

**2015 MUNICIPAL ANNUAL AUDIT  
AND  
FINANCIAL REPORT**

**022103 MONROEVILLE BORO, ALLEGHENY COUNTY**



## MONROEVILLE BORO, ALLEGHENY County

**BALANCE SHEET**

December 31, 2015

		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
<b>Liabilities and Other Credits</b>											
260-269	Long-Term-Liabilities									24,415,929	24,415,929
240-259	Current Portion of Long-Term Debt and Other Credits	1,925,699									1,925,699
<b>Total Liabilities and Other Credits</b>		3,611,329	677,678	1,730,176				1,356,991		24,415,929	31,792,103
<b>Fund and Account Group Equity</b>											
281-284	Contributed Capital										
290.00	Investment in General Fixed Assets								35,163,595		35,163,595
270-289	Fund Balance / Retained Earnings on 12/31	7,974,389	231,455	2,448,109				42,972,381			53,626,334
291-299	Other Equity										
<b>Total Fund and Account Group Equity</b>		7,974,389	231,455	2,448,109				42,972,381	35,163,595		88,789,929
<b>TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY</b>											120,582,032

**MONROEVILLE BORO, ALLEGHENY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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	9,024,803						9,024,803
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)	717,596						717,596
310.00	Per Capita Taxes							
310.10	Real Estate Transfer Taxes	1,094,740						1,094,740
310.20	Earned Income Taxes / Wage Taxes	7,336,889						7,336,889
310.30	Business Gross Receipts Taxes	7,340,652						7,340,652
310.40	Occupation Taxes (levied under Act 511)							
310.50	Local Services Tax **	1,158,922						1,158,922
310.60	Amusement / Admission Taxes							
310.70	Mechanical Device Taxes							
310.90	Other Local Tax Enabling Act / Act 511 / Taxes							
	Other: _____							
<b>Total Taxes</b>		26,673,602						26,673,602

Licenses and Permits								
320-322	All Other Licenses and Permits	317,599						317,599
321.80	Cable Television Franchise Fees	664,455						664,455
<b>Total Licenses and Permits</b>		982,054						982,054

Fines and Forfeits								
330-332	Fines and Forfeits	112,239						112,239
<b>Total Fines and Forfeits</b>		112,239						112,239

**MONROEVILLE BORO, ALLEGHENY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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**

<b>Interest, Rents and Royalties</b>									
341.00	Interest Earnings	244	216	1,672				1,590,105	1,592,237
342.00	Rents and Royalties	44,624							44,624
<b>Total Interest, Rents and Royalties</b>		44,868	216	1,672				1,590,105	1,636,861

<b>Federal</b>									
351.03	Highways and Streets								
351.09	Community Development								
351.00	All Other Federal Capital and Operating Grants	721,918							721,918
352.01	National Forest								
352.00	All Other Federal Shared Revenue and Entitlements		16,251						16,251
353.00	Federal Payments in Lieu of Taxes								
<b>Total Federal</b>		721,918	16,251						738,169

<b>State</b>									
354.03	Highways and Streets								
354.09	Community Development								
354.15	Recycling / Act 101	39,364							39,364
354.00	All Other State Capital and Operating Grants								
355.01	Public Utility Realty Tax (PURTA)	28,569							28,569
355.02- 355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		683,191						683,191
355.04	Alcoholic Beverage Licenses	16,550							16,550
355.05	General Municipal Pension System State Aid	729,191							729,191
355.07	Foreign Fire Insurance Tax Distribution	198,346							198,346
355.08	Local Share Assessment/Gaming Proceeds								
355.09	Marcellus Shale Impact Fee Distribution	3,283							3,283

**MONROEVILLE BORO, ALLEGHENY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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								
356.00	State Payments in Lieu of Taxes							
355.00	All Other State Shared Revenues and Entitlements	378,496						378,496
<b>Total State</b>		1,393,799	683,191					2,076,990

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
<b>Total Local Government Units</b>		100,000						100,000

Charges for Service								
361.00	General Government	116,779						116,779
362.00	Public Safety	111,201						111,201
363.20	Parking							
363.00	All Other Charges for Highway & Street Services	111,516						111,516
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)							
364.30	Solid Waste Collection and Disposal Charge (trash)	4,768						4,768
364.60	Host Municipality Benefit Fee for Solid Waste Facility	410,735						410,735
364.00	All Other Charges for Sanitation Services							
365.00	Health							
366.00	Human Services							
367.00	Culture and Recreation	338,529						338,529
368.00	Airports							

**MONROEVILLE BORO, ALLEGHENY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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								
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							
<b>Total Charges for Service</b>		1,093,528						1,093,528

Unclassified Operating Revenues								
383.00	Special Assessments							
386.00	Escheats (sale of personal property)							
387.00	Contributions and Donations from Private Sectors	19,247						19,247
388.00	Fiduciary Fund Pension Contributions					3,681,005		3,681,005
389.00	All Other Unclassified Operating Revenues							
<b>Total Unclassified Operating Revenues</b>		19,247				3,681,005		3,700,252

Other Financing Sources								
391.00	Proceeds of General Fixed Asset Disposition							
392.00	Interfund Operating Transfers		1,301,870					1,301,870
393.00	Proceeds of General Long-Term Debt		533,533	9,947,671				10,481,204
394.00	Proceeds of Short Term-Debt							

**MONROEVILLE BORO, ALLEGHENY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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							
<b>Total Other Financing Sources</b>			1,835,403	9,947,671				11,783,074

<b>TOTAL REVENUES</b>	31,141,255	699,658	1,837,075	9,947,671			5,271,110	48,896,769
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**EXPENDITURES**

General Government								
400.00	Legislative (Governing) Body	98,866						98,866
401.00	Executive (Manager or Mayor)	382,171						382,171
402.00	Auditing Services / Financial Administration	994,429						994,429
403.00	Tax Collection	529,618						529,618
404.00	Solicitor / Legal Services	301,154						301,154
405.00	Secretary / Clerk							
406.00	Other General Government Administration			166,267				166,267
407.00	IT-Networking Services-Data Processing	338,252						338,252
408.00	Engineering Services	145,538						145,538
409.00	General Government Buildings and Plant	590,177						590,177
<b>Total General Government</b>		3,380,205		166,267				3,546,472

Public Safety								
410.00	Police	9,820,504		144,253				9,964,757
411.00	Fire	1,464,885		580,236				2,045,121
412.00	Ambulance / Rescue	62,860						62,860
413.00	UCC and Code Enforcement	222,113						222,113

**MONROEVILLE BORO, ALLEGHENY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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**

<b>Public Safety</b>								
414.00	Planning and Zoning							
415.00	Emergency Management and Communications							
416.00	Militia and Armories							
417.00	Examination of Licensed Occupations							
418.00	Public Scales (weights and measures)							
419.00	Other Public Safety	114,049						114,049
<b>Total Public Safety</b>		11,684,411		724,489				12,408,900

<b>Health and Human Services</b>								
420.00-425.00	Health and Human Services							
<b>Total Health and Human Services</b>								

<b>Public Works - Sanitation</b>								
426.00	Recycling Collection and Disposal	203,273						203,273
427.00	Solid Waste Collection and Disposal (garbage)	981,879		300,784				1,282,663
428.00	Weed Control							
429.00	Wastewater / Sewage Treatment and Collection			47,932				47,932
<b>Total Public Works - Sanitation</b>		1,185,152		348,716				1,533,868

<b>Public Works - Highways and Streets</b>								
430.00	General Services - Administration	881,117						881,117
431.00	Cleaning of Streets and Gutters							
432.00	Winter Maintenance -- Snow Removal	101,131	613,609	276				715,016
433.00	Traffic Control Devices	550,763		184,325				735,088
434.00	Street Lighting	181,789	64,068					245,857

**MONROEVILLE BORO, ALLEGHENY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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**

<b>Public Works - Highways and Streets</b>							
435.00	Sidewalks and Crosswalks						
436.00	Storm Sewers and Drains	118,489					118,489
437.00	Repairs of Tools and Machinery	659,796					659,796
438.00	Maintenance and Repairs of Roads and Bridges						
439.00	Highway Construction and Rebuilding Projects			1,392,575			1,392,575
<b>Total Public Works - Highways and Streets</b>		<b>2,493,085</b>	<b>677,677</b>	<b>1,577,176</b>			<b>4,747,938</b>

<b>Other Public Works Enterprises</b>							
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						
<b>Total Other Public Works Enterprises</b>							

<b>Culture and Recreation</b>							
451.00	Culture-Recreation Administration	185,019					185,019
452.00	Participant Recreation	72,694					72,694
453.00	Spectator Recreation						
454.00	Parks	1,530,396		61,009			1,591,405

**MONROEVILLE BORO, ALLEGHENY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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							
455.00	Shade Trees						
456.00	Libraries	1,386,055					1,386,055
457.00	Civil and Military Celebrations						
458.00	Senior Citizens' Centers	420,804					420,804
459.00	All Other Culture and Recreation	211,365					211,365
<b>Total Culture and Recreation</b>		3,806,333		61,009			3,867,342

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	274,320					274,320
<b>Total Community Development</b>		274,320					274,320

Debt Service							
471.00	Debt Principal (short-term and long-term)	2,485,000		190,899	9,335,000		12,010,899
472.00	Debt Interest (short-term and long-term)	698,934		13,428			712,362
475.00	Fiscal Agent Fees						
<b>Total Debt Service</b>		3,183,934		204,327	9,335,000		12,723,261

Employer Paid Benefits and Withholding Items							
481.00	Employer Paid Withholding Taxes and Unemployment Compensation						
482.00	Judgments and Losses					1,887,314	1,887,314
483.00	Pension / Retirement Fund Contributions						

**MONROEVILLE BORO, ALLEGHENY County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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**

484.00	Worker Compensation Insurance							
487.00	Other Group Insurance Benefits	1,000,000						1,000,000
<b>Total Employer Paid Benefits and Withholding Items</b>		1,000,000					1,887,314	2,887,314

**Insurance**

486.00	Insurance, Casualty, and Surety	1,112,060						1,112,060
<b>Total Insurance</b>		1,112,060						1,112,060

**Unclassified Operating Expenditures**

488.00	Fiduciary Fund Benefits and Refunds Paid						3,917,465	3,917,465
489.00	All Other Unclassified Expenditures						259,587	259,587
<b>Total Unclassified Operating Expenditures</b>							4,177,052	4,177,052

**Other Financing Uses**

491.00	Refund of Prior Year Revenues							
492.00	Interfund Operating Transfers	1,000,000			301,870			1,301,870
493.00	All Other Financing Uses				144,534			144,534
<b>Total Other Financing Uses</b>		1,000,000			446,404			1,446,404

**TOTAL EXPENDITURES**

		29,119,500	677,677	2,915,717	9,947,671			6,064,366	48,724,931
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**EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES**

		2,021,755	21,981	-1,078,642				-793,256	171,838
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## MONROEVILLE BORO

December 31, 2015

## 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
<b>General Obligation Bonds and Notes</b>											
Series of 2012B	Bond	2012	2021	3,445,000	3,445,000				3,445,000		3,445,000
Series of 2012A	Bond	2012	2022	5,000,000	4,650,000		90,000		4,560,000		4,560,000
Series of 2010	Bond	2010	2019	11,260,000	6,335,000		5,370,000		965,000		965,000
Series of 2010A	Bond	2010	2016	7,210,000	3,600,000		1,865,000		1,735,000		1,735,000
Series of 2011	Bond	2011	2026	7,450,000	6,055,000		4,470,000		1,585,000		1,585,000
Series of 2015	Bond	2015	2026	9,655,000	0	9,655,000	25,000		9,630,000		9,630,000
<b>Revenue Bonds and Notes</b>											
<b>Lease Rental Debt</b>											
Capital Lease 185413000	Capital Leases	2014	2024	1,076,356	1,076,356		110,025		966,331		966,331
Capital Lease 185416000	Capital Leases	2014	2019	261,663	261,663		80,874		180,789		180,789
Capital Lease 191227000	Capital Leases	2015	2019	61,981	0	61,981			61,981		61,981
Capital Lease 4981 FML1	Capital Leases	2015	2020	357,925	0	357,925			357,925		357,925
Capital Lease 4981 FML2	Capital Leases	2015	2018	113,627	0	113,627			113,627		113,627
<b>Other</b>											

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding

23,600,653

Capitalized lease obligations

0

Net debt

23,600,653

**MONROEVILLE BORO, ALLEGHENY County**  
**STATEMENT OF CAPITAL EXPENDITURES**

December 31, 2015

Category	Capital Purchases	Capital Construction	Total
Community Development			
Electric			
Fire	580,236		580,236
Gas System			
General Government			
Health			
Housing			
Libraries			
Mass Transit			
Parks			
Police	140,956	721,751	862,707
Recreation			
Sewer			
Solid Waste	433,875		433,875
Streets / Highways	516,891		516,891
Water			
Other: Traffic Signal	189,642		189,642
Other: Recycling	100,684		100,684
<b>TOTAL CAPITAL EXPENDITURES</b>	<b>1,962,284</b>	<b>721,751</b>	<b>2,684,035</b>

**EMPLOYEE COMPENSATION**

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

11,916,316

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**Independent Public Accountant/Certified Public Accountant Submission Page**  
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**SIGNATURE AND VERIFICATION**

Signed: Peter J. Vancheri Appointed Auditor/CPA

December 31, 2015

**NOTES / COMMENTS**

**HOSACK, SPECHT, MUETZEL & WOOD LLP**

**CERTIFIED PUBLIC ACCOUNTANTS**

**2 PENN CENTER WEST, SUITE 326**

**PITTSBURGH, PENNSYLVANIA 15276**

**PHONE - 412-343-9200**

**FAX - 412-343-9209**

**HSMW@HSMWCPA.COM**

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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, 2015 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, 2015, 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, 2015, 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  
June 28, 2016