

# **Township of Gregg, Pennsylvania**

Municipal Annual Audit and Financial Report  
(DCED-CLGS-30)

December 31, 2016



**BAKER TILLY**

Candor. Insight. Results.

## 2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT

City of: \_\_\_\_\_ County: \_\_\_\_\_

Borough of: \_\_\_\_\_ County: \_\_\_\_\_

Township of: Gregg County: Centre

Municipality of: \_\_\_\_\_ County: \_\_\_\_\_

## Section I - Introduction

### Statutory Requirements

- State law, under the provisions of the Borough Code, First Class Township Code and Second Class Township Code, requires that either the borough controller, elected auditors or appointed auditors file an Annual Audit and Financial Report.
- State law, under the provisions of the Third Class City Code, requires a city's Director of Accounts and Finance to file an Annual Audit and Financial Report.
- The state's Administrative Code requires home rule municipalities to file an Annual Audit and Financial Report.
- The Annual Audit and Financial Report forms, supplied by the Pennsylvania Department of Community and Economic Development (DCED), were developed and approved by a Uniform Forms Committee composed of representatives of the respective municipal associations.
- Form DCED-CLGS-30 (See Section IV) is the form adopted by the Committee for use by all municipalities in Pennsylvania to fulfill their statutory reporting requirements.

### One Form

Only one form is now being provided. This form contains the same categories as in previous years: assets, liabilities, revenues, and expenditures. **Only complete those funds that you use. Leave the remaining columns blank.**

### Submitting the Report

- File one copy by the designated date at each of the places listed on page 9.
- **Complete the appropriate items, rounding to the nearest dollar. Do not include cents. Calculate totals at the foot of each column and the end of every row. The totals are a required part of the report.**
- Handwritten reports are acceptable, if legible, but typewritten reports are preferred.
- Computer-generated forms identical to the official form are acceptable.
- Photocopied reports may be submitted, but the appropriate officer must sign each copy and affix municipal seal.
- Appointed independent auditors may submit their own opinion in place of the prepared opinion at the end of the form.
- On the cover of the report, fill in the name of the municipality and the name of the county where it is located on the appropriate line and the date of the fiscal year being reported.
- **DO NOT place the copy of the report you are submitting to DCED in any type of binder or cover.**
- The report may be e-filed. Please see the TIP Sheet for details on how to e-file.

**BALANCE SHEET**

December 31, 2016

		<b>GOVERNMENTAL FUNDS</b>			
		<b>Special Revenue</b>			
		<b>(Including State Capital</b>			
		<b>General Fund Liquid Fuels) Projects Debt Service</b>			
<b>ASSETS AND OTHER DEBITS</b>					
100-120	Cash and Investments.....	\$ 49,814	\$ 98,915	\$ 231,820	
140-144	Tax Receivable.....				
121-129					
145-149	Accounts Receivable (excluding taxes).....				
130	Due From Other Funds.....				
131-139					
150-159	Other Current Assets.....				
160-169	Fixed Assets.....				
180-189	Other Debits.....				
<b>TOTAL ASSETS AND OTHER DEBITS.....</b>		<b>\$ 49,814</b>	<b>\$ 98,915</b>	<b>\$ 231,820</b>	<b>\$ -</b>

<b>LIABILITIES AND OTHER CREDITS</b>					
210-229	Payroll Taxes and Other Payroll Withholdings.....	\$ 349			
200-209					
231-239	All Other Current Liabilities.....		\$ 1,000		
230	Due To Other Funds.....				
260-269	Long-Term-Liabilities.....				
240-259	Current Portion of Long-Term Debt & Other Credits....				
<b>TOTAL LIABILITIES AND OTHER CREDITS.....</b>		<b>\$ 349</b>	<b>\$ 1,000</b>	<b>\$ -</b>	<b>\$ -</b>

<b>FUND AND ACCOUNT GROUP EQUITY</b>					
281-284	Contributed Capital.....				
290	Investment in General Fixed Assets.....				
270-289	Fund Balances/Retained Earnings on 12/31.....	\$ 49,465	\$ 97,915	\$ 231,820	
291-299	Other Equity.....				
<b>TOTAL FUND AND ACCOUNT GROUP EQUITY.....</b>		<b>\$ 49,465</b>	<b>\$ 97,915</b>	<b>\$ 231,820</b>	<b>\$ -</b>

Total Assets and Other Debits minus Total Liabilities and Other Credits must equal the Total Fund and Account Group Equity.

## 2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT|BALANCE SHEET

		PROPRIETARY FUNDS	FIDUCIARY FUND	ACCOUNT GROUPS		TOTAL	
				General	General		
		Enterprise	Internal Service	Trust & Agency	Fixed Assets	Long Term Debt	Memorandum Only
ASSETS AND OTHER DEBITS							
100-120	Cash and Investments.....			\$ 17,386			\$ 397,935
140-144	Tax Receivable.....						-
121-129							
145-149	Accounts Receivable (excluding taxes).....						-
130	Due From Other Funds.....						-
131-139							
150-159	Other Current Assets.....						-
160-169	Fixed Assets.....						-
180-189	Other Debits.....						-
TOTAL ASSETS AND OTHER DEBITS.....		\$ -	\$ -	\$ 17,386	\$ -	\$ -	\$ 397,935

<b>LIABILITIES AND OTHER CREDITS</b>							
210-229	Payroll Taxes and Other Payroll Withholdings.....						\$ 349
200-209							
231-239	All Other Current Liabilities.....						1,000
230	Due To Other Funds.....						-
260-269	Long-Term-Liabilities.....			\$ 17,386			17,386
240-259	Current Portion of Long-Term Debt & Other Credits....						-
<b>TOTAL LIABILITIES AND OTHER CREDITS.....</b>		\$ -	\$ -	\$ 17,386	\$ -	\$ -	\$ 18,735

<b>FUND AND ACCOUNT GROUP EQUITY</b>							
281-284	Contributed Capital.....						\$ -
290	Investment in General Fixed Assets.....						-
270-289	Fund Balances/Retained Earnings on 12/31.....						379,200
291-299	Other Equity.....						-
<b>TOTAL FUND AND ACCOUNT GROUP EQUITY.....</b>		\$ -	\$ -	\$ -	\$ -	\$ -	\$ 379,200

TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY.....

\$ 397,935

**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2016

REVENUES		GOVERNMENTAL FUNDS			
		Special Revenue (Including State Capital Liquid Fuels) Projects Debt Service			
TAXES		General Fund			
301.00	Real Estate Taxes.....	\$ 123,412			
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).....				
310.00	Per Capita Taxes.....				
310.10	Real Estate Transfer Taxes.....	37,910			
310.20	Earned Income Taxes/Wage Taxes.....	255,113			
310.30	Business Gross Receipts Taxes.....				
310.40	Occupation Taxes (levied under Act 511).....				
310.50	Local Services Tax**.....				
310.60	Amusement/Admission Taxes.....				
310.70	Mechanical Device Taxes.....				
310.90	Other Local Tax Enabling Act/Act 511 Taxes.....				
<b>TOTAL TAXES</b> .....		<b>\$ 416,435</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

<b>LICENSES &amp; PERMITS</b>					
320-322	All Other Licenses and Permits.....	\$ 175			
321.80	Cable Television Franchise Fees.....				
<b>TOTAL LICENSES &amp; PERMITS</b> .....		<b>\$ 175</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

<b>FINES &amp; FORFEITS</b>					
330-332	Fines and Forfeits.....	\$ 3,096			
<b>TOTAL FINES &amp; FORFEITS</b> .....		<b>\$ 3,096</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

<b>INTEREST, RENTS &amp; ROYALTIES</b>					
341.00	Interest Earnings.....	\$ 337	\$ 388	\$ 454	
342.00	Rents and Royalties.....		104,501		
<b>TOTAL INTEREST, RENTS &amp; ROYALTIES</b> .....		<b>\$ 337</b>	<b>\$ 104,889</b>	<b>\$ 454</b>	<b>\$ -</b>

\*\* This tax was known as the Occupational Privilege (OPT) prior to 2005 and the Emergency and Municipal Services Tax prior to 2008.

## 2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT | STATEMENT OF REVENUES AND EXPENDITURES

REVENUES		PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
		Enterprise	Internal Service	Trust and Agency	Memorandum Only
<b>TAXES</b>					
301.00	Real Estate Taxes.....				\$ 123,412
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).....				-
310.00	Per Capita Taxes.....				-
310.10	Real Estate TransGer Taxes.....				37,910
310.20	Earned Income Taxes/Wage Taxes.....				255,113
310.30	Business Gross Receipts Taxes.....				-
310.40	Occupation Taxes (levied under Act 511).....				-
310.50	Local Services Tax**.....				-
310.60	Amusement/Admission Taxes.....				-
310.70	Mechanical Device Taxes.....				-
310.90	Other Local Tax Enabling Act/Act 511 Taxes.....				-
<b>TOTAL TAXES.....</b>		\$ -	\$ -	\$ -	\$ 416,435

<b>LICENSES &amp; PERMITS</b>					
320-322	All Other Licenses and Permits.....				\$ 175
321.80	Cable Television Franchise Fees.....				-
<b>TOTAL LICENSES &amp; PERMITS.....</b>		\$ -	\$ -	\$ -	\$ 175

<b>FINES &amp; FORFEITS</b>					
330-332	Fines and Forfeits.....				\$ 3,096
<b>TOTAL FINES &amp; FORFEITS.....</b>		\$ -	\$ -	\$ -	\$ 3,096

<b>INTEREST, RENTS &amp; ROYALTIES</b>					
341.00	Interest Earnings.....				\$ 1,179
342.00	Rents and Royalties.....				104,501
<b>TOTAL INTEREST, RENTS &amp; ROYALTIES.....</b>		\$ -	\$ -	\$ -	\$ 105,680

\*\* This tax was known as the Occupational Privilege (OPT) prior to 2005 and the Emergency and Municipal Services Tax prior to 2008.

## 2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT|STATEMENT OF REVENUES AND EXPENDITURES

INTERGOVERNMENTAL REVENUES		GOVERNMENTAL FUNDS			
		Special Revenue (Including State Capital General Fund Liquid Fuels Projects Debt Service)			
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 & Entitlements				
353.00	Federal Payments in Lieu of Taxes.....				
<b>TOTAL FEDERAL</b> .....		\$ -	\$ -	\$ -	\$ -

STATE					
354.03	Highways and Streets.....				
354.09	Community Development.....				
354.15	Recycling/Act 101.....				
354.00	All Other State Capital and Operating Grants.....	\$ 3,230	\$ 14,100		
355.01	Public Utility Realty Tax (PURTA).....	468			
355.02-355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback.....		146,102		
355.04	Alcoholic Beverage Licenses.....	200			
355.05	General Municipal Pension System State Aid.....				
355.07	Foreign Fire Insurance Tax Distribution.....		15,637		
355.08	Local Share Assessment/Gaming Proceeds.....				
355.09	Marcellus Shale Impace Fee Distribution**.....	1,116			
355.00	All Other State Shared Revenues & Entitlement				
356.00	State Payments in Lieu of Taxes.....	4,986			
<b>TOTAL STATE</b> .....		\$ 10,000	\$ 175,839	\$ -	\$ -

LOCAL GOVERNMENT UNITS					
357.03	Highways and Streets.....	\$ 21,147			
357.00	All Other Local Governmental Units Capital and Operating Grants.....		\$ 3,500		
358.00	Local Government Unit Shared Payments for Contracted Intergovernmental Services.....	4,108			
359.00	Local Governmental Units, Authorities Payments and Payments in Lieu of Taxes.....				
<b>TOTAL LOCAL GOVERNMENT UNITS</b> .....		\$ 25,255	\$ 3,500	\$ -	\$ -

\*\*New line items in 2012

## 2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT|STATEMENT OF REVENUES AND EXPENDITURES

INTERGOVERNMENTAL REVENUES		PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
FEDERAL		Enterprise	Internal Service	Trust and Agency	Memorandum Only
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 & Entitlements				-
353.00	Federal Payments in Lieu of Taxes.....				-
TOTAL FEDERAL.....		\$ -	\$ -	\$ -	\$ -

STATE					
354.03	Highways and Streets.....				\$ -
354.09	Community Development.....				-
354.15	Recycling/Act 101.....				-
354.00	All Other State Capital and Operating Grants.....				17,330
355.01	Public Utility Realty Tax (PURTA).....				468
355.02-355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback.....				146,102
355.04	Alcoholic Beverage Licenses.....				200
355.05	General Municipal Pension System State Aid...				-
355.07	Foreign Fire Insurance Tax Distribution**.....				15,637
355.08	Local Share Assessment/Gaming Proceeds**...				-
355.09	Marcellus Shale Impace Fee Distribution**.....				1,116
355.00	All Other State Shared Revenues & Entitlements				-
356.00					4,986
<b>TOTAL STATE.....</b>		<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 185,839</b>

LOCAL GOVERNMENT UNITS					
357.03	Highways and Streets.....				\$ 21,147
357.00	All Other Local Governmental Units Capital and Operating Grants.....				3,500
358.00	Local Government Unit Shared Payments for Contracted Intergovernmental Services.....				4,108
359.00	Local Governmental Units, Authorities Payments and Payments in Lieu of Taxes.....				-
<b>TOTAL LOCAL GOVERNMENT UNITS.....</b>		<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ 28,755</b>

<b>TOTAL INTERGOVERNMENTAL REVENUES.....</b>	<b>\$ 214,594</b>
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\*\*New line items in 2012



## 2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT|STATEMENT OF REVENUES AND EXPENDITURES

REVENUES		GOVERNMENTAL FUNDS			
		Special Revenue			
		(Including State		Capital	
CHARGES FOR SERVICE		General Fund	Liquid Fuels)	Projects	Debt Service
361.00	General Government.....	\$ 156			
362.00	Public Safety.....	12,450			
363.20	Parking.....				
363.00	All Other Charges for Highways & Streets Services...		\$ 3,540		
364.10	Wastewater/Sewage Charges.....				
364.30	Solid Waste Collection & Disposal Charge (trash)...				
364.60	Host Municipality Benefit Fee for Solid Waste Facility				
364.00	All Other Charges for Sanitation Services.....				
365.00	Health.....				
366.00	Human Services.....				
367.00	Culture and Recreation.....		9,720		
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.....	250			
<b>TOTAL CHARGES FOR SERVICE.....</b>		<b>\$ 12,856</b>	<b>\$ 13,260</b>	<b>\$ -</b>	<b>\$ -</b>

UNCLASSIFIED OPERATING REVENUES					
383.00	Assessments.....		\$ 1,250		
386.00	Escheats (sale of personal property).....				
387.00	Contributions & Donations from Private Sectors.....		659	\$ 15	
388.00	Fiduciary Fund Pension Contributions.....				
389.00	All Other Unclassified Operating Revenues***.....	\$ 37			
<b>TOTAL UNCLASSIFIED OPERATING REVENUES.....</b>		<b>\$ 37</b>	<b>\$ 1,909</b>	<b>\$ 15</b>	<b>\$ -</b>

OTHER FINANCING SOURCES					
391.00	Proceeds of General Fixed Asset Disposition.....			\$ 310	
392.00	Interfund Operating Transfers**.....	\$ 21,985	\$ 25,547	24,684	
393.00	Proceeds of General Long-Term Debt.....				
394.00	Proceeds of Short-Term Debt.....				
395.00	Refunds of Prior Year Expenditures.....	1,984			
<b>TOTAL OTHER FINANCING SOURCES.....</b>		<b>\$ 23,969</b>	<b>\$ 25,547</b>	<b>\$ 24,994</b>	<b>\$ -</b>

<b>TOTAL REVENUES.....</b>	<b>\$ 492,160</b>	<b>\$ 324,944</b>	<b>\$ 25,463</b>	<b>\$ -</b>
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\*\* The total of line 392.00 must match the total of line 492.00

\*\*\* This amount cannot be greater than 1% of "TOTAL REVENUES" in each of the funds.

## 2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT|STATEMENT OF REVENUES AND EXPENDITURES

REVENUES		PROPRIETARY FUNDS	FIDUCIARY FUND	TOTAL	
CHARGES FOR SERVICE		Enterprise	Internal Service	Trust and Agency	Memorandum Only
361.00	General Government.....				\$ 156
362.00	Public Safety.....				12,450
363.20	Parking.....				-
363.00	All Other Charges for Highways & Streets Services....				3,540
364.10	Wastewater/Sewage Charges.....				-
364.30	Solid Waste Collection & Disposal Charge (trash).....				-
364.60	Host Municipality Benefit Fee for Solid Waste Facility..				-
364.00	All Other Charges for Sanitation Services.....				-
365.00	Health.....				-
366.00	Human Services.....				-
367.00	Culture and Recreation.....				9,720
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.....				250
TOTAL CHARGES FOR SERVICE.....		\$ -	\$ -	\$ -	\$ 26,116

<b>UNCLASSIFIED OPERATING REVENUES</b>					
383.00	Assessments.....				\$ 1,250
386.00	Escheats (sale of personal property).....				-
387.00	Contributions & Donations from Private Sectors.....				674
388.00	Fiduciary Fund Pension Contributions.....				-
389.00	All Other Unclassified Operating Revenues***.....				37
<b>TOTAL UNCLASSIFIED OPERATING REVENUES.....</b>		\$ -	\$ -	\$ -	\$ 1,961

<b>OTHER FINANCING SOURCES</b>					
391.00	Proceeds of General Fixed Asset Disposition.....				\$ 310
392.00	Interfund Operating Transfers**.....				72,216
393.00	Proceeds of General Long-Term Debt.....				-
394.00	Proceeds of Short-Term Debt.....				-
395.00	Refunds of Prior Year Expenditures.....				1,984
<b>TOTAL OTHER FINANCING SOURCES.....</b>		\$ -	\$ -	\$ -	\$ 74,510

<b>TOTAL REVENUES.....</b>	\$ -	\$ -	\$ -	\$ 842,567
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\*\* The total of line 392.00 must match the total of line 492.00

\*\*\* This amount cannot be greater than 1% of "TOTAL REVENUES" in each of the funds.

**2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT|STATEMENT OF REVENUES AND EXPENDITURES****EXPENDITURES****GOVERNMENTAL FUNDS**

		Special Revenue			
		(Including State Liquid Fuels)		Capital Projects	Debt Service
<b>GENERAL GOVERNMENT</b>		General Fund			
400.00	Legislative (Governing) Body.....	\$ 32,866			
401.00	Executive (Manager or Mayor).....				
402.00	Auditing Services/Financial Administration...	4,200			
403.00	Tax Collection.....	13,088			
404.00	Solicitor/Legal Services.....	6,717			
405.00	Secretary/Clerk.....	42,402			
406.00	Other General Government Administration...				
407.00	IT-Networking Services-Data Processing.....				
408.00	Engineering Services.....	2,645			
409.00	General Government Buildings and Plant.....	10,290	\$ 105,111		
<b>TOTAL GENERAL GOVERNMENT.....</b>		<b>\$ 112,208</b>	<b>\$ 105,111</b>	<b>\$ -</b>	<b>\$ -</b>

**PUBLIC SAFETY**

410.00	Police.....	\$ 180			
411.00	Fire.....	23,836	\$ 15,637		
412.00	Ambulance/Rescue.....				
413.00	UCC and Code Enforcement.....	12,450			
414.00	Planning and Zoning.....	1,293			
415.00	Emergency Management & Communications...	325			
416.00	Militia and Armories.....				
417.00	Examination of Licensed Occupations.....				
418.00	Public Scales (weights and measures).....				
419.00	Other Public Safety.....				
<b>TOTAL PUBLIC SAFETY.....</b>		<b>\$ 38,084</b>	<b>\$ 15,637</b>	<b>\$ -</b>	<b>\$ -</b>

**HEALTH AND HUMAN SERVICES**

420.00-425.00	Health and Human Services.....	\$ -	\$ -	\$ -	\$ -
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**PUBLIC WORKS - SANITATION**

426.00	Recycling Collection and Disposal.....				
427.00	Solid Waste Collection and Disposal (trash)...				
428.00	Weed Control.....				
429.00	Wastewater/Sewage Collection & Treatment.				
<b>TOTAL PUBLIC WORKS - SANITATION.....</b>		<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## 2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT|STATEMENT OF REVENUES AND EXPENDITURES

EXPENDITURES		PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
		Enterprise	Internal Service	Trust and Agency	Memorandum Only
<b>GENERAL GOVERNMENT</b>					
400.00	Legislative (Governing) Body.....				\$ 32,866
401.00	Executive (Manager or Mayor).....				-
402.00	Auditing Services/Financial Administration...				4,200
403.00	Tax Collection.....				13,088
404.00	Solicitor/Legal Services.....				6,717
405.00	Secretary/Clerk.....				42,402
406.00	Other General Government Administration...				-
407.00	IT-Networking Services-Data Processing.....				-
408.00	Engineering Services.....				2,645
409.00	General Government Buildings and Plant.....				115,401
<b>TOTAL GENERAL GOVERNMENT.....</b>		\$ -	\$ -	\$ -	\$ 217,319

<b>PUBLIC SAFETY</b>					
410.00	Police.....				\$ 180
411.00	Fire.....				39,473
412.00	Ambulance/Rescue.....				-
413.00	UCC and Code Enforcement.....				12,450
414.00	Planning and Zoning.....				1,293
415.00	Emergency Management & Communications...				325
416.00	Militia and Armories.....				-
417.00	Examination of Licensed Occupations.....				-
418.00	Public Scales (weights and measures).....				-
419.00	Other Public Safety.....				-
<b>TOTAL PUBLIC SAFETY.....</b>		\$ -	\$ -	\$ -	\$ 53,721

<b>HEALTH AND HUMAN SERVICES</b>					
420.00-425.00	Health and Human Services.....	\$ -	\$ -	\$ -	\$ -

<b>PUBLIC WORKS - SANITATION</b>					
426.00	Recycling Collection and Disposal.....				\$ -
427.00	Solid Waste Collection and Disposal (trash)....				-
428.00	Weed Control.....				-
429.00	Wastewater/Sewage Collection & Treatment...				-
<b>TOTAL PUBLIC WORKS - SANITATION.....</b>		\$ -	\$ -	\$ -	\$ -

## 2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT|STATEMENT OF REVENUES AND EXPENDITURES

EXPENDITURES		GOVERNMENTAL FUNDS			
		Special Revenue (Including State Capital			
		Liquid Fuels) Projects Debt Service			
PUBLIC WORKS - HIGHWAYS & STREETS		General Fund			
430.00	General Services - Administration.....	\$ 24,240			
431.00	Cleaning of Streets and Gutters.....				
432.00	Winter Maintenance - Snow Removal.....	28,207			
433.00	Traffic Control Devices.....	3,550			
434.00	Street Lighting.....		\$ 8,526		
435.00	Sidewalks and Crosswalks.....				
436.00	Storm Sewers and Drains.....				
437.00	Repairs of Tools and Machinery.....	10,842			
438.00	Maintenance & Repairs of Roads & Bridges...	156,748	186,780		
439.00	Highway Construction and Rebuilding Projects..		3,218		
<b>TOTAL PUBLIC WORKS - HIGHWAYS &amp; STREETS...</b>		<b>\$ 223,587</b>	<b>\$ 198,524</b>	<b>\$ -</b>	<b>\$ -</b>

PUBLIC WORKS - OTHER SERVICES					
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 PUBLIC WORKS - OTHER SERVICES.....</b>		<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

CULTURE AND RECREATION					
451.00	Culture-Recreation Administration.....				
452.00	Participant Recreation.....	\$ 57	\$ 6,344		
453.00	Spectator Recreation.....				
454.00	Parks.....	1,300			
455.00	Shade Trees.....				
456.00	Libraries.....				
457.00	Civil and Military Celebrations.....				
458.00	Senior Citizen's Centers.....				
459.00	All Other Culture and Recreation.....		3,000		
<b>TOTAL CULTURE AND RECREATION.....</b>		<b>\$ 1,357</b>	<b>\$ 9,344</b>	<b>\$ -</b>	<b>\$ -</b>

COMMUNITY DEVELOPMENT					
461.00	Conservation of Natural Resources.....				
462.00	Community Development and Housing.....				
463.00	Economic Development.....				
464.00	Economic Opportunity.....				
465.00-469.00	All Other Community Development.....				
<b>TOTAL COMMUNITY DEVELOPMENT.....</b>		<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>	<b>\$ -</b>

## 2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT | STATEMENT OF REVENUES AND EXPENDITURES

EXPENDITURES		PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
		Enterprise	Internal Service	Trust and Agency	Memorandum Only
<b>PUBLIC WORKS - HIGHWAYS &amp; STREETS</b>					
430.00	General Services - Administration.....				\$ 24,240
431.00	Cleaning of Streets and Gutters.....				-
432.00	Winter Maintenance - Snow Removal.....				28,207
433.00	Traffic Control Devices.....				3,550
434.00	Street Lighting.....				8,526
435.00	Sidewalks and Crosswalks.....				-
436.00	Storm Sewers and Drains.....				-
437.00	Repairs of Tools and Machinery.....				10,842
438.00	Maintenance & Repairs of Roads & Bridges.....				343,528
439.00	Highway Construction and Rebuilding Projects...				3,218
<b>TOTAL PUBLIC WORKS - HIGHWAYS &amp; STREETS...</b>		\$ -	\$ -	\$ -	\$ 422,111

<b>PUBLIC WORKS - OTHER SERVICES</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 PUBLIC WORKS - OTHER SERVICES.....</b>		\$ -	\$ -	\$ -	\$ -

<b>CULTURE AND RECREATION</b>					
451.00	Culture-Recreation Administration.....				\$ -
452.00	Participant Recreation.....				6,401
453.00	Spectator Recreation.....				-
454.00	Parks.....				1,300
455.00	Shade Trees.....				-
456.00	Libraries.....				-
457.00	Civil and Military Celebrations.....				-
458.00	Senior Citizen's Centers.....				-
459.00	All Other Culture and Recreation.....				3,000
<b>TOTAL CULTURE AND RECREATION.....</b>		\$ -	\$ -	\$ -	\$ 10,701

<b>COMMUNITY DEVELOPMENT</b>					
461.00	Conservation of Natural Resources.....				\$ -
462.00	Community Development and Housing.....				-
463.00	Economic Development.....				-
464.00	Economic Opportunity.....				-
465.00-469.00	All Other Community Development.....				-
<b>TOTAL COMMUNITY DEVELOPMENT.....</b>		\$ -	\$ -	\$ -	\$ -

## 2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT|STATEMENT OF REVENUES AND EXPENDITURES

EXPENDITURES		GOVERNMENTAL FUNDS			
		Special Revenue (Including State Capital Liquid Fuels) Projects Debt Service			
DEBT SERVICE		General Fund	Liquid Fuels	Projects	Debt Service
471.00	Debt Principal (short-term and long-term).....				
472.00	Debt Interest (short-term and long-term).....				
475.00	Fiscal Agent Fees.....				
<b>TOTAL DEBT SERVICE.....</b>		\$ -	\$ -	\$ -	\$ -

EMPLOYER PAID BENEFITS & WITHHOLDING ITEMS					
481.00	Employer Paid Withholding Taxes and Unemployment Compensation.....	\$ 12,410			
482.00	Judgments and Losses.....				
483.00	Pension/Retirement Fund Contributions.....				
484.00	Worker Compensation Insurance.....	23,363			
487.00	Group Insurance and Other Benefits.....	44,937			
<b>EMPLOYER PAID BENEFITS &amp; WITHHOLDING ITEMS....</b>		\$ 80,710	\$ -	\$ -	\$ -

INSURANCE					
486.00	Insurance, Casualty, and Surety.....	\$ 1,166	\$ -	\$ -	\$ -

UNCLASSIFIED OPERATING EXPENDITURES					
488.00	Fiduciary Fund Benefits and Refunds Paid.....				
489.00	All Other Unclassified Expenditures*** .....				
<b>TOTAL UNCLASSIFIED OPERATING EXPENDITURES.....</b>		\$ -	\$ -	\$ -	\$ -

OTHER FINANCING USES					
491.00	Refund of Prior Year Revenues.....				
492.00	Interfund Operating Transfers**.....	\$ 50,231		\$ 21,985	
493.00	All Other Financing Uses.....				
<b>TOTAL OTHER FINANCING USES.....</b>		\$ 50,231	\$ -	\$ 21,985	\$ -

<b>TOTAL EXPENDITURES.....</b>		\$ 507,343	\$ 328,616	\$ 21,985	\$ -
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<b>EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES.....</b>		\$ (15,183)	\$ (3,672)	\$ 3,478	\$ -
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\*\* The total of line 492.00 must match the total of line 392.00

\*\*\* This amount cannot be greater than 1% of "TOTAL EXPENDITURES" in each of the funds.

## 2016 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT|STATEMENT OF REVENUES AND EXPENDITURES

EXPENDITURES		PROPRIETARY FUNDS		FIDUCIARY FUND	TOTAL
		Enterprise	Internal Service	Trust and Agency	Memorandum Only
DEBT SERVICE					
471.00	Debt Principal (short-term and long-term).....				\$ -
472.00	Debt Interest (short-term and long-term).....				-
475.00	Fiscal Agent Fees.....				-
TOTAL DEBT SERVICE.....		\$ -	\$ -	\$ -	\$ -

<b>EMPLOYER PAID BENEFITS &amp; WITHHOLDING ITEMS</b>					
481.00	Employer Paid Withholding Taxes and Unemployment Compensation.....				\$ 12,410
482.00	Judgments and Losses.....				-
483.00	Pension/Retirement Fund Contributions.....				-
484.00	Worker Compensation Insurance.....				23,363
487.00	Group Insurance and Other Benefits.....				44,937
<b>EMPLOYER PAID BENEFITS &amp; WITHHOLDING ITEMS....</b>		\$ -	\$ -	\$ -	\$ 80,710

<b>INSURANCE</b>					
486.00	Insurance, Casualty, and Surety.....	\$ -	\$ -	\$ -	\$ 1,166

<b>UNCLASSIFIED OPERATING EXPENDITURES</b>					
488.00	Fiduciary Fund Benefits and Refunds Paid.....				\$ -
489.00	All Other Unclassified Expenditures***.....				-
<b>TOTAL UNCLASSIFIED OPERATING EXPENDITURES.....</b>		\$ -	\$ -	\$ -	\$ -

<b>OTHER FINANCING USES</b>					
491.00	Refund of Prior Year Revenues.....				\$ -
492.00	Interfund Operating Transfers**.....				72,216
493.00	All Other Financing Uses.....				-
<b>TOTAL OTHER FINANCING USES.....</b>		\$ -	\$ -	\$ -	\$ 72,216

<b>TOTAL EXPENDITURES.....</b>		\$ -	\$ -	\$ -	\$ 857,944
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<b>EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES.....</b>		\$ -	\$ -	\$ -	\$ (15,377)
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\*\* The total of line 492.00 must match the total of line 392.00

\*\*\* This amount cannot be greater than 1% of "TOTAL EXPENDITURES" in each of the funds.



## DEBT STATEMENT

Purpose	Bond (B) Note (N)	Issue Date (year)	Maturity Date (year)	Original Amount of Issue	Outstanding Beginning of Year (1)	Principal Incurred This Year (Additions)	Principal Paid This Year	Current Year Accretion of Compound Interest Bonds	Outstanding Year End (1)	Plus (less) Unamortized Premium (Discount)	Total Balance
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GENERAL OBLIGATION BONDS AND NOTES											
											\$ -
REVENUE BONDS AND NOTES											
LEASE RENTAL DEBT/GENERAL LEASES											
OTHER											

Total bonds and notes outstanding.....	\$ -
Capitalized lease obligations.....	
Other debt.....	
<b>TOTAL OUTSTANDING DEBT.....</b>	<b>\$ -</b>

**STATEMENT OF CAPITAL EXPENDITURES**

<b>CATEGORY:</b>	<b>Capital Purchases</b>	<b>Capital Construction</b>	<b>Total</b>
Community Development.....			
Electric.....			
Fire.....			
Gas System.....			
General Government.....		\$ 49,180	\$ 49,180
Health.....			-
Housing.....			-
Libraries.....			-
Mass Transit.....			-
Parks.....			-
Police.....			-
Recreation.....		9,344	9,344
Sewer.....			-
Solid Waste.....			-
Street/Highways.....		189,998	189,998
Water.....			-
Other (Please specify)			-
.....			-
.....			-
.....			-
.....			-
.....			-
<b>TOTAL CAPITAL EXPENDITURES*</b> .....			<b>\$ 248,522</b>

*\*Capital expenditures are generally considered to be those which result in additions to the value of fixed assets (land, buildings, and other structures, machinery and equipment).*

**EMPLOYEE COMPENSATION**

Total salaries, wages, commissions, etc.

paid this year (including all employees and elected officials)\*\*.....

**\$ 156,342**

**\*\*Use income from box 16 of the W-3 Statement**

## **Independent Auditors' Report**

Board of Supervisors  
Township of Gregg, Pennsylvania

We have audited the accompanying 2016 Municipal Annual Audit and Financial Report, Form DCED-CLGS-30, (the "financial statements") of the Township of Gregg, Pennsylvania (the "Township") as of and for the year ended December 31, 2016.

### **Management's Responsibility for the Financial Statements**

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the financial reporting provisions of the Pennsylvania Second Class Township Code of 1933, as amended, which states that the Township must file an annual report of its fiscal affairs with the Commonwealth of Pennsylvania, Department of Community and Economic Development ("DCED") on forms prepared and distributed by the DCED. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of the financial statements that are free from material misstatement, whether due to fraud or error.

### **Auditors' Responsibility**

Our responsibility is to express an opinion on the financial statements 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 financial statements are free from material misstatement.

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

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

### **Opinion**

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position - modified cash basis of the Township of Gregg, Pennsylvania as of December 31, 2016, and the results of its operations - modified cash basis for the year then ended in accordance with the financial reporting provisions of the Pennsylvania Second Class Township Code of 1933, as amended.

### **Basis of Accounting**

We draw attention to the basis of accounting described under Management's Responsibility for the Financial Statements. The financial statements are prepared by the Township of Gregg, Pennsylvania, on the basis of the financial reporting provisions of the Pennsylvania Second Class Township Code of 1933, as amended, which is a basis of accounting other than accounting principles generally accepted in the United States of America. Our opinion is not modified with respect to this matter.

### **Restriction on Use**

Our report is intended solely for the information and use of the Township and for filing with the Commonwealth of Pennsylvania, Department of Community and Economic Development and is not intended to be and should not be used by anyone other than these specified parties.

*Baker Tilly Virchow Krause, LLP*

State College, Pennsylvania  
January 31, 2017