

BOROUGH OF ROCKAWAY
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 2021 Audit report of the Borough of Rockaway as required by N.J.S. 40A:5-7.

COMBINED COMPARATIVE BALANCE SHEET

<u>ASSETS</u>	December 31,	
	2021	2020
Cash and Cash Equivalents	\$ 13,880,161.09	\$ 14,132,961.95
Taxes, Liens and Utilities Receivable	1,414,880.35	1,183,629.61
Property Acquired for Taxes - Assessed Value	961,500.00	961,500.00
Accounts Receivable	919,571.31	943,980.60
Deferred Charges to Future Taxation - General Capital	5,513,227.00	6,917,622.00
Fixed Capital - Water Utility	8,526,995.83	7,813,935.08
Fixed Capital Authorized and Uncomplete - Water Utility	5,093,046.42	6,726,287.57
General Fixed Assets	21,568,313.27	21,390,068.54
 <u>TOTAL ASSETS</u>	 <u>\$ 57,877,695.27</u>	 <u>\$ 60,069,985.35</u>
<u>LIABILITIES, RESERVES AND FUND BALANCES</u>		
Appropriation Reserves	\$ 1,437,677.99	\$ 1,907,441.67
Bonds, Notes and Loans Payable	10,148,227.00	11,507,739.00
Improvement Authorizations	4,667,293.39	7,854,212.24
Other Liabilities and Special Funds	4,377,816.41	4,094,278.45
Deferred Reserve for Amortization		329,241.15
Capital Improvement Fund	604,432.54	345,176.54
Reserve for Amortization	8,985,042.25	7,568,441.50
Investment in General Fixed Assets	21,568,313.27	21,390,068.54
Reserve for Receivables	2,759,689.10	2,554,455.56
Fund Balances	3,329,203.32	2,518,930.70
 <u>TOTAL LIABILITIES, RESERVES AND FUND BALANCES</u>	 <u>\$ 57,877,695.27</u>	 <u>\$ 60,069,985.35</u>

BOROUGH OF ROCKAWAY
CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE

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

	Year Ended December 31,	
	2021	2020
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 775,000.00	\$ 775,000.00
Miscellaneous Revenue Anticipated	2,111,703.78	1,731,283.68
Receipts from:		
Delinquent Taxes	185,201.32	238,969.35
Current Taxes	24,972,995.34	24,502,020.79
Nonbudget Revenue	286,046.60	169,972.97
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	695,013.77	504,693.51
Interfund Returned	85,000.00	555.19
	<u>29,110,960.81</u>	<u>27,922,495.49</u>
 <u>Expenditures</u>		
Budget and Emergency Appropriations:		
Municipal Purposes	9,572,588.06	9,173,708.18
Local School District Taxes	9,285,367.00	9,155,878.00
County Taxes	2,220,575.87	2,148,686.04
County Share of Added Taxes	3,880.51	1,988.82
Regional School District Taxes	6,696,794.00	6,542,544.00
Increase in Grants Receivable	24,084.75	176.52
Interfund Advanced		85,000.00
	<u>27,803,290.19</u>	<u>27,107,981.56</u>
Excess in Revenue/Statutory Excess to Fund Balance	1,307,670.62	814,513.93
 <u>Fund Balance</u>		
Balance January 1	<u>2,004,698.60</u>	<u>1,965,184.67</u>
	3,312,369.22	2,779,698.60
Decreased by:		
Utilized as Anticipated Revenue	775,000.00	775,000.00
Balance December 31	<u>\$ 2,537,369.22</u>	<u>\$ 2,004,698.60</u>

BOROUGH OF ROCKAWAY
WATER UTILITY OPERATING FUND
COMPARATIVE STATEMENT OF OPERATIONS
AND CHANGE IN FUND BALANCE

Comparative Schedule of Operations and Change in Fund Balance - Water Utility

	<u>Year Ended December 31,</u>	
	<u>2021</u>	<u>2020</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 203,500.00	\$ 464,000.00
Water Rents	2,011,443.13	1,634,916.79
Miscellaneous	51,923.41	54,743.40
Nonbudget Revenue	24,660.17	32,900.04
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	<u>353,794.73</u>	<u>235,829.20</u>
 Total Income	 <u>2,645,321.44</u>	 <u>2,422,389.43</u>
<u>Expenditures</u>		
Budget Expenditures:		
Operating	1,685,000.00	1,610,655.65
Capital Improvements	240,000.00	214,000.00
Debt Service	351,936.16	252,212.28
Deferred Charges and Statutory Expenditures	<u>88,500.00</u>	<u>79,085.00</u>
 Total Expenditures	 <u>2,365,436.16</u>	 <u>2,155,952.93</u>
 Excess in Revenue	 279,885.28	 266,436.50
<u>Fund Balance</u>		
Balance January 1	<u>394,464.63</u>	<u>592,028.13</u>
	674,349.91	858,464.63
Decreased by:		
Utilized by Water Utility Operating Budget	<u>203,500.00</u>	<u>464,000.00</u>
 Balance December 31	 <u>\$ 470,849.91</u>	 <u>\$ 394,464.63</u>

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

RECOMMENDATIONS

It is recommended that:

1. An adequate segregation of duties be maintained with respect to the recording and treasury functions.

* * * * *

A Corrective Action Plan, which outlines actions the Borough of Rockaway will take to correct the findings listed above, will be prepared in accordance with federal and state guidelines. A copy of the plan will be on file and available for public inspection in the office of the Municipal Clerk in the Borough of Rockaway within 45 days of this notice.

The above summary or synopsis was prepared from the report of audit of the Borough of Rockaway, County of Morris, for the calendar year 2021. This report of audit, submitted by Kathryn L. Mantell, Registered Municipal Accountant, of Nisivoccia, is on file at the Borough Clerk's office and may be inspected by any interested person.

Kimberly Cuspilich, Borough Clerk