

Memo

To: Board of Supervisors
From: Jon Altshul
Re: July 2015 Financial Report
Date: August 5, 2015

Net of pass-through accounts, the general fund had revenues of \$6,446,364 and expenses of \$5,705,670, for a year-to-date surplus of \$740,694 through the end of July. Compared to the YTD budget, revenues were \$421,746 over budget and expenses were \$152,302 over budget, for a positive budget variance of \$269,444. As of July 31st, the general fund balance was \$5,123,559. Note that because this month's second meeting is much earlier than usual, these figures may be revised slightly after we finish reconciling bank statements.

Net of core revenues, Public Works is over-budget by \$312,334 due to overruns for snow, highway materials (Westtown Way bridge), vehicle maintenance (repairs on a number of vehicles, including the backhoe, loader and two dump trucks) and an early start to the paving season. The remaining four operating departments were all under-budget.

All non-core revenue categories are over-budget through July.

Other funds

- The **State Liquid Fuels Fund** had \$430,954 and no expenses. The fund balance is \$431,158.
- The **Sinking Fund** had \$20,314 in revenues and \$226,671 in expenses. The fund balance is \$6,031,078.
- The **Transportation Fund** had \$2,596 in revenues and \$2,372 in expenses. The fund balance is \$1,068,077.
- The **Sewer Operating Fund** had \$1,865,286 in revenues and \$2,032,259 in expenses. This deficit position is due in part to higher than expected invoices from West Goshen for our share of treatment charges at Chester Creek STP. The fund balance is \$426,567.
- The **Refuse Fund** had \$590,250 in revenues and \$601,706 in expenses. The fund balance is \$737,442.
- The **Sewer Sinking Fund** had \$1,582 in revenues and \$17,838 in expenses. The fund balance is \$1,934,056.
- The **Operating Reserve Fund** had \$1,825 in revenues and no expenses. The fund balance is \$2,477,436.
- The **Events Fund** had \$5 in revenues and no expenses. The fund balance is \$30,011.

2015 Year-End Projections

I have made no changes to this month's general fund year-end projection compared to last month. Specifically, I am still projecting that the general fund will finish the year with \$10,232,752 in revenues and \$10,243,216 in expenses (net of pass-throughs), for a deficit of \$10,464. For comparison, the 2015 general fund budget was adopted with a deficit of \$299,668, meaning that the general fund is projected to be \$289,204 under budget.

Year-end projections for other funds remain as they were last month, with the exception of the sewer operating fund, which I am now projecting will end the year with a \$131,374 deficit, or \$75,000 worse than my projection from last month. This change is due to high-than-anticipated invoices for sewer treatment from West Goshen's Chester Creek STP, which has incurred high-than-average expenses for chemicals and plant maintenance over the past few quarters.

EAST GOSHEN TOWNSHIP
JULY 2015 FINANCIAL RESULTS* (MAY BE SUBJECT TO MINOR ADJUSTMENTS)
July 31, 2015

Account Title	Annual Budget	Y-T-D Budget	Y-T-D Actual	Budget-Actual Variance
GENERAL FUND				
EMERGENCY SERVICES EXPENSES	4,152,253	2,912,527	2,856,539	(55,988)
PUBLIC WORKS EXPENSES	2,497,796	1,019,155	1,332,166	313,011
ADMINISTRATION EXPENSES	1,805,260	909,789	864,681	(45,108)
ZONING/PERMITS/CODES EXPENSES	523,728	301,931	292,275	(9,656)
PARK AND RECREATION EXPENSES	582,149	309,347	259,245	(50,102)
TOTAL CORE FUNCTION EXPENSES	9,561,186	5,452,749	5,604,905	152,156
EMERGENCY SERVICES REVENUES	85,977	64,266	49,196	(15,070)
PUBLIC WORKS REVENUES	892,534	196,190	196,867	677
ADMINISTRATION REVENUES	301,179	128,298	161,415	33,117
ZONING/PERMITS/CODES REVENUES	291,300	147,164	220,581	73,417
PARK AND RECREATION REVENUES	132,987	97,375	78,865	(18,510)
TOTAL CORE FUNCTION REVENUES	1,703,977	633,293	706,924	73,631
NET EMERGENCY SERVICES EXPENSES	4,066,276	2,848,261	2,807,342	(40,919)
NET PUBLIC WORKS EXPENSES	1,605,262	822,965	1,135,299	312,334
NET ADMINISTRATION EXPENSES	1,504,081	781,491	703,266	(78,225)
NET ZONING/PERMITS/CODES EXPENSES	232,428	154,767	71,694	(83,073)
NET PARK AND RECREATION EXPENSES	449,162	211,972	180,380	(31,592)
CORE FUNCTION NET SUBTOTAL	7,857,209	4,819,456	4,897,981	78,525
DEBT - PRINCIPAL	476,000	0	0	0
DEBT - INTEREST	170,418	100,619	100,765	146
TOTAL DEBT	646,418	100,619	100,765	146
TOTAL CORE FUNCTION NET	8,503,627	4,920,075	4,998,746	78,671
NON-CORE FUNCTION REVENUE				
EARNED INCOME TAX	4,775,000	2,564,175	2,669,326	105,151
REAL ESTATE PROPERTY TAX	1,994,211	1,956,948	1,964,969	8,021
REAL ESTATE TRANSFER TAX	640,000	462,730	683,643	220,913
CABLE TV FRANCHISE TAX	455,616	227,808	230,110	2,302
LOCAL SERVICES TAX	310,000	166,470	175,488	9,018
OTHER INCOME	29,132	13,194	15,904	2,710
TOTAL NON CORE FUNCTION REVENUE	8,203,959	5,391,325	5,739,440	348,115
NET RESULT	(299,668)	471,250	740,694	269,444

SUMMARY OF FUNDS REPORT (AKA "JOE REPORT")

ALL FUNDS JULY 2015

* NOTE: GENERAL FUND INCLUDES PASS-THROUGH ACCOUNTS

	GENERAL FUND*	LIQUID FUELS STATE FUND	SINKING FUND	TRANSPORT. FUND	SEWER OP. FUND	REFUSE FUND	SEWER SINK FUND	OPERATING RESERVE	EVENTS FUND	TOWNSHIP FUNDS	MUNICIPAL AUTHORITY
01/01/15 BEGINNING BALANCE	\$4,458,873	\$204	6,237,436	1,067,853	593,540.66	748,898	\$1,950,312	\$2,475,611	\$30,006	\$17,562,735	\$1,589,177
RECEIPTS											
310 TAXES	\$5,761,142	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$5,761,142	\$0
320 LICENSES & PERMITS	\$40,154	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$40,154	\$0
330 FINES & FORFEITS	\$23,874	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$23,874	\$0
340 INTERESTS & RENTS	\$85,606	\$243	\$16,587	\$1,408	\$355	\$570	\$1,582	\$1,825	\$5	\$108,180	\$897
350 INTERGOVERNMENTAL	\$0	\$430,711	\$3,726	\$0	\$0	\$0	\$0	\$0	\$0	\$434,438	\$37,162
360 CHARGES FOR SERVICES	\$339,719	\$0	\$0	\$0	\$1,864,930	\$589,680	\$0	\$0	\$0	\$2,794,329	\$21,565
380 MISCELLANEOUS REVENUES	\$567,201	\$0	\$0	\$1,189	\$0	\$0	\$0	\$0	\$0	\$568,390	\$423
390 OTHER FINANCING SOURCES	\$145,672	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$145,672	\$20,000
	\$6,963,367	\$430,954	\$20,314	\$2,596	\$1,865,286	\$590,250	\$1,582	\$1,825	\$5	\$9,876,178	\$80,047
EXPENDITURES											
400 GENERAL GOVERNMENT	\$698,076	\$0	\$34,389	\$0	\$0	\$0	\$17,838	\$0	\$0	\$750,303	\$0
410 PUBLIC SAFETY	\$3,623,772	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$3,623,772	\$0
420 HEALTH & WELFARE	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0
426 SANITATION & REFUSE	\$48,746	\$0	\$0	\$0	\$1,471,188	\$601,706	\$0	\$0	\$0	\$2,121,639	\$131,763
430 HIGHWAYS,ROADS & STREETS	\$1,155,329	\$0	\$173,681	\$2,372	\$0	\$0	\$0	\$0	\$0	\$1,331,382	\$0
450 CULTURE-RECREATION	\$225,738	\$0	\$18,601	\$0	\$0	\$0	\$0	\$0	\$0	\$244,339	\$0
460 CONSERVATION & DEVELOPMENT	\$2,403	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$2,403	\$0
470 DEBT SERVICE	\$122,072	\$0	\$0	\$0	\$541,071	\$0	\$0	\$0	\$0	\$663,143	\$0
480 MISCELLANEOUS EXPENDITURES	\$417,758	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$417,758	\$0
490 OTHER FINANCING USES	\$0	\$0	\$0	\$0	\$20,000	\$0	\$0	\$0	\$0	\$20,000	\$0
	\$6,293,894	\$0	\$226,671	\$2,372	\$2,032,259	\$601,706	\$17,838	\$0	\$0	\$9,174,739	\$131,763
2015 SURPLUS/(DEFICIT)*	669,474	\$430,954	(\$206,357)	\$224	(\$166,973)	(\$11,456)	(\$16,256)	\$1,825	\$5	\$701,439	(\$51,715)
CLEARING ACCOUNT ADJUSTMENTS	(\$4,788)										
07/31/15 BALANCE	\$5,123,559	\$431,158	\$6,031,078	\$1,068,077	\$426,567	\$737,442	\$1,934,056	\$2,477,436	\$30,011	\$18,259,386	\$1,537,461

EAST GOSHEN TOWNSHIP
JULY 2015 YEAR END PROJECTION
July 30, 2015

Account Title	Annual Budget	YEAR-END PROJECTION	Budget-Projection Variance
GENERAL FUND			
EMERGENCY SERVICES EXPENSES	4,152,253	4,094,489	(57,764)
PUBLIC WORKS EXPENSES	2,497,796	2,581,588	83,792
ADMINISTRATION EXPENSES	1,805,260	1,812,726	7,466
ZONING/PERMITS/CODES EXPENSES	523,728	532,834	9,106
PARK AND RECREATION EXPENSES	582,149	575,161	(6,988)
TOTAL CORE FUNCTION EXPENSES	9,561,186	9,596,798	35,612
EMERGENCY SERVICES REVENUES	85,977	70,311	(15,666)
PUBLIC WORKS REVENUES	892,534	895,493	2,959
ADMINISTRATION REVENUES	301,179	337,179	36,000
ZONING/PERMITS/CODES REVENUES	291,300	335,525	44,225
PARK AND RECREATION REVENUES	132,987	140,894	7,907
TOTAL CORE FUNCTION REVENUES	1,703,977	1,779,402	75,425
NET EMERGENCY SERVICES EXPENSES	4,066,276	4,024,178	(42,098)
NET PUBLIC WORKS EXPENSES	1,605,262	1,686,095	80,833
NET ADMINISTRATION EXPENSES	1,504,081	1,475,547	(28,534)
NET ZONING/PERMITS/CODES EXPENSES	232,428	197,309	(35,119)
NET PARK AND RECREATION EXPENSES	449,162	434,267	(14,895)
CORE FUNCTION NET SUBTOTAL	7,857,209	7,817,396	(39,813)
DEBT - PRINCIPAL	476,000	476,000	0
DEBT - INTEREST	170,418	170,418	0
TOTAL DEBT	646,418	646,418	0
TOTAL CORE FUNCTION NET	8,503,627	8,463,814	(39,813)
NON-CORE FUNCTION REVENUE			
EARNED INCOME TAX	4,775,000	4,825,000	50,000
REAL ESTATE PROPERTY TAX	1,994,211	1,994,218	7
REAL ESTATE TRANSFER TAX	640,000	825,000	185,000
CABLE TV FRANCHISE TAX	455,616	460,000	4,384
LOCAL SERVICES TAX	310,000	320,000	10,000
OTHER INCOME	29,132	29,132	0
TOTAL NON CORE FUNCTION REVENUE	8,203,959	8,453,350	249,391
NET RESULT	(299,668)	(10,464)	(289,204)

SUMMARY OF FUNDS REPORT (AKA "JOE REPORT")
ALL FUNDS JULY 2015 YEAR END PROJECTION
* NOTE: GENERAL FUND INCLUDES PASS-THROUGH ACCOUNTS

	GENERAL FUND*	LIQUID FUELS STATE FUND	SINKING FUND	TRANSPORT. FUND	REFUSE FUND	SEWER OP. FUND	SEWER SINK FUND	OPERATING RESERVE	EVENTS FUND	TOWNSHIP FUNDS	MUNICIPAL AUTHORITY
01/01/15 BEGINNING BALANCE	\$4,458,873	\$204	6,237,436	1,067,853	748,898	\$593,541	\$1,950,312	\$2,475,611	\$30,006	\$17,562,735	\$1,589,177
RECEIPTS											
310 TAXES	\$8,424,218	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$8,424,218	\$0
320 LICENSES & PERMITS	\$64,787	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$64,787	\$0
330 FINES & FORFEITS	\$42,476	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$42,476	\$0
340 INTERESTS & RENTS	\$124,594	\$475	\$24,923	\$2,400	\$979	\$625	\$2,500	\$6,500	\$8	\$163,005	\$1,511
350 INTERGOVERNMENTAL	\$92,777	\$430,711	\$3,726	\$0	\$0	\$0	\$0	\$0	\$0	\$527,215	\$37,162
360 CHARGES FOR SERVICES	\$862,461	\$0	\$0	\$0	979,830	\$3,190,446	\$0	\$0	\$0	\$5,032,737	\$21,565
380 MISCELLANEOUS REVENUES	\$1,145,692	\$0	\$0	\$1,189	\$0	\$1,000	\$0	\$0	\$0	\$1,147,880	\$423
390 OTHER FINANCING SOURCES	\$843,668	\$0	\$458,563	\$0	\$0	\$27,409	\$169,718	\$0	\$15,000	\$1,514,358	\$60,000
	\$11,600,673	\$431,186	\$487,212	\$3,589	\$980,809	\$3,219,480	\$172,218	\$6,500	\$15,008	\$16,916,675	\$120,661
EXPENDITURES											
400 GENERAL GOVERNMENT	\$1,390,360	\$0	\$34,389	\$0	\$0	\$0	\$29,718	\$0	\$0	\$1,454,467	\$0
410 PUBLIC SAFETY	\$5,805,613	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$5,805,613	\$0
420 HEALTH & WELFARE	\$116,000	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$116,000	\$0
426 SANITATION & REFUSE	\$0	\$0	\$0	\$0	\$1,069,599	\$2,411,964	\$0	\$0	\$0	\$3,481,564	204,652.40
430 HIGHWAYS,ROADS & STREETS	\$2,285,774	\$431,186	\$267,508	\$12,000	\$0	\$0	\$0	\$0	\$0	\$2,996,469	\$0
450 CULTURE-RECREATION	\$521,475	\$0	\$212,727	\$0	\$0	\$0	\$0	\$0	\$0	\$734,202	\$0
460 CONSERVATION & DEVELOPMENT	\$6,779	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$6,779	\$0
470 DEBT SERVICE	\$669,909	\$0	\$0	\$0	\$0	\$878,890	\$0	\$0	\$0	\$1,548,799	\$27,409
480 MISCELLANEOUS EXPENDITURES	\$800,226	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$0	\$800,226	\$0
490 OTHER FINANCING USES	\$15,000	\$0	\$0	\$0	\$0	\$60,000	\$0	\$0	\$0	\$75,000	\$0
	\$11,611,137	\$431,186	\$514,624	\$12,000	\$1,069,599	\$3,350,854	\$29,718	\$0	\$0	\$17,019,119	\$232,061
2015 SURPLUS/(DEFICIT)*	(10,464)	\$0	(\$27,412)	(\$8,411)	(\$88,790)	(\$131,374)	\$142,500	\$6,500	\$15,008	(\$102,444)	(\$111,400)
12/31/15 BALANCE	<u>\$4,448,410</u>	<u>\$204</u>	<u>\$6,210,024</u>	<u>\$1,059,442</u>	<u>\$660,107</u>	<u>\$462,166</u>	<u>\$2,092,812</u>	<u>\$2,482,111</u>	<u>\$45,014</u>	<u>\$17,460,292</u>	<u>\$1,477,776</u>