

BOROUGH OF WHARTON
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 2019 Audit report of the Borough of Wharton as required by N.J.S. 40A:5-7.

COMBINED COMPARATIVE BALANCE SHEET

<u>ASSETS</u>	Year Ended December 31,	
	2019	2018
Cash and Cash Equivalents	\$ 15,763,965.95	\$ 15,409,064.34
Taxes and Liens Receivable	349,851.92	327,664.29
Property Acquired for Taxes Assessed Valuation	71,300.00	71,300.00
Accounts Receivable	3,545,964.42	2,153,373.18
Deferred Charges to Future Taxation - General Capital Fund	45,719.95	75,450.45
Fixed Capital - Utility Funds	21,320,305.98	20,811,684.30
Fixed Capital Authorized and Uncompleted - Utility Funds	1,500,000.00	1,200,000.00
Fixed Assets	25,669,442.00	24,432,038.00
 TOTAL ASSETS	 \$ 68,266,550.22	 \$ 64,480,574.56
 <u>LIABILITIES, RESERVES AND FUND BALANCES</u>		
Bonds, Notes and Loans Payable	\$ 202,861.24	\$ 260,265.60
Improvement Authorizations	5,200,475.46	4,568,586.36
Other Liabilities and Special Funds	8,192,408.14	7,358,274.79
Reserve for Amortization - Utility Funds	21,163,164.69	20,626,869.15
Deferred Reserve for Amortization - Utility Funds	1,500,000.00	1,200,000.00
Reserve for Certain Assets Receivable	594,922.06	546,404.04
Investment in Fixed Assets	25,669,442.00	24,432,038.00
Fund Balances	5,743,276.63	5,488,136.62
 TOTAL LIABILITIES, RESERVES AND FUND BALANCES	 \$ 68,266,550.22	 \$ 64,480,574.56

BOROUGH OF WHARTON
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

Comparative Statement of Operations and Change in
Fund Balance - Current Fund

	Year Ended December 31,	
	2019	2018
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 2,259,294.00	\$ 2,127,294.00
Miscellaneous Revenue Anticipated	3,846,204.05	3,432,528.36
Receipts from:		
Delinquent Taxes	250,586.94	262,499.48
Current Taxes	21,321,688.77	20,335,948.64
Nonbudget Revenue	720,302.62	803,028.91
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	905,750.11	887,748.36
Federal and State Grant Fund Appropriated Reserves Canceled	122.69	301.07
Tax Overpayments Canceled		97.99
Interfunds Returned	2,814.89	
	<u>29,306,764.07</u>	<u>27,849,446.81</u>
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Municipal Purposes	9,585,638.21	8,902,783.39
County Taxes	1,877,130.14	1,758,014.30
Local School District Taxes	9,453,987.00	9,278,978.00
Regional High School Taxes	4,819,102.00	4,239,467.00
Special Garbage District Taxes	1,151,684.00	1,126,511.00
Local Open Space Taxes	104,779.37	102,216.83
Prior Year Senior Citizens' Deductions Disallowed	2,000.00	2,096.58
Federal and State Grant Fund Grants Receivable Canceled	88.28	215.51
Interfunds Advanced		2,814.89
	<u>26,994,409.00</u>	<u>25,413,097.50</u>
Excess in Revenues/Statutory Excess to Fund Balance	2,312,355.07	2,436,349.31
<u>Fund Balance</u>		
Balance January 1	<u>2,684,526.38</u>	<u>2,375,471.07</u>
	4,996,881.45	4,811,820.38
Decreased by:		
Utilized as Anticipated Revenue	2,259,294.00	2,127,294.00
Balance December 31	<u>\$ 2,737,587.45</u>	<u>\$ 2,684,526.38</u>

BOROUGH OF WHARTON
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

Comparative Statement of Operations and Change in
Fund Balance - Water Utility Operating Fund

	Year Ended December 31,	
	2019	2018
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 525,000.00	\$ 525,000.00
Water Rents	2,337,593.33	2,086,016.60
Reserve for Payment of Debt Service		50,000.00
Miscellaneous Revenue Anticipated	95,025.91	72,543.72
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	422,704.18	387,819.58
Total Income	3,380,323.42	3,121,379.90
<u>Expenditures</u>		
Operating	1,728,931.50	1,644,192.00
Capital Improvements	670,000.00	110,000.00
Debt Service	29,828.15	561,884.54
Deferred Charges and Statutory Expenditures	73,040.00	69,660.00
Total Expenditures	2,501,799.65	2,385,736.54
Excess in Revenues/Statutory Excess to Fund Balance	878,523.77	735,643.36
<u>Fund Balance</u>		
Balance January 1	1,002,108.75	952,465.39
	1,880,632.52	1,688,108.75
Decreased by:		
Utilized as Anticipated Revenue:		
Water Utility Operating Budget	525,000.00	525,000.00
Current Fund Budget	161,000.00	161,000.00
Balance December 31	\$ 1,194,632.52	\$ 1,002,108.75

BOROUGH OF WHARTON
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

Comparative Statement of Operations and Change in
Fund Balance - Sewer Utility Operating Fund

	Year Ended December 31,	
	2019	2018
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 275,000.00	\$ 335,000.00
Sewer User Charges	1,716,648.91	1,689,052.16
Reserve for Payment of Debt Service		119,332.25
Miscellaneous Revenue Anticipated	40,712.52	48,645.41
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	431,132.44	267,179.72
Total Income	<u>2,463,493.87</u>	<u>2,459,209.54</u>
<u>Expenditures</u>		
Operating	1,611,921.50	1,576,718.00
Capital Improvements	293,000.00	93,000.00
Debt Service		263,468.90
Deferred Charges and Statutory Expenditures	69,140.00	66,160.00
Total Expenditures	<u>1,974,061.50</u>	<u>1,999,346.90</u>
Excess in Revenues/Statutory Excess to Fund Balance	489,432.37	459,862.64
<u>Fund Balance</u>		
Balance January 1	<u>777,985.75</u>	<u>814,123.11</u>
	1,267,418.12	1,273,985.75
Decreased by:		
Utilized as Anticipated Revenue:		
Sewer Utility Operating Budget	275,000.00	335,000.00
Current Fund Budget	161,000.00	161,000.00
Balance December 31	<u>\$ 831,418.12</u>	<u>\$ 777,985.75</u>

BOROUGH OF WHARTON
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

Comparative Statement of Operations and Change in
Fund Balance - Special Garbage District Fund

	Year Ended December 31,	
	2019	2018
<u>Revenue and Other Income Realized</u>		
Fund Balance Anticipated	\$ 82,900.00	\$ 78,900.00
District Tax	1,151,684.00	1,126,511.00
Nonbudget Revenue	70,486.86	14,520.39
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	86,513.12	129,437.06
Total Income	1,391,583.98	1,349,368.45
<u>Expenditures</u>		
Budget Expenditures:		
Operating	1,163,369.00	1,137,251.00
Statutory Expenditures	71,215.00	68,160.00
Total Expenditures	1,234,584.00	1,205,411.00
Excess in Revenues/Statutory Excess to Fund Balance	156,999.98	143,957.45
<u>Fund Balance</u>		
Balance January 1	559,027.38	493,969.93
	716,027.36	637,927.38
Decreased by:		
Utilized as Anticipated Revenue	82,900.00	78,900.00
Balance December 31	\$ 633,127.36	\$ 559,027.38

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SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

RECOMMENDATIONS

None.

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The above summary or synopsis was prepared from the report of audit of the Borough of Wharton, County of Morris, for the calendar year 2019. This report of audit, submitted by Raymond A. Sarinelli, Registered Municipal Accountant, of Nisivoccia, is on file at the Borough Clerk's office and may be inspected by any interested person.

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