

2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT

390062 ALLENTOWN CITY, LEHIGH COUNTY



BALANCE SHEET

DCED-CLGS-30 (09-09)

ALLENTOWN CITY, LEHIGH County BALANCE SHEET December 31, 2016

		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	14,364,056	4,378,381	12,654,262		3,585,585	3,533,480	260,892,147			299,407,911
140-144	Tax Receivable	12,142,110									12,142,110
121-129, 145-149	Accounts Receivable (excluding taxes)	2,285,870		1,048,157		573,507	71,518				3,979,052
130.00	Due From Other Funds	10,619,180			1,040		1,068,793	52,508			11,741,521
131-139, 150-159	Other Current Assets	495,616	8,138,810	1,864,462		655,482		193,499			11,347,869
160-169	Fixed Assets					5,366,833			232,625,916		237,992,749
180-189	Other Debits	22,800,000				4,921,969					27,721,969
Total Assets and Other Debits		62,706,832	12,517,191	15,566,881	1,040	15,103,376	4,673,791	261,138,154	232,625,916		604,333,181

Liabilities and Other Credits											
210-229	Payroll Taxes and Other Payroll Withholdings	1,494,950	56,465			58,958	4,103	1,256,905			2,871,381
200-209, 231-239	All Other Current Liabilities	17,755,192	2,150,522	2,265,131	1,040	1,985,233	2,370,576	42,373			26,570,067
230.00	Due To Other Funds	1,122,341	2,503,770	6,485,472		16,165		1,613,774			11,741,522

ALLENTOWN CITY, LEHIGH County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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	30,800,125							30,800,125
305.00	Occupation Taxes (levied under municipal code)								
308.00	Residence Taxes (levied by cities of the 3rd Class)	64,153							64,153
309.00	Regional Asset District Sales Tax (Allegheny County municipalities only)								
310.00	Per Capita Taxes								
310.10	Real Estate Transfer Taxes	1,837,096							1,837,096
310.20	Earned Income Taxes / Wage Taxes	23,840,629							23,840,629
310.30	Business Gross Receipts Taxes	6,571,105							6,571,105
310.40	Occupation Taxes (levied under Act 511)								
310.50	Local Services Tax **	1,663,377							1,663,377
310.60	Amusement / Admission Taxes								
310.70	Mechanical Device Taxes	10,303							10,303
310.90	Other: Earned Income - Act 205 - Nonresident (percent)								
	Other: _____								
Total Taxes		64,786,788							64,786,788

Licenses and Permits									
320-322	All Other Licenses and Permits	4,435,173				1,749			4,436,922
321.80	Cable Television Franchise Fees	1,472,096							1,472,096
Total Licenses and Permits		5,907,269				1,749			5,909,018

ALLENTOWN CITY, LEHIGH County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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

Fines and Forfeits								
330-332	Fines and Forfeits	357,364				215,173		572,537
Total Fines and Forfeits		357,364				215,173		572,537

Interest, Rents and Royalties								
341.00	Interest Earnings	7,759	204	53,196			18,482,626	18,543,785
342.00	Rents and Royalties	117,291						117,291
Total Interest, Rents and Royalties		125,050	204	53,196			18,482,626	18,661,076

Federal								
351.03	Highways and Streets							
351.09	Community Development		4,486,728					4,486,728
351.00	All Other Federal Capital and Operating Grants	2,317,668		6,081,690				8,399,358
352.01	National Forest							
352.00	All Other Federal Shared Revenue and Entitlements	77,386	153,105					230,491
353.00	Federal Payments in Lieu of Taxes							
Total Federal		2,395,054	4,639,833	6,081,690				13,116,577

State								
354.03	Highways and Streets							
354.09	Community Development							
354.15	Recycling / Act 101							
354.00	All Other State Capital and Operating Grants	1,054,850		197,687		280,631		1,533,168
355.01	Public Utility Realty Tax (PURTA)	66,864						66,864

ALLENTOWN CITY, LEHIGH County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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									
355.02-355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		2,926,428						2,926,428
355.04	Alcoholic Beverage Licenses								
355.05	General Municipal Pension System State Aid	4,314,276	166,237			177,173	10,062		4,667,748
355.07	Foreign Fire Insurance Tax Distribution								
355.08	Local Share Assessment/Gaming Proceeds	3,728,254							3,728,254
355.09	Marcellus Shale Impact Fee Distribution								
356.00	State Payments in Lieu of Taxes								
355.00	All Other State Shared Revenues and Entitlements		3,259,763						3,259,763
Total State		9,164,244	6,352,428	197,687		457,804	10,062		16,182,225

Local Government Units									
357.03	Highways and Streets								
357.00	All Other Local Governmental Units Capital and Operating Grants		2,371,939						2,371,939
358.00	Local Government Unit Shared Payments for Contracted Intergovernmental Services								
359.00	Local Governmental Units and Authorities Payments in Lieu of Taxes	116,164							116,164
Total Local Government Units		116,164	2,371,939						2,488,103

Charges for Service									
361.00	General Government								
362.00	Public Safety	3,246,854							3,246,854
363.20	Parking	823,226							823,226
363.00	All Other Charges for Highway & Street Services	405,144		345,459					750,603
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)	397,550							397,550
364.30	Solid Waste Collection and Disposal Charge (trash)					14,247,629			14,247,629

ALLENTOWN CITY, LEHIGH County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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									
364.60	Host Municipality Benefit Fee for Solid Waste Facility								
364.00	All Other Charges for Sanitation Services								
365.00	Health	118,937							118,937
366.00	Human Services								
367.00	Culture and Recreation	451,220				1,201,372			1,652,592
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	397,550							397,550
379.00	All Other Charges for Service	1,265,000	370,169				23,009,246		24,644,415
Total Charges for Service		7,105,481	370,169	345,459		15,449,001	23,009,246		46,279,356

Unclassified Operating Revenues									
383.00	Special Assessments								
386.00	Escheats (sale of personal property)								
387.00	Contributions and Donations from Private Sectors	13,025							13,025
388.00	Fiduciary Fund Pension Contributions							8,822,336	8,822,336
389.00	All Other Unclassified Operating Revenues	620,608				78,467			699,075
Total Unclassified Operating Revenues		633,633				78,467		8,822,336	9,534,436

ALLENTOWN CITY, LEHIGH County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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									
391.00	Proceeds of General Fixed Asset Disposition	130,295				50,884			181,179
392.00	Interfund Operating Transfers	2,406,233	594,129	1,614,007	11,212,296	153,200			15,979,865
393.00	Proceeds of General Long-Term Debt	1,080,039	347,379						1,427,418
394.00	Proceeds of Short Term-Debt								
395.00	Refunds of Prior Year Expenditures								
Total Other Financing Sources		3,616,567	941,508	1,614,007	11,212,296	204,084			17,588,462

TOTAL REVENUES

94,207,614	14,676,081	8,292,039	11,212,296	16,406,278	23,019,308	27,304,962	195,118,578
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EXPENDITURES

General Government									
400.00	Legislative (Governing) Body	347,158							347,158
401.00	Executive (Manager or Mayor)	625,863							625,863
402.00	Auditing Services / Financial Administration	2,955,224							2,955,224
403.00	Tax Collection								
404.00	Solicitor / Legal Services	620,875							620,875
405.00	Secretary / Clerk								
406.00	Other General Government Administration	1,611,317							1,611,317
407.00	IT-Networking Services-Data Processing	2,374,152							2,374,152
408.00	Engineering Services	1,424,187							1,424,187
409.00	General Government Buildings and Plant	4,458,670	837,337						5,296,007
Total General Government		14,417,446	837,337						15,254,783

Public Safety

410.00	Police	33,231,917							33,231,917
411.00	Fire	17,323,618							17,323,618

ALLENTOWN CITY, LEHIGH County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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									
412.00	Ambulance / Rescue	3,930,543							3,930,543
413.00	UCC and Code Enforcement	1,436,116							1,436,116
414.00	Planning and Zoning	904,148							904,148
415.00	Emergency Management and Communications	857,004	2,994,765						3,851,769
416.00	Militia and Armories								
417.00	Examination of Licensed Occupations								
418.00	Public Scales (weights and measures)								
419.00	Other Public Safety								
Total Public Safety		57,683,346	2,994,765						60,678,111

Health and Human Services									
420.00-425.00	Health and Human Services	3,301,982							3,301,982
Total Health and Human Services		3,301,982							3,301,982

Public Works - Sanitation									
426.00	Recycling Collection and Disposal					14,590,672			14,590,672
427.00	Solid Waste Collection and Disposal (garbage)								
428.00	Weed Control								
429.00	Wastewater / Sewage Treatment and Collection								
Total Public Works - Sanitation						14,590,672			14,590,672

Public Works - Highways and Streets									
430.00	General Services - Administration	460,792							460,792
431.00	Cleaning of Streets and Gutters								
432.00	Winter Maintenance – Snow Removal								

ALLENTOWN CITY, LEHIGH County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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

433.00	Traffic Control Devices	1,039,199							1,039,199
434.00	Street Lighting	681,593							681,593
435.00	Sidewalks and Crosswalks								
436.00	Storm Sewers and Drains	1,816,509							1,816,509
437.00	Repairs of Tools and Machinery	2,800,370							2,800,370
438.00	Maintenance and Repairs of Roads and Bridges	1,268,253	3,004,777						4,273,030
439.00	Highway Construction and Rebuilding Projects		151,504	12,163,620					12,315,124
Total Public Works - Highways and Streets		8,066,716	3,156,281	12,163,620					23,386,617

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								
452.00	Participant Recreation	886,736				1,207,239			2,093,975

ALLENTOWN CITY, LEHIGH County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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									
453.00	Spectator Recreation	210,693							210,693
454.00	Parks	3,347,002	1,389,313						4,736,315
455.00	Shade Trees								
456.00	Libraries								
457.00	Civil and Military Celebrations								
458.00	Senior Citizens' Centers								
459.00	All Other Culture and Recreation								
Total Culture and Recreation		4,444,431	1,389,313			1,207,239			7,040,983

Community Development									
461.00	Conservation of Natural Resources								
462.00	Community Development and Housing	334,244	5,182,752						5,516,996
463.00	Economic Development	309,093							309,093
464.00	Economic Opportunity								
465-469	All Other Community Development	1,458,922							1,458,922
Total Community Development		2,102,259	5,182,752						7,285,011

Debt Service									
471.00	Debt Principal (short-term and long-term)				7,933,320				7,933,320
472.00	Debt Interest (short-term and long-term)				3,271,606				3,271,606
475.00	Fiscal Agent Fees				7,370				7,370
Total Debt Service					11,212,296				11,212,296

Employer Paid Benefits and Withholding Items									
481.00	Employer Paid Withholding Taxes and Unemployment Compensation								

ALLENTOWN CITY, LEHIGH County
STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2016

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									
482.00	Judgments and Losses								
483.00	Pension / Retirement Fund Contributions								
484.00	Worker Compensation Insurance					99,663			99,663
487.00	Other Group Insurance Benefits					21,326,381			21,326,381
Total Employer Paid Benefits and Withholding Items						21,426,044			21,426,044

Insurance									
486.00	Insurance, Casualty, and Surety					388,096			388,096
Total Insurance						388,096			388,096

Unclassified Operating Expenditures									
488.00	Fiduciary Fund Benefits and Refunds Paid						20,756,339		20,756,339
489.00	All Other Unclassified Expenditures						28,779		28,779
Total Unclassified Operating Expenditures							20,785,118		20,785,118

Other Financing Uses									
491.00	Refund of Prior Year Revenues								
492.00	Interfund Operating Transfers	12,548,979	1,888,613	444,129		1,030,188	67,956		15,979,865
493.00	All Other Financing Uses								
Total Other Financing Uses		12,548,979	1,888,613	444,129		1,030,188	67,956		15,979,865

TOTAL EXPENDITURES	102,565,159	15,449,061	12,607,749	11,212,296	16,828,099	21,882,096	20,785,118		201,329,578
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EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES	-8,357,545	-772,980	-4,315,710		-421,821	1,137,212	6,519,844		-6,211,000
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ALLENTOWN CITY

December 31, 2016

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											
General Obligation Bond	Bond	2009	2024	5,310,000	3,570,000		334,000		3,236,000		3,236,000
Note B	Note	2007	2021	7,990,000	7,145,000		905,000		6,240,000		6,240,000
General Obligation Bond	Bond	2008	2018	6,665,000	1,190,000		575,000		615,000		615,000
Federally Taxable Series-Pens	Bond	2004	2034	36,865,000	18,290,000		2,725,000		15,565,000		15,565,000
\$10000000 Note	Note	2006	2031	9,977,046	8,416,278		512,320		7,903,958		7,903,958
Note A	Note	2007	2036	27,069,115	25,310,204			1,758,911	27,069,115		27,069,115
GO Bond Series A	Bond	2012	2036	7,340,000	5,080,000		345,000		4,735,000		4,735,000
2012 GO BOND	Bond	2012	2022	5,910,000	4,820,000		645,000		4,175,000		4,175,000
2015 GO BOND SERIES B	Bond	2015	2036	11,425,000	11,425,000		480,000		10,945,000		10,945,000
2015 GO BOND SERIES A	Bond	2015	2045	15,360,000	15,360,000		90,000		15,270,000		15,270,000
2015 GO NOTE	Note	2015	2019	6,000,000	1,543,395	1,080,039	1,322,000		1,301,434		1,301,434
2016 Spec Rev	Note	2016	2036	2,500,000	0	347,379			347,379		347,379
Revenue Bonds and Notes											
Lease Rental Debt											
Other											
PREMIUM BOND ISSUANCE	Bond	2011	2036	978,082	991,869		53,039		938,830		938,830

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding

98,341,716

Capitalized lease obligations

0

Net debt

98,341,716

ALLENTOWN CITY, LEHIGH County
STATEMENT OF CAPITAL EXPENDITURES

December 31, 2016

Category	Capital Purchases	Capital Construction	Total
Community Development		315,060	315,060
Electric			
Fire			
Gas System			
General Government			
Health			
Housing			
Libraries			
Mass Transit			
Parks	81,120	2,751,433	2,832,553
Police	7,500		7,500
Recreation			
Sewer			
Solid Waste			
Streets / Highways	1,045,357	8,017,202	9,062,559
Water			
Other: _____			
TOTAL CAPITAL EXPENDITURES	1,133,977	11,083,695	12,217,672

EMPLOYEE COMPENSATION

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

53,462,000

To the:

Governing Body of the Municipality

President Judge of the Court of Common Pleas

Secretary of the Department of Community & Economic Development

I/We, the undersigned, the duly elected (or appointed replacement), qualified, and Acting Controller/Auditors of the ALLENTOWN CITY have audited, adjusted and settled the various funds and account groups of the ALLENTOWN CITY for the year ended December 31, 2016. My/Our audit, adjustment and settlement was made in accordance with law rather than with generally accepted auditing standards

(PLEASE CROSS OUT ONLY IF ON MODIFIED ACCRUAL/ACCRUAL BASIS)

This municipality's policy is to prepare its financial statements on the basis of cash receipts and disbursements; consequently, certain revenues and the related assets are recognized when received rather than when earned, and certain expenditures or expenses are recognized when paid rather than when a liability is incurred. Accordingly, the accompanying financial statements are not intended to present the financial position and results of operations of this municipality in conformity with generally accepted accounting principles.

These financial statements do not include all of the disclosures required by generally accepted accounting principles.

In my/our opinion, the aforementioned financial statements present the financial position of the various funds and account groups of the municipality of ALLENTOWN CITY for the year ended December 31, 2016, and the results of operations of such funds in accordance with the law.

SIGNATURE AND VERIFICATION

Signed: Melody Sajeski Appointed Auditor/CPA

Subscribed and sworn to before me this 20 day of September, 2017.

Signed: _____
Witness (Controller)/Auditor (Auditors)



December 31, 2016

NOTES / COMMENTS