

SUMMARY OF SYNOPSIS OF 2018 AUDIT REPORT
BOROUGH OF HIGHTSTOWN
MERCER COUNTY, NEW JERSEY
AS REQUIRED BY N.J.S.A. 40A:5-7
COMBINED COMPARATIVE BALANCE SHEET

	December 31,	
	<u>2018</u>	<u>2017</u>
<u>ASSETS</u>		
Cash	\$ 3,449,364.05	\$ 4,813,612.04
Cash Held by Plan Administrator (LOSAP)	644,259.36	736,780.10
Accounts Receivable:		
Grants	1,808,750.00	1,625,252.79
Due from State of New Jersey	128,844.01	166,542.00
Taxes, Liens and Utility Charges	606,976.94	577,458.21
Interfund Loans	660,370.19	43,706.64
NJEIT Loan Receivable	590,767.00	
Other Accounts Receivable	30,883.50	22,078.10
Charges to Future Taxation:		
General Capital Fund	8,502,938.89	8,486,100.32
Fixed Capital	15,336,516.65	15,336,516.65
Fixed Capital Authorized and Uncompleted	8,876,400.00	8,661,400.00
Fixed Assets	6,479,632.51	5,590,072.36
	<u>\$ 47,115,703.10</u>	<u>\$ 46,059,519.21</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Bonds, Notes and Loans Payable	\$ 12,220,092.09	\$ 12,172,478.10
Prepaid Taxes	118,563.51	649,128.44
Tax, Utility Charges and Other Overpayments	2,117.58	11,972.55
Accounts Payable	88,646.35	84,338.85
Appropriation Reserves	791,084.27	730,063.14
Reserve for Encumbrances	780,714.82	1,110,525.62
Amounts Pledged to Specific Purposes (LOSAP)	644,259.36	736,780.10
Developers Deposits and Escrow Funds	853,768.04	1,265,806.03
Improvement Authorizations	5,286,192.09	5,079,504.53
Interfund Loans	660,370.19	43,706.64
Other Liabilities	279,257.01	894,057.63
Accrued Interest on Bonds and Loans	26,642.25	36,158.72
Reserve for Certain Assets Receivable	1,314,583.88	599,536.31
Reserve for Amortization of Costs of Fixed Capital -		
Acquired or Authorized	15,738,545.35	15,201,812.60
Deferred Reserve for Amortization	295,400.00	269,500.00
Investment in Governmental Fixed Assets	6,479,632.51	5,590,072.36
Fund Balance	1,535,833.80	1,584,077.59
Total Liabilities, Reserves and Fund Balance	<u>\$ 47,115,703.10</u>	<u>\$ 46,059,519.21</u>

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AS REQUIRED BY N.J.S.A. 40-A:5-7
BOROUGH OF HIGHTSTOWN
COUNTY OF MERCER
STATE OF NEW JERSEY

CURRENT FUND
STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE
REGULATORY BASIS

Revenue and Other Income Realized	<u>Year 2018</u>	<u>Year 2017</u>
Fund Balance Anticipated	\$ 804,400.00	\$ 1,028,000.00
Miscellaneous Revenue Realized	1,618,543.43	1,547,523.93
Receipts from Delinquent Taxes	224,325.00	256,987.01
Receipts from Current Taxes	16,122,100.50	15,937,265.41
Nonbudget Revenue	66,757.32	56,066.30
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	428,227.74	315,967.73
Grant Reserve Canceled	735.00	475.00
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Total Income	<u>\$ 19,265,088.99</u>	<u>\$ 19,142,285.38</u>
Expenditures		
Budget and Emergency Appropriations:		
Operations:		
Salaries and Wages	\$ 2,773,642.40	\$ 2,642,463.00
Other Expenses	2,887,789.56	2,964,505.59
Capital Improvements	100,000.00	80,000.00
Municipal Debt Service	732,490.84	771,581.47
Deferred Charges and Statutory Expenditures	571,131.00	535,118.00
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Total Budget	<u>\$ 7,065,053.80</u>	<u>\$ 6,993,668.06</u>
Regional School Taxes	8,530,115.00	8,587,396.00
County Taxes	2,773,563.31	2,780,860.43
Grant Receivables Canceled	735.00	475.00
Interfunds Advanced	70,723.44	
Tax Overpayment Adjustment		989.37
Prior Year Refund	3,966.43	5.00
Miscellaneous		20.00
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Total Expenditures	<u>\$ 18,444,156.98</u>	<u>\$ 18,363,413.86</u>
Excess in Expenditures/Revenues	\$ 820,932.01	\$ 778,871.52
Fund Balance, January 1	<u>1,160,794.50</u>	<u>1,409,922.98</u>
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	\$ 1,981,726.51	\$ 2,188,794.50
Decreased by:		
Utilized as Anticipated Revenue	804,400.00	1,028,000.00
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Balance, December 31	<u><u>\$ 1,177,326.51</u></u>	<u><u>\$ 1,160,794.50</u></u>

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BOROUGH OF HIGHTSTOWN
COUNTY OF MERCER
STATE OF NEW JERSEY

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

Revenue and Other Income Realized	<u>Year 2018</u>	<u>Year 2017</u>
Fund Balance Utilized	\$ 240,000.00	\$ 146,169.00
Water-Sewer Rents	2,502,072.83	2,541,893.07
Miscellaneous	369,461.20	604,145.11
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	<u>105,919.14</u>	<u>91,088.95</u>
Total Income	<u>\$ 3,217,453.17</u>	<u>\$ 3,383,296.13</u>
Expenditures		
Budget:		
Operating	\$ 2,194,933.00	\$ 2,124,015.00
Debt Service	669,150.07	908,778.37
Deferred Charges and Statutory Expenditures	<u>157,526.00</u>	<u>149,316.00</u>
Total Expenditures	<u>\$ 3,021,609.07</u>	<u>\$ 3,182,109.37</u>
Excess in Revenue	\$ 195,844.10	\$ 201,186.76
Fund Balance, January 1	<u>244,003.35</u>	<u>188,985.59</u>
	\$ 439,847.45	\$ 390,172.35
Less: Utilized as Anticipated Revenue - Utility	<u>240,000.00</u>	<u>146,169.00</u>
Fund Balance, December 31	<u>\$ 199,847.45</u>	<u>\$ 244,003.35</u>

BOROUGH OF HIGHTSTOWN
COUNTY OF MERCER, NEW JERSEY

RECOMMENDATIONS

DECEMBER 31, 2018

None.

The preceding summary of synopsis was prepared from the report of audit of the Borough of Hightstown, County of Mercer, for the calendar year 2018. The financial data included in the summary or synopsis is presented in the form prescribed by the Local Finance Board, Department of Community Affairs, State of New Jersey. Readers are cautioned that the summary or synopsis was prepared solely for the purpose of compliance with the public disclosure provisions of N.J.S.A. 40A:5-7 and, accordingly the summary or synopsis should not be relied upon for any other purpose. This report of audit submitted by Gerard Stankiewicz, Certified Public Accountant, Registered Municipal Accountant, of the firm Samuel Klein and Company, whose report dated June 5, 2020 was unmodified and is on file at the Borough Clerk's Office and will be available on or after June 22, 2020 on the Borough's website www.hightstownborough.com and may be inspected by any interested person.

Debra Sopronyi, Borough Clerk