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CITY OF ALLENTOWN, PENNSYLVANIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
BUDGETARY BASIS - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2008

	General Fund			
	Original Budget	Final Budget	Actual	Variance - Final Budget
REVENUES:				
TAXES:				
Real estate:				
Current	$ 29,100,000	$ 29,100,000	$ 28,314,825	$ (785,175)
Prior year	1,300,000	1,300,000	1,099,887	(200,113)
Lehigh County Tax Claims	35,000	35,000	7,553	(27,447)
Total Real Estate Taxes	30,435,000	30,435,000	29,422,265	(1,012,735)
Act 511 Taxes:				
Earned Income	7,500,000	7,500,000	7,236,465	(263,535)
Residence Per Capita	265,000	265,000	242,628	(22,372)
Amusement Devices	26,000	26,000	26,236	236
Deed Transfer	2,800,000	2,800,000	1,238,013	(1,561,987)
Local Services Tax	2,850,000	2,850,000	2,212,640	(637,360)
Business Privilege	6,600,000	6,600,000	6,311,326	(288,674)
Total Act 511 Taxes	20,041,000	20,041,000	17,267,308	(2,773,692)
TOTAL TAXES	50,476,000	50,476,000	46,689,573	(3,786,427)
LICENSES AND PERMITS:				
Business Licenses	350,000	350,000	450,112	100,112
Billboard & Sign Permits/Licenses	9,000	9,000	7,802	(1,198)
Building Permits & Licenses	560,000	560,000	577,103	17,103
Liquor Licenses	60,000	60,000	56,750	(3,250)
Plumbing Permits & Licenses	200,000	200,000	160,927	(39,073)
Health Bureau Permits & Licenses	150,000	150,000	148,690	(1,310)
Rental Inspection Program	825,000	825,000	509,641	(315,359)
Electrical Permits & Licenses	225,000	225,000	303,774	78,774
Zoning Permits & Fees	110,000	110,000	72,999	(37,001)
Fire Department Inspection Fees	55,000	55,000	67,508	12,508
CATV Franchise Fees	935,000	935,000	865,896	(69,104)
Other Permits & Licenses	250,000	250,000	238,066	(11,934)
TOTAL LICENSES AND PERMITS	3,729,000	3,729,000	3,459,268	(269,732)

CITY OF ALLENTOWN, PENNSYLVANIA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (continued)

FOR THE YEAR ENDED DECEMBER 31, 2008

	General Fund			
	Original Budget	Final Budget	Actual	Variance - Final Budget
FINES AND FORFEITS:				
District Court	$ 350,000	$ 350,000	$ 326,246	$ (23,754)
Parking Authority Reimbursment	175,000	175,000	86,543	(88,457)
Fines & Restitution	185,000	185,000	179,715	(5,285)
TOTAL FINES AND FORFEITS	710,000	710,000	592,504	(117,496)
INTERGOVERNMENTAL REVENUES:				
Health Grants Acts 315 & 12	800,000	800,000	808,573	8,573
Health Categorical Grants	1,445,500	1,611,516	1,320,555	(290,961)
Police/Fire Training	500,000	500,000	432,221	(67,779)
State Aid for Pension	3,825,000	3,825,000	3,678,130	(146,870)
Police Grants/Reimbursements	850,000	1,058,922	1,282,870	223,948
Other Grants/Miscellaneous	1,300,000	2,727,904	1,341,189	(1,386,715)
TOTAL INTERGOVERNMENTAL REVENUES	8,720,500	10,523,342	8,863,538	(1,659,804)
CHARGES FOR SERVICES:				
Department Earnings:				
Tax/Municipal Certifications	170,000	170,000	100,535	(69,465)
A.S.D. Tax Billing/Reimbursement	63,000	63,000	59,269	(3,731)
Police Extra Duty Jobs	350,000	375,928	479,451	103,523
Health Bureau Services	60,000	60,000	29,234	(30,766)
Street Excavation/Restoration	60,000	60,000	32,173	(27,827)
Printing & Copier Fees	115,000	115,000	106,543	(8,457)
Other Charges for Service	200,000	204,160	222,724	18,564
Vehicle Towing Agreement	145,000	145,000	158,750	13,750
EMS Transit Fees	2,900,000	2,900,000	3,095,653	195,653
Warrants of Survey	15,000	15,000	13,007	(1,993)
Total Departmental Earnings	4,078,000	4,108,088	4,297,339	189,251

CITY OF ALLENTOWN, PENNSYLVANIA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (continued)

FOR THE YEAR ENDED DECEMBER 31, 2008

	General Fund			
	Original Budget	Final Budget	Actual	Variance - Final Budget
Municipal Recreation:				
Swimming Pool Fees	135,000	135,000	146,634	11,634
Recreation Fees	80,000	80,000	70,187	(9,813)
Total Municipal Recreation	215,000	215,000	216,821	1,821
General Fund Service Charges:				
Water Service Charges	1,744,210	1,744,210	1,744,210	-
Sewer Service Charges	1,547,071	1,547,071	1,547,071	-
Other Service Charges	728,719	728,719	701,901	(26,818)
Total General Fund Service Charges	4,020,000	4,020,000	3,993,182	(26,818)
TOTAL CHARGES FOR SERVICE	8,313,000	8,343,088	8,507,342	164,254
INVESTMENT INCOME	812,000	812,000	651,317	(160,683)
OTHER INCOME:				
Rental of City Property	150,000	150,000	83,632	(66,368)
Debt Proceeds	-	-		-
Contributions	150,000	274,310	124,290	(150,020)
Damage to City Property	60,000	60,000	24,955	(35,045)
Lights in the Parkway	150,000	150,000	113,337	(36,663)
Pennsylvania Utility Realty Tax	65,000	65,000	68,555	3,555
Allentown Housing Authority	25,000	25,000	78,246	53,246
Sewage Capacity Sales	1,100,000	1,100,000	1,097,500	(2,500)
City Auction Proceeds	61,500	61,500	18,722	(42,778)
Recreation/Special Events	9,205	11,112	4,627	(6,485)
Miscellaneous	1,200,000	1,236,000	606,056	(629,944)
TOTAL OTHER INCOME	2,970,705	3,132,922	2,219,920	(913,002)
TOTAL REVENUES	$ 75,731,205	$ 77,726,352	$ 70,983,462	$ (6,742,890)

CITY OF ALLENTOWN, PENNSYLVANIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
BUDGETARY BASIS - GENERAL FUND (continued)
FOR THE YEAR ENDED DECEMBER 31, 2008

	General Fund			
	Original Budget	Final Budget	Actual	Variance - Final Budget
EXPENDITURES:				
GENERAL GOVERNMENT:				
Nondepartmental:				
City Council	361,413	375,927	334,667	41,260
Office of the Mayor	310,126	327,298	320,054	7,244
City Controller	262,759	278,200	228,666	49,534
Law	548,606	572,706	565,612	7,094
General and Civic	882,254	906,254	899,974	6,280
Total Nondepartmental	2,365,158	2,460,385	2,348,973	111,412
Department of Finance				
Finance	3,501,645	3,770,239	3,389,673	380,566
Total Department of Finance	3,501,645	3,770,239	3,389,673	380,566
Human Resources	569,520	572,774	525,466	47,308
Total Human Resources	569,520	572,774	525,466	47,308
Management Systems:				
Management Director & Information Svcs	1,749,385	1,868,763	1,663,687	205,076
TOTAL MANAGEMENT SYSTEMS	1,749,385	1,868,763	1,663,687	205,076
TOTAL GENERAL GOVERNMENT	8,185,708	8,672,161	7,927,799	744,362
PUBLIC SAFETY:				
Department of Public Safety:				
Police	27,277,413	29,184,553	28,458,557	725,996
Fire	14,799,187	15,375,655	15,670,664	(295,009)
Communications	731,700	791,369	670,458	120,911
TOTAL PUBLIC SAFETY	42,808,300	45,351,577	44,799,679	551,898

CITY OF ALLENTOWN, PENNSYLVANIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -
BUDGETARY BASIS - GENERAL FUND (continued)
FOR THE YEAR ENDED DECEMBER 31, 2008

	General Fund			
	Original Budget	Final Budget	Actual	Variance - Final Budget
PUBLIC WORKS:				
Department of Public Works:				
Director's office	132,792	177,451	182,649	(5,198)
Building Maintenance	1,965,607	2,041,935	1,824,612	217,323
Fleet Maintenance Operation	2,662,525	3,143,525	2,972,489	171,036
Streets	1,995,211	2,042,737	1,795,045	247,692
Traffic Planning and Control	1,027,413	1,098,763	892,775	205,988
Street Lighting	512,150	566,959	443,115	123,844
TOTAL PUBLIC WORKS	8,295,698	9,071,370	8,110,685	960,685
HEALTH AND SANITATION:				
Department of Community Development:				
Health	3,005,314	3,289,681	3,011,953	277,728
TOTAL HEALTH AND SANITATION	3,005,314	3,289,681	3,011,953	277,728
PARKS AND RECREATION:				
Department of Community Development:				
Park Maintenance	736,249	793,880	657,389	136,491
Recreation	557,568	591,597	572,646	18,951
Swimming Pool Operation	409,619	405,924	381,585	24,339
TOTAL PARKS AND RECREATION	1,703,436	1,791,401	1,611,620	179,781
COMMUNITY DEVELOPMENT:				
Department of Community Development:				
Director's Office	1,477,846	2,314,633	1,937,082	377,551
Planning and Zoning	772,133	1,517,454	1,413,892	103,562
Building Standards & Safety	2,663,382	2,759,914	2,194,997	564,917
TOTAL COMMUNITY DEVELOPMENT AND PLANNING	4,913,361	6,592,001	5,545,971	1,046,030
CAPITAL OUTLAYS	1,249,812	1,283,759	1,228,617	55,142
TOTAL CAPITAL OUTLAYS	1,249,812	1,283,759	1,228,617	55,142
TOTAL EXPENDITURES	70,161,629	76,051,950	72,236,324	3,815,626
Excess (deficiency) of revenues over (under) expenditures	$ 5,569,576	$ 1,674,402	$ (1,252,862)	$ (2,927,264)

CITY OF ALLENTOWN, PENNSYLVANIA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS - GENERAL FUND (continued)

FOR THE YEAR ENDED DECEMBER 31, 2008

	General Fund			
	Original Budget	Final Budget	Actual	Variance - Final Budget
OTHER FINANCING SOURCES (USES):				
Operating Transfers In:				
Homeland Security for Water/Sewer	200,000	200,000	200,000	-
CD Block Grant Reimbursement	475,000	475,000	444,025	(30,975)
Operating Transfers Out:				
Debt Service Fund	(6,636,985)	(6,636,985)	(6,066,799)	570,186
911 Fund	(250,000)	(250,000)	(250,000)	-
TOTAL OTHER FINANCING SOURCES (uses) net	(6,211,985)	(6,211,985)	(5,672,774)	539,211
Net change in fund balances:	$ (642,409)	$ (4,537,583)	$ (6,925,636)	$ (2,388,053)
Add back reserve for encumbrances			840,183	
Net effect of other income, and expenditure accruals			153,062	
Net change in fund balances			(5,932,391)	
FUND BALANCES (DEFICIT), BEGINNING OF YEAR			14,137,580	
FUND BALANCES, END OF YEAR			$ 8,205,189	

See notes to financial statements.

CITY OF ALLENTOWN, PENNSYLVANIA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL -

BUDGETARY BASIS - PENNSYLVANIA MOTOR FUND

FOR THE YEAR ENDED DECEMBER 31, 2008

	Pennsylvania Motor Fund			
	Original Budget	Final Budget	Actual	Variance - Final Budget
REVENUES:				
INTERGOVERNMENTAL REVENUES:				
PA Liquid Fuels Tax	$ 2,062,000	$ 2,062,000	$ 2,063,770	$ 1,770
State Aid for Pension	9,100	9,100	14,264	5,164
TOTAL INTERGOVERNMENTAL REVENUES	2,071,100	2,071,100	2,078,034	6,934
INVESTMENT INCOME	20,000	20,000	21,777	1,777
OTHER INCOME:				
Miscellaneous	5,000	5,000	59,221	54,221
TOTAL OTHER INCOME	5,000	5,000	59,221	54,221
TOTAL REVENUES	$ 2,096,100	$ 2,096,100	$ 2,159,032	$ 62,932
EXPENDITURES:				
PUBLIC WORKS				
Department of Public Works:				
Streets	2,495,294	2,495,294	2,010,507	484,787
TOTAL PUBLIC WORKS	2,495,294	2,495,294	2,010,507	484,787
TOTAL EXPENDITURES	2,495,294	2,495,294	2,010,507	484,787
Excess (deficiency) of revenues over (under) expenditures	$ (399,194)	$ (399,194)	$ 148,525	$ 547,719

CITY OF ALLENTOWN, PENNSYLVANIA

REQUIRED SUPPLEMENTARY INFORMATION

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES - BUDGET AND ACTUAL - BUDGETARY BASIS - PENNSYLVANIA MOTOR FUND

FOR THE YEAR ENDED DECEMBER 31, 2008

	Pennsylvania Motor Fund			
	Original Budget	Final Budget	Actual	Variance - Final Budget
Net change in fund balances:	$ (399,194)	$ (399,194)	148,525	$ 547,719
Add back reserve for encumbrances			-	
Net effect of other income, and expenditure accruals			29,730	
Net change in fund balances			178,255	
FUND BALANCES, BEGINNING OF YEAR			804,927	
FUND BALANCES, END OF YEAR			$ 983,182	

Statement consists of both facing pages

BUDGETS AND BUDGETARY ACCOUNTING

Annual budgets as required by the City Charter are adopted by City Council on a cash basis and include appropriations to cover prior and anticipated current encumbrances. Appropriations not reserved for encumbrances lapse at the year-end. Budgets are legally adopted for the General Fund, Pennsylvania Motor Fund, Debt Service Fund and Capital Projects Fund.

The City Administration on or before November 1 presents the proposed budgets to City Council. A series of public hearings and discussions occur related to the budgets and on or before December 15, City Council approves the budgets. At the time of the budget adoptions, City Council adopts various ordinances related to tax rates and other rates and fees.

The City Charter requires the City's legal level of budgetary control to be at the fund level. As a management control, the Finance Director has the power to authorize the transfer of any unexpended balance between accounts within a fund.

For the year ended December 31, 2008, for all legally budgeted funds, budgetary expenditures did not exceed appropriations.

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CITY OF ALLENTOWN, PENNSYLVANIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS
FOR THE YEAR ENDED DECEMBER 31, 2008

Pennsylvania Municipal Retirement System Plan:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL As a Percentage of Covered Payroll ((b-a)/c)
January 1, 2000	57,645,876	56,805,996	(839,880)	101.48 %	16,168,829	(5.19) %
January 1, 2001	67,360,712	59,043,584	(8,317,128)	114.09 %	18,749,436	(44.36) %
January 1, 2002	73,084,104	64,146,120	(8,937,984)	113.93 %	19,239,748	(46.46) %
January 1, 2003	79,340,400	69,586,042	(9,754,358)	114.02 %	21,112,606	(46.20) %
January 1, 2005	90,697,840	86,407,368	(4,290,467)	104.97 %	23,686,928	(18.11) %
January 1, 2007	101,184,335	87,426,679	(13,757,656)	115.74 %	24,003,648	(57.31) %

City Plans:

Officers and Employees Plan:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL As a Percentage of Covered Payroll ((b-a)/c)
January 1, 2000	39,890,607	32,173,842	(7,716,765)	123.98 %	927,282	(832.19) %
January 1, 2001	37,574,288	33,554,083	(4,020,205)	111.98 %	595,344	(675.27) %
January 1, 2002	36,402,916	31,835,405	(4,567,511)	114.35 %	472,548	(966.57) %
January 1, 2003	31,333,904	30,797,310	(536,594)	101.74 %	470,781	(113.98) %
January 1, 2005	25,215,689	28,033,347	2,817,658	89.95 %	431,051	653.67 %
January 1, 2007	21,982,132	25,711,360	3,729,228	85.50 %	327,197	1,139.75 %

CITY OF ALLENTOWN, PENNSYLVANIA
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS
FOR THE YEAR ENDED DECEMBER 31, 2008

Policemen's Pension Fund Plan:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	OALL/(UAAL) As a Percentage of Covered Payroll ((b-a)/c)
January 1, 2000	61,818,971	59,902,388	(1,916,583)	103.19 %	9,696,816	(19.76) %
January 1, 2001	63,396,650	63,468,506	71,856	99.88 %	9,952,257	0.72 %
January 1, 2002	65,730,802	66,294,526	563,724	99.15 %	9,899,590	5.69 %
January 1, 2003	61,509,524	73,777,267	12,267,743	83.37 %	11,245,540	109.09 %
January 1, 2005	62,621,976	110,991,994	48,370,018	56.42 %	9,429,081	512.99 %
January 1, 2007	64,733,840	114,801,290	50,067,450	56.39 %	10,126,336	494.43 %

Firemen's Pension Fund Plan:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	OALL/(UAAL) As a Percentage of Covered Payroll ((b-a)/c)
January 1, 2000	47,350,722	40,324,911	(7,025,811)	117.42 %	6,436,701	(109.15) %
January 1, 2001	47,590,139	43,478,153	(4,111,986)	109.46 %	6,460,681	(63.64) %
January 1, 2002	48,132,346	45,736,813	(2,395,533)	105.24 %	6,416,622	(37.33) %
January 1, 2003	44,135,042	47,822,940	3,687,898	92.29 %	7,227,193	51.03 %
January 1, 2005	42,012,732	61,631,376	19,618,644	68.17 %	7,310,105	268.38 %
January 1, 2007	43,525,113	64,764,292	21,239,179	67.21 %	7,350,267	288.96 %

Other Post-Employment Benefit Plan:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL)- Entry Age (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	OALL/(UAAL) As a Percentage of Covered Payroll ((b-a)/c)
January 1, 2008	-	53,394,629	53,394,629	0 %	47,322,646	112.83 %

CITY OF ALLENTOWN, PENNSYLVANIA

REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF EMPLOYER'S CONTRIBUTIONS
FOR THE SIX YEARS ENDED DECEMBER 31, 2008

	City of Allentown Plans									
	Officers and Employees		Policemen		Firemen		Pennsylvania Municipal Retirement System		Other Post-Employment Benefits	
Year Ended	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contributed	Annual Required Contribution	Percentage Contribution	Annual Required Contribution	Percentage Contribution
December 31, 2003	-	N/A	1,244,249	100 %	419,298	100 %	1,271,102	100 %		
December 31, 2004	-	N/A	2,576,421	100 %	933,502	100 %	345,520	100 %		
December 31, 2005	-	N/A	2,812,373	100 %	1,018,632	100 %	358,968	100 %		
December 31, 2006	-	N/A	3,010,528	100 %	1,241,367	100 %	446,843	100 %		
December 31, 2007	528,875	100%	5,841,327	100 %	3,049,326	100 %	1,263,532	100 %		
December 31, 2008	355,279	100%	6,022,935	100 %	3,106,329	100 %	1,374,389	100 %	3,856,279	47 %

CITY OF ALLENTOWN, PENNSYLVANIA

REQUIRED SUPPLEMENTARY INFORMATION
POLICEMEN, FIREMEN AND OFFICERS AND EMPLOYEES PENSION FUNDS
AND OTHER POST -EMPLOYMENT BENEFITS
FOR THE YEAR ENDED DECEMBER 31, 2008

	Policemen Pension Fund	Firemen Pension Fund	Officers and Employees Pension Fund	Other Post-Employment Benefits
Valuation date	January 1, 2007	January 1, 2007	January 1, 2007	January 1, 2009
Actuarial cost method	Entry Age Normal	Entry Age Norma	Entry Age Normal	Entry Age Normal
Amortization method	Level dollar	Level dollar	Level dollar	Level % of pay
Amortization period	15.63 years	16.89 years	13.54 years	29 years
Asset value method	Fair Market Value	Fair Market Value	Fair Market Value	N/A
Actuarial assumptions:				
Investment rate of return	8.00%	8.00%	8.00%	4.00%
Projected salary increases	5.00%	3.4% -5%	5.00%	3.5% per year due to inflation, plus 1.5% due to merit