

2021 ANNUAL REPORT OF MUNICIPAL AUTHORITIES AND NON-PROFITS

MONROEVILLE MUNICIPAL AUTHORITY 024488

MUNICIPAL AUTHORITY INFORMATION

Information on file**Name:** MONROEVILLE MUNICIPAL AUTHORITY**Address:** 219 SPEELMAN LANE

MONROEVILLE, PA 15146

Phone: (412) 372-2677**Fax:****Contact Person:** JOSEPH STOREY**Title:** GENERAL MANAGER**Email:** JSTOREY@MONROEVILLEWATER.ORG**Year Authority Organized** 1945**Year Authority Terminates** 2064**Fiscal Year Ends (month/day):** 12/31**Number of Employees****Full Time Equivalent:** 31**Part Time Equivalent:** 0**Filing Status:** Active**Facility Type:**

Sewer

Water

MONROEVILLE MUNICIPAL AUTHORITY

AUTHORITY OFFICIALS LIST

President Address: Phone: Fax: e-mail:	THOMAS PEGG 4726 LOLLY DR MONROEVILLE, PA 15146 (412) 372-2677
Secretary Address: Phone: Fax: e-mail:	THOMAS PEGG 4726 LOLLY DR MONROEVILLE, PA 15146 (412) 372-2677
Treasurer Address: Phone: Fax: e-mail:	DAVID MAGILL 2249 TILBROOK ROAD MONROEVILLE, PA 15146 (412) 953-2316
Solicitor Address: Phone: Fax: e-mail:	ROBERT J. WRATCHER 3824 NORTHERN PIKE SUITE 925 MONROEVILLE, PA 15146 (412) 904-1875

MONROEVILLE MUNICIPAL AUTHORITY

GEOGRAPHICAL AREAS SERVED

Municipality Name
MONROEVILLE BORO

County
ALLEGHENY

Independent Auditor's Report

**Board of Directors
Monroeville Municipal Authority**

Report on the Audit of the Financial Statements

Adverse and Unmodified Opinions

We have audited the Statement of Net Position, Statement of Revenues, Expenses, and Changes in Net Position, Statement of Fiduciary Net Position, Statement of Changes in Fiduciary Net Position, and Debt Statement – regulatory basis, as of and for the year ended December 31, 2021 included in the Annual Report of Municipal Authorities and Non-Profits (Schedules) of the Monroeville Municipal Authority (Authority).

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 Authority as of December 31, 2021, 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 Authority as of December 31, 2021, 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 (GAAS). 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 Authority 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 Authority 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 GAAS 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 GAAS, 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 Authority'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 Authority'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
April 29, 2022

MONROEVILLE MUNICIPAL AUTHORITY

STATEMENT OF NET POSITION FOR THE FISCAL YEAR ENDING 2021

CURRENT ASSETS	
Cash and cash equivalents	3,227,067
Investments	6,009,192
Receivables (net of allowance for uncollectibles)	2,389,651
Lease rental payments receivable (Financing authorities, only)	
Due from other governments	
Inventories	
Prepays	192,351
Restricted current assets:	
Cash or cash equivalents	
Investments	
Lease rental payments receivable (Financing authorities, only)	
Intergovernmental receivables	
Other current assets	
TOTAL CURRENT ASSETS	11,818,261

NON-CURRENT ASSETS	
Restricted non-current assets:	
Investments	6,286,423
Lease rental payments receivable (Financing authorities, only)	
Capital assets not being depreciated:	
Land	751,405
Construction in progress	830,789
Capital assets net of accumulated depreciation:	
Buildings and system	37,138,364
Improvements other than buildings	
Furnishings, machinery and equipment	2,842,896
Infrastructure	
Lease rental payments receivable (Financing authorities, only)	
Other non-current assets	4,113,457
TOTAL NON-CURRENT ASSETS	51,963,334
TOTAL ASSETS	63,781,595

DEFERRED OUTFLOWS OF RESOURCES	
Deferred amount of debt refundings	453,316
Deferrals related to pensions	556,581
Other deferred outflows of resources	1,907,947
TOTAL DEFERRED OUTFLOWS OF RESOURCES	2,917,844
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	66,699,439

CURRENT LIABILITIES	
Accounts payable	1,978,003
Accrued payroll and withholdings	98,375
Accrued interest payable	17,106
Due to other governments	
Unearned revenue	345,656
Funds held as fiduciary	
Debt due within one year	1,750,000
Other current liabilities	
TOTAL CURRENT LIABILITIES	4,189,140

NON-CURRENT LIABILITIES	
Debt due in more than one year	7,830,000
Net pension liabilities	
Other non-current liabilities	2,885,016
TOTAL NON-CURRENT LIABILITIES	10,715,016
TOTAL LIABILITIES	14,904,156

DEFERRED INFLOWS OF RESOURCES	
Deferred amount on debt refundings	
Deferrals related to pensions	3,636,286
Other deferred inflows of resources	1,534,546
TOTAL DEFERRED INFLOWS OF RESOURCES	5,170,832
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	20,074,988

NET POSITION	
Net investment in capital assets	33,907,874
Restricted	4,967,035
Unrestricted	7,749,542
TOTAL NET POSITION	46,624,451
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES AND NET POSITION	66,699,439

MONROEVILLE MUNICIPAL AUTHORITY
Sewer
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDING 2021**

SEWER OPERATING REVENUES	
Charges for service	12,552,726
Lease rental income (Financing authorities, only)	
Operating grants:	
Federal	
State	
Local	
Other	
Contributions	
Interest income	
Assessment revenue*	
Payments in lieu of assessments*	
Program income*	
Other operating revenue	487,144
TOTAL SEWER OPERATING REVENUES	13,039,870

SEWER OPERATING EXPENSES	
Administrative	1,077,772
Contracted services	
Personnel services	
Supplies and materials	
Repairs and maintenance	843,852
Utilities	
Other services and charges	7,751,082
Depreciation and amortization	317,283
Fundraising*	
Program services*	
Other operating expenses	44,154
TOTAL SEWER OPERATING EXPENSES	10,034,143
SEWER OPERATING INCOME (LOSS)	3,005,727

SEWER NONOPERATING REVENUES / (EXPENSES)	
Nonoperating grants:	
Federal	
State	

Local	
Other	
Investment earnings / (losses)	(55,371)
Interest expense	(314,716)
Gain / (loss) on sale of assets	
Other financing sources / (uses)	
Other nonoperating revenues	
Other nonoperating (expenses)	(156,925)
Debt service principal and interest (expense)**	
TOTAL SEWER NONOPERATING REVENUES (EXPENSES)	(527,012)
CAPITAL CONTRIBUTIONS	187,667
CHANGE IN NET POSITION	2,666,382
NET POSITION - BEGINNING OF YEAR	21,321,469
PRIOR PERIOD ADJUSTMENT	
SEWER NET POSITION - END OF YEAR	23,987,851

*Business/Neighborhood Improvement Districts
**see the Authorities and Non-Profits Annual Financial Report Tip Sheet available from your Start Page.

MONROEVILLE MUNICIPAL AUTHORITY
Water
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
FOR THE FISCAL YEAR ENDING 2021**

WATER OPERATING REVENUES	
Charges for service	5,470,706
Lease rental income (Financing authorities, only)	
Operating grants:	
Federal	
State	
Local	
Other	
Contributions	
Interest income	
Assessment revenue*	
Payments in lieu of assessments*	
Program income*	
Other operating revenue	214,668
TOTAL WATER OPERATING REVENUES	5,685,374

WATER OPERATING EXPENSES	
Administrative	1,102,651
Contracted services	
Personnel services	
Supplies and materials	
Repairs and maintenance	1,004,834
Utilities	
Other services and charges	1,204,622
Depreciation and amortization	1,038,089
Fundraising*	
Program services*	
Other operating expenses	44,155
TOTAL WATER OPERATING EXPENSES	4,394,351
WATER OPERATING INCOME (LOSS)	1,291,023

WATER NONOPERATING REVENUES / (EXPENSES)	
Nonoperating grants:	
Federal	
State	

Local	
Other	
Investment earnings / (losses)	(55,371)
Interest expense	17,955
Gain / (loss) on sale of assets	
Other financing sources / (uses)	
Other nonoperating revenues	
Other nonoperating (expenses)	
Debt service principal and interest (expense)**	
TOTAL WATER NONOPERATING REVENUES (EXPENSES)	(37,416)
CAPITAL CONTRIBUTIONS	104,500
CHANGE IN NET POSITION	1,358,107
NET POSITION - BEGINNING OF YEAR	21,278,493
PRIOR PERIOD ADJUSTMENT	
WATER NET POSITION - END OF YEAR	22,636,600

*Business/Neighborhood Improvement Districts
**see the Authorities and Non-Profits Annual Financial Report Tip Sheet available from your Start Page.

MONROEVILLE MUNICIPAL AUTHORITY
STATEMENT OF FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDING 2021

ASSETS		
	Trust Funds	Custodial Funds
Cash and cash equivalents	750,819	0
Receivables	61,205	0
Investments, at fair value	27,715,378	0
Restricted assets:		
Temporarily restricted:		
Cash, or cash equivalents		
Investments		
Intergovernmental receivables		
Permanently restricted:		
Investments		
Other assets		
TOTAL ASSETS	28,527,402	0

DEFERRED OUTFLOWS OF RESOURCES		
	Trust Funds	Custodial Funds
Other deferred outflows of resources		
TOTAL DEFERRED OUTFLOWS OF RESOURCES	0	0
TOTAL ASSETS AND DEFERRED OUTFLOWS OF RESOURCES	28,527,402	0

LIABILITIES		
	Trust Funds	Custodial Funds
Accounts payable and other current liabilities		
Due to other governments		
Unearned revenue		
Debt due within one year		
Other liabilities		
TOTAL LIABILITIES	0	0

DEFERRED INFLOWS OF RESOURCES		
	Trust Funds	Custodial Funds
Other deferred inflows of resources		
TOTAL DEFERRED INFLOWS OF RESOURCES	0	0
TOTAL LIABILITIES AND DEFERRED INFLOWS OF RESOURCES	0	0

NET POSITION		
	Trust Funds	Custodial Funds
Assets held in trust for pension/other postemployment benefits	28,527,402	0
Other		
TOTAL NET POSITION	28,527,402	0
TOTAL LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION	28,527,402	0

MONROEVILLE MUNICIPAL AUTHORITY

**STATEMENT OF CHANGES IN FIDUCIARY NET POSITION
FOR THE FISCAL YEAR ENDING 2021**

ADDITIONS		
Contributions		
	Trust Funds	Custodial Funds
Employer	1,374,269	0
Plan members		
Private donations		
Other		
TOTAL CONTRIBUTIONS	1,374,269	0
Investment Earnings		
	Trust Funds	Custodial Funds
Interest	567,847	0
Net increase / (decrease) in the fair value of investments	3,212,072	0
Other	2,369	0
TOTAL INVESTMENT EARNINGS	3,782,288	0
	Trust Funds	Custodial Funds
Less investment expenses		
TOTAL ADDITIONS	5,156,557	0
DEDUCTIONS		
	Trust Funds	Custodial Funds
Benefits	1,141,941	0
Administrative expenses		
Other		
TOTAL DEDUCTIONS	1,141,941	0
NET POSITION		
	Trust Funds	Custodial Funds
CHANGE IN NET POSITION	4,014,616	0
NET POSITION - BEGINNING OF YEAR	24,512,786	0
PRIOR PERIOD ADJUSTMENT		
NET POSITION - END OF YEAR	28,527,402	0

Purpose	Issuance Type	Issue Year (YYYY)	Maturity Year (YYYY)	Original Amount of Issue	Outstanding Beginning of Year	Principal Incurred This Year	Principal Paid This Year	Current Year Accretion on Compound Interest Bonds	Outstanding at Year End
General Obligation Bonds and Notes									
2011-04	Bond	2011	2022	10,000,000	2,265,000	0	1,465,000		\$800,000
2012-04	Bond	2012	2022	3,985,000	745,000		10,000	0	\$735,000
2014-05	Bond	2014	2021	5,295,000	235,000	0	235,000	0	\$0
2020-04	Bond	2020	2037	8,265,000	8,265,000	0	220,000	0	\$8,045,000
					Total Bonds and Notes Outstanding				\$9,580,000
					Capitalized Lease Obligations				\$0
					Plus (Less) Unamortized Premium (Discount)				0
					NET DEBT				\$9,580,000

MONROEVILLE MUNICIPAL AUTHORITY

SIGNATURE AND VERIFICATION

I certify that the foregoing information is correct and complete for the 2021 municipal Authority's fiscal year.

Name: Maher Duessel **Title:** CPAs
Phone: (412) 471-5500