

Fiscal Year 2013
Financial Plan Explanation

The Township Financial Plan for 2013 provides the appropriate funds for the continued provision of the essential services expected by Upper Providence residents of their local government. The attached budget represents the proposed revenues and expenditures for the General, Fire Protection, Sewer, Capital, Highway Aid, and Sick Leave Funds.

Major Objectives:

1. The reconstruction and maintenance of Township roads. The Township will continue to use the most appropriate paving and reconstruction techniques to ensure as many road miles are completed as possible within the financial constraints of the budget.
2. Continue infrastructure repairs and upgrades to the Township's aging storm water conveyance systems.
3. Continue to interface with McMahon Associates on the Providence Road (Rt. 252) improvement plan from Kirk Lane to Palmers Mill Lane for PennDOT construction with a focus on ensuring the contract bid let date of May 2013.
4. Continue to work with adjacent municipalities, County and State officials through direct contacts well as through the Township's membership in the Delaware County Consortium of Governments, the Delaware County Association of Township Officials, and the Delaware County Transportation Management Association in or to address issues of mutual concern, interest and value.
5. Continued improvements and maintenance of the Township Building physical plant to ensure the integrity of the buildings owned by the Township.
6. Enhance the staffing of the Township Highway Department to reduce the need to outsource maintenance of Township roads.
7. Continue to review the Township's ordinances, revising existing ones and implementing new ones as needed.

Budget Preparation:

The Township Manager and the Controller prepared the budget with consultation from department heads, committee chairpersons, the Rose Tree-Media Library Board and the Rose Tree Volunteer Fire Company. Council reviewed the budget during seven public meetings held on September 27, 2012, October 8, 2012, October 18, 2012, October 25, 2012, November 5, 2012, November 8, 2012 and November 26, 2012. The proposed General Fund Budget is \$5,285,633 supported by a 3.51 mill tax rate, the proposed Fire Protection Fund Budget is \$198,577 supported by a .124 mills tax rate, and the Library Fund Budget is \$84,730 supported by a .1 mills tax rate. The Township's total tax rate will be 3.734 mills, which represents a .086 mil increase from 2012.

Township Debt Position:

The Township borrowed \$295,000 in 2000 through a General Obligation Note with the Delaware Valley Regional Finance Authority to assist the Rose Tree Fire Company with the purchase of a \$750,000 aerial ladder fire truck. This is a variable rate loan and the balance due on this note at the end of 2012 is \$155,000.

The Township borrowed \$1,162,000 in 2001 through General Obligation Notes 2001 A and 2001 B from the Delaware Valley Regional Finance Authority. General Obligation Note 2001 A in the amount of \$950,000 financed the construction of the District Court Building at 939 N. Providence Road and membership in the Central Delaware County Authority, a wastewater conveyance authority. This is a variable rate loan and the balance due on this note at the end of 2012 is \$701,000. This note will be repaid through two revenue sources, the lease revenue from the District Court Building and future sewer tapping fees utilizing the Central Delaware County Authority line. Loan 2001 B was paid off in 2004.

The Township secured a \$1.7 million dollar loan to support the 2005 Road Program, which included the repaving of 63 roads in the Township that had not been paved in the preceding 10 years. This is a ten-year note and the balance due on this note at the end of 2012 is \$581,264.

In November 2007, the Township secured a \$480,000.00 loan to provide additional funding for membership in the Central Delaware County Authority (CDCA). The fund proceeds were used to supplement existing funds dedicated to membership fees as well as costs associated with the Township's share of capital improvement costs incurred by CDCA as part of our membership. Full membership was realized in 2009. The balance due on this note at the end of 2012 is \$0.00.

In October 2009, the Township restructured the \$6 million 2003 General Obligation Bond issues for Open Space, resulting in a savings of \$215,000 and the issue of 2009 General Obligation Bonds that would be paid off in 2023. In October 2010, the Township defeased the remaining principle of the restructured bonds in the amount of \$1,594,877. This resulted in the end of the Open Space bond monies. The balance due at the end of 2012 is \$4,000,000.

2013 Budget Break Down
Adopted December 13, 2012

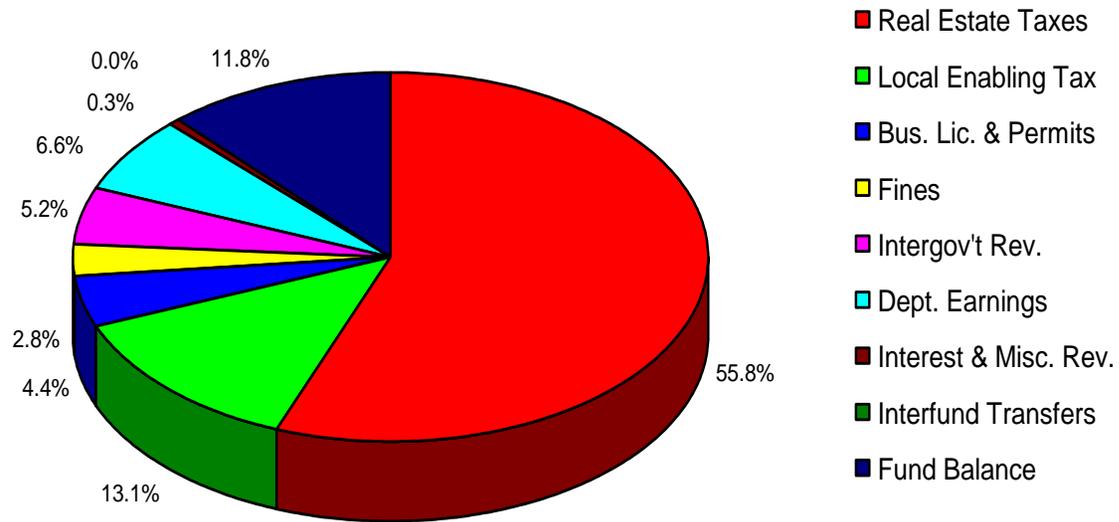
Revenues

55.8	\$2,951,583	Real Estate Taxes (Current, Prior Year, Delinquent, Interim Taxes)
13.1	\$ 693,300	Local Enabling Tax (Current & Prior Year Per Capita, RE Transfer, LST)
11.8	\$ 623,258	Fund Balance Forward (Carry over from 2012 to 2013)
6.6	\$ 350,982	Department Earnings (Bldg,Plumb,Elec,Zon,SDLD,Apt.regist. etc)
5.2	\$ 272,770	Inter government (PURTA,Alcohol,State Reimbursements,County Aid)
4.4	\$ 230,000	BusinessPermits/licenses (Comcast & Verizon)
2.8	\$ 145,700	Fines (Magistrate, State,County,Violations, Animal Control)
.3	\$ 18,040	Interest/Misc (Interest, sale of vehicles,refund prior year expenses)
		Inter Fund Transfers (Transfers from other Funds none)
100	\$5,285,633	Total

Expenditures

45%	\$2,351,109	Police (Salaries Chief,Patrol,Secretary, all department expenses)
14%	\$ 724,860	Interfund Transfers (Pay Debt and Transfer to Capital)
12%	\$ 615,670	Public Works(all salaries,benefits,snow,road,infrastructure,equipment,gas,etc)
8%	\$ 445,798	Administration(Twp Mgr, Finance,Admin, office expenses,computer maint)
7%	\$ 375,764	Pension/Benefits (Police and Non Uniformed employees)
4%	\$ 211,500	Fire Marshall/Hydrants (FM pay,expenses,Emergency Management,Water)
4%	\$ 196,762	Planning/Zoning (all costs for planning & zoning)
3%	\$ 178,300	Legal/Engineering
1%	\$ 60,350	Building/Plant (electric,water,gas,sewer,repairs,supplies)
1%	\$ 51,850	Recreation (parks,rec programs,rec contributions)
1%	\$ 57,700	Misc/Insurance (room rental, all commercial insurances)
0%	\$ 15,970	Tax Collections
100	\$5,285,633	Total

General Fund Revenues FY 2013



General Fund Expenditures FY 2013

