

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 2021 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,	
	2021	2020
Cash and Cash Equivalents	\$ 17,007,936.16	\$ 17,503,802.50
Taxes and Liens Receivable	392,980.45	400,093.97
Property Acquired for Taxes Assessed Valuation	71,300.00	71,300.00
Accounts Receivable	5,133,461.77	3,570,952.46
Deferred Charges to Future Taxation - General Capital Fund	1,000,000.00	15,391.87
Fixed Capital - Utility Funds	22,483,217.18	22,483,217.18
Fixed Capital Authorized and Uncompleted - Utility Funds	1,575,000.00	1,350,000.00
Fixed Assets	31,077,394.00	27,308,970.00
 TOTAL ASSETS	 \$ 78,741,289.56	 \$ 72,703,727.98
 <u>LIABILITIES, RESERVES AND FUND BALANCES</u>		
Bonds, Notes and Loans Payable	\$ 103,054.91	\$ 145,271.66
Improvement Authorizations	6,274,831.22	5,633,879.68
Other Liabilities and Special Funds	10,750,247.05	9,334,605.37
Reserve for Amortization - Utility Funds	22,380,162.27	22,353,337.39
Deferred Reserve for Amortization - Utility Funds	1,575,000.00	1,350,000.00
Reserve for Certain Assets Receivable	703,961.32	669,301.06
Investment in Fixed Assets	31,077,394.00	27,308,970.00
Fund Balances	5,876,638.79	5,908,362.82
 TOTAL LIABILITIES, RESERVES AND FUND BALANCES	 \$ 78,741,289.56	 \$ 72,703,727.98

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,	
	2021	2020
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 2,459,151.00	\$ 2,324,294.00
Miscellaneous Revenue Anticipated	4,030,951.80	3,500,303.37
Receipts from:		
Delinquent Taxes	317,465.19	253,750.98
Current Taxes	22,784,787.14	22,350,495.04
Nonbudget Revenue	890,129.55	802,864.40
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	1,169,777.29	1,107,819.30
Tax Overpayments Canceled	43.75	
Interfunds Returned	20,684.24	
Total Income	<u>31,672,989.96</u>	<u>30,339,527.09</u>
<u>Expenditures</u>		
Budget Appropriations:		
Municipal Purposes	9,959,781.58	9,446,043.91
County Taxes	1,988,747.51	1,947,398.91
Local School District Taxes	9,765,800.00	9,628,329.00
Regional High School Taxes	5,790,070.00	5,546,181.00
Special Garbage District Taxes	1,198,094.50	1,176,615.00
Local Open Space Taxes	113,249.39	109,201.40
Prior Year Senior Citizens' Deductions Disallowed	3,075.35	2,750.00
Refund of Prior Year Revenue		176.00
Interfunds Advanced		20,684.24
Total Expenditures	<u>28,818,818.33</u>	<u>27,877,379.46</u>
Excess in Revenues/Statutory Excess to Fund Balance	2,854,171.63	2,462,147.63
<u>Fund Balance</u>		
Balance January 1	<u>2,875,441.08</u>	<u>2,737,587.45</u>
	5,729,612.71	5,199,735.08
Decreased by:		
Utilized as Anticipated Revenue	2,459,151.00	2,324,294.00
Balance December 31	<u>\$ 3,270,461.71</u>	<u>\$ 2,875,441.08</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,	
	2021	2020
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 525,000.00	\$ 525,000.00
Water Rents	2,268,517.15	2,352,488.83
Miscellaneous Revenue Anticipated	25,045.73	36,973.92
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	487,105.99	504,246.03
Total Income	<u>3,305,668.87</u>	<u>3,418,708.78</u>
<u>Expenditures</u>		
Operating	1,886,430.00	1,817,865.00
Capital Improvements	860,000.00	760,000.00
Debt Service	28,144.79	28,791.74
Deferred Charges and Statutory Expenditures	79,400.00	74,100.00
Refund of Prior Year Revenue		72,808.56
Total Expenditures	<u>2,853,974.79</u>	<u>2,753,565.30</u>
Excess in Revenues/Statutory Excess to Fund Balance	451,694.08	665,143.48
<u>Fund Balance</u>		
Balance January 1	<u>1,173,776.00</u>	<u>1,194,632.52</u>
	1,625,470.08	1,859,776.00
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	<u>\$ 939,470.08</u>	<u>\$ 1,173,776.00</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,	
	2021	2020
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 375,000.00	\$ 375,000.00
Sewer User Charges	1,837,753.96	1,770,889.08
Miscellaneous Revenue Anticipated	15,364.12	28,354.80
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	348,158.87	427,706.75
Total Income	<u>2,576,276.95</u>	<u>2,601,950.63</u>
<u>Expenditures</u>		
Operating	1,769,567.00	1,630,470.00
Capital Improvements	290,000.00	293,000.00
Deferred Charges and Statutory Expenditures	75,900.00	70,122.00
Total Expenditures	<u>2,135,467.00</u>	<u>1,993,592.00</u>
Excess in Revenues/Statutory Excess to Fund Balance	440,809.95	608,358.63
<u>Fund Balance</u>		
Balance January 1	<u>903,776.75</u>	<u>831,418.12</u>
	1,344,586.70	1,439,776.75
Decreased by:		
Utilized as Anticipated Revenue:		
Sewer Utility Operating Budget	375,000.00	375,000.00
Current Fund Budget	161,000.00	161,000.00
Balance December 31	<u>\$ 808,586.70</u>	<u>\$ 903,776.75</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,	
	2021	2020
<u>Revenue and Other Income Realized</u>		
Fund Balance Anticipated	\$ 252,900.00	\$ 82,900.00
Reserve for Sale of Municipal Assets	55,000.00	
District Tax	1,198,094.50	1,176,615.00
Nonbudget Revenue	78,024.12	12,027.59
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	77,627.19	143,675.02
Total Income	<u>1,661,645.81</u>	<u>1,415,217.61</u>
<u>Expenditures</u>		
Budget Expenditures:		
Operating	1,206,594.50	1,190,925.50
Capital Projects	225,000.00	
Statutory Expenditures	74,400.00	68,590.00
Total Expenditures	<u>1,505,994.50</u>	<u>1,259,515.50</u>
Excess in Revenues/Statutory Excess to Fund Balance	155,651.31	155,702.11
<u>Fund Balance</u>		
Balance January 1	<u>705,929.47</u>	<u>633,127.36</u>
	861,580.78	788,829.47
Decreased by:		
Utilized as Anticipated Revenue	<u>252,900.00</u>	<u>82,900.00</u>
Balance December 31	<u><u>\$ 608,680.78</u></u>	<u><u>\$ 705,929.47</u></u>

SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

RECOMMENDATIONS

It is recommended that:

1. Municipal Court receipts be deposited within 48 hours as per State statute.
2. Prior to their submission, the monthly reports to the State Treasurer for dog license fees collected be reconciled to the monthly collections for dog license fees and the dog tags remaining on hand.

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The above summary or synopsis was prepared from the report of audit of the , County of Morris, for the calendar year 2021. This report of audit, submitted by Raymond A. 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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