

**2013 MUNICIPAL ANNUAL AUDIT
AND
FINANCIAL REPORT**

022103 MONROEVILLE BORO, ALLEGHENY COUNTY



BALANCE SHEET

DCED-CLGS-30 (09-09)

MONROEVILLE BORO, ALLEGHENY County

BALANCE SHEET

December 31, 2013

		Governmental Funds				Proprietary Funds		Fid. Fund	Account Groups		Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long Term Debt	Memorandum Only
Assets and Other Debits											
100-120	Cash and Investments	3,966,961	285,282	2,516,160				43,893,640			50,662,043
140-144	Tax Receivable	2,283,166									2,283,166
121-129, 145-149	Accounts Receivable (excluding taxes)	1,467,075									1,467,075
130.00	Due From Other Funds	839,788		532,250							1,372,038
131-139, 150-159	Other Current Assets						169,199				169,199
160-169	Fixed Assets							69,180,727			69,180,727
180-189	Other Debits								27,282,509		27,282,509
Total Assets and Other Debits		8,556,990	285,282	3,048,410				44,062,839	69,180,727	27,282,509	152,416,757

Liabilities and Other Credits											
210-229	Payroll Taxes and Other Payroll Withholdings										
200-209, 231-239	All Other Current Liabilities	1,202,454		575,630				825,221			2,603,305
230.00	Due To Other Funds	904,524		467,514							1,372,038

MONROEVILLE BORO, ALLEGHENY County

BALANCE SHEET

December 31, 2013

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		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	General Fixed Assets	General Long Term Debt	Memorandum Only
Liabilities and Other Credits											
260-269	Long-Term-Liabilities									27,282,509	27,282,509
240-259	Current Portion of Long-Term Debt and Other Credits	2,509,759									2,509,759
Total Liabilities and Other Credits		4,616,737		1,043,144				825,221		27,282,509	33,767,611
Fund and Account Group Equity											
281-284	Contributed Capital										
290.00	Investment in General Fixed Assets								69,180,727		69,180,727
270-289	Fund Balance / Retained Earnings on 12/31	3,940,253	285,282	2,005,266				43,237,618			49,468,419
291-299	Other Equity										
Total Fund and Account Group Equity		3,940,253	285,282	2,005,266				43,237,618	69,180,727		118,649,146
TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY											152,416,757

MONROEVILLE BORO, ALLEGHENY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2013

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

REVENUES

Taxes								
301.00	Real Estate Taxes	5,528,206						5,528,206
305.00	Occupation Taxes (levied under municipal code)							
308.00	Residence Taxes (levied by cities of the 3rd Class)							
309.00	Regional Asset District Sales Tax (Allegheny County municipalities only)	675,999						675,999
310.00	Per Capita Taxes							
310.10	Real Estate Transfer Taxes	781,715						781,715
310.20	Earned Income Taxes / Wage Taxes	6,981,658						6,981,658
310.30	Business Gross Receipts Taxes	5,791,646						5,791,646
310.40	Occupation Taxes (levied under Act 511)							
310.50	Local Services Tax **	1,102,136						1,102,136
310.60	Amusement / Admission Taxes							
310.70	Mechanical Device Taxes	58,600						58,600
310.90	Other Local Tax Enabling Act / Act 511 / Taxes							
	Other: _____							
Total Taxes		20,919,960						20,919,960

Licenses and Permits								
320-322	All Other Licenses and Permits	269,113						269,113
321.80	Cable Television Franchise Fees	654,013						654,013
Total Licenses and Permits		923,126						923,126

Fines and Forfeits								
330-332	Fines and Forfeits	105,145						105,145
Total Fines and Forfeits		105,145						105,145

MONROEVILLE BORO, ALLEGHENY County
STATEMENT OF REVENUES AND EXPENDITURES
December 31, 2013

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

REVENUES

Interest, Rents and Royalties								
341.00	Interest Earnings	3,886	78	910			7,119,085	7,123,959
342.00	Rents and Royalties	73,615						73,615
Total Interest, Rents and Royalties		77,501	78	910			7,119,085	7,197,574

Federal								
351.03	Highways and Streets							
351.09	Community Development							
351.00	All Other Federal Capital and Operating Grants							
352.01	National Forest							
352.00	All Other Federal Shared Revenue and Entitlements		11,171					11,171
353.00	Federal Payments in Lieu of Taxes							
Total Federal			11,171					11,171

State								
354.03	Highways and Streets							
354.09	Community Development							
354.15	Recycling / Act 101	18,097						18,097
354.00	All Other State Capital and Operating Grants							
355.01	Public Utility Realty Tax (PURTA)	24,361						24,361
355.02-355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		575,552					575,552
355.04	Alcoholic Beverage Licenses	18,250						18,250
355.05	General Municipal Pension System State Aid	225,069					503,024	728,093
355.07	Foreign Fire Insurance Tax Distribution	210,902						210,902
355.08	Local Share Assessment/Gaming Proceeds	22,933						22,933

MONROEVILLE BORO, ALLEGHENY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2013

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

REVENUES

State								
355.09	Marcellus Shale Impact Fee Distribution	1,271						1,271
355.00	All Other State Shared Revenues and Entitlements	319,039						319,039
356.00	State Payments in Lieu of Taxes							
Total State		839,922	575,552				503,024	1,918,498

Local Government Units								
357.03	Highways and Streets							
357.00	All Other Local Governmental Units Capital and Operating Grants							
358.00	Local Government Unit Shared Payments for Contracted Intergovernmental Services							
359.00	Local Governmental Units and Authorities Payments in Lieu of Taxes	100,000						100,000
Total Local Government Units		100,000						100,000

Charges for Service								
361.00	General Government	64,240						64,240
362.00	Public Safety	98,957						98,957
363.20	Parking							
363.00	All Other Charges for Highway & Streets Services	82,340						82,340
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)							
364.30	Solid Waste Collection and Disposal Charge (trash)	19,859						19,859
364.60	Host Municipality Benefit Fee for Solid Waste Facility	379,927						379,927
364.00	All Other Charges for Sanitation Services							
365.00	Health							
366.00	Human Services							
367.00	Culture and Recreation	277,523						277,523

MONROEVILLE BORO, ALLEGHENY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2013

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

REVENUES

Charges for Service								
368.00	Airports							
369.00	Bars							
370.00	Cemeteries							
372.00	Electric System							
373.00	Gas System							
374.00	Housing System							
375.00	Markets							
377.00	Transit Systems							
378.00	Water System							
379.00	All Other Charges for Service							
Total Charges for Service		922,846						922,846

Unclassified Operating Revenues								
383.00	Special Assessments							
386.00	Escheats (sale of personal property)							
387.00	Contributions and Donations from Private Sectors	37,681						37,681
388.00	Fiduciary Fund Pension Contributions					2,088,826		2,088,826
389.00	All Other Unclassified Operating Revenues	23,631						23,631
Total Unclassified Operating Revenues		61,312				2,088,826		2,150,138

Other Financing Sources								
391.00	Proceeds of General Fixed Asset Disposition	18,500	7,929					26,429
392.00	Interfund Operating Transfers							
393.00	Proceeds of General Long-Term Debt							
394.00	Proceeds of Short Term-Debt							

MONROEVILLE BORO, ALLEGHENY County
STATEMENT OF REVENUES AND EXPENDITURES
December 31, 2013

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

REVENUES

Other Financing Sources							
395.00	Refunds of Prior Year Expenditures						
Total Other Financing Sources		18,500	7,929				26,429
TOTAL REVENUES		23,968,312	594,730	910		9,710,935	34,274,887

EXPENDITURES

General Government							
400.00	Legislative (Governing) Body	120,623					120,623
401.00	Executive (Manager or Mayor)	387,404					387,404
402.00	Auditing Services / Financial Administration	424,205					424,205
403.00	Tax Collection	443,856					443,856
404.00	Solicitor / Legal Services	319,741					319,741
405.00	Secretary / Clerk						
406.00	Other General Government Administration		26,256				26,256
407.00	IT-Networking Services-Data Processing	284,750	18,080				302,830
408.00	Engineering Services	188,220					188,220
409.00	General Government Buildings and Plant	490,601					490,601
Total General Government		2,659,400	44,336				2,703,736

Public Safety							
410.00	Police	9,851,329	156,443				10,007,772
411.00	Fire	701,758					701,758
412.00	Ambulance / Rescue	75,979					75,979
413.00	UCC and Code Enforcement	191,141					191,141
414.00	Planning and Zoning						
415.00	Emergency Management and Communications						

MONROEVILLE BORO, ALLEGHENY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2013

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

EXPENDITURES

Public Safety								
416.00	Militia and Armories							
417.00	Examination of Licensed Occupations							
418.00	Public Scales (weights and measures)							
419.00	Other Public Safety	114,951						114,951
Total Public Safety		10,935,158		156,443				11,091,601

Health and Human Services								
420.00-425.00	Health and Human Services							
Total Health and Human Services								

Public Works - Sanitation								
426.00	Recycling Collection and Disposal	205,417						205,417
427.00	Solid Waste Collection and Disposal (garbage)	1,024,014		65,818				1,089,832
428.00	Weed Control							
429.00	Wastewater / Sewage Treatment and Collection							
Total Public Works - Sanitation		1,229,431		65,818				1,295,249

Public Works - Highways and Streets								
430.00	General Services - Administration	849,934						849,934
431.00	Cleaning of Streets and Gutters							
432.00	Winter Maintenance – Snow Removal	231,393	189,720	49,812				470,925
433.00	Traffic Control Devices	552,136	53,287					605,423
434.00	Street Lighting	6,651	256,994					263,645
435.00	Sidewalks and Crosswalks							
436.00	Storm Sewers and Drains	111,129		23,885				135,014

MONROEVILLE BORO, ALLEGHENY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2013

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

EXPENDITURES

Public Works - Highways and Streets							
437.00	Repairs of Tools and Machinery	604,590					604,590
438.00	Maintenance and Repairs of Roads and Bridges		1,738,303				1,738,303
439.00	Highway Construction and Rebuilding Projects						
Total Public Works - Highways and Streets		2,355,833	500,001	1,812,000			4,667,834

Other Public Works Enterprises							
440.00	Airports						
441.00	Cemeteries						
442.00	Electric System						
443.00	Gas System						
444.00	Markets						
445.00	Parking						
446.00	Storm Water and Flood Control						
447.00	Transit System						
448.00	Water System						
449.00	Water Transport and Terminals						
Total Other Public Works Enterprises							

Culture and Recreation							
451.00	Culture-Recreation Administration	158,222					158,222
452.00	Participant Recreation	68,930					68,930
453.00	Spectator Recreation						
454.00	Parks	1,446,271					1,446,271
455.00	Shade Trees						
456.00	Libraries	1,267,858	147,870				1,415,728

MONROEVILLE BORO, ALLEGHENY County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2013

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

EXPENDITURES

Culture and Recreation							
457.00	Civil and Military Celebrations						
458.00	Senior Citizens' Centers	387,228					387,228
459.00	All Other Culture and Recreation	197,717					197,717
Total Culture and Recreation		3,526,226		147,870			3,674,096

Community Development							
461.00	Conservation of Natural Resources						
462.00	Community Development and Housing						
463.00	Economic Development						
464.00	Economic Opportunity						
465-469	All Other Community Development	350,041					350,041
Total Community Development		350,041					350,041

Debt Service							
471.00	Debt Principal (short-term and long-term)	2,290,000					2,290,000
472.00	Debt Interest (short-term and long-term)	881,995					881,995
475.00	Fiscal Agent Fees	2,060					2,060
Total Debt Service		3,174,055					3,174,055

Employer Paid Benefits and Withholding Items							
481.00	Employer Paid Withholding Taxes and Unemployment Compensation						
482.00	Judgments and Losses						
483.00	Pension / Retirement Fund Contributions	235,308					235,308
484.00	Worker Compensation Insurance						

MONROEVILLE BORO, ALLEGHENY County
STATEMENT OF REVENUES AND EXPENDITURES
 December 31, 2013

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

EXPENDITURES

Employer Paid Benefits and Withholding Items							
487.00	Other Group Insurance Benefits						
Total Employer Paid Benefits and Withholding Items		235,308					235,308
Insurance							
486.00	Insurance, Casualty, and Surety	955,570					955,570
Total Insurance		955,570					955,570
Unclassified Operating Expenditures							
488.00	Fiduciary Fund Benefits and Refunds Paid					3,026,778	3,026,778
489.00	All Other Unclassified Expenditures					211,157	211,157
Total Unclassified Operating Expenditures						3,237,935	3,237,935
Other Financing Uses							
491.00	Refund of Prior Year Revenues						
492.00	Interfund Operating Transfers						
493.00	All Other Financing Uses						
Total Other Financing Uses							
TOTAL EXPENDITURES		25,421,022	500,001	2,226,467		3,237,935	31,385,425
EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES		-1,452,710	94,729	-2,225,557		6,473,000	2,889,462

MONROEVILLE BORO

December 31, 2013

DEBT STATEMENT

OUTSTANDING BONDS AND NOTES

Listed below are all currently outstanding bond and note issues according to our files, excluding bond issues redeemed or refunded and defeased. Please show the principal payments and make any other necessary corrections and additions.

Purpose	Bond (B) Capital Lease (C) Lease Rental (L) Note (N)	Issue Year (yyyy)	Maturity Year (yyyy)	Original Amount of Issue	Outstanding Beginning of Year (1)	Principal Incurred This Year	Principal Paid This Year	Current Year Accretion on Compound Interest Bonds	Outstanding at Year End (1)	Plus (less) Unamortized Premium (Discount)	Total Balance
General Obligation Bonds and Notes											
Series of 2012B	Bond	2012	2021	3,445,000	3,445,000	0	0		3,445,000		3,445,000
Series of 2012A	Bond	2012	2022	5,000,000	4,820,000		85,000		4,735,000		4,735,000
Series of 2010	Bond	2010	2019	11,260,000	6,485,000		75,000		6,410,000		6,410,000
Series of 2010A	Bond	2010	2016	7,210,000	7,115,000		1,730,000		5,385,000		5,385,000
Series of 2011	Bond	2011	2026	7,450,000	6,865,000		400,000		6,465,000		6,465,000
Revenue Bonds and Notes											
Lease Rental Debt											
Other											

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding	26,440,000
Capitalized lease obligations	0
Net debt	26,440,000

MONROEVILLE BORO, ALLEGHENY County
STATEMENT OF CAPITAL EXPENDITURES
December 31, 2013

Category	Capital Purchases	Capital Construction	Total
Community Development			
Electric			
Fire			
Gas System			
General Government	44,336		44,336
Health			
Housing			
Libraries			
Mass Transit			
Parks			
Police	156,443		156,443
Recreation		147,870	147,870
Sewer			
Solid Waste	65,818		65,818
Streets / Highways	180,802	1,389,382	1,570,184
Water			
Other: _____			
TOTAL CAPITAL EXPENDITURES	447,399	1,537,252	1,984,651

EMPLOYEE COMPENSATION

Total salaries, wages, commissions, etc. paid this year (including all employees and elected officials)

11,742,563

HOSACK, SPECHT, MUETZEL & WOOD LLP
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Independent Auditor's Report

Members of Council
Municipality of Monroeville
Monroeville, Pennsylvania

Dear Members:

Report on the Financial Statements

We have audited the accompanying Balance Sheet, Statement of Revenues and Expenditures, Debt Statement, Statement of Capital Expenditures, and Other Information (the Schedules) included in the Annual Audit and Financial Report of the Municipality of Monroeville, Allegheny County, Pennsylvania, as of and for the year ended December 31, 2013 as described in the instructions provided by the Pennsylvania Department of Community and Economic Development (DCED).

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these schedules in accordance with financial reporting provisions prescribed or permitted by the DCED to demonstrate compliance with the DCED's regulatory basis of accounting and budget laws relating to the preparation of the Schedules. Management is also responsible for the design implementation, and maintenance of internal control relevant to the preparation and fair presentation of the Schedules that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on these Schedules based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the Schedules are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts in the Schedules. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the Schedules, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair representation of the Schedules 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 Schedules.

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

Basis for Adverse Opinion on U. S. Generally Accepted Accounting Principles

The Schedules are prepared by the Municipality of Monroeville on the basis of the financial reporting provisions prescribed or permitted by the DCED in the instructions to the Annual Audit and Financial Report to demonstrate compliance with the DCED's regulatory basis of accounting and budget laws, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the DCED. These requirements permit the Schedules to be prepared on the modified accrual basis of accounting without the presentation of the management's discussion and analysis, the government-wide financial statements, budget and actual information and financial statement disclosures.

The effects on the Schedules of the variances between the regulatory basis of accounting described above and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U. S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U. S. Generally Accepted Accounting Principles paragraph, the Schedules referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of each fund of the Municipality of Monroeville as of December 31, 2013, or changes in financial position or cash flows thereof for the year then ended.

Opinion on Regulatory Basis of Accounting

In our opinion, the Schedules referred to above present fairly, in all material respects, the assets, liabilities and fund equity of the Municipality of Monroeville as of December 31, 2013, and its revenues, expenditures and other financing sources and uses for the year then ended, in accordance with the financial reporting provisions prescribed or permitted by the DCED described above.

Report on Other Legal and Regulatory Requirements

This report is intended solely for the information and use of the governing body and management of the Municipality of Monroeville and for filing with the various local and state departments or offices and is not intended to be and should not be used by anyone other than these specified parties.

Respectfully submitted,

Hosack Specht, Muetzel & Wood LLP

HOSACK, SPECHT, MUETZEL & WOOD LLP
Pittsburgh, Pennsylvania
March 29, 2014