

Salford Township
Finance Committee
Meeting Summary
1/10/2017

1. Attendance: TClemens, CEckhart, JHill, TWilliamson, Klandis, JStyer
2. Meeting Summary: The previous meeting summary was revised based on several comments.
3. 12/31/16 Financial Report: The following items were noted:
 - A. The QNB sewer loan (\$94,000) was paid off.
 - B. The principle payment from the Sewer Capital Fund to the GF was not paid in FY16 was not made due to lack of funds.
 - C. Project completions will be certified and escrows repaid.
 - D. The \$71,941 grant for road repairs/maintenance was noted and both income and expenses were included. Excluding the grant, the total income was \$1,257,471.
 - E. Before the transfers to reserves, and excluding the road grant the total expenses were \$1,020,359.
 - F. Excluding these items, the total net income was \$237,112.
 - G. The Liquid Fuels fund closed with a fund balance of \$122,411 and another grant of approximately \$120,000 is projected for FY17.
 - H. The Sewer Operating Fund closed with a fund balance of \$9,207. Concern was raised regarding the lack of a significant reserve for repairs and replacement.
 - I. The total fund balance was \$1,496,919, including all reserves.
4. Sewer Capital Fund: The total loan from the GF is now \$192,000. The FY16 principle payment (\$34,000) to the GF will be paid in FY17. Future repayments to the GF will be based on the projected cash received from loan repayments by property owners.
5. Suggested FY17 Objectives: The following were recommended to the BOS as objectives for FY17:
 - J. Development of a 3-5 year road repair and maintenance plan with a reserve for large expenditures, if necessary.
 - K. Establishment of a reserve for sewer repair and replacement.
 - L. Monitor Township investment in land. Get breakdown of land assets by auditor.
 - M. Establish heavy equipment replacement schedule
 - N. Develop a long term plan for Township – development, appearance, parks, roads, recreation, based on data provided by the Montco planning.
 - O. Develop a plan for office renovation/replacement with reserve for costs.
 - P. Pursue the prepayment for a cell tower as recommended by our consultant
6. Next Meeting: Feb 14, 2017, 7:30 pm.