

**TOWNSHIP OF ABERDEEN**

**COUNTY OF MONMOUTH**

**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 2010 Audit Report of the Township of Aberdeen, County of Monmouth as required by N.J.S. 40A:5-7.

**COMBINED COMPARATIVE BALANCE SHEET**

**REGULATORY BASIS**

	<b><u>December 31,</u></b> <b><u>2010</u></b>	<b><u>December 31,</u></b> <b><u>2009</u></b>
<b><u>ASSETS</u></b>		
Cash, Cash Equivalents and Investments	\$ 8,460,288.88	\$ 12,064,140.00
Taxes, Assessments, Liens and Utility Charges Receivable	1,338,606.54	1,270,627.48
Property Acquired for Taxes - Assessed Value	1,492,600.00	1,523,300.00
Other Accounts Receivable	941,987.55	723,938.05
Fixed Capital - Utility	37,137,138.65	35,180,138.65
General Fixed Assets	32,549,180.35	32,440,908.50
Deferred Charges to Revenue of Succeeding Years	153,078.59	298,726.00
Deferred Charges to Future Taxation - General Capital	<u>22,977,372.28</u>	<u>22,625,242.39</u>
Total Assets	<u>\$ 105,050,252.84</u>	<u>\$ 106,127,021.07</u>

**LIABILITIES, RESERVES AND FUND BALANCE**

Bonds, Notes and Loans Payable	\$ 29,220,803.00	\$ 30,734,053.00
Improvement Authorizations	10,447,243.43	9,845,485.53
Other Liabilities and Special Funds	6,538,032.86	7,720,597.45
Amortization of Debt for Fixed Capital	22,412,395.20	21,322,456.31
Investment in General Fixed Assets	32,549,180.35	32,440,908.50
Reserve for Certain Assets Receivable	3,192,425.85	3,044,131.24
Fund Balance	<u>690,172.15</u>	<u>1,019,389.04</u>
Total Liabilities, Reserves and Fund Balance	<u>\$ 105,050,252.84</u>	<u>\$ 106,127,021.07</u>

**TOWNSHIP OF ABERDEEN**

**COMPARATIVE STATEMENT OF OPERATIONS AND**

**CHANGES IN FUND BALANCE - CURRENT FUND**

**REGULATORY BASIS**

	<u>Year 2010</u>	<u>Year 2009</u>
<b><u>REVENUE AND OTHER INCOME REALIZED</u></b>		
Fund Balance Utilized	\$ 378,000.00	\$ 511,000.00
Miscellaneous, From Other Than Local		
Property Tax Levies	5,453,524.14	5,596,303.66
Collection of Delinquent Taxes and Tax Title Liens	708,346.81	745,142.13
Collection of Current Tax Levy	<u>48,383,469.92</u>	<u>47,141,247.54</u>
 Total Revenues	 <u>54,923,340.87</u>	 <u>53,993,693.33</u>
<b><u>EXPENDITURES</u></b>		
Budget Expenditures:		
Municipal Purpose	14,362,776.28	13,974,058.13
Special Districts Tax	3,145,300.00	3,023,275.00
County Taxes and Regional District School Tax	36,803,160.50	36,613,824.06
Other Expenditures	<u>381,284.70</u>	<u>223,205.03</u>
 Total Expenditures	 <u>54,692,521.48</u>	 <u>53,834,362.22</u>
 Excess in Revenue	 230,819.39	 159,331.11
Adjustment to Income Before Fund Balance:		
Expenditures Included Above Which are by Statute		
Deferred Charges to Budgets of Succeeding Years		<u>17,000.00</u>
Statutory Excess to Fund Balance	230,819.39	176,331.11
Fund Balance January 1	<u>385,573.01</u>	<u>720,241.90</u>
	616,392.40	896,573.01
Less: Utilization as Anticipated Revenue	<u>378,000.00</u>	<u>511,000.00</u>
Fund Balance December 31	<u>\$ 238,392.40</u>	<u>\$ 385,573.01</u>

**TOWNSHIP OF ABERDEEN**

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

**REGULATORY BASIS**

	<u>Year 2010</u>	<u>Year 2009</u>
<b><u>REVENUE AND OTHER INCOME REALIZED</u></b>		
Fund Balance Utilized		\$ 34,520.34
Collection of Water Rents	\$ 1,744,764.76	1,740,353.84
Fire Hydrant Service	30,506.15	30,751.00
Water Diversion Rights	200,782.96	110,062.42
Miscellaneous Revenue	40,155.06	46,551.04
Water Tower Rents	107,922.52	106,858.25
Non-Budget Revenues	<u>5,717.95</u>	<u>20,023.11</u>
 Total Revenues	 <u>2,129,849.40</u>	 <u>2,089,120.00</u>
<b><u>EXPENDITURES</u></b>		
Budget Expenditures:		
Operating	1,761,017.00	1,704,993.77
Capital Improvements	60,000.00	55,000.00
Debt Service	128,880.94	201,727.11
Deferred Charges and Statutory Expenditures	<u>59,920.22</u>	<u>136,062.34</u>
 Total Expenditures	 <u>2,009,818.16</u>	 <u>2,097,783.22</u>
 Excess / (Deficit) in Revenue	 120,031.24	 (8,663.22)
 Operating Deficit to be Raised in Succeeding Year Budget		 <u>\$ 8,663.22</u>
 Fund Balance January 1	 <u>81,226.87</u>	 <u>\$ 115,747.21</u>
	201,258.11	115,747.21
 Less: Utilization as Anticipated Revenue		 <u>34,520.34</u>
 Fund Balance December 31	 <u>\$ 201,258.11</u>	 <u>\$ 81,226.87</u>

**TOWNSHIP OF ABERDEEN**

**COMPARATIVE STATEMENT OF OPERATIONS AND  
CHANGES IN FUND BALANCE - SEWER UTILITY FUND**

**REGULATORY BASIS**

	<u>Year 2010</u>	<u>Year 2009</u>
<b><u>REVENUE AND OTHER INCOME REALIZED</u></b>		
Fund Balance Utilized	\$ 222,425.00	\$ 544,935.22
Collection of Sewer Rents	4,900,722.16	4,400,118.27
Connection Fees	70,758.00	19,377.00
Interest	30,575.16	40,597.94
Sewer Capital Surplus	125,000.00	200,000.00
Non-Budget Revenues	<u>41,720.39</u>	<u>10,466.71</u>
Total Revenues	<u>5,391,200.71</u>	<u>5,215,495.14</u>
<b><u>EXPENDITURES</u></b>		
Budget Expenditures:		
Operating	3,751,977.61	3,718,639.00
Capital Improvements		40,000.00
Debt Service	1,197,063.29	1,178,872.98
Deferred Charges and Statutory Expenditures	100,828.39	66,733.22
Surplus (General Budget)	225,000.00	210,000.00
Refund of Prior Years' Revenue		
Total Expenditures	<u>5,274,869.29</u>	<u>5,214,245.20</u>
Excess in Revenue	116,331.42	1,249.94
Fund Balance January 1	<u>222,554.96</u>	<u>766,240.24</u>
	338,886.38	767,490.18
Less: Utilization as Anticipated Revenue	<u>222,425.00</u>	<u>544,935.22</u>
Fund Balance December 31	<u>\$ 116,461.38</u>	<u>\$ 222,554.96</u>

**TOWNSHIP OF ABERDEEN**

**COMPARATIVE STATEMENT OF OPERATIONS AND**

**CHANGES IN FUND BALANCE - SOLID WASTE COLLECTION DISTRICT FUND**

**REGULATORY BASIS**

	<u>Year 2010</u>	<u>Year 2009</u>
<b><u>REVENUE AND OTHER INCOME REALIZED</u></b>		
Fund Balance Utilized	\$ 32,571.00	\$ 140,458.00
Tax Levy	2,100,000.00	2,020,000.00
Miscellaneous	<u>38,597.07</u>	<u>35,784.32</u>
Total Revenues	<u>2,171,168.07</u>	<u>2,196,242.32</u>
<b><u>EXPENDITURES</u></b>		
Operating	2,055,176.00	2,042,984.00
Deferred Charges and Statutory Expenditures	47,395.00	62,474.00
Surplus (General Budget)	<u>30,000.00</u>	<u>55,000.00</u>
Total Expenditures	2,132,571.00	2,160,458.00
Excess in Revenue	38,597.07	35,784.32
Fund Balance January 1	<u>66,802.90</u>	<u>171,476.58</u>
	105,399.97	207,260.90
Less: Utilization as Anticipated Revenue	<u>32,571.00</u>	<u>140,458.00</u>
Fund Balance December 31	<u>\$ 72,828.97</u>	<u>\$ 66,802.90</u>

## RECOMMENDATIONS

It is recommended:

- 10-1. That the Sewer Utility Capital Fund improvement authorizations with minimal or no activity be reviewed for appropriate action.
- 10-2. That all interfunds be liquidated prior to year end.
- 10-3. That all prior year audit adjustments be posted to the respective Trust Fund general ledgers.

Of the above recommendations, number 10-2 is similar to that reported in the 2009 audit.

A Corrective Action Plan, which will outline actions the Township of Aberdeen 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 Township Clerk within sixty (60) days of receipt of the audit report by the governing body.

The above summary or synopsis was prepared from the report of audit of the Township of Aberdeen, County of Monmouth for the calendar year 2010. This report of audit, submitted by Thomas P. Fallon, Registered Municipal Accountant, of Fallon & Larsen LLP, is on file at the Township Clerk's office and may be inspected by any interested persons.

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Karen Ventura  
Township Clerk