

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 2015 Audit report of the Borough of Wharton as required by N.J.S. 40A:5-7.

COMBINED COMPARATIVE BALANCE SHEET

<u>ASSETS</u>	<u>Year Ended December 31,</u>	
	<u>2015</u>	<u>2014</u>
Cash and Cash Equivalents	\$ 12,410,642.71	\$ 11,019,142.41
Investments - Bond Anticipation Notes	2,607,000.00	
Taxes and Liens Receivable	269,981.69	251,959.80
Property Acquired for Taxes Assessed Valuation	71,300.00	71,300.00
Accounts Receivable	3,185,494.50	573,506.27
Deferred Charges to Future Taxation - General Capital Fund	581,173.04	1,250,613.82
Fixed Capital - Utility Funds	14,435,378.00	13,680,077.66
Fixed Capital Authorized and Uncompleted - Utility Funds	4,460,000.00	1,585,000.00
Fixed Assets (Unaudited)	<u>31,527,331.00</u>	<u>31,479,620.00</u>
TOTAL ASSETS	<u>\$ 69,548,300.94</u>	<u>\$ 59,911,219.96</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCES</u> 		
Bonds, Notes and Loans Payable	\$ 3,101,797.29	\$ 4,221,620.02
Improvement Authorizations	4,307,723.98	930,314.22
Other Liabilities and Special Funds	9,366,470.01	7,078,920.29
Reserve for Amortization - Utility Funds	12,709,753.75	11,829,086.30
Deferred Reserve for Amortization - Utility Funds	3,260,000.00	240,000.00
Reserve for Certain Assets Receivable	486,176.13	455,819.76
Investment in Fixed Assets (Unaudited)	31,527,331.00	31,479,620.00
Fund Balances	<u>4,789,048.78</u>	<u>3,675,839.37</u>
TOTAL LIABILITIES, RESERVES AND FUND BALANCES	<u>\$69,548,300.94</u>	<u>\$ 59,911,219.96</u>

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

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

	<u>Year Ended December 31,</u>	
	<u>2015</u>	<u>2014</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$,157,794.00	\$ 1,073,094.00
Miscellaneous Revenue Anticipated	2,836,895.72	2,852,358.29
Receipts from:		
Delinquent Taxes	225,528.02	177,981.42
Current Taxes	19,492,569.95	19,596,721.82
Nonbudget Revenue	746,704.97	164,108.82
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	624,594.65	469,762.57
Cancellations:		
Reserve for UCC Construction Inspection Fees		254,587.00
Reserve for Tax Appeals	307,779.24	
Tax Overpayments		58.55
Interfunds Returned	7,072.50	
Total Income	<u>25,398,939.05</u>	<u>24,588,672.47</u>
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Municipal Purposes	7,273,900.31	7,116,979.06
County Taxes	1,692,274.33	1,793,430.05
Local School District Taxes	8,782,212.00	8,625,176.00
Regional High School Taxes	4,242,159.00	4,513,167.00
Special Garbage District Taxes	1,048,859.00	998,745.00
Local Open Space Taxes	97,827.12	97,227.42
Reserve for Tax Appeals		364,587.00
Prior Year Senior Citizens' Deductions Disallowed	3,250.00	3,000.00
Interfunds Advanced	2,656.59	7,072.50
Total Expenditures	<u>23,143,138.35</u>	<u>23,519,384.03</u>
Excess in Revenues/Statutory Excess to Fund Balance	2,255,800.70	1,069,288.44
<u>Fund Balance</u>		
Balance January 1	<u>1,620,657.56</u>	<u>1,624,463.12</u>
	3,876,458.26	2,693,751.56
Decreased by:		
Utilized as Anticipated Revenue	1,157,794.00	1,073,094.00
Balance December 31	<u>\$2,718,664.26</u>	<u>\$1,620,657.56</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

	<u>Year Ended December 31,</u>	
	<u>2015</u>	<u>2014</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 525,000.00	\$ 525,000.00
Water Rents	1,882,566.10	1,712,526.03
Miscellaneous Revenue Anticipated	12,895.46	15,399.85
Developer's Agreement - MUA Loan Repayment	49,444.44	49,444.44
Other Credits to Income:		
Contracts Payable Canceled		9,312.33
Unexpended Balance of Appropriation Reserves	395,231.42	496,471.21
Total Income	<u>2,865,137.42</u>	<u>2,808,153.86</u>
<u>Expenditures</u>		
Operating	1,554,663.00	1,540,126.00
Capital Improvements	110,000.00	110,000.00
Debt Service	485,290.81	477,945.53
Deferred Charges and Statutory Expenditures	60,500.00	57,300.00
Total Expenditures	<u>2,210,453.81</u>	<u>2,185,371.53</u>
Excess in Revenues/Statutory Excess to Fund Balance	654,683.61	622,782.33
<u>Fund Balance</u>		
Balance January 1	<u>760,258.96</u>	<u>812,476.63</u>
	1,414,942.57	1,435,258.96
Decreased by:		
Utilized as Anticipated Revenue:		
Water Utility Operating Budget	525,000.00	525,000.00
Current Fund Budget	150,000.00	150,000.00
Balance December 31	<u>\$ 739,942.57</u>	<u>\$ 760,258.96</u>

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,	
	2015	2014
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 335,000.00	\$ 235,000.00
Sewer User Charges	1,538,872.79	1,406,169.27
Miscellaneous Revenue Anticipated	25,028.44	96,496.58
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	343,479.09	219,769.23
Total Income	2,242,380.32	1,957,435.08
<u>Expenditures</u>		
Operating	1,288,197.00	1,238,207.00
Capital Improvements	45,000.00	45,000.00
Debt Service	278,724.03	268,550.12
Deferred Charges and Statutory Expenditures	55,440.00	52,495.00
Total Expenditures	1,667,361.03	1,604,252.12
Excess in Revenues/Statutory Excess to Fund Balance	575,019.29	353,182.96
<u>Fund Balance</u>		
Balance January 1	738,639.45	792,456.49
	1,313,658.74	1,145,639.45
Decreased by:		
Utilized as Anticipated Revenue:		
Sewer Utility Operating Budget	335,000.00	235,000.00
Current Fund Budget	172,000.00	172,000.00
Balance December 31	\$ 806,658.74	\$ 738,639.45

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,	
	2015	2014
<u>Revenue and Other Income Realized</u>		
Fund Balance Anticipated	\$ 78,900.00	\$ 68,900.00
District Tax	1,048,859.00	998,745.00
Nonbudget Revenue	6,702.25	22,414.82
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	47,698.06	112,754.05
Total Income	1,182,159.31	1,202,813.87
 <u>Expenditures</u>		
Budget Expenditures:		
Operating	1,064,249.50	1,007,525.00
Statutory Expenditures	63,510.00	60,120.00
Total Expenditures	1,127,759.50	1,067,645.00
Excess in Revenues/Statutory Excess to Fund Balance	54,399.81	135,168.87
 <u>Fund Balance</u>		
Balance January 1	450,226.49	383,957.62
Decreased	504,626.30	519,126.49
by:		
Utilized as Anticipated Revenue:	78,900.00	68,900.00
Balance December	\$ 425,726.30	\$ 450,226.49
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BOROUGH OF WHARTON
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

RECOMMENDATIONS

It is recommended that the Animal Control Fund collections be posted on a monthly basis so that the monthly reporting and remittance of dog license fees to the State Treasurer may be made in a timely manner.

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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 2015. This report of audit, submitted by Raymond G. Sarinelli, Registered Municipal Accountant, of Nisivoccia LLP, is on file at the Borough Clerk's office and may be inspected by any interested person.

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