

Annual Audit and Financial Report

City of _____ County

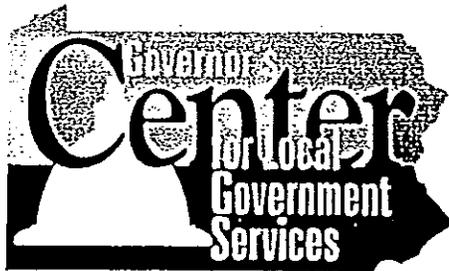
Borough of _____ County

Township of Kilbuck Allegheny County

Municipality of _____ County

for the year

2011



Who is to file

Cities – Director of Accounts and Finance

Boroughs – Elected Auditors, Independent Auditor, or Controller

First Class Townships - Elected Auditors, Independent Auditor, or Controller

Second Class Townships - Elected Auditors or Independent Auditor

Home Rule Communities – In accordance with charter

Where to file

		<u>Deadline</u>
Cities:	DCED City Council	March 1 Stated Meeting during March
Boroughs and Townships:	DCED Clerk of Courts or Prothonotary Municipal Secretary	April 1 April 1 April 1
Home Rule Communities:	DCED Other entities – In accordance w/charte	April 1

Department of Community and Economic Development
Governor's Center for Local Government Services
Commonwealth Keystone Building
400 North Street, 4th Floor
Harrisburg, PA 17120-0025
1-888-223-6837
717-787-8169

MaherDuessel
Certified Public Accountants

Pittsburgh
Three Gateway Center
Six West
Pittsburgh, PA 15222
Main 412.471.5500
Fax 412.471.5508

Harrisburg
3003 North Front Street
Suite 101
Harrisburg, PA 17110
Main 717.232.1230
Fax 717.232.8230

Butler
112 Hollywood Drive
Suite 204
Butler, PA 16001
Main 724.285.6800
Fax 724.285.6875

Independent Auditor's Report

Board of Supervisors
Township of Kilbuck

We have audited the Cash Basis Balance Sheet, Statement of Revenues and Expenditures, Debt Statement, and Statements of Capital Expenditures and Employee Compensation (Schedules) included in the Annual Audit and Financial Report of the Township of Kilbuck (Township), Pennsylvania, for the year ended December 31, 2011, as described in the instructions provided by the Pennsylvania Department of Community and Economic Development (DCED). The Schedules are the responsibility of the Township's management. Our responsibility is to express an opinion on the Schedules based on our audit.

Except as described in the fifth paragraph, 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 Schedules are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the Schedules. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial presentation of the Schedules. We believe that our audit provides a reasonable basis for our opinion.

The Township has prepared these Schedules in conformity with the accounting practices and procedures prescribed or permitted by the DCED, which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. These requirements permit the Schedules to be prepared on the cash basis of accounting without financial statement disclosures, without government-wide financial statements, without Management's Discussion and Analysis, and without budgetary comparisons, as required by accounting principles generally accepted in the United States of America. The effects on the Schedules of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the effects of the matters discussed in the preceding paragraph, the Schedules referred to above do not present fairly, in conformity with accounting principles generally accepted in the United States of America, the financial position of the Township as of December 31, 2011, and the results of its operations for the year then ended.

The Township's earned income taxes (stated at \$96,037 for the year ended December 31, 2011) are collected by an outside service agency. We were unable to obtain audited financial statements of the outside service supporting the amounts collected, as the planned independent audits of the outside service have not been completed. Accordingly, we were unable to satisfy ourselves as to whether the Township's earned income taxes were remitted to the Township, and whether actual remittances to the Township were made on a timely basis.

In our opinion, except for the effects of such adjustments, if any, as might have been determined to be necessary had we been able to examine the evidence regarding the Borough's earned income tax, the Schedules referred to above present fairly, in all material respects, the cash basis financial position of the Township as of December 31, 2011, and the results of its operations for the year then ended on the basis of accounting described in the third paragraph above.

Our audit was conducted for the purpose of forming an opinion on the Schedules of the Township. The pension information on pages 18-22 is presented for purposes of additional analysis and is not a required part of the Schedules. The information has not been subjected to the auditing procedures applied in the audit of the Schedules and, accordingly, we do not express an opinion or provide any assurance on it.

This report is intended solely for the information and use of management, the Board of Supervisors, others within the Township, and for filing with the various local and state departments or offices and is not intended to be and should not be used by anyone other than these specified parties. However, this report is a matter of public record and its distribution is not limited.

Maher Duessel

Pittsburgh, Pennsylvania
February 28, 2012

BALANCE SHEET
 December 31, 2011

ASSETS AND OTHER DEBTS	GOVERNMENTAL FUNDS			
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
100-120 Cash and Investments.....	99,133	54,631	-	-
140-144 Tax Receivable.....	-	-	-	-
121-129 Account Receivable (excluding taxes).....	-	-	-	-
145-149 130 Due From Other Funds.....	-	-	-	-
131-139 Other Current Assets.....	-	-	-	-
150-159 Fixed Assets.....	-	-	-	-
160-169 Other Debits.....	-	-	-	-
TOTAL ASSETS AND OTHER DEBTS.....	\$ 99,133	\$ 54,631	\$ -	\$ -

LIABILITIES AND OTHER CREDITS	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
210-229 Payroll Taxes and Other Payroll Withholdings.....	-	-	-	-
200-209 All Other Current Liabilities.....	-	-	-	-
231-239 230 Due to Other Funds.....	-	-	-	-
260-269 Long-Term Liabilities.....	-	-	-	-
240-259 Current Portion of Long-Term Debt & Other Credits.....	-	-	-	-
TOTAL LIABILITIES AND OTHER CREDITS.....	\$ -	\$ -	\$ -	\$ -

FUND AND ACCOUNT GROUP EQUITY	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
281-284 Contributed Capital.....	-	-	-	-
290 Investment in General Fixed Assets.....	-	-	-	-
270-289 Fund Balance/Retained Earnings on 12/31.....	99,133	54,631	-	-
291-299 Other Equity.....	-	-	-	-
TOTAL FUND ACCOUNT GROUP EQUITY.....	\$ 99,133	\$ 54,631	\$ -	\$ -

Total Assets and Other Debits minus Total Liabilities and Other Credits must equal the Total Fund and Account Group Equity.

ASSETS AND OTHER DEBTS	FIDUCIARY					TOTAL
	PROPRIETARY FUNDS		FUNDS	ACCOUNTS GROUPS		
	Enterprise	Internal Service	Trust & Agency	General Fixed Assets	General Long Term Debt	
100-120 Cash and Investments.....	35,508	-	346,918	-	-	536,190
140-144 Tax Receivable.....	-	-	-	-	-	-
121-129 Account Receivable (excluding taxes).....	-	-	-	-	-	-
145-149	-	-	-	-	-	-
130 Due From Other Funds.....	-	-	-	-	-	-
131-139 Other Current Assets.....	-	-	-	-	-	-
150-159	-	-	-	-	-	-
160-169 Fixed Assets.....	-	-	-	-	-	-
180-189 Other Debits.....	-	-	-	-	976,591	976,591
TOTAL ASSETS AND OTHER DEBTS.....	\$ 35,508	\$ -	\$ 346,918	\$ -	\$ 976,591	\$ 1,512,781

LIABILITIES AND OTHER CREDITS						
210-229 Payroll Taxes and Other Payroll Withholdings.....	-	-	-	-	-	-
200-209 All Other Current Liabilities.....	-	-	-	-	-	-
231-239	-	-	-	-	-	-
230 Due to Other Funds.....	-	-	-	-	-	-
260-269 Long-Term Liabilities.....	-	-	-	-	848,424	848,424
240-259 Current Portion of Long-Term Debt & Other Credits.....	-	-	-	-	128,167	128,167
TOTAL LIABILITIES AND OTHER CREDITS.....	\$ -	\$ -	\$ -	\$ -	\$ 976,591	\$ 976,591

FUND AND ACCOUNT GROUP EQUITY						
281-284 Contributed Capital.....	-	-	-	-	-	-
290 Investment in General Fixed Assets.....	-	-	-	-	-	-
270-289 Fund Balance/Retained Earnings on 12/31.....	35,508	-	346,918	-	-	536,190
291-299 Other Equity.....	-	-	-	-	-	-
TOTAL FUND ACCOUNT GROUP EQUITY.....	\$ 35,508	\$ -	\$ 346,918	\$ -	\$ -	\$ 536,190

TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY.....	\$ 1,512,781
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Total Assets and Other Debits minus Total Liabilities and Other Credits must equal the Total Fund and Account Group Equity.

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2011

REVENUES

GOVERNMENTAL FUNDS

TAXES	General Fund	Special Revenue (Including State Liquid Fuels)		
		Capital Projects	Debt Service	
301.00 Real Estate Taxes.....	294,424	-	-	-
305.00 Occupation Taxes (Levied Under Municipal Code).....	-	-	-	-
308.00 Residence Taxes (Levied by Cities of the 3rd Class).....	-	-	-	-
309.00 Regional Asset District Sales Tax (Allegheny County Municipalities only).....	13,839	-	-	-
310.00 Per Capita Taxes.....	-	-	-	-
310.10 Real Estate Transfer Taxes.....	4,558	-	-	-
310.20 Earned Income Taxes/Wage Taxes.....	96,037	-	-	-
310.30 Business Gross Receipts Taxes.....	-	-	-	-
310.40 Occupation Taxes (levied under Act 511).....	-	-	-	-
310.50 Local Services Taxes**.....	262	-	-	-
310.60 Amusement/Admission Taxes.....	-	-	-	-
310.70 Mechanical Device Taxes.....	-	-	-	-
310.90 Other Local Tax Enabling Act/Act511/Taxes	-	-	-	-
.....	-	-	-	-
.....	-	-	-	-
.....	-	-	-	-
TOTAL TAXES.....	\$ 409,120	\$ -	\$ -	\$ -

LICENSES & PERMITS

320-322 All Other Licenses and Permits.....	6,006	-	-	-
321.80 Cable Television Franchise Fees.....	12,013	-	-	-
TOTAL LICENSES & PERMITS.....	\$ 18,019	\$ -	\$ -	\$ -

FINES & FORFEITS

330-332 Fines and Forfeits.....	9,426	-	-	-
TOTAL FINES & FORFEITS.....	\$ 9,426	\$ -	\$ -	\$ -

INTEREST, RENTS, & ROYALTIES

341.00 Interest Earnings.....	128	11	-	-
342.00 Rents and Royalties.....	-	-	-	-
TOTAL INTEREST, RENTS, & ROYALTIES.....	\$ 128	\$ 11	\$ -	\$ -

** This tax was known as the Occupational Privilege Tax (OPT) prior to 2005 and the Emergency and Municipal Services Tax prior to 2008.

REVENUES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
TAXES				
301.00 Real Estate Taxes.....	-	-	-	294,424
305.00 Occupation Taxes (Levied Under Municipal Code).....	-	-	-	-
308.00 Residence Taxes (Levied by Cities of the 3rd Class).....	-	-	-	-
309.00 Regional Asset District Sales Tax (Allegheny County Municipalities only).....	-	-	-	13,839
310.00 Per Capita Taxes.....	-	-	-	-
310.10 Real Estate Transfer Taxes.....	-	-	-	4,558
310.20 Earned Income Taxes/Wage Taxes.....	-	-	-	96,037
310.30 Business Gross Receipts Taxes.....	-	-	-	-
310.40 Occupation Taxes (levied under Act 511).....	-	-	-	-
310.50 Local Services Taxes**.....	-	-	-	262
310.60 Amusement/Admission Taxes.....	-	-	-	-
310.70 Mechanical Device Taxes.....	-	-	-	-
310.90 Other Local Tax Enabling Act/Act511/Taxes	-	-	-	-
.....	-	-	-	-
.....	-	-	-	-
.....	-	-	-	-
TOTAL TAXES.....	\$ -	\$ -	\$ -	\$ 409,120

LICENSES & PERMITS				
320-322 All Other Licenses and Permits.....	-	-	-	6,006
321.80 Cable Television Franchise Fees.....	-	-	-	12,013
TOTAL LICENSES & PERMITS.....	\$ -	\$ -	\$ -	\$ 18,019

FINES & FORFEITS				
330-332 Fines and Forfeits.....	-	-	-	9,426
TOTAL FINES & FORFEITS.....	\$ -	\$ -	\$ -	\$ 9,426

INTEREST, RENTS, & ROYALTIES				
341.00 Interest Earnings.....	14	-	3,399	3,552
342.00 Rents and Royalties.....	-	-	-	-
TOTAL INTEREST, RENTS, & ROYALTIES.....	\$ 14	\$ -	\$ 3,399	\$ 3,552

** This tax was known as the Occupational Privilege Tax (OPT) prior to 2005 and the Emergency and Municipal Services Tax prior to 2008.

INTERGOVERNMENTAL REVENUES

GOVERNMENTAL FUNDS

FEDERAL	General Fund	Special Revenue	Capital	Debt Service
		(Including State Liquid Fuels)	Projects	
351.03 Highways and Streets.....	-	-	-	-
351.09 Community Development.....	-	-	-	-
351.00 All Other Federal Capital and Operating Grants.....	-	-	-	-
352.01 National Forest.....	-	-	-	-
352.00 All Other Federal Shared Revenue & Entitlements.....	-	-	-	-
353.00 Federal Payments in Lieu of Taxes.....	-	-	-	-
TOTAL FEDERAL.....	\$ -	\$ -	\$ -	\$ -

STATE	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
354.03 Highways and Streets.....	-	-	-	-
354.09 Community Development.....	-	-	-	-
354.15 Recycling/Act 101.....	-	-	-	-
354.00 All Other State Capital and Operating Grants.....	-	-	-	-
355.01 Public Utility Realty Tax (PURTA).....	546	-	-	-
355.02- Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State 355.03 Road Turnback.....	-	22,959	-	-
355.04 Alcoholic Beverage Licenses.....	2,450	-	-	-
355.05 General Municipal Pension System State Aid.....	-	-	-	-
355.07 Foreign Fire Insurance Tax Distribution.....	8,462	-	-	-
355.08 Local Share Assessment/Gaming Proceeds.....	-	-	-	-
355.00 All Other Shared Revenues & Entitlements.....	-	-	-	-
356.00 State Payments in Lieu of Taxes.....	-	-	-	-
TOTAL STATE.....	\$ 11,458	\$ 22,959	\$ -	\$ -

LOCAL GOVERNMENT UNITS	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
357.03 Highways and Streets.....	-	-	-	-
357.00 All Other Local Governmental Units Capital and Operating Grants.....	-	-	-	-
358.00 Local Government Unit Shared Payments for Contracted Intergovernmental Services.....	-	-	-	-
359.00 Local Governmental Units, Authorities Payments, and Payments in Lieu of Taxes.....	-	-	-	-
TOTAL LOCAL GOVERNMENT UNITS.....	\$ -	\$ -	\$ -	\$ -

2011 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT/STATEMENT OF REVENUES AND EXPENDITURES

	INTERGOVERNMENTAL REVENUES		PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only		
FEDERAL						
351.03 Highways and Streets.....	-	-	-	-	-	-
351.09 Community Development.....	-	-	-	-	-	-
351.00 All Other Federal Capital and Operating Grants.....	-	-	-	-	-	-
352.01 National Forest.....	-	-	-	-	-	-
352.00 All Other Federal Shared Revenue & Entitlements.....	-	-	-	-	-	-
353.00 Federal Payments in Lieu of Taxes.....	-	-	-	-	-	-
TOTAL FEDERAL.....	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

STATE						
354.03 Highways and Streets.....	-	-	-	-	-	-
354.09 Community Development.....	-	-	-	-	-	-
354.15 Recycling/Act 101.....	-	-	-	-	-	-
354.00 All Other State Capital and Operating Grants.....	-	-	-	-	-	-
355.01 Public Utility Realty Tax (PURTA).....	-	-	-	-	-	546
355.02- Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State 355.03 Road Turnback.....	-	-	-	-	-	22,959
355.04 Alcoholic Beverage Licenses.....	-	-	-	-	-	2,450
355.05 General Municipal Pension System State Aid.....	-	-	-	-	-	-
355.07 Foreign Fire Insurance Tax Distribution.....	-	-	-	-	-	8,462
355.08 Local Share Assessment/Gaming Proceeds.....	-	-	-	-	-	-
355.00 All Other Shared Revenues & Entitlements.....	-	-	-	-	-	-
356.00 State Payments in Lieu of Taxes.....	-	-	-	-	-	-
TOTAL STATE.....	\$ -	34,417				

LOCAL GOVERNMENT UNITS						
357.03 Highways and Streets.....	-	-	-	-	-	-
357.00 All Other Local Governmental Units Capital and Operating Grants.....	-	-	-	-	-	-
358.00 Local Government Unit Shared Payments for Contracted Intergovernmental Services.....	-	-	-	-	-	-
359.00 Local Governmental Units, Authorities Payments, and Payments in Lieu of Taxes.....	-	-	-	-	-	-
TOTAL LOCAL GOVERNMENT UNITS.....	\$ -					

TOTAL INTERGOVERNMENTAL REVENUES.....	\$ 34,417
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DCED-CLGS-30 (10-11)
 2011 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT/STATEMENT OF REVENUES AND EXPENDITURES

REVENUES

GOVERNMENTAL FUNDS

CHARGES FOR SERVICE	General Fund	Special Revenue (Including State Liquid Fuels)	GOVERNMENTAL FUNDS	
			Capital Projects	Debt Service
361.00 General Government.....	300	-	-	-
362.00 Public Safety.....	-	-	-	-
363.20 Parking.....	-	-	-	-
363.00 All Other Charges for Highway & Streets Services.....	-	-	-	-
364.10 Wastewater/Sewage Charges.....	-	-	-	-
364.30 Solid Waste Collection & Disposal Charge (trash).....	-	-	-	-
364.60 Host Municipality Benefit Fee for Solid Waste Facility.....	-	-	-	-
364.00 All Other Charges for Sanitation Services.....	-	-	-	-
365.00 Health.....	-	-	-	-
366.00 Human Services.....	-	-	-	-
367.00 Culture and Recreation.....	-	-	-	-
368.00 Airports.....	-	-	-	-
369.00 Bars.....	-	-	-	-
370.00 Cemeteries.....	-	-	-	-
372.00 Electric System.....	-	-	-	-
373.00 Gas System.....	-	-	-	-
374.00 Housing System.....	-	-	-	-
375.00 Markets.....	-	-	-	-
377.00 Transit Systems.....	-	-	-	-
378.00 Water System.....	-	-	-	-
379.00 All Other Charges for Service.....	494	-	-	-
TOTAL CHARGES FOR SERVICE.....	\$ 794	\$ -	\$ -	\$ -

UNCLASSIFIED OPERATING REVENUES

383.00 Special Assessments.....	-	-	-	-
386.00 Escheats (sale of personal property).....	-	-	-	-
387.00 Contributions & Donations from Private Sectors.....	4,351	-	-	-
388.00* Fiduciary Fund Pension Contributions.....	 	 	 	
389.00 All Other Unclassified Operating Revenues ***.....	-	-	-	-
TOTAL UNCLASSIFIED OPERATING REVENUES.....	\$ 4,351	\$ -	\$ -	\$ -

OTHER FINANCING SOURCES

391.00 Proceeds of General Fixed Asset Disposition.....	-	-	-	-
392.00 Interfund Operating Transfers**.....	3,280	-	-	-
393.00 Proceeds of General Long-Term Debt.....	-	-	-	-
394.00 Proceeds of Short-Term Debt.....	-	-	-	-
395.00 Refunds of Prior Year Expenditures.....	-	-	-	-
TOTAL OTHER FINANCING SOURCES.....	\$ 3,280	\$ -	\$ -	\$ -

TOTAL REVENUES.....	\$ 456,576	\$ 22,970	\$ -	\$ -
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** The total of line 392.00 must match the total of line 492.00

***This amount cannot be greater than 1% of "TOTAL REVENUES" in each of the funds.

2011 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT/STATEMENT OF REVENUES AND EXPENDITURES

REVENUES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
CHARGES FOR SERVICE				
361.00 General Government.....	-	-	-	300
362.00 Public Safety.....	-	-	-	-
363.20 Parking.....	-	-	-	-
363.00 All Other Charges for Highway & Streets Services.....	-	-	-	-
364.10 Wastewater/Sewage Charges.....	64,876	-	-	64,876
364.30 Solid Waste Collection & Disposal Charge (trash).....	-	-	-	-
364.60 Host Municipality Benefit Fee for Solid Waste Facility.....	-	-	-	-
364.00 All Other Charges for Sanitation Services.....	5,759	-	-	5,759
365.00 Health.....	-	-	-	-
366.00 Human Services.....	-	-	-	-
367.00 Culture and Recreation.....	-	-	-	-
368.00 Airports.....	-	-	-	-
369.00 Bars.....	-	-	-	-
370.00 Cemeteries.....	-	-	-	-
372.00 Electric System.....	-	-	-	-
373.00 Gas System.....	-	-	-	-
374.00 Housing System.....	-	-	-	-
375.00 Markets.....	-	-	-	-
377.00 Transit Systems.....	-	-	-	-
378.00 Water System.....	-	-	-	-
379.00 All Other Charges for Service.....	-	-	-	494
TOTAL CHARGES FOR SERVICE.....	\$ 70,635	\$ -	\$ -	\$ 71,429

UNCLASSIFIED OPERATING REVENUES				
383.00 Special Assessments.....	-	-	-	-
386.00 Escheats (sale of personal property).....	-	-	-	-
387.00 Contributions & Donations from Private Sectors.....	-	-	-	4,351
388.00* Fiduciary Fund Pension Contributions.....	-	-	-	-
389.00 All Other Unclassified Operating Revenues ***.....	-	-	-	-
TOTAL UNCLASSIFIED OPERATING REVENUES.....	\$ -	\$ -	\$ -	\$ 4,351

OTHER FINANCING SOURCES				
391.00 Proceeds of General Fixed Asset Disposition.....	-	-	-	-
392.00 Interfund Operating Transfers**.....	12,900	-	-	16,180
393.00 Proceeds of General Long-Term Debt.....	-	-	-	-
394.00 Proceeds of Short-Term Debt.....	-	-	-	-
395.00 Refunds of Prior Year Expenditures.....	-	-	-	-
TOTAL OTHER FINANCING SOURCES.....	\$ 12,900	\$ -	\$ -	\$ 16,180

TOTAL REVENUES.....	\$ 83,549	\$ -	\$ 3,399	\$ 566,494
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** The total of line 392.00 must match the total of line 492.00

***This amount cannot be greater than 1% of "TOTAL REVENUES" in each of the funds.

EXPENDITURES	GOVERNMENTAL FUNDS			
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
GENERAL GOVERNMENT				
400.00 Legislative (Governing) Body.....	13,904	-	-	-
401.00 Executive (Manager or Mayor).....	-	-	-	-
402.00 Auditing Services/Financial Administration.....	8,002	-	-	-
403.00 Tax Collection.....	4,441	-	-	-
404.00 Solicitor/Legal Services.....	33,451	-	-	-
405.00 Secretary/Clerk.....	682	-	-	-
406.00 Other General Government Administration.....	29,000	-	-	-
407.00 IT-Networking Services-Data Processing.....	-	-	-	-
408.00 Engineering Services.....	36,329	-	-	-
409.00 General Government Buildings and Plant.....	12,919	-	-	-
TOTAL GENERAL GOVERNMENT.....	\$ 138,728	\$ -	\$ -	\$ -

PUBLIC SAFETY				
410.00 Police.....	75,432	-	-	-
411.00 Fire.....	38,797	-	-	-
412.00 Ambulance/Rescue.....	-	-	-	-
413.00 UCC and Code Enforcement.....	3,480	-	-	-
414.00 Planning and Zoning.....	-	-	-	-
415.00 Emergency Management & Communications.....	-	-	-	-
416.00 Militia and Armories.....	-	-	-	-
417.00 Examination of Licensed Occupations.....	-	-	-	-
418.00 Public Scales (weights and measures).....	-	-	-	-
419.00 Other Public Safety.....	-	-	-	-
TOTAL PUBLIC SAFETY.....	\$ 117,709	\$ -	\$ -	\$ -

HEALTH AND HUMAN SERVICES				
420.00- 425.00 Health and Human Services.....	1,200	-	-	-

PUBLIC WORKS - SANITATION				
426.00 Recycling Collection and Disposal.....	-	-	-	-
427.00 Solid Waste Collection and Disposal (trash).....	-	-	-	-
428.00 Weed Control.....	-	-	-	-
429.00 Wastewater/Sewage Collection & Treatment.....	-	-	-	-
TOTAL PUBLIC WORKS - SANITATION.....	\$ -	\$ -	\$ -	\$ -

2011 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT/STATEMENT OF REVENUES AND EXPENDITURES

EXPENDITURES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
GENERAL GOVERNMENT				
400.00 Legislative (Governing) Body.....	-	-	-	13,904
401.00 Executive (Manager or Mayor).....	-	-	-	-
402.00 Auditing Services/Financial Administration.....	-	-	-	8,002
403.00 Tax Collection.....	288	-	-	4,729
404.00 Solicitor/Legal Services.....	-	-	-	33,451
405.00 Secretary/Clerk.....	-	-	-	682
406.00 Other General Government Administration.....	-	-	-	29,000
407.00 IT-Networking Services-Data Processing.....	-	-	-	-
408.00 Engineering Services.....	-	-	-	36,329
409.00 General Government Buildings and Plant.....	-	-	-	12,919
TOTAL GENERAL GOVERNMENT.....	\$ 288	\$ -	\$ -	\$ 139,016

PUBLIC SAFETY				
410.00 Police.....	-	-	-	75,432
411.00 Fire.....	-	-	-	38,797
412.00 Ambulance/Rescue.....	-	-	-	-
413.00 UCC and Code Enforcement.....	-	-	-	3,480
414.00 Planning and Zoning.....	-	-	-	-
415.00 Emergency Management & Communications.....	-	-	-	-
416.00 Militia and Armories.....	-	-	-	-
417.00 Examination of Licensed Occupations.....	-	-	-	-
418.00 Public Scales (weights and measures).....	-	-	-	-
419.00 Other Public Safety.....	-	-	-	-
TOTAL PUBLIC SAFETY.....	\$ -	\$ -	\$ -	\$ 117,709

HEALTH AND HUMAN SERVICES				
420.00- 425.00 Health and Human Services.....	-	-	-	1,200

PUBLIC WORKS - SANITATION				
426.00 Recycling Collection and Disposal.....	-	-	-	-
427.00 Solid Waste Collection and Disposal (trash).....	-	-	-	-
428.00 Weed Control.....	-	-	-	-
429.00 Wastewater/Sewage Collection & Treatment.....	44,223	-	-	44,223
TOTAL PUBLIC WORKS - SANITATION.....	\$ 44,223	\$ -	\$ -	\$ 44,223

EXPENDITURES	GOVERNMENTAL FUNDS			
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
PUBLIC WORKS - HIGHWAYS & STREETS				
430.00 General Services - Administration.....	-	-	-	-
431.00 Cleaning of Streets and Gutters.....	-	-	-	-
432.00 Winter Maintenance - Snow Removal.....	18,047	-	-	-
433.00 Traffic Control Devices.....	-	-	-	-
434.00 Street Lighting.....	1,696	-	-	-
435.00 Sidewalks and Crosswalks.....	-	-	-	-
436.00 Storm Sewers and Drains.....	-	-	-	-
437.00 Repairs of Tools and Machinery.....	-	-	-	-
438.00 Maintenance & Repairs of Roads & Bridges.....	23,244	-	-	-
439.00 Highway Construction and Rebuilding Projects.....	-	-	-	-
TOTAL PUBLIC WORKS - HIGHWAYS & STREETS.....	\$ 42,987	\$ -	\$ -	\$ -

PUBLIC WORKS - OTHER SERVICES				
440.00 Airports.....	-	-	-	-
441.00 Cemeteries.....	-	-	-	-
442.00 Electric System.....	-	-	-	-
443.00 Gas System.....	-	-	-	-
444.00 Markets.....	-	-	-	-
445.00 Parking.....	-	-	-	-
446.00 Storm Water and Flood Control.....	-	-	-	-
447.00 Transit System.....	-	-	-	-
448.00 Water System.....	-	-	-	-
449.00 Water Transport and Terminals.....	-	-	-	-
TOTAL PUBLIC WORKS - OTHER SERVICES.....	\$ -	\$ -	\$ -	\$ -

CULTURE AND RECREATION				
451.00 Culture - Recreation Administration.....	-	-	-	-
452.00 Participant Recreation.....	-	-	-	-
453.00 Spectator Recreation.....	-	-	-	-
454.00 Parks.....	-	-	-	-
455.00 Shade Trees.....	-	-	-	-
456.00 Libraries.....	-	-	-	-
457.00 Civil and Military Celebrations.....	-	-	-	-
458.00 Senior Citizens' Centers.....	-	-	-	-
450.00 All Other Culture and Recreation.....	-	-	-	-
TOTAL CULTURE AND RECREATION.....	\$ -	\$ -	\$ -	\$ -

COMMUNITY DEVELOPMENT				
461.00 Conservation of Natural Resources.....	-	-	-	-
462.00 Community Development and Housing.....	-	-	-	-
463.00 Economic Development.....	-	-	-	-
464.00 Economic Opportunity.....	-	-	-	-
465.00- 469.00 All Other Community Development.....	-	-	-	-
TOTAL COMMUNITY DEVELOPMENT.....	\$ -	\$ -	\$ -	\$ -

2011 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT/STATEMENT OF REVENUES AND EXPENDITURES

EXPENDITURES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
PUBLIC WORKS - HIGHWAYS & STREETS				
430.00 General Services - Administration.....	-	-	-	-
431.00 Cleaning of Streets and Gutters.....	-	-	-	-
432.00 Winter Maintenance - Snow Removal.....	-	-	-	18,047
433.00 Traffic Control Devices.....	-	-	-	-
434.00 Street Lighting.....	-	-	-	1,696
435.00 Sidewalks and Crosswalks.....	-	-	-	-
436.00 Storm Sewers and Drains.....	-	-	-	-
437.00 Repairs of Tools and Machinery.....	-	-	-	-
438.00 Maintenance & Repairs of Roads & Bridges.....	-	-	-	23,244
439.00 Highway Construction and Rebuilding Projects.....	-	-	-	-
TOTAL PUBLIC WORKS - HIGHWAYS & STREETS.....	\$ -	\$ -	\$ -	\$ 42,987

PUBLIC WORKS - OTHER SERVICES				
440.00 Airports.....	-	-	-	-
441.00 Cemeteries.....	-	-	-	-
442.00 Electric System.....	-	-	-	-
443.00 Gas System.....	-	-	-	-
444.00 Markets.....	-	-	-	-
445.00 Parking.....	-	-	-	-
446.00 Storm Water and Flood Control.....	-	-	-	-
447.00 Transit System.....	-	-	-	-
448.00 Water System.....	-	-	-	-
449.00 Water Transport and Terminals.....	-	-	-	-
TOTAL PUBLIC WORKS - OTHER SERVICES.....	\$ -	\$ -	\$ -	\$ -

CULTURE AND RECREATION				
451.00 Culture - Recreation Administration.....	-	-	-	-
452.00 Participant Recreation.....	-	-	-	-
453.00 Spectator Recreation.....	-	-	-	-
454.00 Parks.....	-	-	-	-
455.00 Shade Trees.....	-	-	-	-
456.00 Libraries.....	-	-	-	-
457.00 Civil and Military Celebrations.....	-	-	-	-
458.00 Senior Citizens' Centers.....	-	-	-	-
450.00 All Other Culture and Recreation.....	-	-	-	-
TOTAL CULTURE AND RECREATION.....	\$ -	\$ -	\$ -	\$ -

COMMUNITY DEVELOPMENT				
461.00 Conservation of Natural Resources.....	-	-	-	-
462.00 Community Development and Housing.....	-	-	-	-
463.00 Economic Development.....	-	-	-	-
464.00 Economic Opportunity.....	-	-	-	-
465.00- 469.00 All Other Community Development.....	-	-	-	-
TOTAL COMMUNITY DEVELOPMENT.....	\$ -	\$ -	\$ -	\$ -

2011 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT/STATEMENT OF REVENUES AND EXPENDITURES

EXPENDITURES	GOVERNMENTAL FUNDS			
	General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service
DEBT SERVICE				
471.00 Debt Principal (short-term and long-term).....	110,691	-	-	-
472.00 Debt Interest (short-term and long-term).....	42,653	-	-	-
475.00 Fiscal Agent Fees.....	37	-	-	-
TOTAL DEBT SERVICE.....	\$ 153,381	\$ -	\$ -	\$ -

EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS				
481.00 Employer Paid Withholding Taxes and Unemployment Compensation.....	-	-	-	-
482.00 Judgments and Losses.....	-	-	-	-
483.00 Pension/Retirement Fund Contributions.....	-	-	-	-
484.00 Worker Compensation Insurance.....	-	-	-	-
487.00 Group Insurance and Other Benefits.....	-	-	-	-
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS.....	\$ -	\$ -	\$ -	\$ -

INSURANCE				
486.00 Insurance, Casually, and Surety.....	6,809	-	-	-

UNCLASSIFIED OPERATING EXPENDITURES				
488.00 Fiduciary Fund Benefits and Refunds Paid.....				
489.00 All Other Unclassified Expenditures ***.....	-	-	-	-
TOTAL UNCLASSIFIED OPERATING EXPENDITURES.....	\$ -	\$ -	\$ -	\$ -

OTHER FINANCING USES				
491.00 Refund of Prior Year Revenues.....	-	-	-	-
492.00 Interfund Operating Transfers**.....	14,900	-	-	-
493.00 All Other Financing Uses.....	-	-	-	-
TOTAL OTHER FINANCING USES.....	\$ 14,900	\$ -	\$ -	\$ -

TOTAL EXPENDITURES.....	\$ 475,714	\$ -	\$ -	\$ -
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EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES.....				
	\$ (19,138)	\$ 22,970	\$ -	\$ -

** The total of line 492.00 must match the total of line 392.00

***This amount cannot be greater than 1% of "TOTAL EXPENDITURES" in each of the funds.

2011 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT/STATEMENT OF REVENUES AND EXPENDITURES

EXPENDITURES	PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
	Enterprise	Internal Service	Trust and Agency	Memorandum Only
DEBT SERVICE				
471.00 Debt Principal (short-term and long-term).....	12,637	-	-	123,328
472.00 Debt Interest (short-term and long-term).....	2,125	-	-	44,778
475.00 Fiscal Agent Fees.....	119	-	-	156
TOTAL DEBT SERVICE.....	\$ 14,881	\$ -	\$ -	\$ 168,262

EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS				
481.00 Employer Paid Withholding Taxes and Unemployment Compensation.....	-	-	-	-
482.00 Judgments and Losses.....	-	-	-	-
483.00 Pension/Retirement Fund Contributions.....	-	-	-	-
484.00 Worker Compensation Insurance.....	-	-	-	-
487.00 Group Insurance and Other Benefits.....	-	-	-	-
EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS.....	\$ -	\$ -	\$ -	\$ -

INSURANCE				
486.00 Insurance, Casualty, and Surety.....	-	-	-	6,809

UNCLASSIFIED OPERATING EXPENDITURES				
488.00 Fiduciary Fund Benefits and Refunds Paid.....	-	-	51,526	51,526
489.00 All Other Unclassified Expenditures ***.....	-	-	-	-
TOTAL UNCLASSIFIED OPERATING EXPENDITURES.....	\$ -	\$ -	\$ 51,526	\$ 51,526

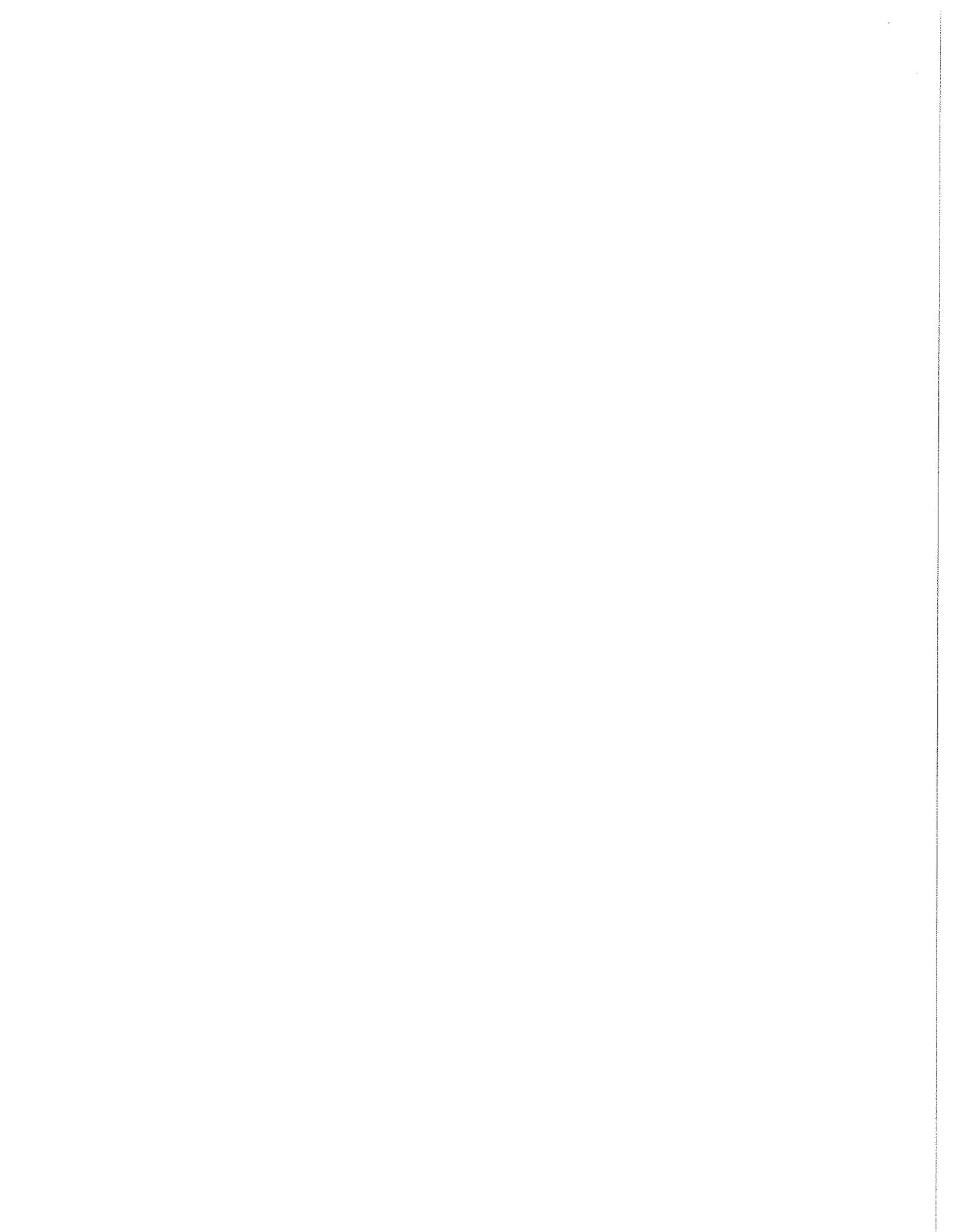
OTHER FINANCING USES				
491.00 Refund of Prior Year Revenues.....	33,900	-	-	33,900
492.00 Interfund Operating Transfers**.....	1,280	-	-	16,180
493.00 All Other Financing Uses.....	-	-	-	-
TOTAL OTHER FINANCING USES.....	\$ 35,180	\$ -	\$ -	\$ 50,080

TOTAL EXPENDITURES.....	\$ 94,572	\$ -	\$ 51,526	\$ 621,812
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EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES.....	\$ (11,023)	\$ -	\$ (48,127)	\$ (55,318)
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** The total of line 492.00 must match the total of line 392.00

***This amount cannot be greater than 1% of "TOTAL EXPENDITURES" in each of the funds.



Other Information

TOWNSHIP OF KILBUCK

POLICE PENSION PLAN

PENSION DISCLOSURES

YEAR ENDED DECEMBER 31, 2011

1. PLAN DESCRIPTION

The Township of Kilbuck (Township), Pennsylvania, sponsors one pension plan, the Police Pension Plan (Police Plan).

The Police Plan is a single employer defined benefit contributory plan available to all permanent members of the Township's police department upon hire. The Police Plan was established under the Second Class Township Code and various Township ordinances. All pre-Act 600 participants are eligible for retirement benefits provided they have completed 16 years of aggregate service as a full-time Township employee and have attained the age of 55. Post-Act 600 hires are eligible provided they have completed 25 years of aggregate service and have attained the age of 55. Pre-Act 600 participants of the Police Plan are entitled to a vested deferred benefit after five years of service. Post-Act 600 participants of the Police Plan are entitled to a vested deferred benefit after 12 years of service. The monthly Police Plan benefit for pre-Act 600 participants is based on 70% of the participant's average compensation earned during the final 12 months of employment or 85% if payments commence at age 59 or after. The monthly Police Plan benefit for post-Act 600 is based on 50% of the participant's final 60 months average compensation. "Average compensation" is the salary averaged over the final 60-month period prior to retirement or other severance.

Per the latest available actuarial information, January 1, 2009, employee membership data related to the Police Plan was as follows:

	<u>Police</u>
Retirees and beneficiaries currently receiving benefits	2
Terminated employees entitled to, but not yet receiving benefits	1
Active plan participants:	
Vested	-
Nonvested	-
	<hr/>
Total	<u>3</u>

There are no longer any active participants in the Police Plan, as the Township disbanded its police force during 2007.

TOWNSHIP OF KILBUCK

POLICE PENSION PLAN

PENSION DISCLOSURES

YEAR ENDED DECEMBER 31, 2011

2. FUNDING POLICY AND CONTRIBUTIONS

The Township's funding policy is to comply with Pennsylvania Act 205 of 1984 (Act 205). Under Act 205, the Township is to contribute the sum of the Police Plan's normal cost, administrative expenses, and amortization of the unfunded actuarial accrued liability (if any), less the amount contributed by employees and the Commonwealth of Pennsylvania. The normal cost and amortization of unfunded actuarial accrued liability are determined by an actuary, using guidelines established in Act 205.

There was no Minimum Municipal Obligation (MMO) for the Police Plan in 2011.

3. LOCATION OF HISTORICAL TREND DATA

Historical trend information related to the Police Plan is presented as other information. This data provides information about the progress made by the Police Plan in accumulating sufficient assets to pay benefits when due.

4. ACTUARIAL VALUATION

Certain pension information and calculations are based upon an actuarial valuation performed as of January 1, 2009.

TOWNSHIP OF KILBUCK
SCHEDULE OF FUNDING PROGRESS
POLICE PENSION PLAN

Actuarial Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liability (AAL) Entry Age	Excess of Assets Over (Under) AAL	Funded Ratio	Covered Payroll	Excess (Deficiency) as a Percentage of Covered Payroll
1/1/05	\$ 490,502	\$ 694,801	\$ (204,299)	70.60%	\$ 116,705	-175.06%
1/1/07	513,438	726,954	(213,516)	70.63%	131,695	-162.13%
1/1/09	438,286	577,537	(139,251)	75.89%	-	n/a

Note: State law requires biennial valuations on the odd-numbered years.

n/a = not applicable

See accompanying note to pension schedules.

TOWNSHIP OF KILBUCK

SCHEDULE OF CONTRIBUTIONS FROM EMPLOYERS AND OTHER CONTRIBUTING ENTITIES

POLICE PENSION PLAN

<u>Calendar Year</u>	<u>Annual Required Contributions</u>	<u>Actual Contribution Made</u>	<u>Percentage Contributed</u>
2006	\$ 32,595	\$ 32,595	100.00%
2007	41,887	41,887	100.00%
2008	31,246	31,246	100.00%
2009	28,503	28,503	100.00%
2010	-	-	n/a
2011	-	-	n/a

Note: Contributions include state pension aid

See accompanying note to pension schedules.

TOWNSHIP OF KILBUCK

POLICE PENSION PLAN

NOTE TO PENSION SCHEDULES

YEAR ENDED DECEMBER 31, 2011

The information presented in the pension schedules was determined as part of the actuarial valuations at the dates indicated. Additional information as of the latest actuarial valuation follows:

	<u>Police</u>
Actuarial valuation date	1/1/2009
Actuarial cost method	Entry Age Normal
Amortization method	Level Dollar Closed
Remaining amortization period	9 years
Asset valuation method	Fair Value
Actuarial assumptions:	
Investment rate of return	7.50%
Projected salary increases*	5.00%

* Includes inflation at 3%