DCED-CLGS-30 (9-09)

Received by DCED: 03/31/2026
Approved by DCED:

Department of Community & Economic Development
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2025 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

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, 2025, 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, 2025, 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 Opinion on U.S. Generally Accepted Accounting Principles" 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, 2024, and the results of its operations for the year then ended.

Basis for 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 audit opinions.

Basis for 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.

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. Management is also responsible 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
March 31, 2026

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BALANCE SHEET

DCED-CLGS-30 (09-09)

DORMONT BORO, ALLEGHENY County

BALANCE SHEET

December 31, 2025

		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	1,147,683	6,398,630	7				21,597,853			29,144,173
140-144	Tax Receivable										
121-129, 145-149	Accounts Receivable (excluding taxes)										
130.00	Due From Other Funds	26,958	76,375	20,206							123,539
131-139, 150-159	Other Current Assets										
160-169	Fixed Assets										
180-189	Other Debits							18,046		1,304,274	1,322,320
Total Assets and Other Debits		1,174,641	6,475,005	20,213				21,615,899		1,304,274	30,590,032
Liabilities and Other Credits											
210-229	Payroll Taxes and Other Payroll Withholdings										
200-209, 231-239	All Other Current Liabilities	10,190									10,190
230.00	Due To Other Funds	96,581	26,958								123,539

DORMONT BORO, ALLEGHENY County

BALANCE SHEET

December 31, 2025

		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									674,660	674,660
240-259	Current Portion of Long-Term Debt and Other Credits									629,614	629,614
Total Liabilities and Other Credits		106,771	26,958							1,304,274	1,438,003
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	1,067,870	6,448,047	20,213				21,615,899			29,152,029
291-299	Other Equity										
Total Fund and Account Group Equity		1,067,870	6,448,047	20,213				21,615,899			29,152,029
TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY											30,590,032

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

		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	4,663,431							4,663,431
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)	486,130							486,130
310.00	Per Capita Taxes								
310.10	Real Estate Transfer Taxes	212,746							212,746
310.20	Earned Income Taxes / Wage Taxes	1,718,424							1,718,424
310.30	Business Gross Receipts Taxes								
310.40	Occupation Taxes (levied under Act 511)								
310.50	Local Services Tax **	70,772							70,772
310.60	Amusement / Admission Taxes								
310.70	Mechanical Device Taxes								
310.90	Other: _____								
	Other: _____								
Total Taxes		7,151,503							7,151,503
Licenses and Permits									
320-322	All Other Licenses and Permits	28,350							28,350
321.80	Cable Television Franchise Fees	87,584							87,584
Total Licenses and Permits		115,934							115,934
Fines and Forfeits									
330-332	Fines and Forfeits	11,197							11,197
Total Fines and Forfeits		11,197							11,197

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

		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	72,103	213,839	57				2,253,848	2,539,847
342.00	Rents and Royalties	380,190							380,190
Total Interest, Rents and Royalties		452,293	213,839	57				2,253,848	2,920,037
Federal									
351.03	Highways and Streets	18,055							18,055
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		18,055							18,055
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		205,261						205,261
355.04	Alcoholic Beverage Licenses								
355.05	General Municipal Pension System State Aid	339,875							339,875
355.07	Foreign Fire Insurance Tax Distribution	35,551							35,551
355.08	Local Share Assessment/Gaming Proceeds								
355.09	Marcellus Shale Impact Fee Distribution	916							916

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

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		376,342	205,261						581,603
Local Government Units									
357.03	Highways and Streets								
357.00	All Other Local Governmental Units Capital and Operating Grants	275,471							275,471
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		275,471							275,471
Charges for Service									
361.00	General Government	38,756							38,756
362.00	Public Safety	419,267							419,267
363.20	Parking	378,782							378,782
363.00	All Other Charges for Highway & Street Services	3,085							3,085
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)		2,738,847						2,738,847
364.30	Solid Waste Collection and Disposal Charge (trash)	1,213,052							1,213,052
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	452,172							452,172
368.00	Airports								

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

		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		2,505,114	2,738,847						5,243,961
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							213,587	213,587
389.00	All Other Unclassified Operating Revenues	5,490							5,490
Total Unclassified Operating Revenues		5,490						213,587	219,077
Other Financing Sources									
391.00	Proceeds of General Fixed Asset Disposition	40,863							40,863
392.00	Interfund Operating Transfers	312,553	9	1,546,624					1,859,186
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, 2025

		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	122,345							122,345
Total Other Financing Sources		475,761	9	1,546,624					2,022,394
TOTAL REVENUES		11,387,160	3,157,956	1,546,681				2,467,435	18,559,232
EXPENDITURES									
General Government									
400.00	Legislative (Governing) Body	18,585							18,585
401.00	Executive (Manager or Mayor)	538,375							538,375
402.00	Auditing Services / Financial Administration	55,068							55,068
403.00	Tax Collection	61,882							61,882
404.00	Solicitor / Legal Services	170,960							170,960
405.00	Secretary / Clerk								
406.00	Other General Government Administration								
407.00	IT-Networking Services-Data Processing	191,487							191,487
408.00	Engineering Services	91,785							91,785
409.00	General Government Buildings and Plant	183,299		106,819					290,118
Total General Government		1,311,441		106,819					1,418,260
Public Safety									
410.00	Police	2,662,579							2,662,579
411.00	Fire	976,547							976,547
412.00	Ambulance / Rescue								
413.00	UCC and Code Enforcement	90,861							90,861

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

		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									
414.00	Planning and Zoning	11,117							11,117
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		3,741,104							3,741,104
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)	1,138,661							1,138,661
428.00	Weed Control								
429.00	Wastewater / Sewage Treatment and Collection		2,769,843						2,769,843
Total Public Works - Sanitation		1,138,661	2,769,843						3,908,504
Public Works - Highways and Streets									
430.00	General Services - Administration	960,702		344,358					1,305,060
431.00	Cleaning of Streets and Gutters								
432.00	Winter Maintenance – Snow Removal		97,524						97,524
433.00	Traffic Control Devices	13,360	133,740						147,100
434.00	Street Lighting	1							1

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

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 Works - Highways and Streets									
435.00	Sidewalks and Crosswalks								
436.00	Storm Sewers and Drains								
437.00	Repairs of Tools and Machinery		15,315						15,315
438.00	Maintenance and Repairs of Roads and Bridges			661,095					661,095
439.00	Highway Construction and Rebuilding Projects		18,885						18,885
Total Public Works - Highways and Streets		974,063	265,464	1,005,453					2,244,980
Other Public Works Enterprises									
440.00	Airports								
441.00	Cemeteries								
442.00	Electric System								
443.00	Gas System								
444.00	Markets								
445.00	Parking	53,809							53,809
446.00	Storm Water and Flood Control	20,364							20,364
447.00	Transit System	2,623							2,623
448.00	Water System								
449.00	Water Transport and Terminals								
Total Other Public Works Enterprises		76,796							76,796
Culture and Recreation									
451.00	Culture-Recreation Administration	138,253							138,253
452.00	Participant Recreation	397,281							397,281
453.00	Spectator Recreation								
454.00	Parks	361,352		432,401					793,753

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

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
Culture and Recreation									
455.00	Shade Trees	50,590							50,590
456.00	Libraries	90,000							90,000
457.00	Civil and Military Celebrations	97,500							97,500
458.00	Senior Citizens' Centers								
459.00	All Other Culture and Recreation								
Total Culture and Recreation		1,134,976		432,401					1,567,377
Community Development									
461.00	Conservation of Natural Resources								
462.00	Community Development and Housing	38,371							38,371
463.00	Economic Development								
464.00	Economic Opportunity								
465-469	All Other Community Development								
Total Community Development		38,371							38,371
Debt Service									
471.00	Debt Principal (short-term and long-term)	592,589	32,068						624,657
472.00	Debt Interest (short-term and long-term)	27,005							27,005
475.00	Fiscal Agent Fees								
Total Debt Service		619,594	32,068						651,662
Employer Paid Benefits and Withholding Items									
481.00	Employer Paid Withholding Taxes and Unemployment Compensation	199,013							199,013
482.00	Judgments and Losses	121,131							121,131
483.00	Pension / Retirement Fund Contributions	990							990

DORMONT BORO, ALLEGHENY County

STATEMENT OF REVENUES AND EXPENDITURES

December 31, 2025

		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	270,308							270,308
487.00	Other Group Insurance Benefits	53,451							53,451
Total Employer Paid Benefits and Withholding Items		644,893							644,893
Insurance									
486.00	Insurance, Casualty, and Surety	300,466							300,466
Total Insurance		300,466							300,466
Unclassified Operating Expenditures									
488.00	Fiduciary Fund Benefits and Refunds Paid							1,140,387	1,140,387
489.00	All Other Unclassified Expenditures							224,920	224,920
Total Unclassified Operating Expenditures								1,365,307	1,365,307
Other Financing Uses									
491.00	Refund of Prior Year Revenues								
492.00	Interfund Operating Transfers	1,546,633	312,553						1,859,186
493.00	All Other Financing Uses								
Total Other Financing Uses		1,546,633	312,553						1,859,186
TOTAL EXPENDITURES		11,526,998	3,379,928	1,544,673				1,365,307	17,816,906
EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES		-139,838	-221,972	2,008				1,102,128	742,326

DORMONT BORO

December 31, 2025

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	308,693		152,427		156,266		156,266
General Obligation Note	Note	2017	2027	1,575,000	461,332		171,441		289,891		289,891
General Obligation Note	Note	2018	2028	675,000	302,042		71,390		230,652		230,652
Revenue Bonds and Notes											
Lease Rental Debt											
2017 Capital Lease - Fire Truck	Capital Leases	2017	2027	719,344	239,136		77,307		161,829		161,829
2023 Capital Lease - Truck	Capital Leases	2023	2028	54,407	32,565		10,201		22,364		22,364
2023 Capital Lease - Dump Truck	Capital Leases	2023	2028	97,807	75,941		18,411		57,530		57,530
2023 Capital Lease - Wheel Loader	Capital Leases	2023	2028	115,950	69,427		21,867		47,560		47,560
2023 Capital Lease - Police Vehicle	Capital Leases	2023	2028	45,877	26,046		9,175		16,871		16,871
2024 Capital Lease - Police Vehicle	Capital Leases	2024	2029	69,211	53,039		11,693		41,346		41,346
2024 Capital Lease - Truck	Capital Leases	2024	2029	63,971	49,708		11,405		38,303		38,303
2025 Capital Lease - Truck	Capital Leases	2025	2029	53,915	0	53,915	11,946		41,969		41,969
2025 Capital Lease - Police Vehicle	Capital Leases	2025	2029	61,256	0	61,256	13,548		47,708		47,708
2025 Capital Lease - Truck	Capital Leases	2025	2029	66,776	0	66,776	15,406		51,370		51,370
2025 Capital Lease - Dump Truck	Capital Leases	2025	2029	129,055	0	129,055	28,440		100,615		100,615
Other											

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding	1,304,274
Capitalized lease obligations	0
Net debt	1,304,274

DORMONT BORO, ALLEGHENY County

STATEMENT OF CAPITAL EXPENDITURES

December 31, 2025

Category	Capital Purchases	Capital Construction	Total
Community Development			
Electric			
Fire			
Gas System			
General Government		12,769	12,769
Health			
Housing			
Libraries			
Mass Transit			
Parks			
Police			
Recreation		421,307	421,307
Sewer			
Solid Waste			
Streets / Highways		763,787	763,787
Water			
Other: _____			
TOTAL CAPITAL EXPENDITURES		1,197,863	1,197,863

EMPLOYEE COMPENSATION

Total salaries, wages, commissions, etc. paid this year (including all employees and elected officials)	4,052,507

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, 2025

NOTES / COMMENTS

Lines 388.00 and 483.00 - In 2025, the Borough did not remit its Municipal Minimum Obligation (MMO) payments into the Police and General Employees' Pension Plans (pension plans) in the amounts of $607,121 and $88,085, respectively. The Borough also received Act 205 General Municipal Pension System State Aid of $339,875 (reported on Line 355.05) in 2025 but did not deposit these funds into the pension plans.