

# Southwestern Pennsylvania Commission

December 11, 2023

4 p.m.



# Opening Agenda Items

- Agenda Item 1: Call to Order
  - Quorum
  - Conflict of Interest Declarations on Action Items
- Agenda Item 2: Action on Minutes from October 23, 2023 Meeting
- Agenda Item 3: Public Comment

# Summary of 2022-2023 Audit Report

*Tim Morgus, Michelle Hoke, and Maher Duessel*  
**CPAs**

Agenda Item: 4



**MaherDuessel**

Pursuing the profession while promoting the public good®

[www.md-cpas.com](http://www.md-cpas.com)

# SPC Audit Committee Meeting

---

**TIM MORGUS, CPA, CFE, CGFM, MANAGING PARTNER**

**MICHELLE HOKE, CPA, SENIOR MANAGER**

December 11, 2023

# Audit Deliverables

- Communications to those Charged with Governance
- Single Audit Financial Report
- 990 – SWPA Corporation

# Communications to Those Charged with Governance

- Our Responsibilities under Auditing Standards Generally Accepted in the United State of America, Government Auditing Standards and Uniform Guidance
- Significant Accounting Policies
- Accounting Estimates
- Disclosures
- Difficulties Encountered in Performing the Audit
- Corrected and Uncorrected Misstatements

# Communications to Those Charged with Governance (continued)

- Disagreements with Management
- Management Representations
- Management Consultations with Other Independent Accountants
- Items Discussed Prior to Retention of Independent Auditors
- Other Matters

# Single Audit Financial Statements

- Independent Auditor's Report
- Management's Discussion and Analysis
- Financial Statements
  - Right-to-use asset and lease liability \$6M
  - Revenues/Expenditures down \$1.5M or 12.2%
  - Negative (\$748,165) fund balance



# Statement of Financial Position

Assets	Governmental Activities	2022
Cash and cash equivalents:		
Operating	\$ 96,613	\$ 242,364
Restricted	506,490	2,130,389
Revolving loan funds:		
Uncommitted	1,613,644	1,594,787
Total cash and cash equivalents	<u>2,216,747</u>	<u>3,967,540</u>
Accounts receivable	3,626,342	2,271,227
Prepaid expenses	59,004	115,401
Other assets	168,579	50,742
Loans receivable:		
Appalachian Regional Commission - RLF	1,923,774	1,354,829
Economic Development Administration - RLF	941,669	886,095
Economic Development Administration - RLF CARES Act	500,013	735,447
PIDA/SBF Loan Fund	2,988,893	2,784,790
Total loans receivable	<u>6,354,349</u>	<u>5,761,161</u>
Right-to-use assets, net of accumulated depreciation	6,186,673	354,565
Capital assets, net of accumulated amortization	750,819	-
<b>Total Assets</b>	<u><b>19,362,513</b></u>	<u><b>12,520,636</b></u>

# Statement of Financial Position

<b>Liabilities</b>		
Accounts payable	2,054,526	1,462,084
Accrued salaries and fringe benefits	305,580	298,057
Grant advances	1,883,547	2,105,555
Unearned revenue	655,187	538,744
Notes payable - PIDA/SBF loan programs	2,988,893	2,784,790
Accrued liabilities	69,543	63,561
Lease liability	6,237,548	354,565
Unearned revenues of revolving loan funds	4,761,120	4,455,836
<b>Total Liabilities</b>	<b>18,955,944</b>	<b>12,063,192</b>

# Statement of Revenues, Expenditures, and Changes in Fund Balance

	Southwestern Pennsylvania Corporation	Southwestern Pennsylvania Commission		
	General Fund	Special Revenue Fund	Total	2022
<b>Revenues:</b>				
Federal grants	\$ -	\$ 7,253,481	\$ 7,253,481	\$ 7,748,010
State grants	-	1,523,276	1,523,276	1,713,318
SPC member contributions	-	902,004	902,004	781,438
In-kind service contributions	-	976,140	976,140	945,760
Contributions	73,815	239,604	313,419	1,333,035
Loan program fees	100,277	-	100,277	71,927
Interest income and other	-	81,245	81,245	109,232
<b>Total revenues</b>	<b>174,092</b>	<b>10,975,750</b>	<b>11,149,842</b>	<b>12,702,720</b>

# Statement of Revenues, Expenditures, and Changes in Fund Balance

Capital expenditures	7,827,047	-	7,827,047	-
Total expenditures	18,976,889	-	18,976,889	12,702,720
<b>Excess (Deficiency) of Revenues Over Expenditures</b>	<b>(18,802,797)</b>	<b>10,975,750</b>	<b>(7,827,047)</b>	<b>-</b>
<b>Other Financing Sources (Uses):</b>				
Transfers in	11,356,152	380,402	11,736,554	13,298,726
Transfers out	(380,402)	(11,356,152)	(11,736,554)	(13,298,726)
Leases	7,076,228	-	7,076,228	-
Total other financing sources (uses)	18,051,978	(10,975,750)	7,076,228	-
<b>Net Change in Fund Balance</b>	<b>(750,819)</b>	<b>-</b>	<b>(750,819)</b>	<b>-</b>
<b>Fund Balance:</b>				
Beginning of year	2,654	454,790	457,444	457,444
End of year	<u>\$ (748,165)</u>	<u>\$ 454,790</u>	<u>\$ (293,375)</u>	<u>\$ 457,444</u>

# Single Audit Financial Statements

- Footnotes to the Financial Statements
  - Adopted/Pending accounting standards (FN 2)
  - Leases Payable (FN 10)
  
- Supplementary Information – SEFA
  
- Reporting by Uniform Guidance

# 990 – SWPA Corporation

- Extended to May 15, 2024
- Sch A – Supporting Org
- Sch B - Public Disclosure copy blinds donor names/addresses
- Sch C – Political , D, J, R and O

# 990 – SWPA Corporation

- Sch D – Footnotes to 990
- Sch J – Compensation Information
- Sch R – Related Organizations
- Sch O - Misc

# Contact Information

- Tim Morgus, CPA, CFE, CGFM, Managing Partner  
Phone: 412-535-5502

[tmorgus@md-cpas.com](mailto:tmorgus@md-cpas.com)

- Michelle Hoke, CPA, Senior Manager  
5526

[mhoke@md-cpas.com](mailto:mhoke@md-cpas.com) Phone: 412-535-



# Questions?



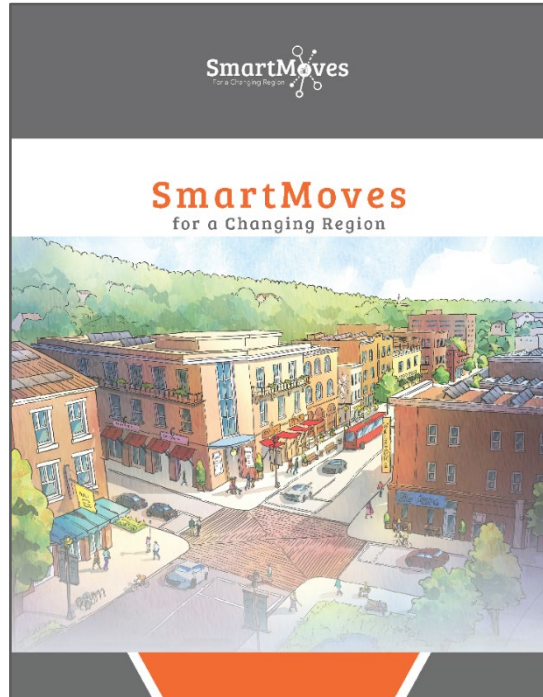
# United Planning Work Program (UPWP) Report

*Dom D'Andrea, Director of Transportation Planning*

Agenda Item: 5



# Implementation of Plan and Future State Recommendations

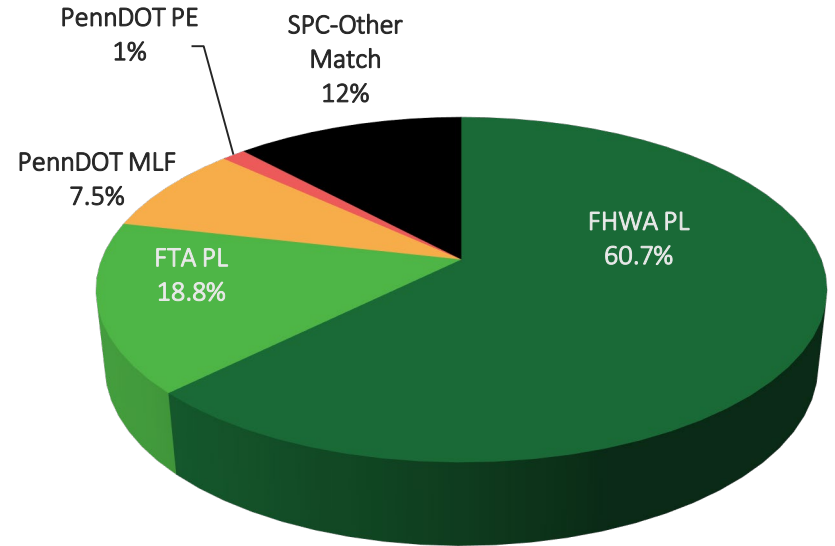


# UPWP: July 2024 – June 2025

## Highlight Priorities and Initiatives:

- Implementation of SPC Organizational Assessment Recommendations
- Continue Implementation of *SmartMoves for a Changing Region and SmartMoves Connections – A Regional Vision for Public Transit Implementation*
- Regional Collaboration and Coordination
- Securing Federal Discretionary Funding for High Priority Infrastructure Projects
- Connectivity Improvement Program Implementation
- Local Government Assistance

2024-2025 UPWP Funding Sources  
(one year budget contract)

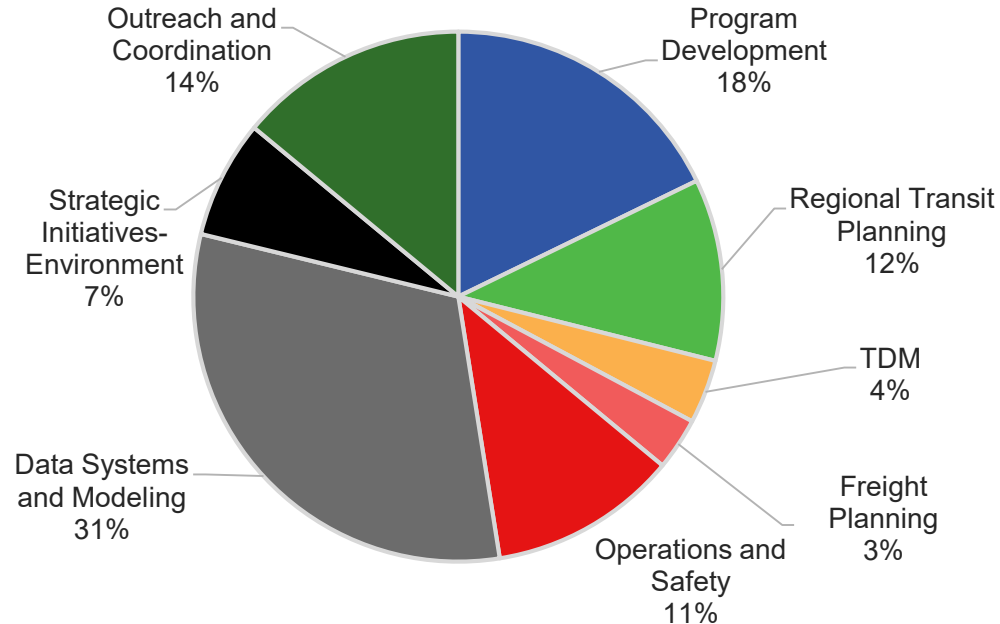


# UPWP: July 2024 – June 2025

## Overview:

- 1-year contract between PennDOT and SPC
- Focused yet Flexible
- 8 Functional Program Areas:
  - Plans and Programs
  - Regional Transit
  - Transportation Demand Management
  - Regional Freight Planning
  - Operations & Safety
  - Data & Modeling
  - Strategic Initiatives/Environment
  - Outreach & Coordination

### 2024-2025 UPWP Program Utilization



# UPWP: July 2024 - June 2025

## Plans & Programs:

- 2025-2028 TIP updates
- Resiliency Planning
- Innovative Finance and Project Delivery
- Local Government Funding and Technical Assistance

### *SmartMoves Strategies*

- Regional Collaboration
- Sustainable Funding
- Coordinated Investment
- Reinvest in our Communities
- Holistic Planning
- Apply New and Best Practices
- Value our Natural Resources
- Modernize Infrastructure
- Prioritize and Streamline

# UPWP: July 2024 - June 2025

## Transit Planning:

- *SmartMoves Connections* Implementation
- Human Services Coordinated Transportation Plan

## Regional Freight Planning:

- Regional Freight Plan Implementation
- Inland Waterways

## Transportation Demand Mgt.:

- TDM Program Expansion, Outreach and Coord.
- Coordination of with TMA's
- Active Transportation Plan Update
- Complete Streets policy initiatives

## *SmartMoves Strategies*

- Regional Collaboration
- Mobility for All
- Reinvest in our Communities
- Holistic Planning
- Apply New and Best Practices
- Seamless Transit Linkages
- Modernize Infrastructure
- Equitable Transportation Services

# UPWP: July 2024 - June 2025

## Operations & Safety

- Regional Traffic Signal Program
- Road Safety Audits & Corridor Operations Plans
- Traffic Incident Management Program
- Congestion Management Program
- ITS Strategic Planning

### *SmartMoves Strategies*

- Regional Collaboration
- Mobility for All
- Reinvest in our Communities
- Apply New and Best Practices
- Facilitate Seamless Linkages
- Modernize Infrastructure
- Prioritize and Streamline
- Offset Potential CAV Impacts



# UPWP: July 2024 - June 2025

## Data & Modeling

- Travel Demand & Accessibility and Economic Modeling
- Air Quality Modeling
- Continue Big Data Utilization and Sharing
- HPMS (traffic counting/inventory)
- Performance Metric Tracking Dashboard Enhancements
- Census Data

## Strategic Initiatives/Environment

- Environmental Justice
- Electric Vehicle initiatives/outreach and funding
- Climate Action Plan
- Broadband Connectivity

### **SmartMoves Strategies**

- Regional Collaboration
- Apply New and Best Practices
- Smart Data Systems
- Modernize Infrastructure
- Employ Emerging Technologies

# UPWP: July 2024 - June 2025

## Outreach & Coordination/Support Activities

- Communications and Outreach Strategic Plan
- Public Participation Plan
- Limited English Proficiency Plan Update (Demographics)
- Continued Website Enhancements
  - Interactive Mapping
  - Resource Centers

### *SmartMoves Strategies*

- Regional Collaboration
- Equity in Planning
- Apply New and Best Practices
- Increase Public Awareness

# Questions?



**Action Item – Resolution 14-23**  
**Approve Submission of the 2024-2025 Unified Planning Work  
Program to Appropriate Funding Agencies**

*Dom D'Andrea, Director of Transportation Planning*

Agenda Item: 6



# Questions?



# Other SPC Business

*Next Meeting Date: February 26, 2024*

Agenda Item: 7



# Adjourn

Agenda Item: 8

