

**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

BALANCE SHEET

December 31, 2016

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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	22,800,000				3,205,343	33			92,300,432	118,305,808
240-259	Current Portion of Long-Term Debt and Other Credits					1,872				6,041,284	6,043,156
Total Liabilities and Other Credits		43,172,483	4,710,757	8,750,603	1,040	5,267,571	2,374,712	2,913,052		98,341,716	165,531,934
Fund and Account Group Equity											
281-284	Contributed Capital										
290.00	Investment in General Fixed Assets					4,971,644			232,625,916		237,597,560
270-289	Fund Balance / Retained Earnings on 12/31	19,534,349	7,806,434	6,816,278		4,864,161	2,299,079	258,225,102		-98,341,716	201,203,687
291-299	Other Equity										
Total Fund and Account Group Equity		19,534,349	7,806,434	6,816,278		9,835,805	2,299,079	258,225,102	232,625,916	-98,341,716	438,801,247
TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY											604,333,181

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
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

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

December 31, 2016

NOTES / COMMENTS