

SUMMARY OR SYNOPSIS OF AUDIT  
CARNEYS POINT TOWNSHIP SEWERAGE AUTHORITY  
FOR THE FISCAL YEAR ENDED  
NOVEMBER 30, 2011

**SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION**

Summary or Synopsis of Fiscal Year 2011 Audit Report of

The Carneys Point Township Sewerage Authority

as required by N.J.S. 40A:5A-16

**STATEMENT OF NET ASSETS**

<u>ASSETS</u>	<u>November 30, 2011</u>	<u>November 30, 2010</u>
Current Unrestricted Assets:		
Cash and Cash Equivalents	\$ 1,555,459.64	\$ 2,706,363.98
Consumer Accounts Receivable, Net of Allowance for Doubtful Accounts of \$42,000.00 in 2011 and \$54,000.00 in 2010	370,643.24	489,834.70
Accounts Receivable - Other	12,696.30	12,696.30
Prepaid Expenses	6,754.82	6,174.09
Total Unrestricted Assets	<u>1,945,554.00</u>	<u>3,215,069.07</u>
Non-Current Assets:		
Property, Plant and Equipment:		
Land and Easements	21,053.00	21,053.00
Plant and Equipment (Net of Accumulated Depreciation)	<u>12,347,096.01</u>	<u>11,438,228.08</u>
Total Property, Plant and Equipment	<u>12,368,149.01</u>	<u>11,459,281.08</u>
Total Noncurrent Assets	<u>12,368,149.01</u>	<u>11,459,281.08</u>
Total Assets	<u>\$ 14,313,703.01</u>	<u>\$ 14,674,350.15</u>

STATEMENT OF NET ASSETS

<u>LIABILITIES</u>	<u>November 30, 2011</u>	<u>November 30, 2010</u>
Current Liabilities Payable from Unrestricted Assets:		
Accounts Payable--Operations	\$ 53,140.88	\$ 80,789.83
Accounts Payable--Renewal and Replacement	44,332.81	
Accounts Payable--Capital Projects	-	7,485.00
Deferred Revenue - Connection Fees	259,887.50	253,887.50
Payroll Deductions Payable	-	99.87
Prepaid Sewer Rents	10,458.90	262.49
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Total Current Liabilities Payable from Unrestricted Assets	367,820.09	342,524.69
Current Liabilities Payable from Restricted Assets:		
Accounts Payable		
Developers' Escrow Deposits	12,490.00	12,490.00
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Total Current Liabilities Payable from Restricted Assets	12,490.00	12,490.00
Long-term Liabilities:		
Reserve for Sewer Extension Projects	1,367.00	1,367.00
Net OPEB Liability	10,109.00	
Compensated Absences	23,460.46	18,923.56
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Total Long-term Liabilities	34,936.46	20,290.56
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Total Liabilities	415,246.55	375,305.25
<u>NET ASSETS</u>		
Invested in Capital Assets, Net of Related Debt	12,368,149.01	11,459,281.08
Unrestricted Net Assets	1,530,307.45	2,839,763.82
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Total Net Assets	\$ 13,898,456.46	\$ 14,299,044.90
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**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN  
NET ASSETS**

	<u>For the Fiscal Year Ended</u>	
	<u>November 30, 2011</u>	<u>November 30, 2010</u>
Operating Revenue:		
Utility Service Fees	\$ 1,780,823.44	\$ 1,877,941.25
Penalties	53,101.11	41,596.13
Other Revenues	571.92	6,145.45
	<u>1,834,496.47</u>	<u>1,925,682.83</u>
Operating Expenses:		
Administrative:		
Salaries and Wages	67,773.66	65,044.25
Employee Benefits	32,559.57	27,825.72
Other Expenses	431,970.60	362,380.64
Cost of Providing Services		
Salaries and Wages	292,182.46	286,474.79
Employee Benefits	140,369.20	122,583.60
Other Expenses and Major Repairs	539,414.20	519,075.40
Depreciation	511,825.22	393,946.27
	<u>2,016,094.91</u>	<u>1,777,330.67</u>
Total Operating Expenses		
	<u>2,016,094.91</u>	<u>1,777,330.67</u>
Total Operating Income(Loss)	(181,598.44)	148,352.16
Non-operating Revenues (Expenses):		
Investment Income Net of Trustee Fees	7,176.24	11,433.73
Connection Fees	8,000.00	14,000.00
Renewal and Replacement Expenditures	(106,832.24)	(377,248.96)
Net Capital Project Expenditures	(40,390.00)	(76,687.22)
Increase in Allowance for Doubtful Accounts	12,000.00	(15,000.00)
Loss on Disposal of Fixed Assets	(16,989.00)	(990.00)
Contribution to Township of Carneys Point Project	(81,955.00)	(77,430.00)
	<u>(218,990.00)</u>	<u>(521,922.45)</u>
Total Non-Operating Revenue (Expenses)		
	<u>(218,990.00)</u>	<u>(521,922.45)</u>
Change in Net Assets	(400,588.44)	(373,570.29)
Net Assets, Beginning of Year	14,299,044.90	14,672,615.19
Net Assets, End of Year:		
Invested in Capital Assets, Net of Related Debt	12,368,149.01	11,459,281.08
Unrestricted	1,530,307.45	2,839,763.82
	<u>\$ 13,898,456.46</u>	<u>\$ 14,299,044.90</u>

## RECOMMENDATIONS

That the general ledger be accurately and completely maintained in order to ensure adequate control over the preparation of financial statements including the related disclosures.

A corrective Action Plan, which outlines actions the Carneys Point Township Sewerage Authority will take to correct the findings listed above, will be prepared in accordance with state requirements. A copy of it will be placed on file and made available for public inspection in the office of the Carneys Point Township Sewerage Authority within 45 days of this notice.

The above summary or synopsis was prepared from the report of audit of the Carneys Point Township Sewerage Authority, County of Salem, State of New Jersey, for the fiscal year ended November 30, 2011. This report of audit, submitted by David C. Rollison, Registered Municipal Accountant, is on file at the Authority office and may be inspected by any interested person.

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Secretary