

SYNOPSIS

SYNOPSIS OF AUDIT REPORT FOR PUBLICATION

Synopsis of 2012 Audit Report of the Borough of Chatham
as required by N.J.S.A. 40A:5-7.

COMBINED COMPARATIVE BALANCE SHEET

<u>Assets</u>	December 31, <u>2012</u>	December 31, <u>2011</u>
Cash and Investments	\$ 5,786,932.19	\$ 7,868,117.50
Taxes, Liens and Utility Charges Receivable	518,192.20	440,456.65
Property Acquired for Taxes - Assessed Value	32,200.00	32,200.00
Accounts Receivable	1,890,162.11	3,387,075.77
Fixed Capital Authorized and Uncompleted - Utility	1,128,586.00	711,951.00
Fixed Capital - Utility	6,155,008.65	6,155,008.65
Deferred Charges to Revenues of Succeeding Years	427,952.00	-
Deferred Charges to Future Taxation - General Capital	16,210,580.09	17,011,029.61
General Fixed Assets	<u>76,783,494.33</u>	<u>77,316,419.21</u>
 Total Assets	 <u>\$ 108,933,107.57</u>	 <u>\$ 112,922,258.39</u>
 <u>Liabilities, Reserves and Fund Balance</u>		
Bonds and Notes Payable	\$ 15,919,000.00	\$ 16,788,674.00
Loans Payable	1,941,624.09	2,178,062.61
Improvement Authorizations	2,146,943.05	4,391,045.54
Other Liabilities and Special Funds	4,555,151.51	4,517,333.64
Amortization of Debt for Fixed Capital Acquired or Authorized	4,405,988.48	4,000,453.48
Reserve for Certain Assets Receivable	710,951.73	633,917.68
Fund Balance	2,469,954.38	3,096,352.23
Investment in General Fixed Assets	<u>76,783,494.33</u>	<u>77,316,419.21</u>
 Total Liabilities, Reserves and Fund Balance	 <u>\$ 108,933,107.57</u>	 <u>\$ 112,922,258.39</u>

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

	<u>Year 2012</u>	<u>Year 2011</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$2,000,000.00	\$2,800,000.00
Miscellaneous-From other than Local Property Tax Levies	3,480,434.83	3,219,359.87
Collection of Delinquent Taxes and Tax Title Liens	382,987.11	312,238.44
Collection of Current Tax Levy	37,081,025.49	35,593,677.55
Other Credits to Income	284,194.55	186,343.28
Total Income	<u>43,228,641.98</u>	<u>42,111,619.14</u>
<u>Expenditures</u>		
Budget Expenditures:		
Municipal Purposes	11,995,214.18	11,875,395.02
Borough Open Space Tax	102,970.35	103,147.71
County Taxes	5,737,264.74	5,377,909.05
Regional School Taxes	23,546,062.60	22,993,261.55
Other Expenditures	67,695.10	24,951.23
Total Expenditures	<u>41,449,206.97</u>	<u>40,374,664.56</u>
Excess in Revenue	1,779,435.01	1,736,954.58
Adjustments to Income before Fund Balance:		
Expenditures included above which by Statute are Deferred Charges to Budgets of succeeding years	<u>290,000.00</u>	<u>273,744.00</u>
Adjusted Excess in Revenue	2,069,435.01	2,010,698.58
Fund Balance January 1	<u>2,046,556.54</u>	<u>2,835,857.96</u>
	4,115,991.55	4,846,556.54
Less:		
Utilization as Anticipated Revenue	<u>2,000,000.00</u>	<u>2,800,000.00</u>
Fund Balance December 31	<u>\$2,115,991.55</u>	<u>\$2,046,556.54</u>

**COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN
FUND BALANCE - WATER UTILITY OPERATING FUND**

	<u>Year 2012</u>	<u>Year 2011</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 66,482.98	\$ 45,267.21
Collection of Water Rents	1,378,798.86	1,222,998.89
Miscellaneous	11,835.08	9,773.58
Other Credits to Income	<u>45,602.84</u>	<u>13,358.83</u>
Total Income	<u>1,502,719.76</u>	<u>1,291,398.51</u>
<u>Expenditures</u>		
Budget Expenditures:		
Operating	934,714.00	927,580.00
Capital Improvements	10,000.00	10,000.00
Debt Service	322,657.98	262,336.21
Statutory Expenditures	<u>80,611.00</u>	<u>91,461.00</u>
Total Expenditures	<u>1,347,982.98</u>	<u>1,291,377.21</u>
Excess in Revenue	154,736.78	21.30
Fund Balance January 1	<u>99,969.69</u>	<u>145,215.60</u>
	254,706.47	145,236.90
Less:		
Utilization as Anticipated Revenue	66,482.98	45,267.21
Utilization by Current Budget	<u>35,000.00</u>	<u>-</u>
Fund Balance December 31	<u>\$ 153,223.49</u>	<u>\$ 99,969.69</u>

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN
FUND BALANCE - SOLID WASTE UTILITY FUND

	<u>Year 2012</u>	<u>Year 2011</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ -	\$ -
Collection of Solid Waste User Fees	483,495.41	470,653.35
Miscellaneous	30,053.10	9,362.25
Other Credits to Income	9,025.35	2,973.94
Total Income	<u>522,573.86</u>	<u>482,989.54</u>
<u>Expenditures</u>		
Budget Expenditures:		
Operating	465,070.00	448,343.11
Statutory Expenditures	13,500.00	14,210.00
Total Expenditures	<u>478,570.00</u>	<u>462,553.11</u>
Excess in Revenue	44,003.86	20,436.43
Fund Balance January 1	<u>62,677.83</u>	<u>42,241.40</u>
	106,681.69	62,677.83
Fund Balance December 31	<u>\$ 106,681.69</u>	<u>\$ 62,677.83</u>

RECOMMENDATIONS

Not Applicable

STATUS OF PRIOR YEAR'S AUDIT FINDINGS/RECOMMENDATIONS

Not Applicable

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The above synopsis was prepared from the report of audit of the Borough of Chatham, County of Morris for the calendar year 2012. This report of audit, submitted by Timothy M. Vrabel, Registered Municipal Accountant and Chris C. W. Hwang, Certified Public Accountant of T. M. Vrabel & Associates, LLC is on file at the Borough Clerk's office and may be inspected by any interested person.

Susan Caljean, Borough Clerk