

**SHREWSBURY TOWNSHIP**

**FINANCIAL STATEMENTS**

**DECEMBER 31, 2014**

**SHREWSBURY TOWNSHIP**  
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**DECEMBER 31, 2014**

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**SHREWSBURY TOWNSHIP**  
**GOVERNMENT- ENTITY WIDE PRESENTATION**  
**STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES - CASH BASIS**  
**DECEMBER 31, 2014**

	<b><u>Governmental Funds</u></b>
<b><u>ASSETS</u></b>	
Cash and Temporary Investments (Note 2)	\$ 2,896,743
Due From Other Funds	2,957
<b>TOTAL ASSETS</b>	<b><u><u>\$ 2,899,700</u></u></b>
<b><u>LIABILITIES</u></b>	
Other Current Liabilities	\$ 41
Payroll Taxes Payable	
Due To Other Funds	2,957
Long-Term Liabilities	517,935
Current Portion of Long-Term Debt	<u>36,077</u>
<b>TOTAL LIABILITIES</b>	<b><u>557,010</u></b>
<b><u>FUND BALANCES</u></b>	
Unreserved Fund Balances	<u>2,342,690</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b><u><u>\$ 2,899,700</u></u></b>

See accompanying notes to the financial statements.

**SHREWSBURY TOWNSHIP**  
**GOVERNMENT - ENTITY WIDE PRESENTATION**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE - CASH BASIS**  
**DECEMBER 31, 2014**

Functions/Programs	Expenses	Program Revenues		Net (Expenditures) Revenue and Changes in Fund Balance
		Charges for Services	Operating Grants and Contributions	Governmental Activities
Governmental Activities:				
General Government	\$ 403,960	\$ 80,889	\$ 78,770	\$ (244,301)
Public Safety	329,542	74,949		(254,593)
Health and Welfare	4,724			(4,724)
Sanitation	4,577	85,597	16,660	97,680
Highways	846,527	56,514	476,618	(313,395)
Culture - Recreation	25,937	17,500		(8,437)
Community Development	5,831			(5,831)
Debt Service	16,007			(16,007)
Payroll Taxes and Other Employee Benefits	161,887			(161,887)
Insurance				0
Miscellaneous				0
Total Governmental Activities:	<u>1,798,992</u>	<u>315,449</u>	<u>572,048</u>	<u>(911,495)</u>

General Revenues:

Property Taxes Levied for General Purposes	189,668
Income Taxes Levied for General Purposes	937,045
Other Taxes Levied for General Purposes	226,529
Investment Earnings	5,501
Miscellaneous	11,898

Total General Revenues 1,370,641

Change in Fund Balances 459,146

Fund Balances - Beginning 1,883,544

Fund Balances - Ending \$ 2,342,690

See accompanying notes to the financial statements.

**SHREWSBURY TOWNSHIP**  
**FUND FINANCIAL STATEMENT PRESENTATION**  
**COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES -**  
**ALL FUND TYPES - CASH BASIS**  
**DECEMBER 31, 2014**

	<u>Governmental Fund Types</u>				<u>Fiduciary Fund Type</u>	<u>Totals (Memo Only)</u>
	<u>General Fund</u>	<u>Special Revenue Funds</u>	<u>Capital Project Fund</u>	<u>Debt Service Fund</u>	<u>Volunteer Fire relief Fund</u>	
<b><u>ASSETS</u></b>						
Cash	\$ 2,325,007	\$ 452,770	\$ 118,966	\$ 0	\$ 0	\$ 2,896,743
Due From Other Funds		2,957				2,957
<b>TOTAL ASSETS</b>	<u>2,325,007</u>	<u>455,727</u>	<u>118,966</u>	<u>0</u>	<u>0</u>	<u>2,899,700</u>
<b><u>LIABILITIES</u></b>						
Other Current Liabilities	41					41
Payroll Taxes Payable						0
Due To Other Funds	2,957					2,957
Long-Term Liabilities			517,935			517,935
Current Portion of Long-Term Debt			36,077			36,077
<b>TOTAL LIABILITIES</b>	<u>2,998</u>	<u>0</u>	<u>554,012</u>	<u>0</u>	<u>0</u>	<u>557,010</u>
<b><u>FUND BALANCES</u></b>						
Unreserved Fund Balances	2,322,009	455,727	(435,046)	0	0	2,342,690
<b>TOTAL FUND BALANCES</b>	<u>2,322,009</u>	<u>455,727</u>	<u>(435,046)</u>	<u>0</u>	<u>0</u>	<u>2,342,690</u>
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<u>\$ 2,325,007</u>	<u>\$ 455,727</u>	<u>\$ 118,966</u>	<u>\$ 0</u>	<u>\$ 0</u>	<u>\$ 2,899,700</u>

See accompanying notes to the financial statements.

**SHREWSBURY TOWNSHIP**  
**FUND FINANCIAL STATEMENT PRESENTATION**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - ALL FUND TYPES - CASH BASIS**  
**YEAR ENDED DECEMBER 31, 2014**

	<b>Governmental Fund Types</b>				<b>Totals (Memo Only)</b>
	<b>General Fund</b>	<b>Special Revenue Funds</b>	<b>Capital Project Funds</b>	<b>Debt Service Funds</b>	
<b><u>REVENUES</u></b>					
Taxes	\$ 1,208,949	\$ 144,293	\$	\$	\$ 1,353,242
Licenses and Permits	31,200				31,200
Fines and Forfeits	10,872				10,872
Interest and Rents	3,395	2,047	59		5,501
Intergovernmental Revenues	296,849	275,199			572,048
Charges for Services	186,042	2,266	95,941		284,249
Miscellaneous Revenues	1,026				1,026
Refunds of Prior Year Expenditures					-
Sale of General Fixed Assets					-
Interfund Transfers	316,938				316,938
<b>TOTAL REVENUES</b>	<b>2,055,271</b>	<b>423,805</b>	<b>96,000</b>	<b>-</b>	<b>2,575,076</b>
<b><u>EXPENDITURES</u></b>					
General Government	401,725	2,235			403,960
Public Safety	187,147	142,395			329,542
Health & Human Services	4,724				4,724
Public Works - Sanitation	4,577				4,577
Public Works - Highways	736,724	109,803			846,527
Culture and Recreation	23,734		2,203		25,937
Community Development	5,831				5,831
Debt Services			16,007		16,007
Payroll Taxes and Other Employee Benefits	161,887				161,887
Insurance					-
Miscellaneous Expenditures					-
Refund of Prior Year Revenues					-
Interfund Transfers		316,938			316,938
<b>TOTAL EXPENDITURES</b>	<b>1,526,349</b>	<b>571,371</b>	<b>18,210</b>	<b>0</b>	<b>2,115,930</b>
<b><u>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</u></b>	<b>528,922</b>	<b>(147,566)</b>	<b>77,790</b>	<b>-</b>	<b>459,146</b>
<b><u>FUND BALANCES - BEGINNING OF YEAR</u></b>	<b>1,793,087</b>	<b>603,293</b>	<b>(512,836)</b>	<b>0</b>	<b>1,883,544</b>
					-
<b><u>FUND BALANCES - END OF YEAR</u></b>	<b>\$ 2,322,009</b>	<b>\$ 455,727</b>	<b>\$ (435,046)</b>	<b>\$ -</b>	<b>\$ 2,342,690</b>

**SHREWSBURY TOWNSHIP**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - BUDGET AND ACTUAL -**  
**GENERAL AND SPECIAL REVENUE FUNDS - CASH BASIS**  
**YEAR ENDED DECEMBER 31, 2014**

	General Fund			Special Revenue Funds			Capital Project Fund		
	Budget	Actual	Over (Under) Budget	Budget	Actual	Over (Under) Budget	Budget	Actual	Over (Under) Budget
<b>REVENUES</b>									
Taxes	\$1,141,200	\$1,208,949	\$ 67,749	\$ 139,000	\$ 144,293	\$ 5,293	\$ -	\$ -	\$ -
Licenses and Permits	40,770	31,200	(9,570)	-	-	-	-	-	-
Fines and Forfeits	9,000	10,872	1,872	-	-	-	-	-	-
Interest	2,200	3,395	1,195	2,350	2,047	(303)	75	59	(16)
Intergovernmental Revenues	530,211	296,849	(233,362)	245,480	275,199	29,719	-	-	-
Charges for Services	88,950	186,042	97,092	2,100	2,266	166	65,000	95,941	30,941
Miscellaneous Revenues	9,000	1,026	(7,974)	-	-	-	-	-	-
Refunds of Prior Year Expenditures	-	-	-	-	-	-	-	-	-
Sale of Fixed Assets	-	-	-	-	-	-	-	-	-
Interfund Transfers	125,000	316,938	191,938	-	-	-	-	-	-
<b>TOTAL REVENUES</b>	<u>1,946,331</u>	<u>2,055,271</u>	<u>108,940</u>	<u>388,930</u>	<u>423,805</u>	<u>34,875</u>	<u>65,075</u>	<u>96,000</u>	<u>30,925</u>
<b>EXPENDITURES</b>									
General Government	455,420	401,725	(53,695)	2,500	2,235	(265)	-	-	-
Public Safety	214,300	187,147	(27,153)	139,000	142,395	3,395	-	-	-
Health & Welfare	-	4,724	4,724	-	-	-	-	-	-
Public Works - Sanitation	125,000	4,577	(120,423)	-	-	-	-	-	-
Public Works - Highways	584,400	736,724	152,324	200,840	109,803	(91,037)	-	-	-
Culture and Recreation	158,700	23,734	(134,966)	-	-	-	36,300	2,203	(34,097)
Community Development	6,500	5,831	(669)	-	-	-	-	-	-
Debt Services	-	-	-	-	-	-	50,850	16,007	(34,843)
Payroll Taxes and Other Employee Benefits	-	161,887	161,887	-	-	-	-	-	-
Insurance	-	-	-	-	-	-	-	-	-
Miscellaneous Expenditures	170,411	-	(170,411)	-	-	-	-	-	-
Refund of Prior Year Revenues	-	-	-	-	-	-	-	-	-
Interfund Transfers	-	-	-	-	316,938	316,938	-	-	-
<b>TOTAL EXPENDITURES</b>	<u>1,714,731</u>	<u>1,526,349</u>	<u>(188,382)</u>	<u>342,340</u>	<u>571,371</u>	<u>229,031</u>	<u>87,150</u>	<u>18,210</u>	<u>(68,940)</u>
<b>EXCESS OF REVENUES OVER (UNDER) EXPENDITURES</b>	<u>\$ 231,600</u>	<u>528,922</u>	<u>\$ 297,322</u>	<u>\$ 46,590</u>	<u>(147,566)</u>	<u>\$(194,156)</u>	<u>\$ (22,075)</u>	<u>77,790</u>	<u>\$ 99,865</u>
<b>FUND BALANCES - BEGINNING OF YEAR</b>		<u>1,793,087</u>			<u>603,293</u>			<u>(512,836)</u>	
<b>FUND BALANCES - END OF YEAR</b>		<u>\$2,322,009</u>			<u>\$ 455,727</u>			<u>\$(435,046)</u>	

See accompanying notes to the financial statements.

**SHREWSBURY TOWNSHIP**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

**PRINCIPLES DETERMINING SCOPE OF REPORTING ENTITY**

The financial statements of Shrewsbury Township consist of all the funds of Shrewsbury Township. The financial report includes the accounts of all the Township's operations and includes all the entities which are considered controlled by or dependent on the Township. Control or dependence is determined on the basis of budget adoption, taxing authority, funding, and appointment of the respective governing board.

**GOVERNMENT-ENTITY WIDE FINANCIAL STATEMENTS**

The Statement of Assets, Liabilities and Fund Balances and the Statement of Revenues, Expenditures, and Changes in Fund Balance display financial information about the reporting government as a whole. They include all funds of the reporting entity. Governmental activities generally are financed through taxes, intergovernmental revenues, charges for services and other revenues. The various governmental funds listed below are all combined together for the Government-Entity Wide financial statement presentation. We have added these two financial statements due to recent accounting changes.

**FUND FINANCIAL STATEMENTS**

The accounts of the Township are organized on the basis of funds and accounting groups, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund equity, revenues, and expenditures, or expenses, as appropriate. Government resources are allocated to and accounted for in individual funds based upon the purposes for which they are to be spent and the means by which spending activities are controlled. The Combined Statement of Assets, Liabilities and Fund Balances and the Combined Statement of Revenues, Expenditures and Changes in Fund Balances - All Funds are the respective fund financial statements.

**GOVERNMENT FUNDS PRESENTED IN THE FINANCIAL STATEMENTS**

**GENERAL FUND:** The General Fund is the general operating fund of the Township. It is used to account for all financial resources except those required to be accounted for in another fund.

**SPECIAL REVENUE FUNDS:** The Special Revenue Funds account for revenues derived from specific taxes or other earmarked revenue sources. The State Liquid Fuels Highway Aid Fund and the Street Light/Capital Improvement Fund are special revenue funds used to account for revenue from the Commonwealth of Pennsylvania for the maintenance and construction of highways and streets and other capital improvements. The Fire Tax Fund was created to account for tax revenue collected for and distributed to the three fire companies that serve the township.

**CAPITAL PROJECT FUND:** Capital Project Funds are used to account for future capital expenditures. The Capital Reserve Fund for recreation fees is a Capital Project Fund. Its purpose is to accumulate fees paid by developers for the construction of a recreation complex. The Equipment Fund was created to account for the money received for the sale of highway equipment.



**SHREWSBURY TOWNSHIP**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**DEBT SERVICE FUND:** Debt Service Funds are used to account for funds generated for future payments of debt obligations of the Township. The EDU Fund is a Debt Service Fund. Its purpose is to accumulate fees paid by developers for each Sewer EDU of capacity that they purchase. These funds are accumulated for the future payment of Sewer Debt Obligations for the Township.

**FIDUCIARY FUND TYPE**

**AGENCY FUND:** This fund is used to account for assets held by the Township as an agent for other funds and/or other governments. Agency Funds are custodial in nature (assets equal liabilities) and do not involve measurement of the results of operations. The Volunteer Fire Relief Fund is an agency funds.

**BASIS OF ACCOUNTING**

Basis of accounting refers to when revenue and expenditures or expenses are recognized in the accounts and reported in the financial statements. Basis of accounting relates to the timing of the measurements made, regardless of the measurement focus applied.

All governmental funds are accounted for on the basis of cash receipts and expenditures; consequently, certain revenues and related assets are recognized when received rather than when earned, and certain expenses are recognized when paid rather than when the liability is incurred.

**BUDGETS**

In accordance with the laws of the Commonwealth, the budget was adopted December 4, 2013 and a certification filed with the Secretary of Community Affairs for the Commonwealth of Pennsylvania, as of that date.

All unused Budget Appropriations lapse at year-end.

**GENERAL FIXED ASSETS**

Acquisitions of property and equipment are not recorded in a general fixed assets group of accounts, but are included as expenditures in the year of acquisition. Therefore, no depreciation expense is recorded.

**REAL ESTATE TAXES**

The real estate tax rate for the year 2014 was .074 mills. A two percent (2%) discount allowed if paid within two months after the date of the tax notice. Four months after the date of the tax notice, a penalty of ten percent (10%) is charged. Delinquent taxes are returned to the County for collection no later than January 15th of the year following the year of levy.

Real estate taxes are included in revenue during the year of collection. The Real estate tax rate was approved by the Township Supervisors December 4, 2013.

**SHREWSBURY TOWNSHIP**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

**NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)**

**TOTAL MEMO ONLY COLUMNS**

The memo only totals are presented only for informational purposes and the totals do not present consolidated financial information.

**NOTE 2 – CASH AND TEMPORARY INVESTMENTS**

Cash and Temporary Investments consist of the following as of December 31:

<b><u>GENERAL FUND</u></b>	<b><u>Book</u></b>	<b><u>Bank</u></b>
Checking - Susquehanna Bank	\$ 186,283	\$ 216,865
Payroll - Peoples Bank	51,959	51,959
MM Savings - Peoples Bank	734,028	734,028
Plan Recording Account - Susquehanna Bank	149	149
Field Signs - Susquehanna Bank	2,339	2,339
MM Savings - Peoples Bank	317,807	317,807
Petty Cash	100	-
Pennsylvania Local Government Investment Trust - PLGIT	592,039	593,370
Pennsylvania Local Government Investment Trust - PLGIT PLUS	440,303	440,303
	<u>2,325,007</u>	<u>2,356,820</u>
<b><u>HIGHWAY AID FUND</u></b>		
Checking - Peoples Bank	443,654	443,654
<b><u>SPECIAL FIRE TAX FUND</u></b>		
Fire Tax Fund - Peoples Bank	2,851	100
<b><u>STREET LIGHT FUND</u></b>		
Checking - Peoples Bank	6,265	6,177
<b><u>CAPITAL RESERVE – RECREATION FUND</u></b>		
Savings - Susquehanna Bank	43,378	43,378
<b><u>SEITZLAND SEWER</u></b>		
NOW Acct. - Susquehanna Bank	75,588	75,226
<b>TOTAL CASH AND TEMPORARY INVESTMENTS</b>	<b><u>\$ 2,896,743</u></b>	<b><u>\$ 2,925,355</u></b>

As of December 31, 2014 the carrying amount of deposits was \$2,896,743 and the bank balance was \$2,925,355. All deposits are fully insured by FDIC, FSLIC or collateralized in accordance with Act 72.



**SHREWSBURY TOWNSHIP**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

**NOTE 4 - PENSION PLANS**

Shrewsbury Township's Non-Uniform Pension Plan is a single-employer defined benefit pension plan controlled by the Township. Shrewsbury Township is responsible for the management of plan assets and has delegated the authority to manage plan assets to the Principal Life Insurance Company.

On December 18, 1984, the Governor signed into law Act 205 - The Municipal Pension Plan Funding Standard and Recovery Act. The Act allows municipalities to use the casualty premium taxes received from the Commonwealth to help defray the pension plan costs of non-uniformed employees. During 2014, the Township received a \$19,815 state allotment, which was deposited into the Non-Uniform Employees' Pension Plan along with the Township contribution of \$0 to equal the minimum municipal contribution of \$19,815. The most recent actuarial valuations of the plan is January 1, 2013. The Entry Age Normal Cost Method is the actuarial cost method utilized to determine the annual minimum municipal contribution obligation for the plan as specified in Act 205.

The following is a summary of the employee eligibility requirements and benefits under the Township's Non-Uniform Employees' Pension Plan.

Non-Uniformed

- |                                      |  |
|--------------------------------------|--|
| 1. Covered Employees                 | All non-uniformed employees join the plan  |
| 2. Eligibility for Normal Retirement | Attainment of age 62 with 10 years of vesting service.   |
| 3. Monthly Pension Benefit           | 1.00% of average compensation times accrual service.<br>(average compensation is the monthly average of total pay received for the five latest years.) |
| 4. Required Employee Contributions   | Participants are not required to contribute to the plan.   |

5. Standardized measure of Unfunded Pension Benefit Obligation (actuarial present value) as of Jan. 1, 2013 (most recent available)

Actuarial accrued Liability	\$ 509,567
Actuarial Value of Plan Assets	<u>552,857</u>
Unfunded actuarial accrued liability	\$ (43,290)

A negative unfunded actuarial accrued liability means that the actuarial value of assets exceeds the actuarial accrued liability by the specified amount.

**SHREWSBURY TOWNSHIP**  
**NOTES TO FINANCIAL STATEMENTS**  
**DECEMBER 31, 2014**

**NOTE 4 - PENSION PLANS (CONTINUED)**

Normal Cost	\$ 25,941
Annual Employee Compensation	442,772
Total normal cost as a percentage of compensation	5.86%

As of January 1, 2013, the pension plan's membership consisted of:

Active participants	10
Inactive Participants	<u>1</u>
Total participants	<u><u>11</u></u>

**NOTE 5 - CONTINGENCIES**

The Township is subject to various claims and legal proceedings covering matters that arise in the ordinary course of its municipal activities. Each of these matters is subject to uncertainties, and some of these matters may be resolved unfavorably to the municipality. Management believes that any liability that may ultimately result from the resolution of these matters would not have a material adverse effect on the financial position of the municipality.

**NOTE 6 - SUBSEQUENT EVENTS**

Management of the Township has evaluated subsequent events through the date of the audit report. No subsequent events were noted.

**SUPPLEMENTARY INFORMATION**

**SHREWSBURY TOWNSHIP**  
**COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES -**  
**SPECIAL REVENUE FUNDS - CASH BASIS**  
**DECEMBER 31, 2014**

	<b>State Highway Aid Fund</b>	<b>Street Light/ Capital Improvement Fund</b>	<b>Fire Tax Fund</b>	<b>Total Special Revenue Funds</b>
<b><u>ASSETS</u></b>				
Cash	\$ 443,654	\$ 6,265	\$ 2,851	\$ 452,770
Due From	0	0	2,957	2,957
<b>TOTAL ASSETS</b>	<b>\$ 443,654</b>	<b>\$ 6,265</b>	<b>\$ 5,808</b>	<b>\$ 455,727</b>
 <b><u>LIABILITIES</u></b>				
	\$ 0	\$ 0	\$ 0	\$ 0
 <b><u>FUND BALANCES</u></b>				
Unreserved Fund Balances	443,654	6,265	5,808	455,727
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 443,654</b>	<b>\$ 6,265</b>	<b>\$ 5,808</b>	<b>\$ 455,727</b>

See accompanying notes to the financial statements.

**SHREWSBURY TOWNSHIP**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-**  
**SPECIAL REVENUE FUNDS - CASH BASIS**  
**YEAR ENDED DECEMBER 31, 2014**

	<u>State Highway Aid Fund</u>	<u>Street Light/ Capital Improvement Fund</u>	<u>Fire Tax Fund</u>	<u>Total Special Revenue Funds</u>
<b><u>REVENUES</u></b>				
Interest	\$ 875	\$ 795	\$ 377	\$ 2,047
Intergovernmental Revenue	275,199			275,199
Taxes			144,293	144,293
Charges for Services		2,266		2,266
Interfund Transfers				0
<b>TOTAL REVENUES</b>	<u>276,074</u>	<u>3,061</u>	<u>144,670</u>	<u>423,805</u>
<b><u>EXPENDITURES</u></b>				
General Government	\$ 0	\$ 2,235	\$ 0	\$ 2,235
Public Works - Highways	109,803			109,803
Public Safety			142,395	142,395
Interfund Transfers		316,938		316,938
<b>TOTAL EXPENDITURES</b>	<u>109,803</u>	<u>319,173</u>	<u>142,395</u>	<u>571,371</u>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>	166,271	(316,112)	2,275	(147,566)
<b><u>FUND BALANCES - BEGINNING OF YEAR</u></b>	<u>277,383</u>	<u>322,377</u>	<u>3,533</u>	<u>603,293</u>
<b><u>FUND BALANCES - END OF YEAR</u></b>	<u>\$ 443,654</u>	<u>\$ 6,265</u>	<u>\$ 5,808</u>	<u>\$ 455,727</u>

See accompanying notes to the financial statements.



**SHREWSBURY TOWNSHIP**  
**COMBINED STATEMENT OF ASSETS, LIABILITIES AND FUND BALANCES -**  
**CAPITAL PROJECT FUNDS - CASH BASIS**  
**DECEMBER 31, 2014**

	<b>Capital Reserve for Recreation Fees Fund</b>	<b>Seitzland Pine St Sewer Fund</b>	<b>Total Capital Project Funds</b>
<b><u>ASSETS</u></b>			
Cash	\$ 43,378	\$ 75,588	\$ 118,966
<b>TOTAL ASSETS</b>	<b>\$ 43,378</b>	<b>\$ 75,588</b>	<b>\$ 118,966</b>
<b><u>LIABILITIES</u></b>			
Current Liabilities	\$ 0	\$ 36,077	\$ 36,077
Long Term Liabilities		517,935	517,935
<b>TOTAL LIABILITIES</b>	<b>\$ 0</b>	<b>\$ 554,012</b>	<b>\$ 554,012</b>
<b><u>FUND BALANCES</u></b>			
Unreserved Fund Balances	43,378	(478,424)	(435,046)
<b>TOTAL LIABILITIES AND FUND BALANCES</b>	<b>\$ 43,378</b>	<b>\$ 75,588</b>	<b>\$ 118,966</b>

See accompanying notes to the financial statements.

**SHREWSBURY TOWNSHIP**  
**COMBINED STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES-**  
**CAPITAL PROJECT FUNDS - CASH BASIS**  
**YEAR ENDED DECEMBER 31, 2014**

	<u>Capital Reserve for Recreation Fees Fund</u>	<u>Seitzland Pine St Sewer Fund</u>	<u>Total Capital Project Funds</u>
<b><u>REVENUES</u></b>			
Interest	\$ 30	\$ 29	\$ 59
Intergovernmental Revenue			0
Charges for Services	17,500	78,441	95,941
Interfund Transfers			0
Miscellaneous			0
	<hr/>	<hr/>	<hr/>
<b>TOTAL REVENUES</b>	<b>17,530</b>	<b>78,470</b>	<b>96,000</b>
<b><u>EXPENDITURES</u></b>			
General Government	\$ 0	\$ 0	\$ 0
Public Works - Sanitation			0
Culture and Recreation	2,203		2,203
Debt Service		16,007	16,007
Interfund Transfers			0
	<hr/>	<hr/>	<hr/>
<b>TOTAL EXPENDITURES</b>	<b>2,203</b>	<b>16,007</b>	<b>18,210</b>
<b><u>EXCESS OF REVENUES OVER EXPENDITURES</u></b>	<b>15,327</b>	<b>62,463</b>	<b>77,790</b>
<b><u>FUND BALANCES - BEGINNING OF YEAR</u></b>	<b>28,051</b>	<b>(540,887)</b>	<b>(512,836)</b>
<b><u>FUND BALANCES - END OF YEAR</u></b>	<b>\$ 43,378</b>	<b>\$ (478,424)</b>	<b>\$ (435,046)</b>

See accompanying notes to the financial statements.

AUDITOR'S REPORT  
SHREWSBURY TOWNSHIP

Notice is hereby given that the auditor's report for the Shrewsbury Township , York County, Pennsylvania has been filed with the Secretary of the Township, the Court of Common Pleas of York County, and the Department of Community and Economic Development of the Commonwealth of Pennsylvania.

The following is a concise summary of the annual audit and financial report-cash basis. The detail auditors' report is available at the Township office for public inspection.

STATEMENT OF REVENUE AND EXPENDITURES-CASH BASIS  
YEAR ENDED DECEMBER 31, 2014

GENERAL FUND

BALANCE-BEGINNING OF YEAR		\$ 1,793,087
REVENUE:		
TAXES	\$ 1,208,949	
LICENSES AND PERMITS	31,200	
FINES	10,872	
INTEREST AND RENTS	3,395	
INTERGOVERNMENTAL REVENUE	296,849	
DEPARTMENT EARNINGS	186,042	
MISCELLANEOUS REVENUE	317,964	
TOTAL REVENUE	<u>2,055,271</u>	2,055,271
EXPENDITURES:		
GENERAL GOVERNMENT	\$ 401,725	
PUBLIC SAFETY	187,147	
HEALTH & HUMAN SERVICES	4,724	
PUBLIC WORKS-SANITATION	4,577	
PUBLIC WORKS-HIGHWAY	736,724	
CULTURE AND RECREATION	23,734	
COMMUNITY DEVELOPMENT	5,831	
MISCELLANEOUS EXPENDITURES	161,887	
TOTAL EXPENDITURES	<u>1,526,349</u>	1,526,349
BALANCE-END OF YEAR		\$ <u><u>2,322,009</u></u>

SPECIAL REVENUE FUNDS-  
STATE HIGHWAY AID AND STREET LIGHT/CAPITAL IMPROVEMENT

BALANCE-BEGINNING OF YEAR		\$	603,293
REVENUE:			
TAXES	\$	144,293	
INTEREST		2,047	
INTERGOVERNMENTAL REVENUE		275,199	
DEPARTMENT EARNINGS		2,266	
TOTAL REVENUE			423,805
EXPENDITURES:			
GENERAL GOVERNMENT		2,235	
PUBLIC SAFETY		142,395	
PUBLIC WORKS-HIGHWAY		109,803	
MISCELLANEOUS EXPENDITURES		316,938	
		<u>571,371</u>	
BALANCE-END OF YEAR		\$	<u><u>455,727</u></u>

CAPITAL PROJECT FUND -  
CAPITAL RESERVE FOR RECREATION FEES AND EQUIPMENT FUND

BALANCE-BEGINNING OF YEAR		\$	(512,836)
REVENUE:			
INTEREST			59
DEPARTMENT EARNINGS			95,941
EXPENDITURES:			
MISCELLANEOUS EXPENDITURES			18,210
BALANCE-END OF YEAR		\$	<u><u>(435,046)</u></u>

**KOCHENOUR, EARNEST, SMYSER & BURG**

Certified Public Accountants  
710 South George Street  
York, Pa. 17401

Philip G. Lauer, CPA  
Mark R. Kephart, CPA

Phone: 717-843-8855  
Fax: 717-843-8857

March 26, 2014

Board of Supervisors  
Shrewsbury Township  
11505 Susquehanna Trail South  
Glen Rock, Pa. 17327

Board of Supervisors:

We have completed the audit for Shrewsbury Township for 2014.

We have audited the accompanying basic financial statements of Shrewsbury Township as of and for the year ended 2014. We conducted our audit in accordance with generally accepted auditing standards. We have issued our audit report in accordance with the above standards stating that the basic financial statements present fairly in all material respects the financial position of Shrewsbury Township.

In planning and performing our audit, we considered Shrewsbury Township's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the basic financial statements, but not for the purpose of expressing an opinion on the effectiveness of Shrewsbury Township's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of Shrewsbury Township's internal control over financial reporting.

We would like to take this opportunity to thank the Township staff for the cooperation and assistance we received during the course of our audit.

Sincerely,

*Kochenour, Earnest, Smyser & Burg*

Certified Public Accountants