

Fiscal Year 2016  
Financial Plan Explanation

The Township Financial Plan for 2016 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, Library and Sick Leave Funds.

**Major Objectives:**

1. The continued 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 PennDOT on the Providence Road (Rt. 252) improvement plan from Kirk Lane to Palmers Mill Lane project and ensure that all items related to the project are properly completed.
4. Continue to work with adjacent municipalities, County and State officials through direct contacts as 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 order 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. Continue to support the Media-Upper Providence Free Library, including direct funding and in-kind assistance with Library programs.
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 Media-Upper Providence Library Board and the Rose Tree Volunteer Fire Company. Council reviewed the budget during six public meetings held on September 24, 2015, October 6, 2015, October 14, 2015, October 19, 2015, October 22, 2015 and November 9, 2015. The proposed General Fund Budget is \$5,823,260.00 supported by a 3.686 mill tax rate, the proposed Fire Protection Fund Budget is \$566,408.00 supported by a .124 mills tax rate, and the Library Fund Budget is \$96,280.00 supported by a .116 mills tax rate. The Township's total tax rate will be 3.926 mills, which represents a .053 mil increase from 2015.

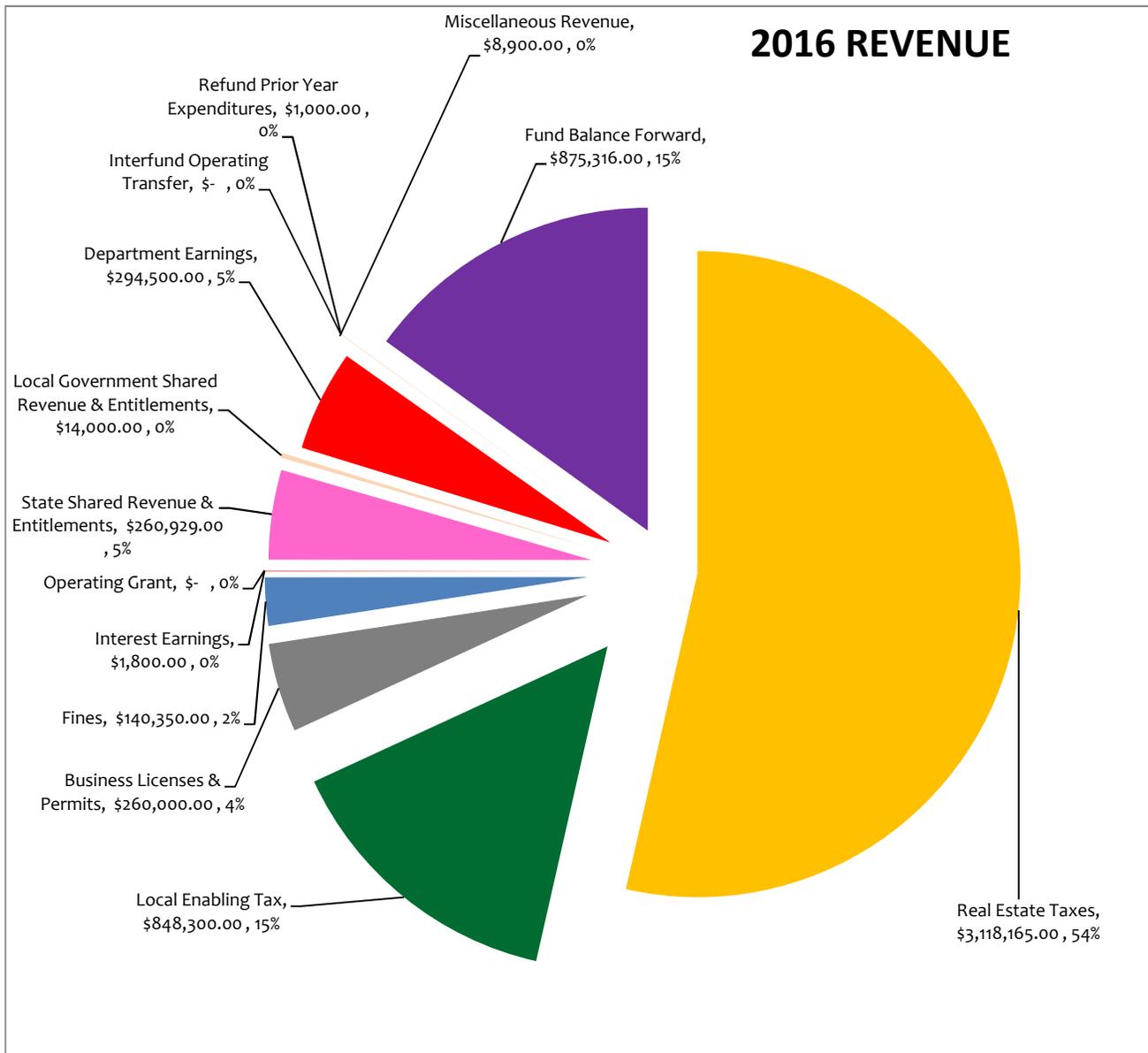
**Township Debt Position:**

The Township borrowed \$295,000.00 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 \$750,000.00 aerial ladder fire truck. This is a variable rate loan and the balance due on this note at the end of 2015 is \$104,000.00.

The Township borrowed \$1,162,000.00 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 2015 is \$607,000.00. 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.

The \$1.7 million dollar loan to support the 2005 Road Program will be paid off at the end of 2015.

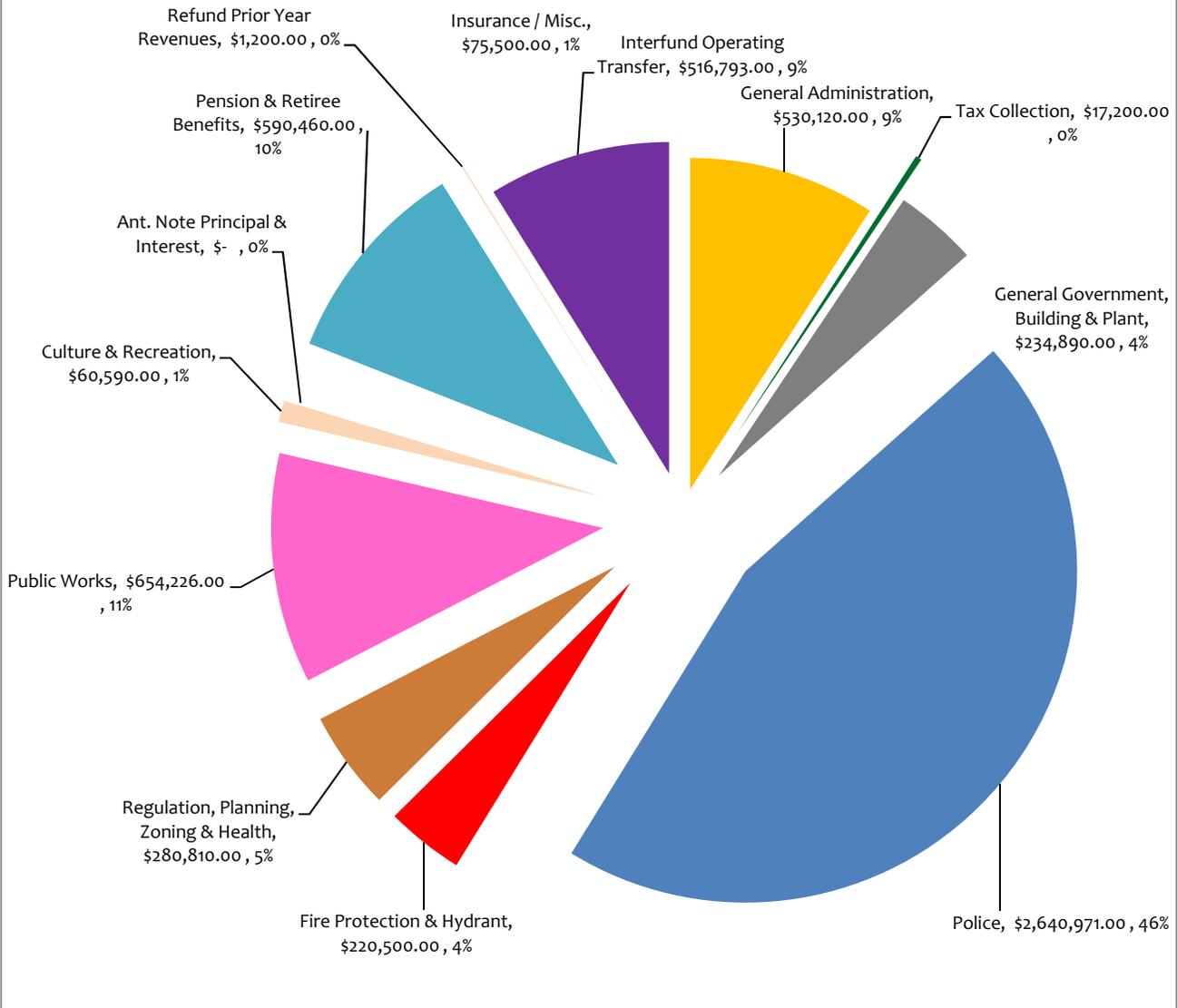
In May of 2015, the Township refinanced the 2010 Bond for Open Space, eliminating the Bond to a loan at a reduced interest rate of 1.34%, which will mature on June 1, 2020. This resulted in a savings of \$55,158.50 for 2015. The balance due at the end of 2015 is \$1,735,000.00.



### REVENUE SUMMARY

Real Estate Taxes	\$	3,118,165.00
Local Enabling Tax	\$	848,300.00
Business Licenses & Permits	\$	260,000.00
Fines	\$	140,350.00
Interest Earnings	\$	1,800.00
Operating Grant	\$	-
State Shared Revenue & Entitlements	\$	260,929.00
Local Government Shared Revenue & Entitlements	\$	14,000.00
Department Earnings	\$	294,500.00
Miscellaneous Revenue	\$	8,900.00
Interfund Operating Transfer	\$	-
Refund Prior Year Expenditures	\$	1,000.00
Fund Balance Forward	\$	875,316.00
<b>Total</b>		<b>\$5,823,260.00</b>

## 2016 EXPENDITURES



### EXPENDITURES SUMMARY

General Administration	\$	530,120.00
Tax Collection	\$	17,200.00
General Government, Building & Plant	\$	234,890.00
Police	\$	2,640,971.00
Fire Protection & Hydrant	\$	220,500.00
Regulation, Planning, Zoning & Health	\$	280,810.00
Public Works	\$	654,226.00
Culture & Recreation	\$	60,590.00
Ant. Note Principal & Interest	\$	-
Insurance / Misc.	\$	75,500.00
Pension & Retiree Benefits	\$	590,460.00
Refund Prior Year Revenues	\$	1,200.00
Interfund Operating Transfer	\$	516,793.00
<b>Total</b>		<b>\$5,823,260.00</b>