

SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION

SUMMARY OF SYNOPSIS OF 2024 AUDIT REPORT OF
BOROUGH OF FANWOOD AS REQUIRED BY N.J.S.40A:5-7

COMBINED COMPARIATIVE BALANCE SHEETS – REGULATORY BASIS

	<u>DECEMBER 31,</u> <u>2024</u>	<u>DECEMBER 31,</u> <u>2023</u>
<u>ASSETS</u>		
Cash and Investments	\$6,029,692.95	\$6,755,207.44
Taxes, Assessments, Liens And Utility Charges Receivable	499,293.28	302,089.82
Property Acquired for Taxes – Assessed Value	12,279.00	12,279.00
Accounts Receivable	2,073,808.12	6,964,852.52
Fixed Capital Authorized and Uncompleted – Utility	893,794.00	893,794.00
Deferred Charges to Future to Revenue of Future Years	284,292.42	264,600.00
Deferred Charges to Future Taxation – General Capital	23,504,595.65	23,218,088.99
General Fixed Assets	<u>29,555,328.27</u>	<u>11,108,067.28</u>
<u>TOTAL ASSETS</u>	<u>\$62,853,083.69</u>	<u>\$49,518,979.05</u>
<u>LIABILITIES, RESERVES AND FUND BALANCES</u>		
Bonds, Notes and Loans Payable	\$22,353,530.37	\$20,859,304.00
Improvement Authorizations	1,957,454.01	4,054,275.94
Other Liabilities and Special Funds	6,313,093.00	11,449,183.61
Reserve for Certain Assets Receivable	1,069,120.39	473,523.66
Fund Balances	1,604,557.65	1,574,624.56
Investment in General Fixed Assets	<u>29,555,328.27</u>	<u>11,108,067.28</u>
<u>TOTAL LIABILITIES, RESERVES AND FUND BALANCES</u>	<u>\$62,853,083.69</u>	<u>\$49,518,979.05</u>

COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGE
IN FUND BALANCE - CURRENT FUND - REGULATORY BASIS

	<u>YEAR 2024</u>	<u>YEAR 2023</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>		
Fund Balance Utilized	\$600,000.00	568,004.77
Miscellaneous - From Other Than Local		
Property Tax Levies	3,607,561.22	3,157,519.98
Collection of Delinquent Taxes	239,520.91	223,307.39
Collection of Current Tax Levy	<u>37,235,396.60</u>	<u>35,986,231.33</u>
<u>Total Income</u>	<u>\$41,682,478.73</u>	<u>\$39,935,063.47</u>

<u>EXPENDITURES</u>		
Budget Expenditures	\$11,085,376.48	\$10,465,954.81
County Taxes	6,022,591.13	6,035,623.80
Regional High School Taxes	23,102,800.00	22,401,320.00
Municipal Open Space Taxes	127,989.12	127,420.56
Miscellaneous	<u>438,309.19</u>	<u>135,649.75</u>
<u>Total Expenditures</u>	<u>\$40,777,065.92</u>	<u>\$39,165,968.92</u>
Excess in Revenue	\$905,412.81	\$769,094.55
Adjustment to Income Before Fund Balance:		
Expenditures Included Above Which are by Statute		
Deferred Charges to Budgets of Succeeding Years		<u>99,600.00</u>
Regulatory Excess to Fund Balance	\$905,412.81	\$868,694.55
<u>Fund Balance</u>		
Balance, January 1	<u>1,215,392.27</u>	<u>914,702.49</u>
	\$2,120,805.08	1,783,397.04
Decreased by:		
Utilized as Anticipated Revenue	600,000.00	568,004.77
Balance, December 31	<u>\$1,520,805.08</u>	<u>\$1,215,392.27</u>

COMPARATIVE STATEMENTS OF OPERATIONS AND CHANGE
IN FUND BALANCE - SEWER UTILITY OPERATING FUND - REGULATORY BASIS

	<u>YEAR 2024</u>	<u>YEAR 2023</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>		
Fund Balance Utilized	\$	\$11,503.99
Sewer Use Charges	657,739.30	789,189.83
Sewer Utility Capital Surplus		3,155.01
Non-Budget Revenue	17,983.46	5,852.91
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	<u>17,237.05</u>	<u>45,515.44</u>
<u>Total Income</u>	<u>\$692,959.81</u>	<u>\$855,217.18</u>
<u>EXPENDITURES</u>		
Budget Expenditures:		
Operating	\$757,339.00	\$706,154.00
Capital Improvements	100.00	18,522.00

Debt Service	30,685.00	18,463.98
Deferred Charges and Statutory Expenditures	<u> </u>	<u>157.57</u>
<u>Total Expenditures</u>	<u>\$788,124.00</u>	<u>\$743,297.55</u>
Regulatory Excess in Revenue	\$	\$
Operating Deficit to be Raised in Budget of Succeeding Year	\$95,164.19	\$
Statutory Excess to Fund Balance	\$	\$111,919.63
Fund Balance, January 1	<u>156,817.88</u>	<u>195,450.24</u>
	156,817.88	307,369.87
Decreased by:		
Payment to Current Fund as Anticipated Revenue	140,316.95	139,048.00
Utilization as Anticipated Revenue	<u> </u>	<u>11,503.99</u>
Fund Balance, December 31	<u>\$16,500.93</u>	<u>\$156,817.88</u>

RECOMMENDATIONS

*That funds be encumbered prior to ordering of goods and services and all vouchers contain the required support documentation and approvals prior to their payments.

*That the Current Fund and General Capital Fund Ledgers be accurately maintained.

*That all vouchers contain the required certifications prior to their payments.

*Prior Year Recommendations

A Corrective Action Plan, which outlines actions the Borough of Fanwood will take to correct the findings listed above, will be prepared in accordance with federal and state requirements. A copy of it will be placed on file and made available for public inspection in the Office of the Municipal Clerk of the Borough of Fanwood.

The above summary or synopsis was prepared from the report of audit of the Borough of Fanwood, County of Union, for the calendar year 2024. This report of audit, submitted by Suplee, Clooney & Company LLC, Registered Municipal Accountants and Certified Public Accountants, is on file at the Borough Clerk's office and may be inspected by any interested persons.

Courtney Agnello, RMC
Borough of Fanwood, Municipal Clerk