



CERTIFIED PUBLIC ACCOUNTANTS & CONSULTANTS

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## INDEPENDENT AUDITOR'S REPORT

Township Supervisors  
Paint Township  
Johnstown, Pennsylvania

### Report on the Financial Statements

We have audited the accompanying Commonwealth of Pennsylvania Department of Community and Economic Development Annual Audit and Financial Report of Paint Township, Pennsylvania as of December 31, 2015, which comprise the special purpose balance sheet for each fund type as of December 31, 2015, and the related special purpose statement of revenues and expenditures and schedules for the year ended then ended.

### Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these special purpose financial statements and schedules in accordance with the financial reporting provisions prescribed or permitted by the Pennsylvania Department of Community and Economic Development Annual Audit and Financial Report Form DCED-GLGS-30; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### Auditor's Responsibility

Our responsibility is to express an opinion on these special purpose financial statements and schedules based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. These standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures 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.

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*Analyzing Yesterday. Adjusting Today. Planning Tomorrow.*

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 Commonwealth of Pennsylvania Department of Community and Economic Development special purpose balance sheet for each fund type and related statement of revenue and expenditures and schedules of Paint Township are presented fairly, in all material respects, pursuant to the format prescribed by the Annual Audit and Financial Report Form DCED-GLGS-30 as of and for the year ended December 31, 2015.

### **Other Information**

The accompanying special purpose financial statements and schedules were prepared for the purpose of complying with the provisions of the Pennsylvania Department of Community and Economic Development Annual Audit and Financial Report Form DCED-GLGS-30, and are not intended to be a presentation of financial position and results of operations of Paint Township in conformity with accounting principles generally accepted in the United States of America. In addition, these financial statements and schedules do not include the footnote disclosures required by accounting principles generally accepted in the United States of America.

### **Restrictions on Use**

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

*Barnes Salig & Company PC*  
Johnstown, Pennsylvania  
July 25, 2016

**2015 MUNICIPAL ANNUAL AUDIT  
AND  
FINANCIAL REPORT**

**561025 PAINT TWP, SOMERSET COUNTY**



# BALANCE SHEET

DCED-CLGS-30 (09-09)

**PAINT TWP, SOMERSET County**  
**BALANCE SHEET**  
 December 31, 2015

		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
<b>Assets and Other Debits</b>											
100-120	Cash and Investments	308,840	2,638		189,874	531,023					1,032,375
140-144	Tax Receivable										
121-129, 145-149	Accounts Receivable (excluding taxes)										
130.00	Due From Other Funds					97,269					97,269
131-139, 150-159	Other Current Assets										
160-169	Fixed Assets										
180-189	Other Debits										
<b>Total Assets and Other Debits</b>		308,840	2,638		189,874	628,292					1,129,644
<b>Liabilities and Other Credits</b>											
210-229	Payroll Taxes and Other Payroll Withholdings	1,762									1,762
200-209, 231-239	All Other Current Liabilities										
230.00	Due To Other Funds	97,269									97,269

## PAINT TWP, SOMERSET County

## BALANCE SHEET

December 31, 2015

		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
<b>Liabilities and Other Credits</b>											
260-269	Long-Term-Liabilities										
240-259	Current Portion of Long-Term Debt and Other Credits										
<b>Total Liabilities and Other Credits</b>		99,031									99,031
<b>Fund and Account Group Equity</b>											
281-284	Contributed Capital										
290.00	Investment in General Fixed Assets										
270-289	Fund Balance / Retained Earnings on 12/31	209,809	2,638		189,874	628,292					1,030,613
291-299	Other Equity										
<b>Total Fund and Account Group Equity</b>		209,809	2,638		189,874	628,292					1,030,613
<b>TOTAL LIABILITIES AND FUND AND ACCOUNT GROUP EQUITY</b>											1,129,644

**PAINT TWP, SOMERSET County**  
**STATEMENT OF REVENUES AND EXPENDITURES**  
 December 31, 2015

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	597,632			202,560			800,192
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	33,072						33,072
310.20	Earned Income Taxes / Wage Taxes	311,402						311,402
310.30	Business Gross Receipts Taxes							
310.40	Occupation Taxes (levied under Act 511)							
310.50	Local Services Tax **	21,286						21,286
310.60	Amusement / Admission Taxes							
310.70	Mechanical Device Taxes							
310.90	Other Local Tax Enabling Act / Act 511 / Taxes							
	Other: _____							
<b>Total Taxes</b>		963,392			202,560			1,165,952

Licenses and Permits								
320-322	All Other Licenses and Permits							
321.80	Cable Television Franchise Fees	28,191						28,191
<b>Total Licenses and Permits</b>		28,191						28,191

Fines and Forfeits								
330-332	Fines and Forfeits	7,535						7,535
<b>Total Fines and Forfeits</b>		7,535						7,535

**PAINT TWP, SOMERSET County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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	136	30		1,080	1,435	2,681
342.00	Rents and Royalties						
<b>Total Interest, Rents and Royalties</b>		136	30		1,080	1,435	2,681

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 and 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				176,729		176,729
355.01	Public Utility Realty Tax (PURTA)	2,299					2,299
355.02- 355.03	Motor Vehicle Fuel Tax (Liquid Fuels Tax) and State Road Turnback		108,961				108,961
355.04	Alcoholic Beverage Licenses						
355.05	General Municipal Pension System State Aid	35,926					35,926
355.07	Foreign Fire Insurance Tax Distribution	17,669					17,669
355.08	Local Share Assessment/Gaming Proceeds						
355.09	Marcellus Shale Impact Fee Distribution						

**PAINT TWP, SOMERSET County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

Governmental Funds				Proprietary Funds		Fiduciary Fund	Total
General Fund	Special Revenue (Including State Liquid Fuels)	Capital Projects	Debt Service	Enterprise	Internal Service	Trust and Agency	Memorandum Only

**REVENUES**

State							
356.00	State Payments in Lieu of Taxes						
355.00	All Other State Shared Revenues and Entitlements	183					183
<b>Total State</b>		56,077	108,961		176,729		341,767

Local Government Units							
357.03	Highways and Streets						
357.00	All Other Local Governmental Units Capital and Operating Grants						
358.00	Local Government Unit Shared Payments for Contracted Intergovernmental Services						
359.00	Local Governmental Units and Authorities Payments in Lieu of Taxes						
<b>Total Local Government Units</b>							

Charges for Service							
361.00	General Government	1,770					1,770
362.00	Public Safety	28,839					28,839
363.20	Parking						
363.00	All Other Charges for Highway & Street Services						
364.10	Wastewater / Sewage (including connection / tapping fees, sewer usage charges, reserve capacity fee, etc.)				106,630		106,630
364.30	Solid Waste Collection and 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						
368.00	Airports						



**PAINT TWP, SOMERSET County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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							
<b>Total Charges for Service</b>		30,609				106,630		137,239

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							
389.00	All Other Unclassified Operating Revenues	299						299
<b>Total Unclassified Operating Revenues</b>		299						299

Other Financing Sources								
391.00	Proceeds of General Fixed Asset Disposition							
392.00	Interfund Operating Transfers							
393.00	Proceeds of General Long-Term Debt			650,000				650,000
394.00	Proceeds of Short Term-Debt							

**PAINT TWP, SOMERSET County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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							
<b>Total Other Financing Sources</b>				650,000				650,000

<b>TOTAL REVENUES</b>	1,086,239	108,991		853,640	284,794			2,333,664
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**EXPENDITURES**

General Government								
400.00	Legislative (Governing) Body	1,975						1,975
401.00	Executive (Manager or Mayor)							
402.00	Auditing Services / Financial Administration	11,073						11,073
403.00	Tax Collection	18,469						18,469
404.00	Solicitor / Legal Services	5,741						5,741
405.00	Secretary / Clerk	134,577						134,577
406.00	Other General Government Administration	24,878						24,878
407.00	IT-Networking Services-Data Processing							
408.00	Engineering Services							
409.00	General Government Buildings and Plant	7,810						7,810
<b>Total General Government</b>		204,523						204,523

Public Safety								
410.00	Police	209,658						209,658
411.00	Fire	40,918						40,918
412.00	Ambulance / Rescue							
413.00	UCC and Code Enforcement	24,247						24,247

**PAINT TWP, SOMERSET County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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**

<b>Public Safety</b>								
414.00	Planning and Zoning							
415.00	Emergency Management and Communications	50,286						50,286
416.00	Militia and Armories							
417.00	Examination of Licensed Occupations							
418.00	Public Scales (weights and measures)							
419.00	Other Public Safety	1,800						1,800
<b>Total Public Safety</b>		326,909						326,909

<b>Health and Human Services</b>								
420.00-425.00	Health and Human Services							
<b>Total Health and Human Services</b>								

<b>Public Works - Sanitation</b>								
426.00	Recycling Collection and Disposal							
427.00	Solid Waste Collection and Disposal (garbage)							
428.00	Weed Control							
429.00	Wastewater / Sewage Treatment and Collection				42,446			42,446
<b>Total Public Works - Sanitation</b>					42,446			42,446

<b>Public Works - Highways and Streets</b>								
430.00	General Services - Administration				110,667			110,667
431.00	Cleaning of Streets and Gutters							
432.00	Winter Maintenance – Snow Removal	164,583	23,429					188,012
433.00	Traffic Control Devices							
434.00	Street Lighting							

**PAINT TWP, SOMERSET County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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**

<b>Public Works - Highways and Streets</b>							
435.00	Sidewalks and Crosswalks						
436.00	Storm Sewers and Drains						
437.00	Repairs of Tools and Machinery	14,266					14,266
438.00	Maintenance and Repairs of Roads and Bridges	98,538					98,538
439.00	Highway Construction and Rebuilding Projects	51,921	98,626				150,547
<b>Total Public Works - Highways and Streets</b>		329,308	122,055		110,667		562,030

<b>Other Public Works Enterprises</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 Other Public Works Enterprises</b>							

<b>Culture and Recreation</b>							
451.00	Culture-Recreation Administration						
452.00	Participant Recreation						
453.00	Spectator Recreation						
454.00	Parks						

**PAINT TWP, SOMERSET County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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**

<b>Culture and Recreation</b>								
455.00	Shade Trees							
456.00	Libraries							
457.00	Civil and Military Celebrations							
458.00	Senior Citizens' Centers							
459.00	All Other Culture and Recreation							
<b>Total Culture and Recreation</b>								

<b>Community Development</b>								
461.00	Conservation of Natural Resources							
462.00	Community Development and Housing							
463.00	Economic Development							
464.00	Economic Opportunity							
465-469	All Other Community Development							
<b>Total Community Development</b>								

<b>Debt Service</b>								
471.00	Debt Principal (short-term and long-term)	129,283		713,793	54,344			897,420
472.00	Debt Interest (short-term and long-term)	2,684		20,682	7,627			30,993
475.00	Fiscal Agent Fees							
<b>Total Debt Service</b>		131,967		734,475	61,971			928,413

<b>Employer Paid Benefits and Withholding Items</b>								
481.00	Employer Paid Withholding Taxes and Unemployment Compensation							
482.00	Judgments and Losses							
483.00	Pension / Retirement Fund Contributions							

**PAINT TWP, SOMERSET County**  
**STATEMENT OF REVENUES AND EXPENDITURES**

December 31, 2015

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						
487.00	Other Group Insurance Benefits						
<b>Total Employer Paid Benefits and Withholding Items</b>							

**Insurance**

486.00	Insurance, Casualty, and Surety						
<b>Total Insurance</b>							

**Unclassified Operating Expenditures**

488.00	Fiduciary Fund Benefits and Refunds Paid						
489.00	All Other Unclassified Expenditures	750		663			1,413
<b>Total Unclassified Operating Expenditures</b>		750		663			1,413

**Other Financing Uses**

491.00	Refund of Prior Year Revenues						
492.00	Interfund Operating Transfers						
493.00	All Other Financing Uses						
<b>Total Other Financing Uses</b>							

**TOTAL EXPENDITURES**

		993,457	122,055	845,805	104,417		2,065,734
<b>EXCESS/DEFICIT OF REVENUES OVER EXPENDITURES</b>		92,782	-13,064	7,835	180,377		267,930

**PAINT TWP**  
December 31, 2015

**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
<b>General Obligation Bonds and Notes</b>											
First Commonwealth Building Loan	Note	2004	2024	425,000	241,235		241,235		0		0
Pennvest	Note	2011	2032	1,225,000	856,671		54,344		802,327		802,327
First Commonwealth Police Building	Note	2011	2026	375,000	317,208		317,208		0		0
First Summit Bank Operating Loan	Note	2013	2017	350,000	218,157		218,157		0		0
First Summit Consolidation Loan	Note	2015	2025	570,000	0	570,000	45,808		524,192		524,192
First Summit Truck Loan	Note	2015	2018	80,000	0	80,000	20,706		59,294		59,294
<b>Revenue Bonds and Notes</b>											
<b>Lease Rental Debt</b>											
<b>Other</b>											

(1) - excludes unamortized premium/discount

Total bonds and notes outstanding 1,385,813

Capitalized lease obligations 0

Net debt 1,385,813

**PAINT TWP, SOMERSET County**  
**STATEMENT OF CAPITAL EXPENDITURES**  
 December 31, 2015

Category	Capital Purchases	Capital Construction	Total
Community Development			
Electric			
Fire			
Gas System			
General Government			
Health			
Housing			
Libraries			
Mass Transit			
Parks			
Police			
Recreation			
Sewer			
Solid Waste			
Streets / Highways	110,667	150,547	261,214
Water			
Other: _____			
<b>TOTAL CAPITAL EXPENDITURES</b>	110,667	150,547	261,214

**EMPLOYEE COMPENSATION**

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

372,089





December 31, 2015

**NOTES / COMMENTS**