

POCONO MOUNTAIN
REGIONAL POLICE DEPARTMENT
MONROE COUNTY, PENNSYLVANIA

FINANCIAL STATEMENTS
AND AUDITORS' REPORTS

AS OF AND FOR THE YEAR ENDED
DECEMBER 31, 2014





POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

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TODD J. BUSHTA, CPA

C E R T I F I E D P U B L I C A C C O U N T A N T

INDEPENDENT AUDITORS' REPORT

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

REPORT ON THE FINANCIAL STATEMENTS

We have audited the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of the Pocono Mountain Regional Police Department, as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise the Department's basic financial statements as listed in the table of contents. The prior year summarized comparative information has been derived from the Department's 2013 financial statements and in our report dated March 15, 2014, we expressed unmodified opinions on the respective financial statements of the governmental activities,, each major fund and the aggregate remaining fund information.

MANAGEMENT'S RESPONSIBILITY FOR THE FINANCIAL STATEMENTS

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

AUDITORS' RESPONSIBILITY

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

OPINIONS

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, each major fund, and the aggregate remaining fund information of the Department, as of December 31, 2014, and the respective changes in financial position, and, where applicable, cash flows thereof and the respective budgetary comparison for the general fund for the year then ended in accordance with accounting principles generally accepted in the United States of America.

OTHER MATTERS

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and the Required Supplementary Information, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

OTHER INFORMATION

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Department's basic financial statements. The combining and individual non-major fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual non-major fund financial statements are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual non-major fund financial statements are fairly stated in all material respects in relation to the basic financial statements as a whole.

OTHER REPORTING REQUIRED BY GOVERNMENT AUDITING STANDARDS

In accordance with Government Auditing Standards, we have also issued our report dated May 31, 2015, on our consideration of the Department's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the Township's internal control over financial reporting and compliance.

Bushta & Company

BETHLEHEM, PENNSYLVANIA

MAY 31, 2015



TODD J. BUSHTA, CPA

C E R T I F I E D P U B L I C A C C O U N T A N T

INDEPENDENT AUDITORS' REPORT on INTERNAL CONTROL over FINANCIAL REPORTING and on COMPLIANCE and OTHER MATTERS BASED on an AUDIT of FINANCIAL STATEMENTS PERFORMED in ACCORDANCE with GOVERNMENT AUDITING STANDARDS

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Pocono Mountain Regional Police Department as of and for the year ended December 31, 2014, and the related notes to the financial statements, which collectively comprise Department's basic financial statements and have issued our report thereon dated May 31, 2015.

INTERNAL CONTROL OVER FINANCIAL REPORTING

In planning and performing our audit of the financial statements, we considered the Department's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of The Department's internal control. Accordingly, we do not express an opinion on the effectiveness of the Department's internal control.

A *deficiency* in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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COMPLIANCE AND OTHER MATTERS

As part of obtaining reasonable assurance about whether the Department's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards.

PURPOSE OF THIS REPORT

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with Government Auditing Standards in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Bushta & Company

BETHLEHEM, PENNSYLVANIA

MAY 31, 2015

MANAGEMENT'S DISCUSSION AND ANALYSIS



POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

MANAGEMENT'S DISCUSSION AND ANALYSIS

DECEMBER 31, 2014



The discussion and analysis of Pocono Mountain Regional Police Department's financial performance provides an overall review of the Department's financial activities for the fiscal year ended December 31, 2014. The intent of this discussion and analysis is to look at the Department's financial performance as a whole; readers should also review the notes to the basic financial statements and financial statements to enhance their understanding of the Department's financial performance.

FINANCIAL HIGHLIGHTS

Key government-wide financial highlights for 2014 are as follows:

- In total, net position were \$4,455,712
- General revenues accounted for \$332 (interest income). Program specific revenues in the form of charges for services, operating grants and contributions, and capital grants and contributions accounted for \$6,086,988 of total revenues.
- Total assets were \$5,079,225 of which \$1,525,168 represents unrestricted cash and investments. Fixed assets, net of accumulated depreciation were \$2,856,278.
- The Department had \$6,151,747 which included \$243,593 in repairs to the department's building, in expenses; all of which was offset by program specific charges for services, grants, or contributions.
- Revenue, after program expenses were (\$64,758).
- Net position increased by (\$64,758) for the year.
- Charges to the member municipalities for police protection services were \$4,836,749.

Township of Coolbaugh 41%

Township of Tobyhanna..... 33%

Borough of Mt. Pocono..... 13%

Township of Tunkhannock... 13%

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

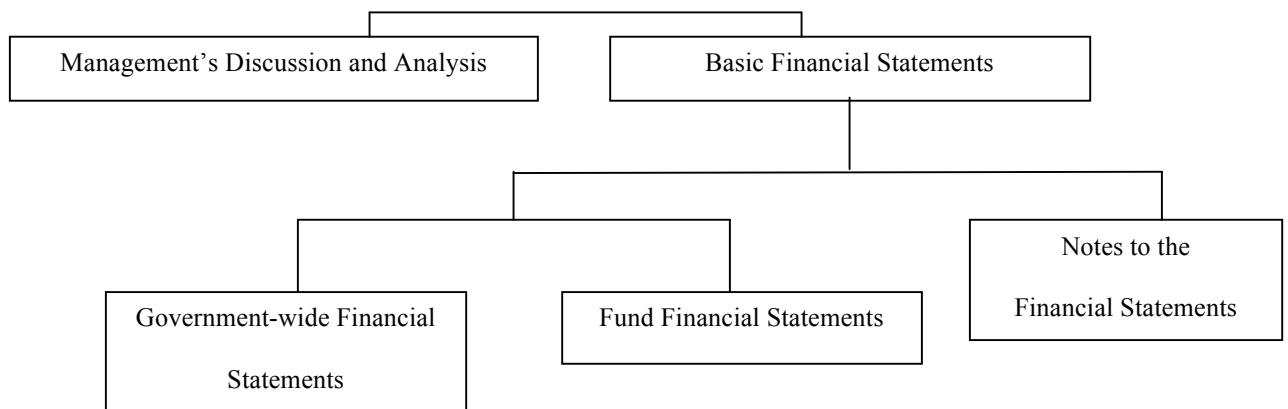
DECEMBER 31, 2014

THE COMMISSION

The Pocono Mountain Regional Police Department is a police department governed by The Pocono Mountain Regional Police Commission formed in 1993 under the Department of the act of July 1972, P.L. 180 with the purpose of providing police services to its present and future member municipalities. The Department commenced operations in 1994. Member municipalities are billed quarterly for their proportionate share of the adopted budget as determined by hours of police protection services provided.

USING THIS GENERAL ACCEPTED ACCOUNTING PRINCIPALS REPORT (GAAP)

This annual report consists of a series of financial statements and notes to those statements. These statements are organized so the reader can understand Pocono Mountain Regional Police Department as a financial whole, an entire operating entity. The statements then proceed to provide an increasingly detailed look at specific financial activities.



The Statement of Net Position and Statement of Activities provide information about the activities of the whole Department, presenting both an aggregate view of the Department's finances and a longer-term view of those finances. Fund financial statements provide the next level of detail. For governmental funds, these statements tell how services were financed in the short-term as well as what remains for future spending. The fund financial statements also look at the Department's most significant funds with all other non-major funds presented in total in one column. In the case of The Department, the General Fund is by far the most significant fund.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

DECEMBER 31, 2014

REPORTING THE DEPARTMENT AS A WHOLE

Statement of Net Position and the Statement of Activities

While this document contains the of funds used by the Department to provide programs and activities, the view of the Department as a whole looks at all financial transactions and asks the question, "How did we do financially during the year?" The Statement of Net Position and the Statement of Activities answer this question. These statements include all assets and liabilities using the accrual basis of accounting similar to the accounting used by most private-sector companies. The basis of accounting takes into account all of the current year's revenues and expenses regardless of when cash is received or paid. These two statements report the Department's net position and changes in those assets. This change in net position is important because it tells the reader that, for the Department as a whole, the financial position of the Department has improved or diminished. The causes of this change may be the result of many factors, some financial, and some not. Non-financial factors include the Department's facility condition and other factors. You will note that the majority of the Department's net position are "locked up" in fixed assets or restricted for specified projects or uses.

Table 1 provides a summary of the Department's net Position:

	2014	2013	2012	2011	2010
Assets					
Current and Other Assets	\$ 2,222,947	\$ 2,350,214	\$ 2,019,204	\$ 1,870,767	\$ 1,971,026
Capital Assets, net	<u>2,856,278</u>	<u>2,852,723</u>	<u>2,996,318</u>	<u>3,046,347</u>	<u>2,873,631</u>
	<u>5,079,225</u>	<u>5,202,937</u>	<u>5,015,522</u>	<u>4,917,114</u>	<u>4,844,657</u>
Liabilities					
Current Liabilities	211,911	263,051	286,892	236,918	310,275
Long-Term Liabilities	<u>411,602</u>	<u>419,748</u>	<u>396,257</u>	<u>379,224</u>	<u>370,897</u>
	<u>682,799</u>	<u>682,799</u>	<u>683,149</u>	<u>616,142</u>	<u>681,172</u>
Net position					
Invested in Capital Assets, Net of Debt	2,856,278	2,807,796	2,906,003	3,000,401	2,710,302
Restricted	597,017	870,166	540,515	533,479	554,066
Unrestricted	<u>1,002,417</u>	<u>905,176</u>	<u>885,855</u>	<u>767,092</u>	<u>899,117</u>
	<u>\$ 4,455,712</u>	<u>\$ 4,520,138</u>	<u>\$ 4,332,373</u>	<u>\$ 4,300,972</u>	<u>\$ 4,163,485</u>

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

DECEMBER 31, 2014

Table 2 provides a summary of the Department's statement of activities:

	2014	2013	2012	2011	2010
Program Revenues					
Charges for Services	\$ 5,326,759	\$ 5,431,496	\$ 5,093,737	\$ 5,232,826	\$ 5,353,546
Operating Grants and Contributions	576,663	576,663	658,052	746,385	516,631
Capital Grants and Contributions	0	12,350	0	298,756	22,218
General Revenues					
Investment Earnings	<u>332</u>	<u>413</u>	<u>395</u>	<u>478</u>	<u>1,183</u>
<i>Total Revenues</i>	<u>6,087,321</u>	<u>6,020,922</u>	<u>5,752,184</u>	<u>6,278,445</u>	<u>5,893,578</u>
Program Expenses					
Public Safety – Police protection	6,008,152	5,685,435	5,576,022	5,933,060	5,677,174
Interest on debt	0	4,127	1,166	10,203	10,640
Unallocated depreciation	<u>143,595</u>	<u>143,595</u>	<u>143,595</u>	<u>197,695</u>	<u>215,886</u>
<i>Total Expenses</i>	<u>6,151,747</u>	<u>5,833,157</u>	<u>5,720,783</u>	<u>6,140,958</u>	<u>5,903,700</u>
<i>Increase in Net position</i>	<u>\$ 64,426</u>	<u>\$ 187,765</u>	<u>\$ 31,401</u>	<u>\$ 137,487</u>	<u>\$ (10,122)</u>

Defining the classification of expenditures:

Public Safety activities includes police protection services

Table 3 shows the total cost of services and the net (cost) Revenue of services.

	2014	2013	2012	2011	2010
Public Safety – Police protection	<u>\$ (64,426)</u>	<u>\$ 187,765</u>	<u>\$ 31,006</u>	<u>\$ 137,009</u>	<u>\$ (11,305)</u>

BUDGETING

The Department budget is prepared according to the laws of Pennsylvania and is based on accounting for certain transactions on a cash basis of accounting. Once adopted, the budget is generally not amended.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

DECEMBER 31, 2014

REPORTING THE DEPARTMENT'S MOST SIGNIFICANT FUNDS

Fund Financial Statements

Fund financial reports provide detailed information about the Department's major funds. The Department uses many funds to account for a multitude of financial transactions. However, these fund financial statements focus on the Department's most significant funds.

Governmental Funds

Most of the Department's activities are reported in governmental funds, which focus on how money flows into and out of those funds and the balances left at year-end available for spending in the future periods. These funds are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the Department's general government operations and the basic services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance programs. The relationship (or differences) between governmental activities (reported in the Statement of Net position and the Statement of Activities) and governmental funds is reconciled in the financial statements.

Fund activities

Fund financial reports provide detailed information about the Department's major funds. The funds are accounted for on a modified accrual basis of accounting. Governmental funds have total revenues of \$6,087,321 and expenditures of \$6,208,375. Other financing sources (uses) totaled a net \$0.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

DECEMBER 31, 2014

The following are the Department's funds:

General Fund (Major Fund)

The general fund is the operating fund of the Department and is used to account for all financial resources except those required to be accounted for in another fund. The General Fund balance is available to the Department for any purpose provided it is expended or transferred according to the general laws of The Commonwealth.

Capital Projects Fund (Major Fund)

The capital projects fund accounts to be used for the acquisition, construction, or improvement of capital facilities.

Special Revenue Fund (Non-major Fund)

The Special Revenue Fund accounts for specific revenue sources which are legally restricted to expenditures for specified purposes. The Department accounts for asset forfeiture and other grants in this fund.

Debt Service Fund (Non-major Fund)

The Debt Service Fund accounts for resources accumulated for the purpose of funding general long-term debt obligations.

Internal Service Fund (Non-major Fund) is used to accumulate resources to fund The Department's prescription drug benefit program.

Trust Funds are used to account for assets held by the Department in a trustee capacity. This includes the Pension Trust Fund. The Pension Trust Fund is used to account for the four retirement pension plans. The Pension Trust Fund is accounted for in essentially the same manner as the Proprietary Fund since capital maintenance is critical.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

DECEMBER 31, 2014

CAPITAL ASSETS

Table 4 Capital Assets

	Balance January 1	Additions	Deletions	Balance December 31
CAPITAL ASSETS				
Land	\$ 250,000	\$	\$	\$ 250,000
Building and Building Improvements	2,271,057			2,271,057
Vehicles	1,252,209	147,150	125,000	1,274,359
Equipment	322,693			322,693
Office equipment	313,832			313,832
	<u>\$ 4,409,791</u>	<u>\$ 147,150</u>	<u>\$ 125,000</u>	<u>\$ 4,431,941</u>
ACCUMULATED DEPRECIATION	\$ 1,557,068	\$ 143,595	\$ 125,000	\$ 1,575,663

CAPITAL LEASES

The Department has several capital leases. The leases are for the purchase of police vehicles. Lease continue to be used to acquire vehicles each year.

DEBT OF THE POLICE COMMISSION

In 2001, the Commission had a 21,862 sq. ft. building constructed to house the main operations of the Department. The Commission borrowed \$2,000,000 at a rate of 4.9% 20 year note for construction. The four member municipalities of the Commission are responsible for their pro-rata share of the outstanding debt and repayment. The Department is not responsible for the repayment of the debt. The outstanding balance as of December 31, 2014 and 2013, respectively is \$982,600 and \$1,088,404. Interest paid by the Commission for the year was \$51,262 and \$56,459 for 2014 and 2013, respectively.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

DECEMBER 31, 2014

CURRENT FINANCIAL ISSUES AND CONCERNS

In conclusion, the Pocono Mountain Regional Police Department has committed itself to being fiscally responsible over the years and appropriately addressing Department needs. In addition, the Department's system of financial planning, budgeting, and internal financial controls are well regarded, as official audits have demonstrated. The Department plans to continue its sound fiscal management to meet the challenges of the future.

Contacting the Department's Financial Management



This financial report is designed to provide our citizens, taxpayers, investors, and creditors with a general overview of the Department's finances and to show the Department's accountability for the money it receives. If you have questions about this report or need additional financial information, contact the Department's financial office.

**POCONO MOUNTAIN REGIONAL POLICE
2014 TOTAL HOURS BY MONTH**

HOURS	JAN	FEB	MAR	APR	MAY	JUNE	JULY	AUG	SEPT	OCT	NOV	DEC	YEAR TO DATE
<u>TOBYHANNA</u>													
HOURS FORWARD													139.82
HOURS PURCHASED	1862.83	1682.43	1862.83	1802.70	1862.83	1802.70	1862.83	1862.84	1802.70	1862.83	1802.70	1862.83	21933.06
ACTUAL HOURS	1810.69	1562.69	1841.33	1679.73	1776.81	1681.91	1703.93	1577.85	1652.74	1800.88	2033.33	2001.26	21123.15
HOURS OVER / UNDER	(52.14)	(119.74)	(21.50)	(122.97)	(86.02)	(120.79)	(158.90)	(284.99)	(149.96)	(61.95)	230.63	138.43	(670.09)
<u>MT. POCONO</u>													
HOURS FORWARD													115.41
HOURS PURCHASED	748.87	676.35	748.87	724.70	748.87	724.70	748.87	748.88	724.70	748.87	724.70	748.87	8817.28
ACTUAL HOURS	764.26	684.97	692.47	710.27	893.19	798.31	849.09	910.13	779.65	810.81	652.21	716.36	9261.72
HOURS OVER / UNDER	15.39	8.62	(56.40)	(14.43)	144.32	73.61	100.22	161.25	54.95	61.94	(72.49)	(32.51)	559.85
<u>TUNKHANNOCK</u>													
HOURS FORWARD													121.20
HOURS PURCHASED	708.63	640.00	708.63	685.75	708.63	685.75	708.63	708.63	685.75	708.63	685.75	708.63	8343.38
ACTUAL HOURS	683.50	705.90	720.23	762.33	706.80	992.25	767.41	871.49	574.33	563.34	509.04	574.29	8430.91
HOURS OVER / UNDER	(25.13)	65.90	11.61	76.58	(1.83)	306.50	58.79	162.86	(111.42)	(145.29)	(176.71)	(134.34)	208.74
<u>COOLBAUGH</u>													
HOURS FORWARD													(376.48)
HOURS PURCHASED	2348.67	2121.22	2348.67	2272.85	2348.67	2272.85	2348.67	2348.67	2272.85	2348.67	2272.85	2348.67	27653.28
ACTUAL HOURS	2410.55	2166.44	2414.97	2333.67	2292.20	2013.53	2348.57	2309.54	2479.28	2493.97	2291.41	2377.09	27931.22
HOURS OVER / UNDER	61.88	45.22	66.30	60.82	(56.47)	(259.32)	(0.10)	(39.13)	206.43	145.30	18.56	28.42	(98.54)

POCONO MOUNTAIN REGIONAL POLICE

2014 TOTAL HOURS

	HOURS PAID YTD	HOURS ACTUAL YTD	OVER/UNDER YTD	MISC	OVER/UNDER BALANCE
TOBYHANNA TWSP	21,933.06	21,123.15	(809.91)	-	(670.09)
MT POCONO BORO	8,817.28	9,261.72	444.44	-	559.85
TUNKHANNOCK TWSP	8,343.38	8,430.91	87.53	-	208.74
COOLBAUGH TWSP	27,653.28	27,931.22	277.94	-	(98.54)

PERCENTAGE

TOBYHANNA TWSP	32.86%	31.65%	-1.21%	N/A
MT POCONO BORO	13.21%	13.88%	0.67%	N/A
TUNKHANNOCK TWSP	12.50%	12.63%	0.13%	N/A
COOLBAUGH TWSP	41.43%	41.85%	0.42%	N/A

2014 BUDGET HOURS BREAKDOWN

MUNICIPALITY	WEEKLY HRS	%	MONTHLY HRS			Total Hrs Available Per Day	183
			28 DAY	30 DAY	31 DAY		
Tobyhanna	420.61	32.86%	1682	1803	1863		
Mount Pocono	169.09	13.21%	676	725	749		
Tunkhannock	160.00	12.50%	640	686	709		
Coolbaugh	530.30	41.43%	2121	2273	2348		
Total Hrs Available per week	1280	100.00%	5120	5486	5669		

**POCONO MOUNTAIN REGIONAL POLICE
2014 MONTHLY HOURS BREAKDOWN**

	JAN	FEB	MAR	APR	MAY	JUNE	JULY	AUG	SEPT	OCT	NOV	DEC	YEAR TO DATE
HOURS	5669.00	5120.00	5669.00	5486.00	5669.00	5486.00	5669.00	5669.01	5486.00	5669.00	5485.99	5669.00	66747.00
<u>TOBYHANNA</u>													
Patrol	596.42	523.08	601.23	326.82	482.48	508.40	481.04	527.60	578.91	601.34	767.45	747.81	6742.58
Investigation	496.70	412.14	464.54	460.18	459.92	443.57	393.20	362.88	378.49	371.48	428.32	400.06	5071.48
Vascar	2.35	1.20	9.93	4.27	10.23	4.95	12.29	11.15	4.66	5.07	10.01	14.89	91.00
Court	69.45	22.03	31.34	94.91	51.90	53.52	21.42	53.23	24.53	31.70	27.35	25.34	506.72
Assigned	645.77	604.24	734.29	793.55	772.28	671.47	795.98	622.99	666.15	791.29	800.20	813.16	8711.37
TOTAL TIME	1810.69	1562.69	1841.33	1679.73	1776.81	1681.91	1703.93	1577.85	1652.74	1800.88	2033.33	2001.26	21123.15
<u>MT. POCONO</u>													
Patrol	109.57	139.33	132.52	92.46	140.97	136.73	162.87	153.30	80.53	30.29	43.86	47.50	1269.93
Investigation	354.43	264.74	228.19	256.14	403.78	347.07	331.00	444.63	383.72	384.10	262.93	302.17	3962.90
Vascar	2.10	0.87	2.81	3.64	6.40	4.40	2.90	1.43	1.15	0.00	0.48	0.50	26.68
Court	38.55	37.12	33.76	39.02	31.58	40.17	32.33	60.32	46.45	78.32	23.25	39.30	500.17
Assigned	259.61	242.91	295.19	319.01	310.46	269.94	319.99	250.45	267.80	318.10	321.69	326.89	3502.04
TOTAL TIME	764.26	684.97	692.47	710.27	893.19	798.31	849.09	910.13	779.65	810.81	652.21	716.36	9261.72
<u>TUNKHANNOCK</u>													
Patrol	108.52	97.88	111.18	139.39	117.41	234.94	164.05	242.22	85.98	18.31	7.90	35.75	1363.53
Investigation	305.45	305.32	303.80	299.99	265.56	476.78	272.30	371.27	220.78	200.63	165.75	221.80	3409.43
Vascar	0.95	0.75	3.20	3.80	9.30	4.17	4.01	2.02	0.50	0.00	0.00	0.00	28.70
Court	22.93	72.09	22.73	17.28	20.75	20.94	24.25	19.00	13.66	43.39	31.00	7.41	315.43
Assigned	245.65	229.86	279.32	301.87	293.78	255.42	302.80	236.98	253.41	301.01	304.39	309.33	3313.82
TOTAL TIME	683.50	705.90	720.23	762.33	706.80	992.25	767.41	871.49	574.33	563.34	509.04	574.29	8430.91
<u>COOLBAUGH</u>													
Patrol	437.58	375.69	411.38	302.33	330.45	308.07	304.28	327.02	390.08	358.49	404.53	398.92	4348.82
Investigation	1060.48	902.77	990.15	916.38	931.95	798.50	961.57	1105.37	1170.36	1022.28	800.78	878.76	11539.35
Vascar	3.05	0.93	3.57	4.18	5.84	2.56	0.30	4.00	3.24	1.58	1.73	0.84	31.82
Court	95.25	125.22	84.08	110.27	50.26	57.82	78.83	87.69	75.71	113.97	75.47	73.33	1027.90
Assigned	814.19	761.83	925.79	1000.51	973.70	846.58	1003.59	785.46	839.89	997.65	1008.90	1025.24	10983.33
TOTAL TIME	2410.55	2166.44	2414.97	2333.67	2292.20	2013.53	2348.57	2309.54	2479.28	2493.97	2291.41	2377.09	27931.22
<u>ASSIGNED</u>													
Training	152.90	330.23	597.09	353.31	522.44	132.98	246.73	274.17	480.00	615.72	338.68	298.33	4342.58
Time in Assists	24.33	13.64	9.98	25.45	29.02	17.38	12.08	14.07	241.40	46.65	20.30	8.60	462.90
Administration	1787.99	1494.97	1627.52	2036.18	1798.76	1893.05	2163.55	1607.63	1305.86	1745.68	2076.20	2167.69	21705.08
TOTAL TIME	1965.22	1838.84	2234.59	2414.94	2350.22	2043.41	2422.36	1895.87	2027.26	2408.05	2435.18	2474.62	26510.56

**POCONO MOUNTAIN REGIONAL POLICE
2014 MONTHLY ACTIVITY BREAKDOWN**

	JAN	FEB	MAR	APR	MAY	JUNE	JULY	AUG	SEPT	OCT	NOV	DEC	2014 YTD	2013	2012
<u>TOBYHANNA</u>															
Total Calls	272	200	256	244	234	277	235	234	234	248	233	190	2,857	3,563	3,823
Complaints	248	180	243	225	220	258	222	221	212	228	214	171	2,642	3,309	3,580
Accidents	24	20	13	19	14	19	13	13	22	20	19	19	215	254	243
Criminal Arrests	13	8	27	44	45	43	18	20	15	7	23	13	276	353	307
Traffic Arrests	55	31	80	24	39	28	32	63	15	34	52	25	478	800	886
Veh Code Warnings	27	22	74	29	42	40	35	47	26	30	49	36	457	582	1,145
Ordinance Arrests	1	3	2	1	3	1	0	2	0	0	0	1	14	28	37
<u>MT. POCONO</u>															
Total Calls	144	165	167	168	189	186	191	199	189	188	155	151	2,092	2,188	2,360
Complaints	123	146	153	147	169	168	165	182	169	164	133	130	1,849	1,926	2,109
Accidents	21	19	14	21	20	18	26	17	20	24	22	21	243	262	251
Criminal Arrests	14	23	9	16	46	17	34	35	25	21	25	46	311	348	365
Traffic Arrests	39	21	80	22	58	45	39	129	59	18	49	12	571	632	544
Veh Code Warnings	22	20	42	22	35	31	28	37	29	5	20	5	296	384	409
Ordinance Arrests	5	4	14	1	3	2	6	8	10	3	7	2	65	130	43
<u>TUNKHANNOCK</u>															
Total Calls	138	123	115	132	136	164	143	168	127	115	93	120	1,574	1,749	1,918
Complaints	122	112	109	127	127	154	133	154	116	105	84	97	1,440	1,605	1,772
Accidents	16	11	6	5	9	10	10	14	11	10	9	23	134	144	146
Criminal Arrests	7	5	10	7	8	30	14	28	15	5	3	9	141	138	204
Traffic Arrests	17	4	22	6	16	13	15	16	9	2	6	5	131	399	340
Veh Code Warnings	8	3	12	1	15	20	9	21	7	1	1	0	98	224	291
Ordinance Arrests	0	1	0	0	0	0	0	0	0	0	0	0	1	1	11
<u>COOLBAUGH</u>															
Total Calls	448	412	395	441	469	459	525	536	431	446	422	360	5,344	5,324	5,701
Complaints	408	375	379	419	449	437	509	501	401	410	394	342	5,024	5,013	5,415
Accidents	40	37	16	22	20	22	16	35	30	36	28	18	320	311	286
Criminal Arrests	37	31	39	32	55	37	39	33	38	44	40	30	455	397	629
Traffic Arrests	36	37	98	53	35	38	27	54	33	32	56	47	546	740	878
Veh Code Warnings	33	16	54	28	37	17	18	19	7	12	19	24	284	415	405

**POCONO MOUNTAIN REGIONAL POLICE
2014 MONTHLY ACTIVITY**

	JAN	FEB	MAR	APR	MAY	JUNE	JULY	AUG	SEPT	OCT	NOV	DEC	2014 YTD	2013	2012
TOTAL CALLS	1008	900	935	994	1032	1088	1096	1141	992	1004	903	823	11916	12848	13802
<i>Complaints</i>	907	813	886	927	969	1019	1031	1062	909	914	825	742	11004	11877	12876
<i>Accidents</i>	101	87	49	67	63	69	65	79	83	90	78	81	912	971	926
CRIMINAL ARRESTS	71	67	85	100	154	127	105	116	93	77	91	98	1184	1241	1683
TRAFFIC ARRESTS	147	93	280	105	148	124	113	262	116	86	163	89	1726	2571	2648
TRAFFIC WARNINGS	90	61	182	80	129	108	90	124	69	48	89	65	1135	1605	2250
ORDINANCE ARRESTS	10	14	23	7	13	5	8	13	13	5	13	5	129	219	189

CALLS OUTSIDE OF OUR JURISDICTION	6	0	2	9	4	2	2	4	11	7	0	2	49	24	
ARRESTS OUTSIDE OF OUR JURISDICTION				1									1	5	

Ambulance Assists	19	19	22	20	20	16	18	19	10	13	18	12	206	234	
Fire Assists	6	4	6	8	4	8	3	8	1	4	3	3	58	57	
Assist to other Agencies	16	11	7	12	6	10	14	9	13	7	10	7	122	167	
NY State Police													1		
MC DA													1		
PSP Honesdale (outside)													1		
PSP Hazelton													1		
PSP Harrisburg													1		
Hagerstown PD													1		
PFA Service													1		

GOVERNMENT WIDE FINANCIAL STATEMENTS



POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

STATEMENT OF NET POSITION

DECEMBER 31, 2014

	Governmental Activities	
	2014	2013
<i>ASSETS</i>		
<i>Current Assets</i>		
Cash and Cash Equivalents	\$ 1,525,168	\$ 1,586,138
Prepaid expenses	0	0
Purchase advances	0	0
Accounts Receivable	284,760	170,967
	<u>1,809,928</u>	<u>1,757,105</u>
<i>Non-current Assets</i>		
General Fixed Assets		
Land	250,000	250,000
Building & Building Improvements	2,271,057	2,271,057
Vehicles	1,274,359	1,252,209
Equipment	322,693	322,693
Office equipment	313,832	313,832
	<u>4,431,941</u>	<u>4,409,791</u>
Accumulated Depreciation	<u>(1,575,663)</u>	<u>(1,557,068)</u>
Net General Fixed Assets	2,856,278	2,852,723
Restricted Cash and Cash Equivalents	413,019	593,109
	<u>3,269,297</u>	<u>3,445,832</u>
	<u>5,079,225</u>	<u>5,202,937</u>
<i>LIABILITIES</i>		
<i>Current Liabilities</i>		
Accounts payable	37,466	37,171
Accrued payroll	87,355	75,150
Evidence Liability	78,609	97,955
Deferred Revenue	8,481	7,848
Current Portion of Long-Term Debt		
Capital Leases	0	44,927
	<u>211,911</u>	<u>263,051</u>
<i>Non-current Liabilities</i>		
Capital Leases	0	0
Compensated Absences Provision	411,602	419,748
	<u>623,513</u>	<u>682,799</u>
<i>NET POSITION</i>		
Investment in Capital Assets Net of Related Debt	2,856,278	2,807,796
Restricted for:		
Capital Projects	328,957	491,848
Specified use	268,060	315,318
Unrestricted	1,002,417	905,176
	<u>\$ 4,455,712</u>	<u>\$ 4,520,138</u>

The accompanying notes are an integral part of the financial statements.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT
STATEMENT OF ACTIVITIES
YEAR ENDED DECEMBER 31, 2014

	2014					2013
Functions/Programs	Expenses	Program Revenues		Capital Grants and Contributions	Governmental Activities	Net (Expense) Revenue and Changes in Net Assets
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Net (Expense) Revenue and Changes in Net Assets
Governmental activities:						
Public safety	\$ 6,008,152	\$ 5,326,759	\$ 760,230	\$	\$ 78,837	\$ 335,074
Interest on Long-Term debt	0				0	(4,127)
Unallocated Depreciation	143,595				(143,595)	(143,595)
	<u>\$ 6,151,747</u>	<u>\$ 5,326,759</u>	<u>\$ 760,230</u>	<u>\$ 0</u>	<u>(64,758)</u>	<u>187,352</u>
General revenues:						
Interest Income					332	413
<i>Total general revenues, special items, and transfers</i>					<u>332</u>	<u>413</u>
Change in Net Position					(64,426)	187,765
<i>Net Position—beginning</i>					4,520,138	4,332,373
<i>Net Position—ending</i>					<u>\$ 4,455,712</u>	<u>\$ 4,520,138</u>

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT
RECONCILIATION OF THE GOVERNMENTAL FUNDS BALANCE SHEET
TO THE STATEMENT OF NET POSITION
 DECEMBER 31, 2014

Total Fund Balances - Governmental Funds \$ 2,011,036

Amounts reported for governmental activities in the statement of net assets are different because:

Capital Assets used in governmental activities are not financial resources and therefore are not reported as assets in funds.

<i>Capital Assets</i>	4,431,941
<i>Accumulated Depreciation</i>	(1,575,663)

Long-term liabilities, including notes payable, are not due and payable in the current period, and therefore are not reported as liabilities in the funds.

<i>Compensated Absences</i>	(411,602)
<i>Capital Leases</i>	0

<i>Total Net Position - Governmental Activities</i>	\$ 4,455,712
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POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

RECONCILIATION OF GOVERNMENTAL FUNDS STATEMENT OF REVENUE, EXPENDITURES AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES YEAR ENDED DECEMBER 31, 2014

Total net change in fund balances - governmental funds \$ (121,054)

*Amounts reported for governmental activities in the statement
of activities are different because:*

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

<i>Depreciation</i>	(143,595)
<i>Capital Outlay</i>	147,150

The current change in the provision for compensated absences is not recorded in the in the governmental funds, but is an expense and a change in the liability provision in the statement of net assets.

8,146

Repayment of note principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net assets.

<i>Capital Leases</i>	44,927
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Proceeds from issuance of debt is a current resource as a financing source in the governmental funds, but an increase in a liability on the statement of net assets.

0

Change in net position of governmental activities

\$ (64,426)

FUND FINANCIAL STATEMENTS



POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT
COMBINED BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2014

	Major Funds			Non-Major Fund			2013 Memorandum Total
	General	Capital Projects	Special Revenue	Internal Service	2014		
					Total		
ASSETS							
Cash - unrestricted	\$ 1,256,797	\$ 334,410	\$ 246,037	\$ 22,334	\$ 1,859,578		\$ 2,081,292
Cash - restricted	78,609				78,609		97,955
Accounts receivable	284,760				284,760		170,967
Purchase advances					0		0
Prepaid expenses					0		0
Due from other funds					0		0
	<u>\$ 1,620,166</u>	<u>\$ 334,410</u>	<u>\$ 246,037</u>	<u>\$ 22,334</u>	<u>\$ 2,222,947</u>		<u>\$ 2,350,214</u>
LIABILITIES AND FUND BALANCE							
LIABILITIES							
Accounts payable and accrued expenses	\$ 31,702	\$ 5,453	\$	\$ 311	\$ 37,466		\$ 37,171
Accrued Payroll	87,355				87,355		75,150
Evidence Liability	78,609				78,609		97,955
Deferred revenue	8,481				8,481		7,848
Due to other funds					0		0
	<u>206,147</u>	<u>5,453</u>	<u>0</u>	<u>311</u>	<u>211,911</u>		<u>218,124</u>
FUND BALANCE							
Committed		311,456			311,456		475,791
Assigned		17,501			17,501		61,140
Unassigned	1,414,019		246,037	22,023	1,682,079		1,595,159
	<u>1,414,019</u>	<u>328,957</u>	<u>246,037</u>	<u>22,023</u>	<u>2,011,036</u>		<u>2,132,090</u>
	<u>\$ 1,620,166</u>	<u>\$ 334,410</u>	<u>\$ 246,037</u>	<u>\$ 22,334</u>	<u>\$ 2,222,947</u>		<u>\$ 2,350,214</u>

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT
COMBINED STATEMENTS OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
YEAR ENDED DECEMBER 31, 2014

	Major Funds		Non-Major Funds			2013 Memorandum Total
	General	Capital Projects	Special Revenue	Internal Service	Debt Service	
REVENUES						
Interest income	\$ 203	\$ 2	\$ 125	\$ 2	\$	\$ 413
Intergovernmental revenue	760,230					589,013
Charges for services	5,126,312	80,700	71,327			4,979,404
Other	48,420					452,092
	<u>5,935,165</u>	<u>80,702</u>	<u>71,452</u>	<u>2</u>	<u>0</u>	<u>6,020,922</u>
EXPENDITURES						
Current						
Public safety	5,830,570	243,593	118,685	15,527		5,661,944
Debt service						
Principal						45,388
Interest						4,127
	<u>5,830,570</u>	<u>243,593</u>	<u>118,685</u>	<u>15,527</u>	<u>0</u>	<u>5,711,459</u>
	104,595	(162,891)	(47,233)	(15,525)	0	309,463
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES						
OTHER FINANCING (USES) SOURCES						
Proceeds from issuing debt						0
Operating transfers in	(15,500)			15,500		65,015
Operating transfers out	(15,500)	0	0	15,500	0	(65,015)
						0
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING (USES) SOURCES	89,095	(162,891)	(47,233)	(25)	0	309,463
FUND BALANCES, JANUARY 1	1,324,924	491,848	293,270	22,048	0	1,822,627
FUND BALANCES, DECEMBER 31	<u>\$ 1,414,019</u>	<u>\$ 328,957</u>	<u>\$ 246,037</u>	<u>\$ 22,023</u>	<u>\$ 0</u>	<u>\$ 2,132,090</u>

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT
STATEMENTS OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 DECEMBER 31, 2014

	<u>Pension Trust</u>	
	<u>2014</u>	<u>2013</u>
ASSETS		
Investments - unrestricted	<u>\$ 14,482,271</u>	<u>\$ 13,093,492</u>
 LIABILITIES	 <u>\$ 0</u>	 <u>\$ 0</u>
 NET ASSETS		
Reserved for retirement benefits	<u>14,482,271</u>	<u>13,093,492</u>
	<u>\$ 14,482,271</u>	<u>\$ 13,093,492</u>

The accompanying notes are an integral part of the financial statements.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT
STATEMENTS OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
YEAR ENDED DECEMBER 31, 2014

	Pension Trust	
	2014	2013
ADDITIONS		
Township contribution	\$ 968,183	\$ 337,984
Employee Contributions	145,845	155,389
Interest, dividends, and net unrealized gains/losses	726,787	1,708,754
	<u>1,840,815</u>	<u>2,202,127</u>
DEDUCTIONS		
Administrative fees	61,962	55,117
Pension benefits	390,074	400,317
	<u>452,036</u>	<u>455,434</u>
CHANGE IN NET ASSETS	1,388,779	1,746,693
NET ASSETS, JANUARY 1	<u>13,093,492</u>	<u>11,346,799</u>
NET ASSETS, DECEMBER 31	<u>\$ 14,482,271</u>	<u>\$ 13,093,492</u>

The accompanying notes are an integral part of the financial statements.

NOTES TO THE FINANCIAL STATEMENTS



POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Pocono Mountain Regional Police Department is a police department governed by the Pocono Mountain Regional Police Commission formed in 1993 under the authority of the Act of July 1972, P.L. 180 with the purpose of providing police services to its present and future member municipalities. The Department commenced operations 1994. Member municipalities are billed quarterly for their proportionate share of the adopted budget as determined by hours of service.

The years allocation was:

- Township of Coolbaugh 41%
- Township of Tobyhanna..... 33%
- Borough of Mt. Pocono..... 13%
- Township of Tunkhannock... 13%

PRINCIPLES DETERMINING SCOPE OF REPORTING ENTITY

The accounting policies and accompanying general purpose financial statements of The Pocono Mountain Regional Police Department conform to U.S. generally accepted accounting principles as applicable to governmental units. The general purpose financial statements of the Department consist only of the funds and account groups of the Department.

BASIS OF PRESENTATION

The Department’s basic financial statements consist of government-wide statements, including a statement of net position and a statement of activities, and fund financial statements which provide a more detailed level of financial information.

GOVERNMENT-WIDE FINANCIAL STATEMENTS:

The statement of net position and the statement of activities display information about the Department as a whole. These statements include the financial activities of the Primary government, except for fiduciary funds. The statement of net position presents the financial condition of the governmental activities of the Department at year-end. The statement of activities presents a comparison between direct expenses and program revenues for each program or function of the Department’s governmental activities.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

GOVERNMENT-WIDE FINANCIAL STATEMENTS (CONTINUED):

Direct expenses are those that are specifically associated with a service, program or department and therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program, grants and contributions that are restricted to meeting the operational or capital requirements of a particular program and interest earned on grants that is required to be used to support a particular program.

Revenues which are not classified as program revenues are presented as general revenues of the Department. The comparison of direct expenses with program revenues identifies the extent to which each governmental function is self-financing or draws from the general revenues of the Department.

FUND FINANCIAL STATEMENTS:

During the year, the Department segregates transactions related to certain Department functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the Department at this more detailed level. The focus of governmental fund financial statements is on major funds. Each major fund is presented in a separate column. Non-major funds are aggregated and presented in a single column. The fiduciary fund is reported by type.

BASIS OF ACCOUNTING

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Fiduciary funds also use the accrual basis of accounting. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues - Exchange and Non-exchange Transactions:

Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenue is recorded in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenues - Exchange and Non-exchange Transactions (continued):

For the Department, available means expected to be received within sixty days of fiscal year-end. Non-exchange transactions, in which the Department receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the Department must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the Department on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions must also be available before it can be recognized.

Deferred Revenue:

Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied. Grants and entitlements received before the eligibility requirements are met are also recorded as deferred revenue. On governmental fund financial statements, receivables that will not be collected within the available period have also been reported as deferred revenue.

Expenses/Expenditures:

On the accrual basis of accounting, expenses are recognized at the time they are incurred. The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocation of costs, such as depreciation and amortization are not recognized in governmental funds.

MEASUREMENT FOCUS:

Government-wide Financial Statements:

The government-wide financial statements are prepared using the economic resources measurement focus. All assets and liabilities associated with the operation of the Department are included on the Statement of Net position.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

MEASUREMENT FOCUS (CONTINUED):

Fund Financial Statements:

All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds. The private purpose trust fund is reported using the economic resources measurement focus.

Reporting Entity

In evaluating how to define the Department for financial reporting purposes, management has considered all potential component units. The decision to include a potential component unit in the reporting entity is governed by applying criteria as set forth in Generally Accepted Accounting Principles (GAAP). The basic, but not only, criterion for including a potential component unit within the reporting entity is the governing body's ability to exercise oversight responsibility. The most significant manifestation of this ability is financial interdependency. Other manifestations of the ability to exercise oversight responsibility include, but are not limited to, the selection of governing authority, the designation of management, the ability to significantly influence operations, and accountability for fiscal matters. The other criterion used to evaluate potential component units for inclusion or exclusion from the reporting entity is the existence of special financing relationships, regardless of whether the Department is able to exercise oversight responsibilities. Based upon the application of these criteria, there are no other entities includable in Department's financial reporting as a component unit.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

GOVERNMENTAL FUND TYPES

General Fund (Major Fund) is the general operating fund of the Department. All financial resources, except those required to be accounted for in another fund, are accounted for in the General Fund.

Capital Projects Funds (Major Fund) account for financial resources to be used for the acquisition or construction of certain major capital facilities which are not financed by the General Funds and is used in meeting the Department's general capital outlay requirements.

Special Revenue Funds (Non-Major Fund) are used to account for the proceeds of specific revenue sources that are legally restricted to expenditures for specific purposes. Included in these funds are Asset Forfeiture and Grants.

Internal Service (Non-major Fund)

The internal service Fund accounts for resources accumulated for the purpose of funding the employee's prescription drug benefit.

Debt Service Fund (Non-Major Fund) is used to account for the accumulation of resources for, and the payment of, general long-term debt of the Department not accounted for in other funds.

FIDUCIARY FUND TYPES

Trust Funds are used to account for assets held by the Department in a trustee capacity. This includes the Pension Trust Fund. The Pension Trust Fund is used to account for the four retirement pension plans. The Pension Trust Fund is accounted for in essentially the same manner as the Proprietary Fund since capital maintenance is critical.

Budgets and Budgetary Accounting

The Department adopts annual budgets for the General Fund. All budgets are adopted on a budgetary (cash basis), which is not consistent with generally accepted accounting principles. All budget amounts included in the accompanying general purpose financial statements and supplementary information are as originally adopted or as amended by the Board of Commissioners. Budget information is presented only for the general fund, as required by generally accepted accounting principles.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Cash and Cash Equivalents

The Department considers the funds held in the Pennsylvania Local Government Investment Trust (PLGIT) as cash equivalents. The trust acts as a money market mutual fund investing in obligations of the United States of America, federal government agencies, and the Commonwealth of Pennsylvania.

Restricted Assets

Cash and investments have been restricted to the extent of pension reserves and specific uses.

Investments

The Department invests its funds in savings accounts and certificates of deposit or time deposits provided that these deposits are insured or collateralized by a pledge or assignment of assets of the depository. In addition, the Department may invest its funds in obligations of the United States of America or the Commonwealth of Pennsylvania, including their agencies or instrumentalities, and political subdivisions of the Commonwealth of Pennsylvania. Investment of monies in Pension Funds are restricted by the Fiduciaries Investment Act. The Act allows the trustee to invest in securities which a prudent person would purchase.

Comparative Information

Certain reclassifications have been made to conform to the current years financial statement presentation.

Inter-fund Receivables, Payables, and Transfers

Advances between funds are accounted for in the appropriate inter-fund receivable and payable accounts. These advances (reported in "due from" asset accounts) are considered "available expendable resources". Inter-fund activity between governmental funds is eliminated in the government wide financial statements.

Capital Assets

Capital assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisitions and construction costs are reflected as expenditures in governmental funds. In the government wide financial statements, these assets are capitalized (those exceeding \$10,000) and depreciated using the straight-line method over the estimated useful life. Estimated useful lives are as follows:

- Building and plant 40 years
- Machinery and equipment 5-7 years
- Vehicles 3-5 years

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Compensated Absences Provision

Vested or accumulated sick and vacation leave that is expected to be liquidated with expendable available financial resources is reported as a expenditure and a fund liability of the fund that will pay it. Amounts of vested or accumulated sick and vacation leave that are not expected to be liquidated with expendable available financial resources are reported as long term liabilities in the government wide financial statements.

Fund Balance Reserves

Specific fund balance reserves represent resources restricted for specific purposes. Standard fund balance reserve is used to segregate a portion of the fund balance to indicate that assets equal to the amount of the reserve are tied up in expenses and are, therefore, not available for appropriation.

Pension Plans

The Department has a defined benefit pension plans. Pension costs for the plans include current service costs, which are accrued and funded on a current basis, and prior costs which are amortized over 30 years.

Transfers

Legally authorized payments or authorizations to make payments from a fund receiving revenue to a fund through which the resources are to be expended are reported as operating transfers. Transfers to the pension funds are quasi-external transactions.

Budgets and Financial Plans

The Department uses traditional, program and performance budgeting methods to develop the operating budget, which includes proposed expenditures and the means to finance them. The budget is adopted by ordinance and subject to change only by ordinance. The Department utilizes substantially the cash basis of accounting for budgetary purposes.

Capital lease obligations

The Department has entered into contracts for the lease/purchase of equipment. The terms of the agreements provide for the purchase of the equipment at the end of the lease term. The leases meet the criteria of capital leases as defined by the Statement of Financial Standards No. 13 "Accounting for Leases," which defines a capital lease generally as one which transfers benefits and risks of ownership to the lessee.

Long-Term Liabilities

Long-term obligations are reported in the government wide statement of activities as a governmental activity. Long-term liabilities expected to be financed from operations of proprietary fund types are accounted for in those funds and as a business type activity.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014

NOTE 1 SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

The preparation of general purpose financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the general purpose financial statements and the reported amounts of revenues and expenses during the reporting period. Actual results could differ from those estimates.

GASB 54, Fund Balance Reporting and Governmental Fund Type Definitions

GASB 54 is intended to improve the usefulness of the amounts reported in fund balance by providing more structured classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. It moves us from the current standard of reporting three main classifications of fund balance (reserved, designated, and unreserved/undesignated) to five new fund balance classifications (nonspendable, restricted, committed, assigned, and unassigned). It's going to take all of us a while to get used to these new definitions, and you can plan on us updating you more in the future as the implementation date gets closer. The statement also modifies the definition of existing governmental fund types. GASB 54 is required to be implemented for financial statements for periods beginning after June 15, 2011. Retroactive restatement are required for all periods presented, although there is an exception for the statistical section in a CAFR. At a minimum, governments will need to apply this change at the beginning of the year of implementation so that the MD&A disclosures are comparative.

NOTE 2 INVESTMENTS AND DEPOSITS WITH FINANCIAL INSTITUTIONS

The Department, under the Pennsylvania First Class Department Code Act, as amended, is authorized to invest in direct obligations of the United States government, obligations guaranteed by the United States government, obligations of the Commonwealth of Pennsylvania, or any political subdivision of the Commonwealth of Pennsylvania, savings or time deposits and time certificates of deposit. The deposit and investment policy of the Department adheres to state statutes and prudent business practice. There were no deposit or investment transactions during the year that were in violation of either the state statutes or the policy of the Department. To the extent the Department's deposits with financial institutions are not insured by the Federal Deposit Insurance Corporation, assets have been pledged by the financial institutions. The fair market value of pledged assets exceeded the carrying amount of deposits in the pools at year end.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014

NOTE 2 DEPOSITS WITH FINANCIAL INSTITUTIONS AND INVESTMENTS (CONTINUED)

Custodial credit risk – In the case of deposits, this is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The remaining balances was collateralized in accordance with Act 72 of the Pennsylvania state legislature, which requires the institution to pool collateral for all governmental deposits and have the collateral held by an approved custodian in the institution's name. The total amount of investments not secured by federal depository insurance was collateralized by securities pledged by

Credit risk The risk that an issuer or other counterparty to an investment will not fulfill its obligations is called credit risk. The majority of the Department's investments are in U.S. Government Obligations and are therefore not exposed to this type of risk. Investments in PLGIT have received an AAAM rating from Standards & Poors. The Department maintains investments for its pension funds.

Custodial credit risk investments For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The Pennsylvania Local Government Investment Trust were established as common law trusts organized under laws of the Commonwealth of Pennsylvania. Shares of the funds are offered to certain Pennsylvania school districts, intermediate units, area vocational-technical schools and municipalities.

The Department's deposits in these pooled funds are not subject to custodial credit risk because they are not evidenced by securities that exist in physical or book entry form. These investments are reflected as cash and cash equivalents on the balance sheet. The fair value of the Department's position in the external investment pools is the same as the value of the pool shares. All investments in an external investment pools that are not SEC registered are subject to oversight by the Commonwealth of Pennsylvania.

External Investment Pool - Pennsylvania Local Government Investment Trust

The Trust (PLGIT) is authorized to invest in full faith and credit obligations of the Commonwealth of Pennsylvania and its agencies, instrumentalities and political subdivisions. The Trust is also authorized to invest in certificates of deposit which are insured by the Federal Deposit Insurance Corporation or which are collateralized as provided by law. For a more complete description of the Trust's operations and investments, please refer to its Annual Audit Report or Information Statement. Government Pool investments are not categorized in accordance with GASB No. 3, because they are not evidenced by securities that exist in physical or book entry form.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014

NOTE 3 CAPITAL ASSETS

The following is a summary of changes in the capital assets for *governmental Activities*:

	Balance January 1	Additions	Deletions	Balance December 31
CAPITAL ASSETS				
Land	\$ 250,000	\$	\$	\$ 250,000
Building and Building Improvements	2,271,057			2,271,057
Vehicles	1,252,209	147,150	125,000	1,274,359
Equipment	322,693			322,693
Office equipment	313,832			313,832
	<u>\$ 4,409,791</u>	<u>\$ 147,150</u>	<u>\$ 125,000</u>	<u>\$ 4,431,941</u>
ACCUMULATED DEPRECIATION	<u>\$ 1,557,068</u>	<u>\$ 143,595</u>	<u>\$ 125,000</u>	<u>\$ 1,575,663</u>

NOTE 4 CAPITAL LEASES

The Department has several capital leases on vehicles. The economic substance of these leases is that the Department is financing the acquisition of vehicles through the lease and accordingly, the vehicles are recorded as assets and the leases as liabilities in the government wide financial statements.

NOTE 5 COMPENSATED ABSENCES

The Department allows its employees to be paid for the accumulated vacation leave which is earned and unused. As employees are paid such benefits, the liability is reduced accordingly.

NOTE 6 COMMITMENTS AND CONTINGENCIES

In 2001, the Commission had a 21,862 sq. ft. building constructed to house the main operations of the Department. The Commission borrowed \$2,000,000 at a rate of 4.9% 20 year note for construction. The four member municipalities of the Commission are responsible for their pro-rata share of the outstanding debt and repayment. The Department is not responsible for the repayment of the debt. The outstanding balance as of December 31, 2014 and 2013, respectively is \$982,600 and \$1,088,404. Interest paid by the Commission for the year was \$51,262 and \$56,459.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014

NOTE 7 LITIGATION

The Department is involved in various lawsuits in the normal course of operations. Management cannot predict the outcome of the lawsuits or estimate the amount of any loss that may result. Accordingly, no provision for any contingent liabilities that may result has been made in the financial statements. Management believes that losses resulting from these matters, if any, would be covered under the Department's liability insurance policy and would not have a material effect on the financial position of the Department.

NOTE 8 POST RETIREMENT BENEFITS OTHER THAN PENSION

Employees who retire under normal circumstances are eligible for 50% reimbursement of single or family health insurance coverage from their retirement date to the date of Medicare eligibility. Any officer reaching age 46 having 12 years on the force is entitled to benefit. The Department elected to "pay as you go" for the purposes of GASB # 45 and is classified as a small program as there are less than 100 potential participants.

NOTE 9 DEFINED BENEFIT PENSION PLANS

Summary of Significant Accounting Policies and Plan Asset Matters

Funding Status and Progress of the Plans

The pension benefit obligations were computed as part of an actuarial valuation performed as of January 1, 2013.

Because the standardized measure is used only for disclosure purposes by the Pocono Mountain Regional Police Department's plans, the measurement is independent of the actuarial computation made to determine contributions to the Plans. The actuarial funding method used to determine contributions to the Plan is explained later in this note.

A variety of significant actuarial assumptions are used to determine the standardized measure of the pension benefit obligation and these assumptions are summarized below:

- The present value of future pension payments was computed by using a discount rate of 7%. The discount rate is equal to the estimated long-term rate of return on current and future investments of the pension plan.
- Future pension payments reflect an assumption of a 5% (compounded annually) salary increase as a result of inflation and merit (seniority).
- Future pension payments reflect no post-retirement benefit increases, which is consistent with the terms of the pension agreement.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014

NOTE 9 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Plan Description – Non-uniform Plans

The pension plans provide pension and death benefits. A member may retire after reaching the age of 65 and accumulating 10 years of service. Benefits vest after on a percentage basis based on years of service with 100% vesting after 12 years of service.

The plan is a defined contribution plan with contributions each December by the Department equal to 4% of each members pay. Each member’s account earns a prorated share of the annual return on the trust fund credited each December.

The Department pays the full cost of the Plan. Member contributions are not required.

Plan Description - Police Pension Plan

The pension plan provides pension benefits and death and disability benefits. A member may retire after reaching the age of 50 and accumulating 25 years of service. Benefits vest after 12 or more years of service. Employees who retire at or after age 50 with 25 or more years of service are entitled to pension payments for the remainder of their lives equal to 65% of their final, three-year average monthly salary.

Pension provisions include death and disability benefits. A disabled employee is entitled to receive a monthly amount equal to the benefit based on the normal retirement formula. The surviving spouse or dependent children under the age of 18 receive 50% of the amount otherwise payable to the participant. The disabled employee is entitled to receive disability payments for life, while the surviving spouse may receive death benefits for life or as long as the spouse does not remarry. Employees of the Department are required to pay 5.0% of their gross earnings to the pension plan. The payments are deducted from the employee's wages or salary and remitted by the Department to the Pension Fund on a monthly basis. If an employee leaves the employment of the Department before 12 years of service, the accumulated contributions plus earned interest are refunded to the employee or the employee's designated beneficiary. The Department makes annual contributions to the pension plan equal to any minimum municipal obligation, as calculated. Those contributions are funded in part through amounts received from the Pennsylvania General Municipal Pension System as state aid.

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014

NOTE 9 DEFINED BENEFIT PENSION PLANS (CONTINUED)

Reporting Entity

The Department maintains four single-employer, defined benefit pension plans which cover all full-time classed employees. The Plans are part of the Pocono Mountain Regional Police Department financial reporting entity and are included in the Department's general purpose financial statements as a Pension Trust Fund.

Plan Valuation

The pension plan descriptions and actuarial valuations are available at the Department offices.

Trend Information

Analysis of the dollar amounts of net position available for benefits, pension benefit obligation, and unfunded pension benefit obligation in isolation can be misleading. Expressing the net position available for benefits as a percentage of the pension benefit obligation provides one indication of the Department's funding status on a going-concern basis. Analysis of this percentage over time indicates whether the Plan is becoming financially stronger or weaker. Generally, the greater this percentage, the stronger the Public Employee Retirement System. Trends in unfunded pension benefit obligation and annual covered payroll are both affected by inflation. Expressing the unfunded pension benefit obligation as a percentage of annual covered payroll approximately adjusts for the effects of inflation and aids analysis of the Department's progress made in accumulating sufficient assets to pay benefits when due. Generally, the smaller this percentage, the stronger the Public Employee Retirement System. Trend information gives an indication of the progress made in accumulating sufficient assets to pay benefits when due.

Schedule of Contributions from Employers and Other Contributing Entities

	Year	Annual Required Contribution	Contributions From Employer	Percentage Contributed
<u>Police Pension Plan</u>	2012	\$ 672,667	\$ 672,667	100.0 %
	2011	\$ 821,122	\$ 821,122	100.0 %
	2010	\$ 481,085	\$ 481,085	100.0 %

	Value of Assets	Entry Age Actuarial Liability (AAL)	AAL (UAAL)	Fund Ratio	Covered Payroll	UAAL as of Covered Payroll
<u>Police Pension Plan</u>						
2013	\$11,270,956	\$12,363,753	\$ 1,092,797	91.2%	\$ 2,827,186	38.7%
2011	\$ 8,986,308	\$10,546,009	\$ 1,559,701	85.2%	\$ 2,921,295	53.4%
2009	\$ 6,504,607	\$ 9,783,837	\$ 3,279,230	66.5%	\$ 2,417,546	135.6%

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT

NOTES TO GENERAL PURPOSE FINANCIAL STATEMENTS

DECEMBER 31, 2014

**NOTE 8 NEWLY IMPLEMENTED ACCOUNTING STANDARDS
(A CHANGE IN ACCOUNTING PRINCIPAL)**

GASB 54, Fund Balance Reporting and Governmental Fund Type Definitions

GASB 54 is intended to improve the usefulness of the amounts reported in fund balance by providing more structured classifications that comprise a hierarchy based primarily on the extent to which a government is bound to observe constraints imposed upon the use of the resources reported in governmental funds. It moves the Department from the current standard of reporting three main classifications of fund balance (*reserved, designated, and unreserved/undesignated*) to five new fund balance classifications (*nonspendable, restricted, committed, assigned, and unassigned*). The hierarchy of five possible classifications of fund balance is:

Nonspendable Fund Balance

- Amounts that cannot be spent due to form; for example, inventories and prepaid amounts. Also, long-term loan and notes receivables, and property held for resale would be reported here unless the proceeds are restricted, committed or assigned.
- Amounts that must be maintained intact legally or contractually.

Restricted Fund Balance

- Amounts constrained for a specific purpose by external parties, constitutional provision or enabling legislation.

Committed Fund Balance

- Amounts constrained for a specific purpose by a government using its highest level of decision-making authority. It would require action by the same group to remove or change the constraints placed on the resources.
- Action to constrain resources must occur prior to year-end; however, the amount can be determined in the subsequent period.

Assigned Fund Balance

- For all governmental funds other than the general fund, any remaining positive amounts not classified as nonspendable, restricted or committed.
- For the general fund, amounts constrained for the intent to be used for a specific purpose by a governing board or a body or official that has been delegated authority to assign amounts. Amount reported as assigned should not result in a deficit in unassigned fund balance.

Unassigned Fund Balance

- For the general fund, amounts not classified as nonspendable, restricted, committed or assigned. The general fund is the only fund that would report a positive amount in unassigned fund balance.

COMBINING SCHEDULES



POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT
COMBINING BALANCE SHEET
ALL SPECIAL REVENUE FUNDS
DECEMBER 31, 2014

	<u>Asset Forfeiture</u>	<u>Grants</u>	<u>Totals</u>
ASSETS			
Cash - unrestricted	\$ 245,871	\$ 166	\$ 246,037
Due from other funds			0
Accounts receivable			0
	<u>\$ 245,871</u>	<u>\$ 166</u>	<u>\$ 246,037</u>
LIABILITIES AND FUND BALANCE			
LIABILITIES	<u>\$</u>	<u>\$</u>	<u>\$</u>
FUND BALANCE			
Unassigned	<u>245,871</u>	<u>166</u>	<u>246,037</u>
	<u>\$ 245,871</u>	<u>\$ 166</u>	<u>\$ 246,037</u>

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT
COMBINING STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES
ALL SPECIAL REVENUE FUNDS
YEAR ENDED DECEMBER 31, 2014

	<u>Asset Forfeiture</u>	<u>Grants</u>	<u>Totals</u>
REVENUES			
Interest income	\$ 125	\$	\$ 125
Intergovernmental revenues			0
Other	<u>71,327</u>	<u> </u>	<u>71,327</u>
	<u>71,452</u>	<u>0</u>	<u>71,452</u>
EXPENDITURES			
Current			
Public safety	<u>118,685</u>	<u> </u>	<u>118,685</u>
	<u>118,685</u>	<u>0</u>	<u>118,685</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	(47,233)	0	(47,233)
OTHER FINANCING USES			
Operating transfers out	<u> </u>	<u> </u>	<u>0</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING USES	(47,233)	0	(47,233)
FUND BALANCES, JANUARY 1	<u>293,104</u>	<u>166</u>	<u>293,270</u>
FUND BALANCES, DECEMBER 31	<u>\$ 245,871</u>	<u>\$ 166</u>	<u>\$ 246,037</u>

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT
COMBINING BALANCE SHEET
ALL CAPITAL PROJECTS FUNDS
DECEMBER 31, 2014

	Capital Reserve	Capital Projects	Totals
ASSETS			
Cash - unrestricted	\$ 306,542	\$ 27,868	\$ 334,410
Due from other funds	5,000		5,000
Cash - restricted			0
	<u>\$ 311,542</u>	<u>\$ 27,868</u>	<u>\$ 339,410</u>
LIABILITIES AND FUND BALANCE			
LIABILITIES			
Accounts payable and accrued expenses	\$ 86	5,367	\$ 5,453
Due to other funds		5,000	5,000
	86	10,367	10,453
FUND BALANCE			
Committed	311,456		311,456
Assigned		17,501	17,501
	<u>\$ 311,542</u>	<u>\$ 27,868</u>	<u>\$ 339,410</u>

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT
COMBINING STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES
ALL CAPITAL PROJECTS FUNDS
YEAR ENDED DECEMBER 31, 2014

	Capital Reserve	Capital Projects	Totals
REVENUES			
Interest income		\$ 2	\$ 2
Other revenue	\$ 80,700		\$ 80,700
Intergovernmental revenue			0
	<u>80,700</u>	<u>2</u>	<u>80,702</u>
EXPENDITURES			
Current			
Public safety		243,593	243,593
	<u>0</u>	<u>243,593</u>	<u>243,593</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES	<u>80,700</u>	<u>2</u>	<u>(162,891)</u>
OTHER FINANCING (USES) SOURCES			
Operating transfers in		245,035	245,035
Operating transfers out	(245,035)		(245,035)
	<u>(245,035)</u>	<u>245,035</u>	<u>0</u>
EXCESS (DEFICIENCY) OF REVENUES OVER (UNDER) EXPENDITURES AND OTHER FINANCING (USES) SOURCES	(164,335)	1,444	(162,891)
FUND BALANCES, JANUARY 1	<u>475,791</u>	<u>16,057</u>	<u>491,848</u>
FUND BALANCES, DECEMBER 31	<u>\$ 311,456</u>	<u>\$ 17,501</u>	<u>\$ 328,957</u>

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT
COMBINED STATEMENTS OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS (PENSION TRUST)
 DECEMBER 31, 2014

	<u>Police</u>	<u>Non-Uniform</u>	<u>Totals</u>
ASSETS			
Investments - unrestricted	<u>\$ 14,367,268</u>	<u>\$ 115,003</u>	<u>\$ 14,482,271</u>
 LIABILITIES	 <u>\$ 0</u>	 <u>\$ 0</u>	 <u>\$ 0</u>
 NET ASSETS			
Reserved for retirement benefits	<u>14,367,268</u>	<u>115,003</u>	<u>14,482,271</u>
	<u>\$ 14,367,268</u>	<u>\$ 115,003</u>	<u>\$ 14,482,271</u>

POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT
COMBINED STATEMENTS OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS (PENSION TRUST)
YEAR ENDED DECEMBER 31, 2014

	Police	Non-Uniform	Totals
ADDITIONS			
Department contribution	\$ 960,245	\$ 7,938	\$ 968,183
Employee Contributions	145,845		145,845
Interest, dividends, and net unrealized gains/(losses), net	<u>717,103</u>	<u>9,684</u>	<u>726,787</u>
	<u>1,823,193</u>	<u>17,622</u>	<u>1,840,815</u>
DEDUCTIONS			
Administrative	61,962		61,962
Return of employee contributions			0
Pension benefits	<u>390,074</u>		<u>390,074</u>
	<u>452,036</u>	<u>0</u>	<u>452,036</u>
CHANGE IN NET ASSETS	1,371,157	17,622	1,388,779
NET ASSETS, JANUARY 1	<u>12,996,111</u>	<u>97,381</u>	<u>13,093,492</u>
NET ASSETS, DECEMBER 31	<u><u>\$ 14,367,268</u></u>	<u><u>\$ 115,003</u></u>	<u><u>\$ 14,482,271</u></u>

DETAILED BUDGET AND ACTUAL



POCONO MOUNTAIN REGIONAL POLICE DEPARTMENT**SCHEDULE OF BUDGET AND ACTUAL**

GENERAL FUND (Budgetary Cash Basis)

YEAR ENDED DECEMBER 31, 2013

	Budget	Actual	Variance Favorable (Unfavorable)
INTERGOVERNMENTAL REVENUE			
Federal funds -			
Grants	\$ 0	\$ 0	\$ 0
State funds -			
Grants	12,000	139,592	127,592
State Aid - Pension			0
Local funds -			0
Pension contribution	622,686	620,638	(2,048)
	<u>634,686</u>	<u>760,230</u>	<u>125,544</u>
INTEREST	<u>200</u>	<u>203</u>	<u>3</u>
CHARGES FOR SERVICES			
Police services -			
Township of Coolbaugh	2,003,865	2,003,865	0
Township of Tobyhanna	1,589,356	1,589,356	0
Borough of Mt. Pocono	638,934	638,934	0
Township of Tunkannock	604,593	604,593	0
Task force	12,918	13,153	235
DUI Checkpoint	12,000	12,697	697
DEA Reimbursements	15,000	21,672	6,672
School resource officer	84,659	228,453	143,794
Police reports	12,000	13,589	1,589
Other local fees			0
Police testing fees			0
	<u>4,973,325</u>	<u>5,126,312</u>	<u>152,987</u>
OTHER			
Sale of property			0
Contributions		8,799	8,799
Insurance proceeds		35,942	35,942
Miscellaneous		3,679	3,679
	<u>0</u>	<u>48,420</u>	<u>48,420</u>
TOTAL REVENUES	<u>\$ 5,608,211</u>	<u>\$ 5,935,165</u>	<u>\$ 326,954</u>
PUBLIC SAFETY			
Police protection	\$ 5,046,916	\$ 5,256,650	\$ (209,734)
Non-Uniformed	307,335	315,147	(7,812)
Operating	257,745	258,773	(1,028)
TOTAL EXPENDITURES	<u>\$ 5,611,996</u>	<u>\$ 5,830,570</u>	<u>\$ (218,574)</u>

