

SYNOPSIS OF AUDIT REPORT FOR PUBLICATION

Synopsis of 2014 Audit Report of the Township of Chatham as required by
N.J.S.A. 40A:5-7.

COMBINED COMPARATIVE BALANCE SHEET

	<u>December 31,</u> 2014	<u>December 31,</u> 2013
<u>Assets</u>		
Cash and Investments	\$ 12,003,968.36	\$ 10,859,022.58
Taxes, Liens, and Utility Charges Receivable	1,601,052.94	1,665,884.44
Property Acquired for Taxes- Assessed Value	599,650.00	1,002,050.00
Accounts Receivable	2,653,246.25	348,906.24
Fixed Capital Authorized and Uncompleted - Utility	8,330,000.00	8,330,000.00
Fixed Capital - Utility	18,597,125.46	18,590,420.46
Deferred Charges to Future Taxation - General Capital	10,276,750.00	10,239,000.00
General Fixed Assets	<u>30,828,390.00</u>	<u>27,581,780.00</u>
 Total Assets	 <u>\$ 84,890,183.01</u>	 <u>\$ 78,617,063.72</u>
 <u>Liabilities, Reserves and Fund Balance</u>		
Loans and Notes Payable	\$ 19,834,037.46	\$ 14,885,690.05
Improvements Authorizations	4,834,828.32	8,237,229.11
Other Liabilities and Special Funds	4,524,844.14	4,358,451.56
Amortization of Debt for Fixed Capital Acquired or Authorized	15,837,239.00	15,273,730.41
Reserve for Certain Assets Receivable	2,209,846.58	2,677,394.63
Fund Balance	6,820,997.51	5,602,787.96
Investment in General Fixed Assets	<u>30,828,390.00</u>	<u>27,581,780.00</u>
 Total Liabilities, Reserves and Fund Balance	 <u>\$ 84,890,183.01</u>	 <u>\$ 78,617,063.72</u>

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - CURRENT FUND

	<u>Year 2014</u> <u>Amount</u>	<u>Year 2013</u> <u>Amount</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 2,400,000.00	\$ 2,100,000.00
Miscellaneous-From Other than Local Property Tax Levies	3,828,076.85	3,616,108.33
Collection of Delinquent Taxes and Tax Title Liens	579,637.89	758,213.42
Collection of Current Tax Levy	<u>52,764,057.65</u>	<u>51,091,103.06</u>
Total Income	<u>59,571,772.39</u>	<u>57,565,424.81</u>
 <u>Expenditures</u>		
Budget Expenditures:		
Municipal Purposes	12,888,770.85	12,777,205.14
County Taxes	8,474,428.12	8,247,725.89
Regional District School Taxes	34,744,206.00	33,397,622.00
Open Space Taxes	153,620.19	151,695.53
Other Expenditures	30,624.76	40,462.32
Total Expenditures	<u>56,291,649.92</u>	<u>54,614,710.88</u>
Excess in Revenue	3,280,122.47	2,950,713.93
Fund Balance January 1	<u>3,886,907.85</u>	<u>3,036,193.92</u>
	7,167,030.32	5,986,907.85
Less:		
Utilization as Anticipated Revenue	<u>2,400,000.00</u>	<u>2,100,000.00</u>
Fund Balance December 31	<u>\$ 4,767,030.32</u>	<u>\$ 3,886,907.85</u>

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE -SEWER UTILITY No. 1 FUND

	<u>Year 2014</u>	<u>Year 2013</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 250,000.00	\$ 150,000.00
Collection of Sewer Rents	2,214,556.90	2,067,144.80
Miscellaneous-From Other than Sewer Rents	170,570.18	289,349.44
Other Income	<u>319,771.99</u>	<u>403,677.33</u>
Total Income	<u>2,954,899.07</u>	<u>2,910,171.57</u>
 <u>Expenditures</u>		
Budget Expenditures:		
Operating	1,735,000.00	1,675,000.00
Capital Improvements	63,975.14	65,666.22
Debt Service	605,024.86	628,333.78
Statutory Expenditures and Deferred Charges	<u>46,000.00</u>	<u>51,000.00</u>
Total Expenditures	<u>2,450,000.00</u>	<u>2,420,000.00</u>
Excess in Revenue	504,899.07	490,171.57
Fund Balance January 1	<u>745,381.56</u>	<u>405,209.99</u>
	1,250,280.63	895,381.56
Less:		
Utilization as Anticipated Revenue	<u>250,000.00</u>	<u>150,000.00</u>
Fund Balance December 31	<u>\$ 1,000,280.63</u>	<u>\$ 745,381.56</u>

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - SEWER UTILITY No. 2 FUND

	<u>Year 2014</u>	<u>Year 2013</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 120,000.00	\$ 120,000.00
Collection of Sewer Rents	519,431.67	501,980.89
Miscellaneous-From Other than		
Sewer Rents	3,411.12	3,430.14
Other Income	<u>178,181.01</u>	<u>105,511.46</u>
Total Income	<u>821,023.80</u>	<u>730,922.49</u>
<u>Expenditures</u>		
Budget Expenditures:		
Operating	440,101.25	445,108.13
Capital Improvements	30,000.00	25,000.00
Statutory Expenditures	10,000.00	10,000.00
Debt Service	<u>114,898.75</u>	<u>114,891.87</u>
Total Expenditures	<u>595,000.00</u>	<u>595,000.00</u>
Excess in Revenue	226,023.80	135,922.49
Fund Balance January 1	<u>218,313.06</u>	<u>202,390.57</u>
	444,336.86	338,313.06
Less:		
Utilization as		
Anticipated Revenue	<u>120,000.00</u>	<u>120,000.00</u>
Fund Balance December 31	<u>\$ 324,336.86</u>	<u>\$ 218,313.06</u>

RECOMMENDATIONS

NONE

Status of Prior Years' Audit Findings/Recommendations

Not Applicable.

The above synopsis was prepared from the report of audit of the Township of Chatham, County of Morris for the calendar year 2014. This report of audit, submitted by Vincent M. Montanino, Registered Municipal Accountant and Michael S. Zambito, Certified Public Accountant of VM Associates, Inc., is on file at the Township Clerk's Office and may be inspected by any interested person.

Township Clerk