign Casualty Insurance	317,560	317,560	348,954	31,394
Foreign Fire Insurance Premium Tax	134,000	134,000	137,090	3,090
Other Grants	<u>60,000</u>	<u>60,000</u>	<u>47,543</u>	<u>(12,457)</u>
Total Intergovernmental	<u>534,985</u>	<u>534,985</u>	<u>556,378</u>	<u>21,393</u>

**Peters Township**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**General Fund - Budget and Actual**  
**Year Ended December 31, 2015**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues (Cont'd)				
Charges for Services				
General Government				
Zoning & Subdivision	\$ 30,000	\$ 30,000	\$ 24,618	\$ (5,382)
Sale of Materials	20,000	20,000	20,395	395
Tax Collection Fees	12,500	12,500	24,783	12,283
Public Safety				
Special Police Services	80,000	80,000	93,522	13,522
Building Permits	210,000	210,000	196,196	(13,804)
Fire Hall Rental	42,000	42,000	42,000	-
Household Waste Fees	5,000	5,000	6,712	1,712
Burning Permits	-	-	259	259
Highways and Streets				
Contracted Highway & Street Work				
Contracted Snow Removal for PennDOT	46,000	46,000	62,128	16,128
Culture - Recreation				
Park & Recreation Fees	229,500	229,500	186,203	(43,297)
Tennis Fees	<u>135,000</u>	<u>245,000</u>	<u>257,191</u>	<u>12,191</u>
 Total Charges for Services	 <u>810,000</u>	 <u>920,000</u>	 <u>914,007</u>	 <u>(5,993)</u>
 Miscellaneous Revenue				
Contributions & Donations from				
Private Sources	-	-	7,650	7,650
Other Miscellaneous Revenue	<u>33,000</u>	<u>33,000</u>	<u>37,309</u>	<u>4,309</u>
 Total Miscellaneous Revenue	 <u>33,000</u>	 <u>33,000</u>	 <u>44,959</u>	 <u>11,959</u>
 Total Revenues	 <u>13,407,305</u>	 <u>13,517,305</u>	 <u>13,874,105</u>	 <u>356,800</u>
 Expenditures				
Current:				
General Government				
Legislative Body				
Personal Services	21,530	21,530	18,247	3,283
Executive				
Personal Services	427,908	427,908	427,464	444
Supplies	18,000	18,000	16,559	1,441
Other Services & Charges	55,500	55,500	54,973	527

**Peters Township**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**General Fund - Budget and Actual**  
**Year Ended December 31, 2015**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures (Cont'd)				
Current: (Cont'd)				
General Government (Cont'd)				
Special Project Administration				
Supplies	\$ 3,000	\$ 10,500	\$ 6,561	\$ 3,939
Other Services & Charges	9,000	9,000	8,215	785
Tax Collection				
Supplies	250	250	-	250
Other Services & Charges	133,200	133,200	149,429	(16,229)
Professional Services				
Personal Services	166,535	166,535	165,953	582
Supplies	1,000	1,000	725	275
Other Services & Charges	243,350	243,350	140,459	102,891
Information Technology				
Personal Services	2,309	2,309	1,037	1,272
Supplies	5,750	5,750	3,022	2,728
Other Services & Charges	108,856	155,856	155,610	246
Administration Vehicle Maintenance				
Personal Services	2,153	2,153	1,184	969
Supplies	4,000	4,000	2,927	1,073
Other Services & Charges	500	500	-	500
Municipal Building				
Personal Services	19,377	19,377	16,868	2,509
Supplies	17,500	17,500	5,841	11,659
Other Services & Charges	<u>90,000</u>	<u>90,000</u>	<u>80,299</u>	<u>9,701</u>
Total General Government	<u>1,329,718</u>	<u>1,384,218</u>	<u>1,255,373</u>	<u>128,845</u>
Public Safety				
Police				
Administration				
Personal Services	349,863	349,863	360,880	(11,017)
Supplies	13,000	13,000	14,230	(1,230)
Other Services & Charges	31,000	31,000	28,416	2,584
Patrol				
Personal Services	1,807,982	1,807,982	1,754,089	53,893
Supplies	48,000	55,500	40,551	14,949
Other Services & Charges	9,000	9,000	2,634	6,366

**Peters Township**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**General Fund - Budget and Actual**  
**Year Ended December 31, 2015**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures (Cont'd)				
Current: (Cont'd)				
Public Safety (Cont'd)				
Police (Cont'd)				
Investigations				
Personal Services	\$ 184,781	\$ 184,781	\$ 220,730	\$ (35,949)
Supplies	4,100	4,100	3,574	526
Other Services & Charges	1,000	1,000	-	1,000
Police Community Relations				
Personal Services	156,631	156,631	157,535	(904)
Supplies	7,900	7,900	7,024	876
Other Services & Charges	3,500	3,500	1,500	2,000
Vehicle Maintenance				
Personal Services	13,995	13,995	12,751	1,244
Supplies	131,500	131,500	71,997	59,503
Other Services & Charges	12,000	12,000	10,961	1,039
Capital Purchase	107,801	107,801	108,031	(230)
Animal Control				
Other Services & Charges	15,000	15,000	11,325	3,675
School Guards				
Personal Services	9,204	9,204	7,226	1,978
Supplies	400	400	-	400
Other Services & Charges	200	200	-	200
Fire				
Administration/Prevention				
Personal Services	171,486	171,486	161,726	9,760
Supplies	10,400	10,400	7,026	3,374
Other Services & Charges	9,000	9,000	2,244	6,756
Fire Prevention				
Personal Services	141,021	141,021	98,733	42,288
Supplies	12,000	12,000	7,142	4,858
Other Services & Charges	1,000	1,000	-	1,000
Fire Suppression				
Personal Services	541,480	541,480	451,721	89,759
Supplies	45,500	45,500	24,730	20,770
Other Services & Charges	172,000	172,000	167,568	4,432
Contributions, Grants & Subs.	134,095	134,095	137,090	(2,995)

**Peters Township**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**General Fund - Budget and Actual**  
**Year Ended December 31, 2015**

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures (Cont'd)				
Current: (Cont'd)				
Public Safety (Cont'd)				
Fire (Cont'd)				
Fire Vehicle Maintenance				
Personal Services	\$ 117,338	\$ 117,338	\$ 116,666	\$ 672
Supplies	54,000	54,000	28,774	25,226
Other Services & Charges	15,000	15,000	9,929	5,071
Fire Stations				
Personal Services	71,587	71,587	86,236	(14,649)
Supplies	9,000	9,000	12,706	(3,706)
Other Services & Charges	36,000	36,000	37,667	(1,667)
Emergency Medical Service				
Other Services & Charges	98,670	98,670	98,301	369
Planning				
Personal Services	211,855	211,855	202,417	9,438
Supplies	6,500	6,500	3,303	3,197
Other Services & Charges	39,000	64,000	48,616	15,384
Building Inspection				
Personal Services	137,792	137,792	150,450	(12,658)
Supplies	500	500	1,792	(1,292)
Other Services & Charges	15,500	15,500	9,278	6,222
Zoning Hearing Board				
Other Services & Charges	<u>16,500</u>	<u>16,500</u>	<u>6,874</u>	<u>9,626</u>
 Total Public Safety	 <u>4,974,081</u>	 <u>5,006,581</u>	 <u>4,684,443</u>	 <u>322,138</u>
 Public Works - Sanitation				
Recycling Collection and Disposal				
Personal Services	21,315	21,315	28,828	(7,513)
Supplies	1,500	1,500	7,393	(5,893)
Other Services & Charges	<u>40,000</u>	<u>40,000</u>	<u>47,968</u>	<u>(7,968)</u>
 Total Sanitation	 <u>62,815</u>	 <u>62,815</u>	 <u>84,189</u>	 <u>(21,374)</u>

**Peters Township  
Schedule of Revenues, Expenditures  
and Changes in Fund Balance  
General Fund - Budget and Actual  
Year Ended December 31, 2015**

	Budgeted Amounts		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures (Cont'd)				
Current: (Cont'd)				
Public Works - Highways				
Administration				
Personal Services	\$ 207,495	\$ 207,495	\$ 208,419	\$ (924)
Supplies	10,000	10,000	11,039	(1,039)
Other Services & Charges	11,200	11,200	13,359	(2,159)
Maintenance of Building				
Personal Services	11,303	11,303	14,413	(3,110)
Supplies	6,700	6,700	6,432	268
Other Services & Charges	38,000	38,000	36,511	1,489
Snow and Ice Removal				
Personal Services	123,798	204,536	151,987	52,549
Supplies	354,000	454,000	346,825	107,175
Other Services & Charges	9,000	9,000	4,360	4,640
Traffic Signals and Signs				
Personal Services	17,762	17,762	22,170	(4,408)
Supplies	13,900	13,900	12,581	1,319
Other Services & Charges	23,500	23,500	19,594	3,906
Street Lighting				
Other Services & Charges	13,500	13,500	14,424	(924)
Storm Sewer Maintenance				
Personal Services	64,590	80,738	108,023	(27,285)
Supplies	27,200	27,200	31,294	(4,094)
Other Services & Charges	6,000	6,000	8,740	(2,740)
Vehicle Maintenance				
Personal Services	67,281	67,281	61,744	5,537
Supplies	105,725	105,725	86,435	19,290
Other Services & Charges	10,000	10,000	7,027	2,973
Highway Maintenance				
Personal Services	406,379	341,789	266,991	74,798
Supplies	75,950	75,950	49,718	26,232
Other Services & Charges	<u>28,000</u>	<u>28,000</u>	<u>10,970</u>	<u>17,030</u>
Total Highways	<u>1,631,283</u>	<u>1,763,579</u>	<u>1,493,056</u>	<u>270,523</u>
Total Public Works	<u>1,694,098</u>	<u>1,826,394</u>	<u>1,577,245</u>	<u>249,149</u>

**Peters Township  
Schedule of Revenues, Expenditures  
and Changes in Fund Balance  
General Fund - Budget and Actual  
Year Ended December 31, 2015**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures (Cont'd)				
Current: (Cont'd)				
Culture - Recreation				
Administration				
Personal Services	\$ 107,865	\$ 107,865	\$ 108,547	\$ (682)
Supplies	3,500	3,500	3,063	437
Other Services & Charges	12,000	12,000	3,363	8,637
Recreation Programming				
Personal Services	31,864	31,864	31,244	620
Supplies	10,500	10,500	8,621	1,879
Other Services & Charges	148,500	148,500	93,661	54,839
Parks Maintenance				
Personal Services	387,540	387,540	415,102	(27,562)
Supplies	103,500	103,500	58,986	44,514
Other Services & Charges	92,000	92,000	66,236	25,764
Community Center				
Personal Services	97,962	97,962	81,045	16,917
Supplies	13,700	13,700	11,078	2,622
Other Services & Charges	124,500	124,500	100,261	24,239
Tennis Center				
Personal Services	127,393	191,983	189,688	2,295
Supplies	16,100	18,100	10,852	7,248
Other Services & Charges	8,400	32,400	48,277	(15,877)
Libraries				
Personal Services	15,071	15,071	11,229	3,842
Supplies	5,500	5,500	6,760	(1,260)
Other Services & Charges	<u>100,000</u>	<u>100,000</u>	<u>126,920</u>	<u>(26,920)</u>
Total Culture - Recreation	<u>1,405,895</u>	<u>1,496,485</u>	<u>1,374,933</u>	<u>121,552</u>
Ins., Employee Benefits & Other				
Retirement Fund Contributions	837,246	837,246	779,131	58,115
Workers' Comp. Contributions	316,000	316,000	348,905	(32,905)
Unemployment Compensation	11,000	11,000	10,263	737
Hospitalization Ins. Premiums	921,000	921,000	917,712	3,288
Group Life Ins. Premiums	10,000	10,000	8,161	1,839
Sickness & Accident Ins. Premiums	23,500	23,500	21,746	1,754

**Peters Township**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**General Fund - Budget and Actual**  
**Year Ended December 31, 2015**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures (Cont'd)				
Current: (Cont'd)				
Ins., Employee Benefits & Other (Cont'd)				
Insurance Premiums - Other				
Fire & Liability	\$ 185,000	\$ 185,000	\$ 184,381	\$ 619
Other Employee Benefits	-	-	7,463	(7,463)
Miscellaneous	<u>10,000</u>	<u>10,000</u>	<u>1,377</u>	<u>8,623</u>
Total Insurance, Employee Benefits & Other	<u>2,313,746</u>	<u>2,313,746</u>	<u>2,279,139</u>	<u>34,607</u>
Debt Service:				
Principal Retirement	170,208	170,208	170,208	-
Interest	<u>13,226</u>	<u>13,226</u>	<u>13,226</u>	-
Total Debt Service	<u>183,434</u>	<u>183,434</u>	<u>183,434</u>	-
Total Expenditures	<u>11,900,972</u>	<u>12,210,858</u>	<u>11,354,567</u>	<u>856,291</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>1,506,333</u>	<u>1,306,447</u>	<u>2,519,538</u>	<u>1,213,091</u>
Other Financing Sources (Uses)				
Transfers In				
Special Revenue Fund	10,000	10,000	-	(10,000)
Transfers Out				
Special Revenue Fund	(750,000)	(750,000)	(750,000)	-
Debt Service Fund	(931,796)	(931,796)	(932,646)	(850)
Capital Projects Fund	<u>(1,022,742)</u>	<u>(1,022,742)</u>	<u>(1,333,503)</u>	<u>(310,761)</u>
Total Other Financing Sources (Uses)	<u>(2,694,538)</u>	<u>(2,694,538)</u>	<u>(3,016,149)</u>	<u>(321,611)</u>
Net Change in Fund Balance	(1,188,205)	(1,388,091)	(496,611)	891,480
Fund Balance - January 1, 2015	<u>6,308,002</u>	<u>6,308,002</u>	<u>6,899,350</u>	<u>591,348</u>
Fund Balance - December 31, 2015	<u>\$ 5,119,797</u>	<u>\$ 4,919,911</u>	<u>\$ 6,402,739</u>	<u>\$ 1,482,828</u>

See Accompanying Note to the Budgetary Comparison Schedule

**Peters Township**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**Special Revenue Fund**  
**Cable Television Fund**  
**Budget and Actual**  
**Year Ended December 31, 2015**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Licenses and Permits				
Cable TV Franchise Fees	\$ 521,839	\$ 521,839	\$ 538,401	\$16,562
Interest, Rents & Royalties				
Interest Earnings	250	250	740	490
Miscellaneous - Other	<u>400</u>	<u>400</u>	<u>230</u>	<u>(170)</u>
Total Revenues	<u>522,489</u>	<u>522,489</u>	<u>539,371</u>	<u>16,882</u>
Expenditures				
Current:				
General Government - Administrative				
Other Services & Charges	44,337	44,337	39,070	5,267
Culture - Recreation				
Cable Television				
Personal Services	73,740	73,740	74,099	(359)
Supplies	20,500	20,500	21,093	(593)
Other Services & Charges	7,500	7,500	5,770	1,730
Capital Outlay	<u>25,000</u>	<u>25,000</u>	<u>24,959</u>	<u>41</u>
Total Expenditures	<u>171,077</u>	<u>171,077</u>	<u>164,991</u>	<u>6,086</u>
Excess (Deficiency) of Revenues over Expenditures	<u>351,412</u>	<u>351,412</u>	<u>374,380</u>	<u>22,968</u>
Other Financing Sources (Uses)				
Transfers Out				
General Fund	(10,000)	(10,000)	-	10,000
Capital Projects Fund	<u>(597,800)</u>	<u>(597,800)</u>	<u>(597,800)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>(607,800)</u>	<u>(607,800)</u>	<u>(597,800)</u>	<u>10,000</u>
Net Change in Fund Balance	(256,388)	(256,388)	(223,420)	32,968
Fund Balance - January 1, 2015	<u>1,732,099</u>	<u>1,732,099</u>	<u>1,748,730</u>	<u>16,631</u>
Fund Balance - December 31, 2015	<u>\$1,475,711</u>	<u>\$1,475,711</u>	<u>\$1,525,310</u>	<u>\$49,599</u>

See Accompanying Note to the Budgetary Comparison Schedule

**Peters Township**  
**Note to the Required Supplementary Information**  
**Budget Comparison**  
**December 31, 2015**

**Note 1 - Budgetary Information**

Budgets are adopted on a basis consistent with U. S. generally accepted accounting principles. Annual appropriated budgets are adopted for the general fund and cable television fund, a major special revenue fund. All annual appropriations lapse at year-end.

All budget amounts presented in the accompanying required supplementary information reflect the original budget and the amended budget (which have been adjusted for legally authorized revisions to the annual budget during the year).

**Peters Township**  
**Required Supplementary Information**  
**Defined Benefit Pension Trust Funds**  
**December 31, 2015**

**1. Schedule of Changes in the Township's Net Pension Liability and Related Ratios**

	Police Pension Plan	
	2015	2014
Total Pension Liability		
Service Cost	\$ 290,878	\$ 282,218
Interest	818,308	632,556
Changes in Assumptions	13,983	-
Differences Between Expected and Actual Experience	42,280	65,133
Benefit Payments	<u>(451,740)</u>	<u>(183,551)</u>
Net Change in Total Pension Liability	713,709	796,356
Total Pension Liability - Beginning	<u>11,578,841</u>	<u>10,782,485</u>
Total Pension Liability - Ending (a)	<u>12,292,550</u>	<u>11,578,841</u>
Plan Fiduciary Net Position		
Contributions - Employer, including State Aid	437,147	441,841
Contributions - Member	93,460	87,557
Net Investment Income	(54,822)	522,290
Benefit Payments	(305,005)	(183,551)
Administrative Expenses	<u>(24,041)</u>	<u>(12,915)</u>
Net Change in Plan Fiduciary Net Position	146,739	855,222
Plan Fiduciary Net Position - Beginning	<u>10,630,693</u>	<u>9,775,471</u>
Plan Fiduciary Net Position - Ending (b)	<u>10,777,432</u>	<u>10,630,693</u>
Township's Net Pension Liability (a-b)	<u>\$ 1,515,118</u>	<u>\$ 948,148</u>
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	87.70%	91.80%
Covered Employee Payroll	<u>\$ 1,733,658</u>	<u>\$ 1,751,132</u>
Township's Net Position as a Percentage of Covered Employee Payroll	87.39%	54.14%

**Peters Township  
Supplementary Information  
Defined Benefit Pension Trust Funds  
December 31, 2015**

**1. Schedule of Changes in the Borough's Net Pension Liability and Related Ratios (Cont'd)**

The information reported above is the information which was available upon implementation of the new reporting standard; 10 years of information will be reported when available.

**2. Schedule of Township's Contributions**

	Police Pension Plan	
	2015	2014
Actuarially Determined Contribution	\$ 437,147	\$ 441,841
Contributions in Relation to the Actuarially Determined Contribution	<u>437,147</u>	<u>441,841</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>
Covered Employee Payroll	<u>\$1,733,658</u>	<u>\$1,751,132</u>
Contributions as a Percentage of Covered Employee Payroll	25.22%	25.23%

**3. Investment Returns**

	Police Pension Plan	
	2015	2014
Annual Money Weighted Rate of Return, Net of Investment Expenses	(0.53)%	5.38%

The information reported above is the information which was available upon implementation of the new reporting standard; 10 years of information will be reported when available.

**Peters Township**  
**Notes to the Required Supplementary Information**  
**Defined Benefit Pension Trust Funds**  
**December 31, 2015**

**A. Assumptions and Methods Used to Determine the Contribution Rate for the Police Pension Plan:**

- Actuarial Valuation Date: 01/01/15
- Actuarial Cost Method: entry age
- Amortization Period: level dollar based upon the amortization periods in Act 205
- Asset valuation method: market value of the assets
- Discount Rate: 7.0%
- Inflation: 2.25%
- Salary increases: 4.0% increase each year until retirement
- Mortality Table - 2014 IRS prescribed mortality; optional combined table for small plans, male and female

**B. Changes in Actuarial Assumptions**

In 2015, amounts reported as changes in assumptions resulted primarily from lowering the interest rate from 7.5% to 7.0% and reducing the salary increases from 4.75% to 4.0% each year.

**C. Changes in Benefits**

None.

**Peters Township  
Required Supplementary Information  
Other Post-Employment Benefits  
December 31, 2015**

Schedule of Funding Progress for Retiree Health Plan

Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL)	Unfunded AAL (UAAL)	Funded Ratio (AVA/AAL)	Covered Payroll	UAAL as Percentage of Covered Payroll
01/01/09	\$ -	\$885,131	\$885,131	0.0%	\$1,469,703	60.2%
01/01/12	-	970,958	970,958	0.0%	2,473,319	39.2%
01/01/15	-	978,867	978,867	0.0%	2,787,213	35.1%

Note: December 31, 2009 was the first year of implementation of the new standards for accounting and reporting of post-employment benefits; therefore, only two actuarial valuations have been completed. (Future reports will include additional valuations as they are performed.)

**COMBINING AND INDIVIDUAL  
FUND SECTION**

## **NONMAJOR GOVERNMENTAL FUNDS**

### **SPECIAL REVENUE FUNDS**

Highway Aid Fund - To account for resources received from the Commonwealth of Pennsylvania as the Township's share of the proceeds from the state gasoline tax and the related expenditures.

Library Fund - To account for revenues and expenditures related to the operation of the Peters Township Library.

### **DEBT SERVICE FUNDS**

Series of 2010 - To account for accumulation of resources for and payment of debt principal, interest and fees of the 2010 Series bonds.

Series of 2012 - To account for accumulation of resources for and payment of debt principal, interest and fees of the 2012 Series bonds.

Series of 2013 - To account for accumulation of resources for and payment of debt principal, interest and fees of the 2013 Series bonds.

**Peters Township  
Combining Balance Sheet  
Nonmajor Governmental Funds  
December 31, 2015**

	<u>Special Revenue Funds</u>		
	Highway Aid Fund	Library Fund	Total Nonmajor Govern- mental Funds
<b>ASSETS</b>			
Cash and Cash Equivalents	<u>\$20</u>	<u>\$550,732</u>	<u>\$550,752</u>
<b>LIABILITIES AND FUND BALANCES</b>			
Liabilities			
Due to Other Funds	\$ -	\$ 2,283	\$ 2,283
Accounts Payable	<u>-</u>	<u>40,383</u>	<u>40,383</u>
Total Liabilities	<u>-</u>	<u>42,666</u>	<u>42,666</u>
Fund Balances			
Restricted	20	-	20
Assigned	<u>-</u>	<u>508,066</u>	<u>508,066</u>
Total Fund Balances	<u>20</u>	<u>508,066</u>	<u>508,086</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$20</u>	<u>\$550,732</u>	<u>\$550,752</u>

**Peters Township**  
**Combining Statement of Revenues, Expenditures**  
**and Changes in Fund Balances**  
**Nonmajor Governmental Funds**  
**Year Ended December 31, 2015**

	Special Revenue Funds		Debt Service Funds			Total Nonmajor Governmental Funds
	Highway Aid Fund	Library Fund	Series of 2010	Series of 2012	Series of 2013	
Revenues:						
Fines and Forfeits	\$ -	\$ 33,390	\$ -	\$ -	\$ -	\$ 33,390
Interest, Rents and Royalties	38	270	-	-	-	308
Intergovernmental	609,346	114,772	-	-	-	724,118
Charges for Services	-	14,110	-	-	-	14,110
Miscellaneous	-	1,126	-	-	-	1,126
<u>Total Revenues</u>	<u>609,384</u>	<u>163,668</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>773,052</u>
Expenditures						
Current:						
Culture - Recreation	-	811,633	-	-	-	811,633
Debt Service:						
Principal	-	-	315,000	365,000	20,000	700,000
Interest	-	-	15,173	11,425	206,048	232,646
Capital Outlay	<u>609,389</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>609,389</u>
<u>Total Expenditures</u>	<u>609,389</u>	<u>811,633</u>	<u>330,173</u>	<u>376,425</u>	<u>226,048</u>	<u>2,353,668</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(5)</u>	<u>(647,965)</u>	<u>(330,173)</u>	<u>(376,425)</u>	<u>(226,048)</u>	<u>(1,580,616)</u>
Other Financing Sources (Uses)						
Transfers In	<u>-</u>	<u>750,000</u>	<u>330,173</u>	<u>376,425</u>	<u>226,048</u>	<u>1,682,646</u>
Net Changes in Fund Balances	(5)	102,035	-	-	-	102,030
Fund Balances - January 1, 2015	<u>25</u>	<u>406,031</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>406,031</u>
Fund Balances - December 31, 2015	\$ <u>20</u>	\$ <u>508,066</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>-</u>	\$ <u>508,086</u>

406,056

~~406,031~~

**Peters Township**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**Special Revenue Fund**  
**Highway Aid Fund**  
**Budget and Actual**  
**Year Ended December 31, 2015**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Interest, Rents and Royalties				
Interest Earnings	\$ 50	\$ 50	\$ 38	\$ (12)
Intergovernmental				
Liquid Fuels Tax	<u>591,035</u>	<u>591,035</u>	<u>609,346</u>	<u>18,311</u>
Total Revenues	<u>591,085</u>	<u>591,085</u>	<u>609,384</u>	<u>18,299</u>
Expenditures				
Capital Outlay	<u>591,092</u>	<u>591,092</u>	<u>609,389</u>	<u>(18,297)</u>
Net Change in Fund Balance	(7)	(7)	(5)	2
Fund Balance - January 1, 2015	<u>7</u>	<u>7</u>	<u>25</u>	<u>18</u>
Fund Balance - December 31, 2015	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 20</u>	<u>\$ 20</u>

**Peters Township  
Schedule of Revenues, Expenditures  
and Changes in Fund Balance  
Special Revenue Fund  
Library Fund  
Budget and Actual  
Year Ended December 31, 2015**

	<u>Budgeted Amounts</u>		Actual	Variance with
	Original	Final	(Budgetary Basis)	Final Budget Positive (Negative)
Revenues				
Fines and Forfeits				
Library Fines	\$ 30,000	\$ 30,000	\$ 33,390	\$ 3,390
Interest, Rents and Royalties				
Interest Earnings	500	500	270	(230)
Intergovernmental				
State Grant	78,000	78,000	78,116	116
County Grant	40,000	40,000	36,656	(3,344)
Charges for Services				
Library Use Fees	20,000	20,000	14,110	(5,890)
Miscellaneous				
Contributions & Donations from Private Sources	<u>1,500</u>	<u>1,500</u>	<u>1,126</u>	<u>(374)</u>
Total Revenues	<u>170,000</u>	<u>170,000</u>	<u>163,668</u>	<u>(6,332)</u>
Expenditures				
Current:				
Culture - Recreation				
Libraries				
Personal Services	660,300	660,300	566,032	94,268
Supplies	228,000	228,000	202,875	25,125
Other Services & Charges	<u>31,700</u>	<u>31,700</u>	<u>42,726</u>	<u>(11,026)</u>
Total Expenditures	<u>920,000</u>	<u>920,000</u>	<u>811,633</u>	<u>108,367</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(750,000)</u>	<u>(750,000)</u>	<u>(647,965)</u>	<u>102,035</u>
Other Financing Sources (Uses)				
Transfers In				
General Fund	<u>750,000</u>	<u>750,000</u>	<u>750,000</u>	<u>-</u>
Net Change in Fund Balance	-	-	102,035	102,035
Fund Balance - January 1, 2015	<u>315,180</u>	<u>315,180</u>	<u>406,031</u>	<u>90,851</u>
Fund Balance - December 31, 2015	<u>\$ 315,180</u>	<u>\$ 315,180</u>	<u>\$ 508,066</u>	<u>\$ 192,886</u>

**Peters Township**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**Debt Service Fund**  
**Series of 2010**  
**Budget and Actual**  
**Year Ended December 31, 2015**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
Expenditures				
Debt Service:				
Principal	315,000	315,000	315,000	-
Interest	<u>14,923</u>	<u>14,923</u>	<u>15,173</u>	<u>(250)</u>
Total Expenditures	<u>329,923</u>	<u>329,923</u>	<u>330,173</u>	<u>(250)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(329,923)</u>	<u>(329,923)</u>	<u>(330,173)</u>	<u>(250)</u>
Other Financing Sources (Uses)				
Transfers In				
General Fund	<u>329,923</u>	<u>329,923</u>	<u>330,173</u>	<u>250</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance - January 1, 2015	_____ -	_____ -	_____ -	_____ -
Fund Balance - December 31, 2015	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>\$ _____ -</u>

**Peters Township**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**Debt Service Fund**  
**Series of 2012**  
**Budget and Actual**  
**Year Ended December 31, 2015**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
Expenditures				
Debt Service:				
Principal	365,000	365,000	365,000	-
Interest	<u>11,125</u>	<u>11,125</u>	<u>11,425</u>	<u>(300)</u>
Total Expenditures	<u>376,125</u>	<u>376,125</u>	<u>376,425</u>	<u>(300)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(376,125)</u>	<u>(376,125)</u>	<u>(376,425)</u>	<u>(300)</u>
Other Financing Sources (Uses)				
Transfers In				
General Fund	<u>376,125</u>	<u>376,125</u>	<u>376,425</u>	<u>300</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance - January 1, 2015	_____ -	_____ -	_____ -	_____ -
Fund Balance - December 31, 2015	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>\$ _____ -</u>

**Peters Township**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**Debt Service Fund**  
**Series of 2013**  
**Budget and Actual**  
**Year Ended December 31, 2015**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues	\$ _____ -	\$ _____ -	\$ _____ -	\$ _____ -
Expenditures				
Debt Service:				
Principal	20,000	20,000	20,000	-
Interest	<u>205,748</u>	<u>205,748</u>	<u>206,048</u>	<u>(300)</u>
Total Expenditures	<u>225,748</u>	<u>225,748</u>	<u>226,048</u>	<u>(300)</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(225,748)</u>	<u>(225,748)</u>	<u>(226,048)</u>	<u>(300)</u>
Other Financing Sources (Uses)				
Transfers In				
General Fund	<u>225,748</u>	<u>225,748</u>	<u>226,048</u>	<u>300</u>
Net Change in Fund Balance	-	-	-	-
Fund Balance - January 1, 2015	_____ -	_____ -	_____ -	_____ -
Fund Balance - December 31, 2015	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>\$ _____ -</u>	<u>\$ _____ -</u>

## **CAPITAL PROJECTS FUND**

Capital Reserve Fund - To account for the financing and construction of a variety of capital projects in Peters Township. General fund revenues, state grants, and debt proceeds provide the financing for projects included in this fund.

**Peters Township  
Schedule of Revenues, Expenditures  
and Changes in Fund Balance  
Capital Projects Fund  
Budget and Actual  
Year Ended December 31, 2015**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Interest, Rents and Royalties				
Interest Earnings	\$ 1,150	\$ 1,150	\$ 450	\$ (700)
Intergovernmental				
State Grants	757,184	757,184	880,910	123,726
County Grants	250,000	250,000	-	(250,000)
Miscellaneous Revenue				
Contributions & Donations	<u>80,000</u>	<u>80,000</u>	<u>319,337</u>	<u>239,337</u>
<b>Total Revenues</b>	<u>1,088,334</u>	<u>1,088,334</u>	<u>1,200,697</u>	<u>112,363</u>
<b>Expenditures</b>				
Capital Outlay:				
General Government				
Administration				
Capital Purchase	37,755	37,755	26,340	11,415
Network Administration				
Capital Purchase	78,800	78,800	27,195	51,605
Municipal Building				
Capital Purchase	64,000	64,000	-	64,000
Public Safety				
Fire Station				
Capital Construction	261,000	261,000	195,553	65,447
Planning				
Capital Purchase	88,000	88,000	59,116	28,884
Public Works - Sanitation				
Recycling				
Capital Purchase	337,500	337,500	308,524	28,976
Public Works - Highways				
Maintenance Building				
Capital Construction	406,000	406,000	416,924	(10,924)
Traffic Signals and Signs				
Capital Purchase	12,000	12,000	-	12,000

(Cont'd)

**Peters Township**  
**Schedule of Revenues, Expenditures**  
**and Changes in Fund Balance**  
**Capital Projects Fund**  
**Budget and Actual**  
**Year Ended December 31, 2015**

	<u>Budgeted Amounts</u>		Actual (Budgetary Basis)	Variance with Final Budget Positive (Negative)
	Original	Final		
Expenditures (Cont'd)				
Capital Outlay: (Cont'd)				
Public Works - Highways (Cont'd)				
Storm Sewers and Drains				
Capital Construction	\$ 460,000	\$ 460,000	\$ 437,042	\$ 22,958
Vehicle Maintenance				
Capital Purchase	319,770	319,770	307,653	12,117
Highway Maintenance				
Capital Construction	908,908	908,908	1,037,919	(129,011)
Culture - Recreation				
Park Maintenance				
Capital Purchase	40,000	40,000	37,435	2,565
Capital Construction	820,301	820,301	549,499	270,802
Library				
Capital Construction	<u>90,000</u>	<u>90,000</u>	<u>117,221</u>	<u>(27,221)</u>
Total Expenditures	<u>3,924,034</u>	<u>3,924,034</u>	<u>3,520,421</u>	<u>403,613</u>
Excess (Deficiency) of Revenues Over Expenditures	<u>(2,835,700)</u>	<u>(2,835,700)</u>	<u>(2,319,724)</u>	<u>515,976</u>
Other Financing Sources (Uses)				
Capital Lease	626,000	626,000	206,433	(419,567)
Transfers In				
General Fund	1,022,742	1,022,742	1,333,503	310,761
Cable Television Fund	597,800	597,800	597,800	-
Garbage Fund	<u>59,722</u>	<u>59,722</u>	<u>51,891</u>	<u>(7,831)</u>
Total Other Financing Sources (Uses)	<u>2,306,264</u>	<u>2,306,264</u>	<u>2,189,627</u>	<u>(116,637)</u>
Net Change in Fund Balance	(529,436)	(529,436)	(130,097)	399,339
Fund Balance - January 1, 2015	<u>2,118,864</u>	<u>2,118,864</u>	<u>2,298,435</u>	<u>179,571</u>
Fund Balance - December 31, 2015	<u>\$ 1,589,428</u>	<u>\$ 1,589,428</u>	<u>\$ 2,168,338</u>	<u>\$ 578,910</u>

## **STATISTICAL SECTION**

This part of Peters Township's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the Township's overall financial health.

### **CONTENTS**

### **TABLE**

#### **FINANCIAL TRENDS**

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

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#### **REVENUE CAPACITY**

These schedules contain information to help the reader assess the factors affecting the Township's ability to generate its property and earned income taxes.

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#### **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.

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#### **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 and to help make comparisons over time and with other governments.

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#### **OPERATING INFORMATION**

These schedules contain information about the Township's operations and resources to help the reader understand how the Township's financial information relates to the services the Township provides and the activities it performs.

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**PETERS TOWNSHIP**  
**NET POSITION BY COMPONENT**  
**LAST TEN FISCAL YEARS <sup>1</sup>**  
*(accrual basis of accounting)*

	Fiscal Year									
	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Governmental Activities										
Net Investments in Capital Assets	\$14,068,912	\$16,901,010	\$18,472,602	\$20,739,176	\$21,162,320	\$22,351,241	\$23,100,723	\$23,993,073	\$25,824,998	\$29,474,431
Restricted	\$1,819,580	\$1,414,653	\$1,217,202	\$1,114,460	\$1,507,858	\$1,695,917	\$3,318,989	\$2,210,648	\$1,763,575	\$20
Unrestricted	\$4,753,115	\$5,196,852	\$5,545,759	\$4,938,964	\$6,549,655	\$6,627,336	\$6,288,870	\$8,382,357	\$8,796,529	\$8,988,883
Total Governmental Activities Net Position	<u>\$20,641,607</u>	<u>\$23,512,515</u>	<u>\$25,235,563</u>	<u>\$26,792,600</u>	<u>\$29,219,833</u>	<u>\$30,674,494</u>	<u>\$32,708,582</u>	<u>\$34,586,078</u>	<u>\$36,385,102</u>	<u>\$38,463,334</u>
Business-type Activities										
Unrestricted	\$27,288	\$4,851	\$19,651	\$71,539	\$141,179	\$156,440	\$94,312	\$131,036	\$211,207	\$191,182
Total Business-type Net Position	<u>\$27,288</u>	<u>\$4,851</u>	<u>\$19,651</u>	<u>\$71,539</u>	<u>\$141,179</u>	<u>\$156,440</u>	<u>\$94,312</u>	<u>\$131,036</u>	<u>\$211,207</u>	<u>\$191,182</u>
95 Total Primary Government										
Net Investments in Capital Assets	\$14,068,912	\$16,901,010	\$18,472,602	\$20,739,176	\$21,162,320	\$22,351,241	\$23,100,723	\$23,993,073	\$25,824,998	\$29,474,431
Restricted	\$1,819,580	\$1,414,653	\$1,217,202	\$1,114,460	\$1,507,858	\$1,695,917	\$3,318,989	\$2,210,648	\$1,763,575	\$20
Unrestricted	\$4,780,403	\$5,201,703	\$5,565,410	\$5,010,503	\$6,690,834	\$6,783,776	\$6,383,182	\$8,513,393	\$9,007,736	\$9,180,065
Total Net Position	<u>\$20,668,895</u>	<u>\$23,517,366</u>	<u>\$25,255,214</u>	<u>\$26,864,139</u>	<u>\$29,361,012</u>	<u>\$30,830,934</u>	<u>\$32,802,894</u>	<u>\$34,717,114</u>	<u>\$36,596,309</u>	<u>\$38,654,516</u>

**PETERS TOWNSHIP**  
**CHANGES IN NET POSITION**  
**LAST TEN FISCAL YEARS**  
*(accrual basis of accounting)*

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Expenses</b>										
<b>Governmental Activities</b>										
General Government	\$1,285,731	\$1,424,457	\$1,409,361	\$1,449,339	\$1,527,661	\$1,584,088	\$1,595,251	\$1,718,037	\$1,615,418	\$1,682,152
Public Safety	\$4,059,150	\$4,134,975	\$4,462,287	\$4,775,435	\$4,929,104	\$5,311,593	\$5,712,717	\$5,814,163	\$6,058,879	\$6,216,579
Public Works-Sanitation	\$43,507	\$91,034	\$43,890	\$64,389	\$49,076	\$76,492	\$26,486	\$62,992	\$36,020	\$97,891
Public Works - Highway	\$1,787,352	\$2,565,780	\$2,625,321	\$2,491,604	\$3,439,842	\$3,144,509	\$3,340,061	\$3,190,144	\$3,948,691	\$3,636,335
Culture - Recreation	\$2,386,836	\$2,567,790	\$2,799,125	\$2,774,708	\$2,715,179	\$2,907,506	\$2,979,531	\$3,049,562	\$3,075,042	\$3,361,762
Interest on Long Term Debt	\$384,466	\$346,570	\$340,874	\$320,188	\$508,893	\$501,342	\$453,737	\$283,046	\$303,143	\$285,323
<b>Total Governmental</b>										
<b>Activities Expenses</b>	<u>\$9,947,042</u>	<u>\$11,130,606</u>	<u>\$11,680,858</u>	<u>\$11,875,663</u>	<u>\$13,169,755</u>	<u>\$13,525,530</u>	<u>\$14,107,783</u>	<u>\$14,117,944</u>	<u>\$15,037,193</u>	<u>\$15,280,042</u>
<b>Business-Type Activities</b>										
Solid Waste Collection <sup>2</sup>	\$528,206	\$1,227,538	\$1,283,842	\$1,253,927	\$1,247,810	\$1,343,662	\$1,402,362	\$1,479,044	\$1,491,118	\$1,505,941
<b>Total Business-Type Expenses</b>	<u>\$528,206</u>	<u>\$1,227,538</u>	<u>\$1,283,842</u>	<u>\$1,253,927</u>	<u>\$1,247,810</u>	<u>\$1,343,662</u>	<u>\$1,402,362</u>	<u>\$1,479,044</u>	<u>\$1,491,118</u>	<u>\$1,505,941</u>
<b>Total Primary Government Expenses</b>	<u>\$10,475,248</u>	<u>\$12,358,144</u>	<u>\$12,964,700</u>	<u>\$13,129,590</u>	<u>\$14,417,565</u>	<u>\$14,869,192</u>	<u>\$15,510,145</u>	<u>\$15,596,988</u>	<u>\$16,528,311</u>	<u>\$16,785,983</u>
<b>Program Revenue</b>										
<b>Governmental Activities</b>										
<b>General Government</b>										
Charges for Services	\$108,877	\$113,532	\$117,375	\$120,458	\$108,932	\$122,769	\$101,940	\$64,838	\$96,049	\$45,178
Operating Grants	\$93,536	\$67,963	\$109,873	\$118,570	\$119,422	\$142,579	\$81,357	\$94,934	\$86,438	\$97,740
<b>Public Safety</b>										
Charges for Services	\$349,037	\$328,529	\$277,986	\$311,509	\$403,066	\$472,241	\$453,885	\$452,079	\$479,480	\$431,194
Operating Grants	\$247,038	\$273,071	\$285,857	\$258,502	\$276,399	\$484,934	\$331,514	\$363,101	\$360,995	\$334,199
Capital Grants and Contributions				\$534,321						
<b>Public Works - Sanitation</b>										
Charges for Services	\$0	\$6,366	\$0	\$11,368	\$5,461	\$10,425	\$5,673	\$5,893	\$0	\$0
Operating Grants	\$0	\$67,330	\$41,273	\$73,136	\$32,688	\$23,184	\$0	\$0	\$0	\$0
<b>Public Works - Highway</b>										
Charges for Services	\$36,609	\$38,305	\$47,575	\$56,160	\$52,597	\$43,413	\$45,513	\$81,262	\$68,130	\$68,840
Operating Grants	\$493,901	\$489,345	\$530,477	\$511,714	\$493,678	\$681,079	\$560,529	\$806,723	\$809,472	\$849,898
Capital Grants and Contributions	\$601,416	\$944,375	\$738,487	\$809,395	\$1,932,556	\$784,000	\$1,577,537	\$990,196	\$1,073,696	\$1,370,358

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Culture - Recreation										
Charges for Services	\$573,985	\$651,854	\$738,552	\$771,609	\$854,945	\$871,332	\$918,602	\$931,705	\$883,805	\$1,029,295
Operating Grants	\$180,309	\$190,499	\$190,268	\$165,315	\$125,307	\$141,078	\$123,273	\$120,436	\$119,549	\$115,898
Capital Grants and Contributions	\$0	\$651,918	\$331,504	\$0	\$6,506	\$0	\$125,000	\$0	\$60,000	\$0
Total Governmental										
Activities Program Revenues	<u>\$2,684,708</u>	<u>\$3,823,087</u>	<u>\$3,409,227</u>	<u>\$3,742,057</u>	<u>\$4,411,557</u>	<u>\$3,777,034</u>	<u>\$4,324,823</u>	<u>\$3,911,167</u>	<u>\$4,037,614</u>	<u>\$4,342,600</u>
Business-Type Activities										
Solid Waste Collection	<u>\$555,494</u>	<u>\$1,204,652</u>	<u>\$1,296,969</u>	<u>\$1,305,633</u>	<u>\$1,317,316</u>	<u>\$1,358,824</u>	<u>\$1,340,208</u>	<u>\$1,515,746</u>	<u>\$1,571,260</u>	<u>\$1,537,774</u>
Total Business-type Revenues	<u>\$555,494</u>	<u>\$1,204,652</u>	<u>\$1,296,969</u>	<u>\$1,305,633</u>	<u>\$1,317,316</u>	<u>\$1,358,824</u>	<u>\$1,340,208</u>	<u>\$1,515,746</u>	<u>\$1,571,260</u>	<u>\$1,537,774</u>
Total Primary Government Revenues	<u>\$3,240,202</u>	<u>\$5,027,739</u>	<u>\$4,706,196</u>	<u>\$5,047,690</u>	<u>\$5,728,873</u>	<u>\$5,135,858</u>	<u>\$5,665,031</u>	<u>\$5,426,913</u>	<u>\$5,608,874</u>	<u>\$5,880,374</u>
<b>Governmental Activities and Business Type Net (Expense)/Revenue</b>	<u>(\$7,235,046)</u>	<u>(\$7,330,405)</u>	<u>(\$8,258,504)</u>	<u>(\$8,081,900)</u>	<u>(\$8,688,692)</u>	<u>(\$9,733,334)</u>	<u>(\$9,845,114)</u>	<u>(\$10,170,075)</u>	<u>(\$10,919,437)</u>	<u>(\$10,905,609)</u>
<b>General Revenues and Other Changes in Net Position</b>										
Taxes										
Property Taxes	\$3,457,588	\$3,496,267	\$3,583,129	\$3,652,450	\$4,300,408	\$4,094,648	\$4,170,057	\$4,278,658	\$4,341,766	\$4,425,092
Earned Income Taxes	\$3,920,769	\$4,264,794	\$4,348,038	\$4,462,747	\$4,614,173	\$4,782,082	\$5,075,430	\$5,469,004	\$6,003,743	\$5,684,718
Other Taxes	\$1,659,969	\$1,931,693	\$1,741,025	\$1,397,666	\$1,563,884	\$1,796,611	\$2,023,211	\$1,989,068	\$2,064,758	\$2,157,142
Grants and Contributions	\$20,617	\$19,280	\$22,712	\$28,033	\$593,316	\$406,685	\$321,763	\$332,638	\$328,955	\$1,613,318
Investment Earnings	\$345,081	\$372,659	\$197,551	\$109,784	\$99,599	\$105,386	\$102,174	\$69,724	\$5,101	\$7,915
Miscellaneous Income	\$178,969	\$93,734	\$103,897	\$40,145	\$14,185	\$17,745	\$124,413	\$104,339	\$54,280	\$53,219
Transfers	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$51,891
Total Governmental Activities	<u>\$9,582,993</u>	<u>\$10,178,427</u>	<u>\$9,996,352</u>	<u>\$9,690,825</u>	<u>\$11,185,565</u>	<u>\$11,203,157</u>	<u>\$11,817,048</u>	<u>\$12,243,431</u>	<u>\$12,798,603</u>	<u>\$13,993,295</u>
Business-Type Activities										
Investment Earnings						\$99	\$26	\$22	\$29	\$33
Transfers										-\$51,891
Total Business-type Activities						\$99	\$26	\$22	\$29	-\$51,858
Total General Revenues and Other Changes in Net Position	<u>\$9,582,993</u>	<u>\$10,178,427</u>	<u>\$9,996,352</u>	<u>\$9,690,825</u>	<u>\$11,185,565</u>	<u>\$11,203,256</u>	<u>\$11,817,074</u>	<u>\$12,243,453</u>	<u>\$12,798,632</u>	<u>\$13,941,437</u>
<b>Change in Net Position</b>										
Government Activities	\$2,320,659	\$2,870,908	\$1,724,721	\$1,557,219	\$2,427,367	\$1,454,661	\$2,034,088	\$2,036,654	\$1,799,024	\$3,055,853
Business-type Activities	<u>\$27,288</u>	<u>-\$22,886</u>	<u>\$13,127</u>	<u>\$51,706</u>	<u>\$69,506</u>	<u>\$15,261</u>	<u>-\$62,128</u>	<u>\$36,724</u>	<u>\$80,171</u>	<u>-\$20,025</u>
Total Governmental and Business-type Activities	<u>\$2,347,947</u>	<u>\$2,848,022</u>	<u>\$1,737,848</u>	<u>\$1,608,925</u>	<u>\$2,496,873</u>	<u>\$1,469,922</u>	<u>\$1,971,960</u>	<u>\$2,073,378</u>	<u>\$1,879,195</u>	<u>\$3,035,828</u>

**PETERS TOWNSHIP**  
**FUND BALANCES, GOVERNMENTAL FUNDS**  
**LAST TEN FISCAL YEARS**  
*(modified accrual basis of accounting)*

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
General Fund										
Nonspendable						\$3,069	\$3,069	\$3,069	\$3,069	\$44,027
Committed						\$351,936	\$440,979	\$516,153	\$594,543	\$661,621
Assigned						\$706,256	\$64,614	\$66,497	\$63,189	\$68,888
Unassigned	<u>\$4,164,188</u>	<u>\$4,654,146</u>	<u>\$4,935,648</u>	<u>\$4,350,296</u>	<u>\$5,787,074</u>	<u>\$4,770,030</u>	<u>\$3,910,072</u>	<u>\$5,357,021</u>	<u>\$6,238,549</u>	<u>\$5,628,203</u>
Total General Fund	<u>\$4,164,188</u>	<u>\$4,654,146</u>	<u>\$4,935,648</u>	<u>\$4,350,296</u>	<u>\$5,787,074</u>	<u>\$5,831,291</u>	<u>\$4,418,734</u>	<u>\$5,942,740</u>	<u>\$6,899,350</u>	<u>\$6,402,739</u>
All Other Governmental Funds										
∞ Restricted										
Capital Projects Fund	\$1,819,580	\$1,414,653	\$1,217,202	\$1,114,460	\$4,192,244	\$3,572,879	\$3,318,935	\$2,210,638	\$1,763,550	\$0
Highway Aid Fund	\$42	\$5,799	\$1,883	\$542	\$109	\$22	\$54	\$10	\$25	\$20
Committed										
Cable Television Fund	\$639,710	\$521,793	\$644,914	\$702,594	\$808,755	\$1,024,678	\$1,245,903	\$1,448,014	\$1,748,730	\$1,525,310
Capital Projects Fund							\$877,253	\$633,328	\$534,885	\$2,168,338
Assigned										
Library Fund	\$190,595	\$262,160	\$240,344	\$253,962	\$250,033	<u>\$231,863</u>	<u>\$290,925</u>	<u>\$375,764</u>	<u>\$406,031</u>	<u>\$508,066</u>
Total All Other Governmental Funds	<u>\$2,649,927</u>	<u>\$2,204,405</u>	<u>\$2,104,343</u>	<u>\$2,071,558</u>	<u>\$5,251,141</u>	<u>\$4,829,442</u>	<u>\$5,733,070</u>	<u>\$4,667,754</u>	<u>\$4,453,221</u>	<u>\$4,201,734</u>
Fund Balance - All Funds	<u>\$6,814,115</u>	<u>\$6,858,551</u>	<u>\$7,039,991</u>	<u>\$6,421,854</u>	<u>\$11,038,215</u>	<u>\$10,660,733</u>	<u>\$10,151,804</u>	<u>\$10,610,494</u>	<u>\$11,352,571</u>	<u>\$10,604,473</u>

The fund balances presented have been restated to reflect the implementation of GASB Statement No. 54

**PETERS TOWNSHIP**  
**STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES**  
**LAST TEN FISCAL YEARS**  
*(modified accrual basis of accounting)*

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Revenues</b>										
Taxes	\$9,055,135	\$9,735,998	\$9,714,247	\$9,581,898	\$10,550,017	\$10,765,185	\$11,338,959	\$11,757,986	\$12,429,119	\$12,277,745
Licenses and Permits	\$273,664	\$298,403	\$329,642	\$341,375	\$442,426	\$453,632	\$472,232	\$516,967	\$515,028	\$553,728
Fines and Forfeits	\$110,661	\$115,203	\$122,569	\$152,904	\$159,876	\$137,681	\$118,183	\$106,239	\$109,685	\$92,662
Interest, Rents and Royalties	\$345,081	\$372,659	\$195,878	\$116,602	\$99,465	\$105,386	\$102,174	\$69,724	\$5,101	\$7,915
Grants	\$1,035,401	\$1,453,074	\$1,331,513	\$1,147,859	\$1,469,737	\$1,864,232	\$2,165,365	\$1,999,018	\$1,862,552	\$2,161,406
Charges for Services	\$684,183	\$724,980	\$729,277	\$754,335	\$798,791	\$912,111	\$895,512	\$889,214	\$902,751	\$928,117
Miscellaneous	\$178,969	\$400,066	\$284,348	\$198,655	\$215,672	\$201,427	\$292,359	\$459,177	\$323,026	\$365,652
<b>Total Revenue</b>	<b>\$11,683,094</b>	<b>\$13,100,383</b>	<b>\$12,707,474</b>	<b>\$12,293,628</b>	<b>\$13,735,984</b>	<b>\$14,439,654</b>	<b>\$15,384,784</b>	<b>\$15,798,325</b>	<b>\$16,147,262</b>	<b>\$16,387,225</b>
<b>Expenditures</b>										
General Government	\$1,043,269	\$1,099,669	\$1,101,122	\$1,115,194	\$1,313,478	\$1,212,065	\$1,160,022	\$1,237,575	\$1,290,802	\$1,294,443
Public Safety	\$3,147,379	\$3,284,247	\$3,479,248	\$3,705,732	\$3,786,951	\$4,028,389	\$4,150,110	\$4,331,600	\$4,427,527	\$4,684,443
Public Work - Sanitation	\$39,609	\$86,570	\$39,276	\$59,703	\$40,930	\$56,658	\$22,577	\$58,494	\$30,388	\$84,189
Public Works -Highways	\$869,433	\$1,092,375	\$1,167,846	\$1,048,960	\$1,222,455	\$1,246,424	\$1,170,805	\$1,411,437	\$1,478,169	\$1,493,056
Culture - Recreation	\$1,867,561	\$1,961,445	\$2,150,739	\$2,183,937	\$2,159,507	\$2,194,654	\$2,192,057	\$2,158,521	\$2,211,877	\$2,287,528
Insurance and Employee Benefits	\$1,322,232	\$1,314,728	\$1,322,512	\$1,487,122	\$1,575,491	\$1,754,622	\$1,948,131	\$1,943,246	\$2,053,283	\$2,279,139
Capital Outlays	\$2,624,353	\$3,613,517	\$2,296,014	\$2,340,077	\$4,884,073	\$3,011,770	\$4,045,856	\$3,326,998	\$3,354,720	\$4,154,769
Debt Service										
Principal	\$515,000	\$550,000	\$628,573	\$650,973	\$578,480	\$812,709	\$802,361	\$745,483	\$757,493	\$870,208
Interest and Fees	\$386,183	\$346,360	\$340,704	\$320,067	\$488,756	\$499,845	\$446,570	\$242,944	\$250,892	\$245,872
<b>Total Expenditures</b>	<b>\$11,815,019</b>	<b>\$13,348,911</b>	<b>\$12,526,034</b>	<b>\$12,911,765</b>	<b>\$16,050,121</b>	<b>\$14,817,136</b>	<b>\$15,938,489</b>	<b>\$15,456,298</b>	<b>\$15,855,151</b>	<b>\$17,393,647</b>
Excess of Revenues over (under) Expenditures	(\$131,925)	(\$248,528)	\$181,440	(\$618,137)	(\$2,314,137)	(\$377,482)	(\$553,705)	\$342,027	\$292,111	(\$1,006,422)

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Other Financing Sources (Uses)</b>										
Proceeds from Capital Lease	\$0	\$292,964	\$0	\$0	\$402,660	\$0	\$0	\$0	\$449,966	\$206,433
Proceeds from General										
Long Term Debt	\$4,405,000	\$0	\$0	\$0	\$11,010,000	\$0	\$2,290,000	\$10,000,000	\$0	\$0
Premium on Bonds Issued							\$5,649	\$129,345	\$0	\$0
Discount on Bonds Issued	(\$10,223)				(\$27,505)	\$0	\$0			
Payment to Refunded Bond Agent	(\$4,235,000)	\$0	\$0	\$0	(\$4,454,657)	\$0	(\$2,250,873)	(\$10,012,682)	\$0	\$0
<b>Total Other Financing Sources (Uses)</b>	<b>\$159,777</b>	<b>\$292,964</b>	<b>\$0</b>	<b>\$0</b>	<b>\$6,930,498</b>	<b>\$0</b>	<b>\$44,776</b>	<b>\$116,663</b>	<b>\$449,966</b>	<b>\$206,433</b>
<b>Net Change in Fund Balance</b>	<b>\$27,852</b>	<b>\$44,436</b>	<b>\$181,440</b>	<b>(\$618,137)</b>	<b>\$4,616,361</b>	<b>(\$377,482)</b>	<b>(\$508,929)</b>	<b>\$458,690</b>	<b>\$742,077</b>	<b>(\$799,989)</b>
Fund Balance 1/1	\$6,786,263	\$6,814,115	\$6,858,551	\$7,039,991	\$6,421,854	\$11,038,215	\$10,660,733	\$10,151,804	\$10,610,494	\$11,352,571
Fund Balance 12/31	\$6,814,115	\$6,858,551	\$7,039,991	\$6,421,854	\$11,038,215	\$10,660,733	\$10,151,804	\$10,610,494	\$11,352,571	\$10,552,582
<b>Total Noncapital Expenditure</b>	<b>\$9,592,340</b>	<b>\$10,602,981</b>	<b>\$11,049,816</b>	<b>\$11,223,213</b>	<b>\$12,533,022</b>	<b>\$12,666,721</b>	<b>\$13,170,888</b>	<b>\$12,933,700</b>	<b>\$13,695,847</b>	<b>\$13,825,650</b>
Debt Service as a % of Noncapital Expenditures	9.4%	8.5%	8.8%	8.7%	8.5%	10.4%	9.5%	7.6%	7.4%	8.1%

**PETERS TOWNSHIP**  
**GENERAL GOVERNMENTAL EXPENDITURES BY FUNCTION <sup>1</sup>**  
**LAST TEN FISCAL YEARS**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Expenditures <sup>2</sup></b>										
General Government	\$1,108,092	\$1,178,281	\$1,141,943	\$1,170,221	\$1,438,031	\$1,299,416	\$1,160,022	\$2,008,404	\$1,372,824	\$1,294,443
Public Safety	\$3,177,910	\$3,677,176	\$3,613,014	\$3,828,379	\$4,240,815	\$4,046,863	\$4,150,110	\$4,431,742	\$4,973,962	\$4,684,443
Public Work - Sanitation	\$39,609	\$86,570	\$39,276	\$59,703	\$40,930	\$71,938	\$22,577	\$58,494	\$30,388	\$84,189
Public Works -Highways	\$2,350,409	\$3,094,180	\$2,835,506	\$2,896,720	\$3,477,961	\$3,208,984	\$1,170,805	\$3,654,977	\$3,961,580	\$1,493,056
Culture - Recreation	\$2,915,574	\$3,101,616	\$2,604,505	\$2,498,580	\$4,209,657	\$3,122,759	\$2,192,057	\$2,371,008	\$2,454,729	\$2,287,528
Insurance and Employee Benefits	\$1,322,232	\$1,314,728	\$1,322,512	\$1,487,122	\$1,575,491	\$1,754,622	\$1,948,131	\$1,943,246	\$2,053,283	\$2,279,139
Debt Service	<u>\$901,183</u>	<u>\$896,360</u>	<u>\$969,277</u>	<u>\$971,040</u>	<u>\$1,067,236</u>	<u>\$1,312,554</u>	<u>\$1,248,931</u>	<u>\$988,427</u>	<u>\$1,008,385</u>	<u>\$1,116,080</u>
Total Expenditure	<u>\$11,815,009</u>	<u>\$13,348,911</u>	<u>\$12,526,034</u>	<u>\$12,911,765</u>	<u>\$16,050,121</u>	<u>\$14,817,136</u>	<u>\$11,892,633</u>	<u>\$15,456,298</u>	<u>\$15,855,151</u>	<u>\$13,238,878</u>

(1) Included General, Special Revenue, Debt Service, and Capital Projects Funds

(2) The amounts include operating, as well as, capital

Table 6

**PETERS TOWNSHIP  
 ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY  
 LAST TEN FISCAL YEARS**

Fiscal Year	Taxable Assessed Value <sup>1</sup>	Estimated Market Value <sup>2</sup>	Total Direct Tax Rate	Ratio of Total Assessed Value to to Estimated Market Value
2006	\$292,099,167	\$2,132,323,917	12 mills	13.7%
2007	\$299,072,039	\$2,266,966,056	12 mills	13.2%
2008	\$306,615,839	\$2,222,964,834	12 mills	13.8%
2009	\$312,816,022	\$1,830,086,400	12 mills	17.1%
2010	\$317,192,571	\$1,943,754,522	14 mills	16.3%
2011	\$323,590,796	\$1,987,599,125	13 mills	16.3%
2012	\$329,928,927	\$2,104,212,063	13 mills	15.7%
2013	\$336,832,664	\$2,152,776,343	13 mills	15.6%
2014	\$341,457,423	\$2,269,148,667	13 mills	15.0%
2015	\$341,823,160	3	13 mills	3

(1) Source - Washington County Assessment Office. The assessment office does not have data which separates commercial and residential assessments values.

(2) Source - Pennsylvania State Tax Equalization Board

(3) 2015 Market Value is not yet available

Table 7

**PETERS TOWNSHIP  
PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
(Tax Rate Per \$1,000 of Assessed Valuation)  
LAST TEN FISCAL YEARS**

Fiscal Year	Peters Township	Overlapping Rates		Total Direct and Overlapping Rates
		Peters Township School District	Washington County	
2006	12.0	87.0	21.4	120.4
2007	12.0	89.5	21.4	122.9
2008	12.0	89.5	21.4	122.9
2009	12.0	92.5	24.9	129.4
2010	14.0	95.2	24.9	134.1
2011	13.0	96.5	24.9	134.4
2012	13.0	100.3	24.9	138.2
2013	13.0	102.0	24.9	139.9
2014	13.0	107.1	24.9	145.0
2015	13.0	110.75	24.9	148.7

Tax rate is expressed in mills. One mill of tax is equal to \$1.00 for every \$1,000 of assessed property value. Used to calculate a tax levied on real estate.

Township tax levy for operating purposes.

Table 8

**PETERS TOWNSHIP  
TEN LARGEST REAL ESTATE TAXPAYERS  
CURRENT AND TEN YEARS AGO**

	As of December 31, 2015			As of December 31, 2006	
	Assessed Valuation	Percent of Total Valuation		Assessed Valuation	Percent of Total Valuation
Waterdam Plaza Associates	\$3,178,039	0.9%	Waterdam Plaza Associates	\$3,787,753	1.3%
Donaldson's Crossroads Associates	\$1,758,742	0.5%	Donaldson's Crossroads Associates	\$1,709,590	0.6%
HCRI PA Properties	\$1,206,738	0.4%	HCR Manorcare	\$1,089,000	0.4%
Gallery Shoppes (I,II,III,Ltd.)	\$1,037,884	0.3%	Gallery Shoppes	\$1,075,497	0.4%
K-Mart	\$904,200	0.3%	K-Mart	\$904,200	0.4%
HCR Manorcare	\$795,000	0.2%	Valleybrook Country Club	\$731,293	0.3%
Gregg Schwotzer Etal	\$718,283	0.2%	Robert Murphy	\$493,849	0.2%
Valleybrook Country Club	\$708,651	0.2%	Rolling Hill Country Club	\$488,418	0.2%
Waterdam Partners	\$623,420	0.2%	Levin Family Partnership	\$487,675	0.2%
Mark Miller	\$500,272	0.1%	Mark Miller	\$432,278	0.1%
Total	<u>\$11,431,229</u>	<u>3.3%</u>	Total	<u>\$11,199,553</u>	<u>3.8%</u>

Table 9

**PETERS TOWNSHIP  
PROPERTY TAX LEVIES AND COLLECTIONS  
LAST TEN FISCAL YEARS**

Fiscal Year	Total Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy		Delinquent & Liened Tax Collections	Total Tax Collections	Percent of Total Tax Collections To Tax Levy
		Amount	Percentage			
2006	\$3,505,190	\$3,378,444	96.38%	\$95,953	\$3,474,397	99.12%
2007	\$3,588,864	\$3,468,492	96.65%	\$71,019	\$3,539,511	98.62%
2008	\$3,679,390	\$3,550,756	96.50%	\$74,428	\$3,625,184	98.53%
2009	\$3,753,792	\$3,642,788	97.04%	\$78,697	\$3,721,485	99.14%
2010	\$4,440,696	\$4,297,078	96.77%	\$74,882	\$4,371,960	98.45%
2011	\$4,206,680	\$4,087,531	97.17%	\$98,961	\$4,186,492	99.52%
2012	\$4,289,076	\$4,169,582	97.21%	\$70,736	\$4,240,318	98.86%
2013	\$4,378,825	\$4,237,959	96.78%	\$61,955	\$4,299,914	98.20%
2014	\$4,438,951	\$4,297,739	96.82%	\$62,879	\$4,360,618	98.24%
2015	\$4,471,368	\$4,366,816	97.66%	\$69,069	\$4,435,885	99.21%

Table 10

**PETERS TOWNSHIP  
TAXABLE EARNED INCOME AND TAX COLLECTED  
LAST TEN FISCAL YEARS**

Fiscal Year	Taxable Earned Income	Tax Collected	Per Capita Personal Income <sup>1</sup>
2006	\$784,153,800	\$3,920,769	\$38,251
2007	\$852,958,800	\$4,264,794	\$41,306
2008	\$869,607,600	\$4,348,038	\$41,808
2009	\$892,549,400	\$4,462,747	\$42,604
2010	\$922,834,600	\$4,614,173	\$43,503
2011	\$956,416,400	\$4,782,082	\$44,770
2012	\$1,015,086,000	\$5,075,430	\$47,185
2013	\$1,093,800,800	\$5,469,004	\$50,492
2014	\$1,200,748,600	\$6,003,743	\$55,047
2015	\$1,136,943,600	\$5,684,718	\$51,450

(1) Based on Annual Population Figures in Table 28

Table 11

**PETERS TOWNSHIP  
TAXABLE EARNED INCOME RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
LAST TEN FISCAL YEARS**

<b>Fiscal Year</b>	<b>Peters Township</b>	<b>Peters Township School District</b>
2006	0.50%	0.50%
2007	0.50%	0.50%
2008	0.50%	0.50%
2009	0.50%	0.50%
2010	0.50%	0.50%
2011	0.50%	0.50%
2012	0.50%	0.50%
2013	0.50%	0.50%
2014	0.50%	0.50%
2015	0.50%	0.50%

**PETERS TOWNSHIP**  
**EARNED INCOME TAX FILERS AND LIABILITY BY INCOME LEVEL**

Income Level	2006			2007			2008		
	Number of Filers	% of Total	% of Total Income	Number of Filers	% of Total	% of Total Income	Number of Filers	% of Total	% of Total Income
\$100,001-and higher	2,045	20.2%	64.4%	2,230	20.8%	67.2%	2,355	21.3%	66.9%
\$50,001-100,000	2,211	21.8%	8.5%	2,299	21.5%	7.8%	2,390	21.6%	8.0%
\$0 to \$50,000	5,874	58.0%	13.6%	6,182	57.7%	12.6%	6,331	57.2%	12.4%
Total	10,130	100.0%	100.0%	10,711	100.0%	100.0%	11,076	100.0%	100.0%

Income Level	2013			2014			2015		
	Number of Filers	% of Total	% of Total Income	Number of Filers	% of Total	% of Total Income	Number of Filers	% of Total	% of Total Income
\$100,001-and higher	2,729	23.6%	75.2%	2,894	22.8%	75.3%	2,131	22.7%	70.3%
\$50,001-100,000	2,291	19.8%	15.9%	2,434	19.2%	16.0%	1,853	19.8%	19.4%
\$0 to \$50,000	6,525	56.5%	8.9%	7,345	58.0%	8.7%	5,389	57.5%	10.3%
Total	11,545	100.0%	100.0%	12,673	100.0%	100.0%	9,373	100.0%	100.0%

2009-2012 information not available

Note: Beginning with the 2006 year, the Township of Peters implemented GASB Statement 44 "Economic Condition Reporting: The Statistical Section." Since the information reported in this schedule was not required in 2006 or in previous years, the report only includes readily available information. Future reports will continue to include the presented data until a maximum of ten years of information is accumulated.

Table 13

**PETERS TOWNSHIP  
RATIO OF OUTSTANDING DEBT BY TYPE  
LAST TEN FISCAL YEARS**

Fiscal Year	Capital Leases Outstanding	Governmental Activities General Obligation Bonds	Percentage of Earned Income	Per Capita Outstanding Debt <sup>1</sup>	Ratio of Bonds Outstanding to Assessed Value
2006		\$9,300,000	1.2%	\$454	3.2%
2007	\$292,964	\$8,750,000	1.0%	\$424	2.9%
2008	\$239,391	\$8,175,000	0.9%	\$393	2.7%
2009	\$183,418	\$7,580,000	0.8%	\$362	2.4%
2010	\$527,598	\$13,625,000	1.5%	\$642	4.3%
2011	\$389,889	\$12,919,847	1.4%	\$605	4.0%
2012	\$247,528	\$12,351,322	1.2%	\$574	3.7%
2013	\$167,045	\$12,470,248	1.1%	\$576	3.7%
2014	\$534,518	\$11,786,167	1.0%	\$540	3.5%
2015	\$570,743	\$11,077,086	1.0%	\$501	3.2%

(1) Based on Annual Population Figures in Table 28

Table 14

**PETERS TOWNSHIP  
COMPUTATION OF DIRECT AND OVERLAPPING DEBT  
AS OF DECEMBER 31, 2015**

Jurisdiction	Net Debt Outstanding	Percentage Applicable to Peters Township*	Amount Applicable to Peters Township**
<b>Direct Debt</b>			
Peters Township	\$11,647,829	100.0%	<u>\$11,647,829</u>
<b>Total Direct Debt</b>			<u>\$11,647,829</u>
<b>Overlapping Debt</b>			
Peters Township School District	\$51,804,876	100.0%	\$51,804,876
Washington County	\$49,991,501	21.0%	<u>\$10,515,848</u>
<b>Total Overlapping Debt</b>	\$113,444,206		<u>\$62,320,724</u>
<b>TOTAL DIRECT AND OVERLAPPING DEBT</b>			<u><u>\$73,968,553</u></u>

\* For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the Township's boundaries and dividing it by each unit's total taxable assessed value.

\*\* Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the Township. The schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the Township. This process recognizes that, when considering the Township's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt of each overlapping government.

**PETERS TOWNSHIP  
LEGAL DEBT MARGIN INFORMATION  
LAST TEN FISCAL YEARS <sup>1</sup>**

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
Debt Limit	\$27,605,077	\$30,428,498	\$32,455,848	\$33,600,307	\$34,833,803	\$36,518,623	\$38,340,337	\$39,621,908	\$40,871,583	\$41,964,585
Outstanding Debt Applicable to the Debt Limit	<u>\$9,300,000</u>	<u>\$8,750,000</u>	<u>\$8,175,000</u>	<u>\$7,580,000</u>	<u>\$13,625,000</u>	<u>\$12,950,000</u>	<u>\$12,370,000</u>	<u>\$12,345,000</u>	<u>\$11,670,000</u>	<u>\$10,970,000</u>
Legal Debt Margin	<u>\$18,305,077</u>	<u>\$21,678,498</u>	<u>\$24,280,848</u>	<u>\$26,020,307</u>	<u>\$21,208,803</u>	<u>\$23,568,623</u>	<u>\$25,970,337</u>	<u>\$27,276,908</u>	<u>\$29,201,583</u>	<u>\$30,994,585</u>
Total Net Debt Applicable to the Limit as a % of Debt Limit	33.7%	28.8%	25.2%	22.6%	39.1%	35.5%	32.3%	31.2%	28.6%	26.1%

(1) The nonelectorial debt limit is set forth in the Pennsylvania Local Government Unit Debt Act and is defined as the average net revenues for the three most recent years multiplied by electoral debt limit percentage (250%). The Act utilizes gross bonds outstanding in the calculation of legal debt margin and excludes capital leases from the calculation.

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**PETERS TOWNSHIP**  
**COMPUTATION OF LEGAL DEBT MARGIN AS OF DECEMBER 31, 2015**

	Nonelectroal Debt	Lease Rental Debt	Total
Total Gross Debt	\$10,970,000	\$0	\$10,970,000
Less: Debt Minus Exclusions	\$0	\$0	\$0
Gross Debt Minus Exclusions	\$10,970,000	\$0	\$10,970,000
Applicable Debt Limitations (1)			
Nonelectral Regular			
Borrowing Base (2) x 250%	\$41,964,585		
\$16,785,834			
Nonelectoral Plus Lease Rental			
Borrowing Base (2) x 350%			\$58,750,419
\$16,785,834			
Additional Borrowing Capability			
- Nonelectoral Regular	\$30,994,585		
- Nonelectoral Plus Lease Rental			\$47,780,419

(1) As set forth in the Pennsylvania Local Government Unit Debt Act (LGUDA)

(2) Borrowing based defined in Act as average net revenues for three most recent years

(3) The Pennsylvania Unit Debt Act utilizes gross bonds outstanding in the calculation of legal debt margin and excludes capital leases from the calculation.

Table 17

**PETERS TOWNSHIP**  
**RATIO OF ANNUAL DEBT SERVICE EXPENDITURES FOR GENERAL BONDED DEBT**  
**TO TOTAL GENERAL EXPENDITURES**  
**LAST TEN FISCAL YEARS**

Fiscal Year	Principal	Interest & Other Fees	Total Debt Service	Total General Expenditures <sup>1</sup>	Ratio of Debt Service to General Expenditures
2006	\$515,000	\$386,183	\$901,183	\$11,815,009	7.63%
2007	\$550,000	\$346,360	\$896,360	\$13,348,911	6.71%
2008	\$628,573	\$340,704	\$969,277	\$12,526,034	7.74%
2009	\$650,973	\$320,067	\$971,040	\$12,911,765	7.52%
2010	\$578,480	\$488,756	\$1,067,236	\$16,050,121	6.65%
2011	\$812,709	\$499,845	\$1,312,554	\$14,817,136	8.86%
2012	\$802,361	\$446,570	\$1,248,931	\$15,938,489	7.84%
2013	\$745,483	\$242,944	\$988,427	\$15,456,298	6.39%
2014	\$757,493	\$250,892	\$1,008,385	\$15,855,151	6.36%
2015	\$870,208	\$245,872	\$1,116,080	\$17,393,647	6.42%

(1) Includes General, Special Revenue, Debt Service and Capital Projects Funds

Table 18

**PETERS TOWNSHIP  
PRINCIPAL EMPLOYERS  
CURRENT YEAR AND TEN YEARS AGO**

As of December 31, 2015		As of December 31, 2006	
Name	Type of Business	Name	Type of Business
Peters Township School District	Education	Peters Township School District	Education
Giant Eagle Markets, Inc.	Grocery Store	Giant Eagle Markets, Inc.	Grocery Store
Mancan	Employment Service	Heartland Employment Service	Nursing Home
Sunny Days In Home Care LLC	Healthcare	Sears Roebuck & Co.	Service Center
Trigon Holding Inc.	Manufacturing	Valleybrook Country Club	Country Club
Peters Township	Government	American Health Foundation	Nursing Home
Valleybrook Country Club	Country Club	Kmart	Retailer
Heartland Employment Service	Nursing Home	Bob Evans Farm Inc.	Food Service
American Health Foundation	Nursing Home	Max and Erma's	Restaurant
JWCF dba Baker Installations	Contractor	Rolling Hills Country Club	Country Club

**PETERS TOWNSHIP  
TEN LARGEST VENDORS  
CURRENT YEAR AND TEN YEARS AGO**

<u>As of December 31, 2015</u>				<u>As of December 31, 2006</u>			
	Total Expenditure	Company Name	Expenditure Category		Total Expenditure	Company Name	Expenditure Category
1	\$1,763,824	Waste Management	Public Works - Garbage	1	\$802,011	JP Morgan/Chase	Debt Service
2	\$1,591,504	Morgan Excavating	Public Works - Paving	2	\$754,525	Amity Asphalt Paving	Public Works - Paving
3	\$931,295	Bank of New York/Mellon	Debt Service	3	\$626,029	Bruni Family	Land Acquisition
4	\$689,898	UPMC	Hopitalization	4	\$553,952	MEIT	Insurance
5	\$535,828	Principal Financial	Pension	5	\$519,993	Waste Management	Public Works - Garbage
6	\$528,951	Campbell Insurance	Insurance	6	\$320,531	A. Merante Contracting	Public Works - Construction
7	\$345,627	Masco Construction, Inc.	Public Works - Garage	7	\$267,176	Gateway Engineers	Professional Services
8	\$288,105	Cargill Inc.	Supplies - Salt	8	\$223,901	Principal Financial	Pension
9	\$182,244	Appalachian Industries	Settlement - Sugar Camp Bridge	9	\$204,280	MRM	Insurance
10	\$163,744	PA American Water	Utility	10	\$189,028	Vasco Asphalt	Public Works - Paving
	<u>\$7,021,020</u>				<u>\$4,461,426</u>		

Table 20

**AGE DISTRIBUTION RELATED TO TOTAL POPULATION**

AGE	2000		2010	
	Number	Percent	Number	Percent
Under 5 years	1,170	6.7%	1,224	5.8%
5 to 9 years	1,521	8.7%	1,813	8.5%
10 to 14 years	1,564	8.9%	2,005	9.5%
15 to 19 years	1,204	6.9%	1,543	7.3%
20 to 24 years	416	2.4%	582	2.7%
25 to 34 years	1,221	7.0%	1,253	5.9%
35 to 44 years	3,243	18.5%	2,931	13.8%
45 to 54 years	3,162	18.0%	4,025	19.0%
55 to 59 years	1,020	5.8%	1,626	7.7%
60 to 64 years	766	4.4%	1,362	6.4%
65 to 74 years	1,287	7.3%	1,574	7.4%
75 to 84 years	736	4.2%	906	4.3%
85 years and over	256	1.5%	369	1.7%
	17,566	100.0%	21,213	100.0%
2010 Median Age	43.0			
2000 Median Age	40.6			
1990 Median Age	37.8			
1980 Median Age	33.1			

Source: United States Census

Table 21

**PETERS TOWNSHIP  
POPULATION GROWTH  
1920 -2010**

Year	Population	Change	% Change
1920	1,660		
1930	1,771	111	6.7%
1940	2,137	366	20.7%
1950	3,004	867	40.6%
1960	7,126	4,122	137.2%
1970	10,672	3,546	49.8%
1980	13,104	2,432	22.8%
1990	14,467	1,363	10.4%
2000	17,566	3,099	21.4%
2010	21,213	3,647	20.8%

Source: United States Census

Table 22

**PETERS TOWNSHIP  
HOUSEHOLD INCOMES**

Income (\$000)	2000		2010	
	Households	%	Household	%
Less than \$10,000	106	1.8%	281	4.7%
\$10,000 to \$14,999	121	2.0%	70	1.2%
\$15,000 to \$24,999	344	5.7%	238	4.0%
\$25,000 to \$34,999	509	8.5%	237	3.9%
\$35,000 to \$49,999	661	11.0%	441	7.3%
\$50,000 to \$74,999	1,165	19.4%	1,280	21.3%
\$75,000 to \$99,000	909	15.1%	972	16.2%
\$100,000 to \$149,999	1,169	19.4%	1,594	26.5%
\$150,000 to \$199,999	452	7.5%	826	13.7%
\$200,000 or more	580	9.6%	582	9.7%
Total	6,016	100.0%	6,521	108.4%

Source: United States Census

Table 23

**EDUCATIONAL CHARACTERISTICS**  
Education Attainment - Persons 25 Years and Older

	2000		2010	
	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>
Less than 9th Grade	250	2.1%	550	4.1%
9th to 12th, no diploma	346	3.0%	523	3.9%
High School Graduate	2,584	22.2%	2,551	19.0%
Some College, no degree	1,933	16.6%	1,943	14.5%
Associates Degree	695	6.0%	897	6.7%
Bachelor's Degree	3,809	32.8%	3,952	29.5%
Graduate or Professional	2,011	17.3%	2,980	22.2%
Totals	11,628	100.0%	13,396	100.0%
Percent high school graduate or higher		94.9%		92.0%
Percent bachelor's degree or higher		50.1%		51.7%

Source: United States Census

Table 24

**OCCUPATION OF EMPLOYED PERSONS 16 AND OVER**

<u>Occupation</u>	2000		2010	
	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>
Management, Professional, Other Related	4,305	53.8%	4,499	50.9%
Service Occupations	602	7.5%	887	10.0%
Sales and Office Occupations	2,314	28.9%	2,500	28.3%
Farming, Fishing, & Forestry	10	0.1%	7	0.1%
Construction, Extraction, Maintenance	438	5.5%	520	5.9%
Production, Transportation, Material Moving	328	4.1%	420	4.8%
Totals	7,997	100.0%	8,833	100.0%

Source: United States Census

Table 25

**HOUSING UNITS BY OCCUPANCY**

	2000		2010	
	<u>Total</u>	<u>% Total</u>	<u>Total</u>	<u>% Total</u>
Occupied Units	6,026		7,292	
Owner Occupied Units	5,681	91%	6,869	91%
Renter Occupied	345	6%	423	6%
Vacant Units	195	3%	267	4%
Total Units	6,221		7,559	

Source: United States Census

Table 26

**VALUE OF SPECIFIED OWNER OCCUPIED HOUSING UNITS**

<u>Value</u>	2000		2010	
	<u>Number</u>	<u>Percent</u>	<u>Number</u>	<u>Percent</u>
Less than 50,000	32	1%	81	1%
50,000 to 99,999	554	10%	228	4%
100,000 to 149,999	1,115	20%	459	7%
150,000 to 199,999	1,302	24%	908	15%
200,000 to 299,999	1,303	24%	1,874	30%
300,000 to 499,999	1,010	18%	1,932	31%
500,000 to 999,999	137	3%	630	10%
1,000,000 or more	9	0%	51	1%
Total	5,462	100%	6,163	100%

Source: United States Census

Table 27

**MEDIAN HOUSING VALUE COMPARISON**

	Washington		
	<u>Peters</u>	<u>County</u>	<u>SMSA</u>
Median Value 1970	27,700	12,000	15,300
Median Value 1980	81,500	38,700	42,600
Median Value 1990	124,500	53,500	57,100
Median Value 2000	189,100	87,500	86,100

Source: 1970, 1980, 1990, 2000 United States Census

**Peters Township**  
**Authorized Number of Full and Part-time Permanent Positions by Department**

	<u>2011</u>	<u>2012</u>	<u>2013</u>	<u>2014</u>	<u>2015</u>
<b>GENERAL GOVERNMENT</b>					
Administration	5.50	5.50	5.50	6.50	6.50
Network Administration	0.50	0.50	0.50	0.50	0.00
Vehicle Maintenance	0.10	0.10	0.10	0.10	0.10
Professional Services	1.00	1.00	1.00	2.00	2.00
<b>TOTAL GENERAL GOVERNMENT</b>	<u>7.10</u>	<u>7.10</u>	<u>7.10</u>	<u>9.10</u>	<u>8.60</u>
<b>PROTECTION TO PERSONS/PROPERTY</b>					
Police Administration	4.00	4.00	4.00	4.00	4.00
Police Patrol	19.00	19.25	19.25	19.25	19.25
Police Investigations	2.00	2.00	2.00	2.00	2.00
Community Relations	1.00	1.75	1.75	1.75	1.75
Police Vehicle Maintenance	0.15	0.15	0.15	0.15	0.15
School Guards	0.50	0.50	0.50	0.50	0.50
Fire Administration	2.00	2.00	2.00	2.00	2.00
Fire Prevention/Enforcement			2.00	2.00	2.00
Fire Suppression	8.00	9.00	7.00	6.75	6.75
Fire Vehicle Maintenance	2.00	2.00	2.00	1.50	1.50
Fire Station				0.75	0.75
Planning and Zoning	3.20	3.20	3.20	3.70	3.70
Building Inspection	2.30	2.30	2.30	2.30	2.30
<b>TOTAL PROTECTION TO PERSONS/PROPERTY</b>	<u>44.15</u>	<u>46.15</u>	<u>46.15</u>	<u>46.65</u>	<u>46.65</u>
<b>PUBLIC WORKS</b>					
Administration	3.00	3.00	3.00	3.00	3.00
Highway Maintenance	9.50	9.50	10.00	10.00	12.00
Vehicle Maintenance	0.75	0.75	0.75	0.75	0.75
<b>TOTAL PUBLIC WORKS</b>	<u>13.25</u>	<u>13.25</u>	<u>13.75</u>	<u>13.75</u>	<u>15.75</u>
<b>CULTURE/RECREATION</b>					
Recreation Administration	2.00	2.00	2.00	2.00	2.00
Recreation Programming	0.75	0.75	0.75	0.75	0.75
Community Recreation Center	3.00	3.00	3.00	3.00	3.00
Park Maintenance	5.50	5.50	6.00	6.00	6.00
Tennis Center					
Cable Television	1.75	1.75	1.75	1.75	1.75
Library	1.00	1.00	1.00	1.00	0.50
<b>TOTAL CULTURE/RECREATION</b>	<u>14.00</u>	<u>14.00</u>	<u>14.50</u>	<u>14.50</u>	<u>14.00</u>
<b>TOTAL ALL DEPARTMENTS</b>	<u><u>78.50</u></u>	<u><u>80.50</u></u>	<u><u>81.50</u></u>	<u><u>84.00</u></u>	<u><u>85.00</u></u>

Table 29

## PETERS TOWNSHIP INDICATORS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Population</b>	20,500	20,650	20,800	20,950	21,213	21,363	21,513	21,663	21,813	22,098
<b>Permanent Employees - All Departments</b>	72.13	74.75	77	79	79	79	82.5	83.5	86	87.25
<b>Public Works Department</b>										
Number of Permanent Employees	13	12.75	13	13	13	13	13.25	13.75	13.75	15.75
<b>Miles of Streets</b>										
Municipal Owned	98.87	102.5	103	104.4	105	106.5	106.5	106.5	108.5	110.8
State Owned	29.1	29.1	29.1	29.1	29.1	29.1	29.1	29.1	29.1	29.1
Private	5	5	5	5	5	5	5	5	5	7.25
Total Miles of Streets	132.97	136.6	137.1	138.5	139.1	140.6	140.6	140.6	140.6	147.15
<b>Road Treatment</b>										
Resurfaced & Overlaid (Miles)	2.78	3.95	4.3	4.16	4.47	5.38	5.53	4.9	9.6	5.43
Rejuvenator Treatment (Miles)	4.61	7.8	7.65	8.02	6.35	9.79	9.16	5.5	8.4	9.7
Total Road Treatment (Miles)	7.39	11.75	11.95	12.18	10.82	15.17	14.69	10.4	18	15.13
Storm Sewer Installation/Replace (Feet)	1,375	1,852	1,215	2,581	135	2,991	2,392	374	260	3,770
<b>Public Safety</b>										
<b>Police</b>										
Number of Permanent Employees	25.75	26.25	26	27	27	27	27	27	27	27
Number of Stations	1	1	1	1	1	1	1	1	1	1
<b>Services Rendered</b>										
Traffic Tickets Issued	1,469	1,566	2,352	3,874	3,904	2,505	2,410	2,207	1,935	1,730
Parking Tickets Issued	543	402	317	550	417	411	492	257	292	357
Part I Offenses	228	166	192	128	114	183	145	126	133	145
Part II Offenses	482	330	439	252	253	511	403	289	262	281
Driving Under the Influence	80	74	75	80	95	95	63	66	55	52
% of Part 1 Offenses Cleared	49%	39%	22%	21%	16%	11%	14%	25%	34%	28%
% of Part 2 Offenses Cleared	76%	52%	46%	62%	69%	50%	50%	66%	61%	62%
<b>Fire Department</b>										
Number of Permanent Employees	9.38	11	12	12	12	12	13	13	13	13
Number of Volunteers	25	24	21	25	21	17	20	20	20	30
Volunteer on Duty Shifts					908	1,572	2,340	2,528	2,756	2,340
Number Stations	2	2	2	2	2	2	2	2	2	2
Number of Response Calls	958	923	1,030	1,022	1,194	942	995	1,157	1,215	1,247
<b>Average Response Time</b>										
7 AM to 11 PM	5.4	5.2	5	4.6	4.5	4.3	4.6	5.0	6.2	5.4
11 PM to 7 AM	12.7	13.4	12.7	11.5	10.9	10.5	7.7	5.3	7.3	7.3
<b>Average Manpower Responses</b>										
7 AM to 11 PM	4	5	4	4	4	4	5	7	7	7
11 PM to 7 AM	7	3	2	3	2	3	4	4	6	4

## PETERS TOWNSHIP INDICATORS

	2006	2007	2008	2009	2010	2011	2012	2013	2014	2015
<b>Planning Department</b>										
Number of Permanent Employees	5.5	5.5	5.5	6	6	6	6	6	6	6
Number of New Residential Lots Approved	191	170	31	59	29	101	125	67	101	36
<b>Zoning Hearing Board</b>										
Number of Appeals	19	22	22	13	19	23	9	21	32	15
Zoning Enforcement Notifications	161	164	117	151	123	160	123	127	105	136
<b>Building Permits</b>										
Building Permits Issued	563	566	340	286	331	347	358	356	293	334
Building Permits New Homes	132	100	80	62	76	86	110	106	61	76
<b>Parks and Recreation</b>										
School Age Population	4,327	4,427	4,460	4,442	4,448	4,456	4,350	4,228	4,220	4,211
Youth Sports Participation	N/A	5,455	5,056	5,019	5,032	5,179	5,081	4,911	4,818	6,718
Park Acreage	454	454	454	454	454	454	454	454	454	513
Township Owned Athletic Fields	14	14	14	14	14	14	18	18	18	18
Recreation Program Offerings	N/A	39	40	46	38	36	31	31	33	47
Program Registrants	N/A	4,207	4,161	3,812	3,686	3,002	2,967	3,275	2,843	2,633
Community Events Attendance	N/A	5,856	6,100	6,185	7,288	7,447	6,990	6,409	6,934	4,923
Tennis Center Participants	N/A	1,247	3,142	2,668	2,963	3,497	3,197	3,739	2,080	4,940
<b>Library</b>										
Number of Card Holders	29,018	30,946	32,927	34,772	36,562	38,209	35,711	22,842	23,960	24,468
Circulation	411,846	387,777	390,202	413,856	406,325	395,101	345,862	337,181	349,550	359,981
Library Volumes	118,893	125,175	130,172	138,886	145,287	149,891	150,989	132,706	126,138	126,049
Library Volumes per Resident	6	6	6	7	7	7	7	6	6	6
Children and Young Adults Programs	868	477	719	762	724	585	882	1,069	989	630
<b>Cable Television</b>										
Local Programs Hours Produced	1,756	2,667	2,174	2,832	2,373	4,220	3,700	3,593	4,584	4,245
On-line Views of Program							4,757	5,208	5,213	11,697
Community Events Hours Produced	1,499	2,316	1,854	1,813	2,361	2,413	2,857	2,903	2,705	2,506
Program Hours Aired	3,989	8,396	7,402	7,850	7,857	8,046	9,764	9,175	10,691	10,340
<b>Tax Collection</b>										
Assessed Value	292,099,167	299,072,039	306,615,839	312,816,022	317,192,571	323,590,796	329,928,927	336,832,664	341,457,423	343,951,034
Total Property Tax Collection	3,378,444	3,539,511	3,625,184	3,721,485	4,371,960	4,186,492	4,240,318	4,299,914	4,360,618	4,366,816
Property Tax Collected as a % of Levy	96.4%	96.4%	98.5%	99.1%	98.5%	99.5%	98.9%	98.9%	98.2%	99.2%
Earned Income Tax Collection	3,806,119	4,160,987	4,376,357	4,462,747	4,614,173	4,782,082	5,075,430	5,469,004	6,003,743	5,684,718