DCED-CLGS-30 (9-09)

Received by DCED: 05/28/2025
Approved by DCED:

Department of Community & Economic Development
Governor's Center for Local Government Services
Commonwealth Keystone Building
400 North Street, 4th Floor
Harrisburg, PA 17120-0225
Ph: 888-223-6837 | fax: 717-783-1402

2023 MUNICIPAL ANNUAL AUDIT AND FINANCIAL REPORT

020843 DORMONT BORO, ALLEGHENY COUNTY

MaherDuessel

Independent Auditor's Report

Members of Council
Borough of Dormont

Report on the Audit of the Financial Statements

Adverse and Unmodified Opinions

We have audited the Cash Basis Balance Sheet, Statement of Revenues and Expenditures, Debt Statement, and Statements of Capital Expenditures and Employee Compensation – regulatory basis, as of and for the year ended December 31, 2023, included in the Annual Audit and Financial Report (Schedules) of the Borough of Dormont (Borough).

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the Schedules referred to above present fairly, in all material respects, the regulatory basis financial position of the Borough as of December 31, 2023, and the regulatory results of its operations for the year then ended in accordance with the financial reporting provisions described in the instructions provided by Pennsylvania Department of Community and Economic Development (DCED).

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 and Unmodified Opinions" section of our report, 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 the Borough as of December 31, 2023, and the results of its operations for the year then ended.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Borough and to meet our other ethical responsibilities in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

To meet the financial reporting requirements of the Commonwealth of Pennsylvania, the Schedules are prepared by the Borough on the basis of the instructions provided by the DCED, which is a basis of accounting other than accounting principles generally accepted in the United States of America. These requirements permit the Schedules to be prepared without financial statement disclosures, without cash flows, without component unit financial information, without government–wide financial statements, without Management's Discussion and Analysis, without budgetary comparisons, and without historical pension and post-employment benefit liability information, and require all funds to be aggregated by fund type on the Schedules.

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 and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these Schedules in accordance with the financial reporting provisions as described in the instructions provided by the DCED to meet filing requirements in Pennsylvania, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of Schedules that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with generally accepted auditing standards, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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 Borough's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control—related matters that we identified during the audit.

Maher Duessel

Pittsburgh, Pennsylvania
May 28, 2025

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BALANCE SHEET

DCED-CLGS-30 (09-09)

DORMONT BORO, ALLEGHENY County

BALANCE SHEET

December 31, 2023

		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	2,416,049	6,046,500	38,785				19,047,086			27,548,420
140-144	Tax Receivable										
121-129, 145-149	Accounts Receivable (excluding taxes)										
130.00	Due From Other Funds			20,205							20,205
131-139, 150-159	Other Current Assets										
160-169	Fixed Assets										
180-189	Other Debits							93,162		2,079,098	2,172,260
Total Assets and Other Debits		2,416,049	6,046,500	58,990				19,140,248		2,079,098	29,740,885
Liabilities and Other Credits											
210-229	Payroll Taxes and Other Payroll Withholdings	67,203									67,203
200-209, 231-239	All Other Current Liabilities	3,264									3,264
230.00	Due To Other Funds	20,205									20,205

DORMONT BORO, ALLEGHENY County

BALANCE SHEET

December 31, 2023

		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
Liabilities and Other Credits											
260-269	Long-Term-Liabilities									1,521,033	1,521,033
240-259	Current Portion of Long-Term Debt and Other Credits									558,065	558,065
Total Liabilities and Other Credits		90,672								2,079,098	2,169,770
Fund and Account Group Equity											
281-284	Contributed Capital										
290.00	Investment in General Fixed Assets										
270-289	Fund Balance / Retained Earnings on 12/31	2,325,377	6,046,500	58,990				19,140,248			27,571,115
291-299	Other Equity										
Total Fund and Account Group Equity		2,325,377	6,046,500	58,990				19,140,248			27,571,115

TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY	29,740,885

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

		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	4,531,357							4,531,357
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)	486,121							486,121
310.00	Per Capita Taxes								
310.10	Real Estate Transfer Taxes	207,771							207,771
310.20	Earned Income Taxes / Wage Taxes	1,607,056							1,607,056
310.30	Business Gross Receipts Taxes								
310.40	Occupation Taxes (levied under Act 511)								
310.50	Local Services Tax **	68,115							68,115
310.60	Amusement / Admission Taxes								
310.70	Mechanical Device Taxes								
310.90	Other: _____								
	Other: _____								
Total Taxes		6,900,420							6,900,420
Licenses and Permits									
320-322	All Other Licenses and Permits	24,795							24,795
321.80	Cable Television Franchise Fees	172,548							172,548
Total Licenses and Permits		197,343							197,343
Fines and Forfeits									
330-332	Fines and Forfeits	12,240							12,240
Total Fines and Forfeits		12,240							12,240

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

		Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
		General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only
REVENUES									
Interest, Rents and Royalties									
341.00	Interest Earnings	101,592	174,461	1,123				2,220,896	2,498,072
342.00	Rents and Royalties	338,162							338,162
Total Interest, Rents and Royalties		439,754	174,461	1,123				2,220,896	2,836,234
Federal									
351.03	Highways and Streets	14,837							14,837
351.09	Community Development								
351.00	All Other Federal Capital and Operating Grants								
352.01	National Forest								
352.00	All Other Federal Shared Revenue and Entitlements								
353.00	Federal Payments in Lieu of Taxes								
Total Federal		14,837							14,837
State									
354.03	Highways and Streets								
354.09	Community Development								
354.15	Recycling / Act 101								
354.00	All Other State Capital and Operating Grants								
355.01	Public Utility Realty Tax (PURTA)								
355.02-355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		206,314						206,314
355.04	Alcoholic Beverage Licenses	3,200							3,200
355.05	General Municipal Pension System State Aid	285,867							285,867
355.07	Foreign Fire Insurance Tax Distribution	31,725							31,725
355.08	Local Share Assessment/Gaming Proceeds								
355.09	Marcellus Shale Impact Fee Distribution	1,637							1,637

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

REVENUES

		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
	State								
355.00	All Other State Shared Revenues and Entitlements								
356.00	State Payments in Lieu of Taxes								
	Total State	322,429	206,314						528,743
	Local Government Units								
357.03	Highways and Streets								
357.00	All Other Local Governmental Units Capital and Operating Grants	38,968							38,968
358.00	Local Government Unit Shared Payments for Contracted Intergovernmental Services								
359.00	Local Governmental Units and Authorities Payments in Lieu of Taxes								
	Total Local Government Units	38,968							38,968
	Charges for Service								
361.00	General Government	36,959							36,959
362.00	Public Safety	365,800							365,800
363.20	Parking	429,003							429,003
363.00	All Other Charges for Highway & Street Services	1,645							1,645
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)		2,486,641						2,486,641
364.30	Solid Waste Collection and Disposal Charge (trash)	866,070							866,070
364.60	Host Municipality Benefit Fee for Solid Waste Facility								
364.00	All Other Charges for Sanitation Services	61							61
365.00	Health								
366.00	Human Services								
367.00	Culture and Recreation	366,739							366,739
368.00	Airports								

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

		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								
Total Charges for Service		2,066,277	2,486,641						4,552,918
Unclassified Operating Revenues									
383.00	Special Assessments								
386.00	Escheats (sale of personal property)								
387.00	Contributions and Donations from Private Sectors								
388.00	Fiduciary Fund Pension Contributions							891,808	891,808
389.00	All Other Unclassified Operating Revenues	18,145							18,145
Total Unclassified Operating Revenues		18,145						891,808	909,953
Other Financing Sources									
391.00	Proceeds of General Fixed Asset Disposition	140							140
392.00	Interfund Operating Transfers	329,075		810,000					1,139,075
393.00	Proceeds of General Long-Term Debt								
394.00	Proceeds of Short Term-Debt								

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

		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	76,717							76,717
Total Other Financing Sources		405,932		810,000					1,215,932
TOTAL REVENUES		10,416,345	2,867,416	811,123				3,112,704	17,207,588
EXPENDITURES									
General Government									
400.00	Legislative (Governing) Body	14,460							14,460
401.00	Executive (Manager or Mayor)	464,591							464,591
402.00	Auditing Services / Financial Administration	37,846							37,846
403.00	Tax Collection	48,746							48,746
404.00	Solicitor / Legal Services	129,001							129,001
405.00	Secretary / Clerk								
406.00	Other General Government Administration								
407.00	IT-Networking Services-Data Processing	185,628							185,628
408.00	Engineering Services	71,267							71,267
409.00	General Government Buildings and Plant	237,242		256,506					493,748
Total General Government		1,188,781		256,506					1,445,287
Public Safety									
410.00	Police	2,447,545							2,447,545
411.00	Fire	922,624							922,624
412.00	Ambulance / Rescue								
413.00	UCC and Code Enforcement	114,187							114,187

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

EXPENDITURES

		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
Public Safety									
414.00	Planning and Zoning	23,335							23,335
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								
Total Public Safety		3,507,691							3,507,691
Health and Human Services									
420.00-425.00	Health and Human Services								
Total Health and Human Services									
Public Works - Sanitation									
426.00	Recycling Collection and Disposal								
427.00	Solid Waste Collection and Disposal (garbage)	826,226							826,226
428.00	Weed Control								
429.00	Wastewater / Sewage Treatment and Collection		2,737,525						2,737,525
Total Public Works - Sanitation		826,226	2,737,525						3,563,751
Public Works - Highways and Streets									
430.00	General Services - Administration	914,322		60,066					974,388
431.00	Cleaning of Streets and Gutters								
432.00	Winter Maintenance – Snow Removal	36,126							36,126
433.00	Traffic Control Devices	3,742	71,394						75,136
434.00	Street Lighting	9,678							9,678

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

		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									
435.00	Sidewalks and Crosswalks								
436.00	Storm Sewers and Drains								
437.00	Repairs of Tools and Machinery								
438.00	Maintenance and Repairs of Roads and Bridges			490,423					490,423
439.00	Highway Construction and Rebuilding Projects		1,300						1,300
Total Public Works - Highways and Streets		963,868	72,694	550,489					1,587,051
Other Public Works Enterprises									
440.00	Airports								
441.00	Cemeteries								
442.00	Electric System								
443.00	Gas System								
444.00	Markets								
445.00	Parking	42,709							42,709
446.00	Storm Water and Flood Control	18,645							18,645
447.00	Transit System	4,171							4,171
448.00	Water System								
449.00	Water Transport and Terminals								
Total Other Public Works Enterprises		65,525							65,525
Culture and Recreation									
451.00	Culture-Recreation Administration	112,598							112,598
452.00	Participant Recreation	293,540							293,540
453.00	Spectator Recreation								
454.00	Parks	389,897							389,897

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

		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	45,697							45,697
456.00	Libraries	88,818							88,818
457.00	Civil and Military Celebrations	83,083							83,083
458.00	Senior Citizens' Centers								
459.00	All Other Culture and Recreation								
Total Culture and Recreation		1,013,633							1,013,633
Community Development									
461.00	Conservation of Natural Resources								
462.00	Community Development and Housing	300							300
463.00	Economic Development								
464.00	Economic Opportunity								
465-469	All Other Community Development								
Total Community Development		300							300
Debt Service									
471.00	Debt Principal (short-term and long-term)	455,162	80,582						535,744
472.00	Debt Interest (short-term and long-term)	62,427	2,676						65,103
475.00	Fiscal Agent Fees								
Total Debt Service		517,589	83,258						600,847
Employer Paid Benefits and Withholding Items									
481.00	Employer Paid Withholding Taxes and Unemployment Compensation	199,360							199,360
482.00	Judgments and Losses	23,311							23,311
483.00	Pension / Retirement Fund Contributions	679,036							679,036

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2023

		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	173,513							173,513
487.00	Other Group Insurance Benefits	48,479							48,479
Total Employer Paid Benefits and Withholding Items		1,123,699							1,123,699
Insurance									
486.00	Insurance, Casualty, and Surety	157,271							157,271
Total Insurance		157,271							157,271
Unclassified Operating Expenditures									
488.00	Fiduciary Fund Benefits and Refunds Paid							972,652	972,652
489.00	All Other Unclassified Expenditures							184,931	184,931
Total Unclassified Operating Expenditures								1,157,583	1,157,583
Other Financing Uses									
491.00	Refund of Prior Year Revenues								
492.00	Interfund Operating Transfers	810,000	329,075						1,139,075
493.00	All Other Financing Uses	270							270
Total Other Financing Uses		810,270	329,075						1,139,345
TOTAL EXPENDITURES		10,174,853	3,222,552	806,995				1,157,583	15,361,983
EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES		241,492	-355,136	4,128				1,955,121	1,845,605

DORMONT BORO

December 31, 2023

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 Note	Note	2016	2026	1,280,000	602,404		145,029		457,375		457,375
General Obligation Note	Note	2017	2027	1,575,000	788,756		160,961		627,795		627,795
General Obligation Note	Note	2018	2028	675,000	436,431		65,759		370,672		370,672
Revenue Bonds and Notes											
Lease Rental Debt											
2017 Capital Lease - Fire Truck	Capital Leases	2017	2027	719,344	386,891		72,757		314,134		314,134
2020 Capital Lease - Street Sweeper	Capital Leases	2020	2024	212,700	86,319		42,500		43,819		43,819
2023 Capital Lease - Truck	Capital Leases	2023	2028	54,407	0	54,407	12,243		42,164		42,164
2023 Capital Lease - Dump Truck	Capital Leases	2023	2028	97,807	0	97,807	0		97,807		97,807
2023 Capital Lease - Wheel Loader	Capital Leases	2023	2028	115,950	0	115,950	25,839		90,111		90,111
2023 Capital Lease - Police Vehicle	Capital Leases	2023	2028	45,877	0	45,877	10,656		35,221		35,221
Other											

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding	2,079,098
Capitalized lease obligations	0
Net debt	2,079,098

DORMONT BORO, ALLEGHENY County

STATEMENT OF CAPITAL EXPENDITURES

December 31, 2023

Category	Capital Purchases	Capital Construction	Total
Community Development			
Electric			
Fire			
Gas System			
General Government	188,780		188,780
Health			
Housing			
Libraries			
Mass Transit			
Parks			
Police			
Recreation			
Sewer			
Solid Waste			
Streets / Highways	17,300	187,253	204,553
Water			
Other: _____			
TOTAL CAPITAL EXPENDITURES	206,080	187,253	393,333

EMPLOYEE COMPENSATION

Total salaries, wages, commissions, etc. paid this year (including all employees and elected officials)	3,618,744

Independent Public Accountant/Certified Public Accountant Submission Page

Opinion page was provided in lieu of signature page.

SIGNATURE AND VERIFICATION

Signed: Maher Duessel Appointed Auditor/CPA

DCED-CLGS-30 (9-09)

December 31, 2023

NOTES / COMMENTS