

BOROUGH OF UNION BEACH

COUNTY OF MONMOUTH

SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION

Attention is directed to the fact that a summary or synopsis of the audit report, together with the recommendations, is the minimum required to be published pursuant to N.J.S. 40A:5-7.

Summary or Synopsis of the December 31, 2015 Audit Report of the Borough of Union Beach, County of Monmouth as required by N.J.S. 40A:5-7.

BALANCE SHEET

| | <u>Dec. 31, 2015</u> | <u>Dec. 31, 2014</u> |
|--|--------------------------------|-----------------------------|
| <u>Assets</u> | | |
| Cash and Investments | \$ 7,024,548.80 | 6,457,588.19 |
| Taxes, Liens and Utility Charges Receivable | 498,874.32 | 559,836.07 |
| Property Acquired for Taxes - Assessed Value | 2,191,000.00 | 3,479,033.91 |
| Accounts Receivable | 3,068,148.89 | 2,863,552.37 |
| Fixed Capital | 2,398,325.50 | 12,151,708.96 |
| Deferred Charges to Future Taxation General Capital | 10,011,812.52 | 11,869,278.13 |
| Deferred Charges to Revenue of Succeeding Years | 1,187,394.22 | 2,798,860.38 |
| Total Assets | <u>\$ 26,380,104.25</u> | <u>40,179,858.01</u> |
| <u>Liabilities, Reserves and Fund Balance</u> | | |
| Bonds and Notes Payable | \$ 12,074,102.86 | 11,576,163.41 |
| Improvement Authorizations | 122,675.38 | 444,698.00 |
| Other Liabilities and Special Funds | 8,927,609.26 | 10,788,727.55 |
| Reserve for Certain Assets Receivable | 3,130,389.03 | 15,265,445.79 |
| Fund Balance | 2,125,327.72 | 2,104,823.26 |
| Total Liabilities, Reserves and Fund Balance | <u>\$ 26,380,104.25</u> | <u>40,179,858.01</u> |

STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE -

CURRENT FUND

| | <u>Dec. 31, 2015</u> | <u>Dec. 31, 2014</u> |
|---|----------------------|----------------------|
| <u>Revenue and Other Income Realized</u> | | |
| Fund Balance Anticipated | \$ 433,000.00 | 500,000.00 |
| Miscellaneous From Other Than Local Property Tax Levies | 4,754,089.25 | 6,112,000.04 |
| Collection of Delinquent Taxes and Tax Title Liens | 372,780.67 | 307,506.39 |
| Collection of Current Tax Levy | 13,476,372.02 | 13,206,712.02 |
| Total Income | <u>18,603,241.94</u> | <u>19,626,218.45</u> |
| <u>Expenditures</u> | | |
| Budget Expenditures: | | |
| Municipal Purposes | 10,270,855.03 | 11,846,996.44 |
| County Taxes | 1,622,914.61 | 1,737,033.71 |
| Local School Taxes | 5,813,619.00 | 5,677,811.00 |
| Other Expenditures | 366,453.67 | 3,515.32 |
| Total Expenditures | <u>18,073,842.31</u> | <u>19,265,356.47</u> |
| Adjustment: | | |
| Expenditures which are Charges to Subsequent Years | | <u>252,000.00</u> |
| Adjusted Expenditures | <u>18,073,842.31</u> | <u>19,013,356.47</u> |
| Excess in Revenue | 529,399.63 | 612,861.98 |
| Fund Balance January 1 | <u>686,302.80</u> | <u>573,440.82</u> |
| | 1,215,702.43 | 1,186,302.80 |
| Less: Utilized as Anticipated Revenue | <u>433,000.00</u> | <u>500,000.00</u> |
| Fund Balance December 31 | <u>\$ 782,702.43</u> | <u>686,302.80</u> |

STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE

SEWER UTILITY FUND

| | <u>Dec. 31, 2015</u> | <u>Dec. 31, 2014</u> |
|---|-----------------------------|-----------------------------|
| <u>Revenue and Other Income Realized</u> | | |
| Collection of Sewer Rents | \$ 1,290,324.10 | 1,434,416.00 |
| Miscellaneous from Other Than Rents | 59,871.12 | 270,202.29 |
| Total Income | <u>1,350,195.22</u> | <u>1,704,618.29</u> |
| <u>Expenditures</u> | | |
| Budget Expenditures: | | |
| Operating | 855,000.00 | 818,000.00 |
| Capital Improvements | 104,000.00 | 20,000.00 |
| Debt Service | 133,100.00 | 132,950.00 |
| Deferred Charges & Statutory Expenditures | 3,000.00 | 3,000.00 |
| Total Expenditures | <u>1,095,100.00</u> | <u>973,950.00</u> |
| Excess (Deficit) in Revenue | 255,095.22 | 730,668.29 |
| Fund Balance January 1 | <u>1,319,222.99</u> | <u>588,554.70</u> |
| | 1,574,318.21 | 1,319,222.99 |
| Less Anticipated in Current Budget | 340,000.00 | |
| Fund Balance December 31 | <u>\$ 1,234,318.21</u> | <u>1,319,222.99</u> |

RECOMMENDATIONS

None

A Corrective Action Plan, which outlines action the Borough of Union Beach will take to correct the findings listed above, will be prepared in accordance with federal and state requirements. A copy of it will be placed on file and made available for public inspection in the Office of the Municipal Clerk in the Borough of Union Beach within 45 days of this notice.

The above summary or synopsis was prepared from the report of audit of the Borough of Union Beach, County of Monmouth for the year ended December 31, 2015. This report of audit, submitted by Robert A. Hulsart and Company, Registered Municipal Accountants, is on file at the Borough Clerk's office and may be inspected by any interested persons.

Clerk