

TOWNSHIP OF BEDMINSTER
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 Bedminster as required by N.J.S. 40A:5-7.

COMBINED COMPARATIVE BALANCE SHEET

<u>ASSETS</u>	December 31,	
	2010	2009
Cash and Cash Equivalents	\$ 13,747,677.05	\$ 15,010,906.50
Taxes, Assessments and Liens Receivable	305,457.60	294,514.29
Accounts Receivable and Other Assets	341,534.36	339,959.30
Deferred Charges	2,019.41	
Deferred Charges to Future Taxation - General Capital Fund	6,767,848.09	8,408,835.40
Fixed Capital - Utility	6,949,522.41	6,949,522.41
Fixed Capital Authorized and Uncompleted - Utility	150,300.00	150,300.00
Fixed Assets (Unaudited)	45,950,456.00	46,002,095.00
 TOTAL ASSETS	 \$ 74,214,814.92	 \$ 77,156,132.90
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Bonds, Notes and Loans Payable	\$ 6,767,848.09	\$ 8,158,835.40
Improvement Authorizations	776,163.15	1,579,131.68
Other Liabilities and Special Funds	6,056,310.41	6,549,422.15
Reserve for Certain Assets Receivable	880,511.18	360,815.01
Reserve for Amortization - Utility	6,949,522.41	6,949,522.41
Deferred Reserve for Amortization - Utility	150,300.00	150,300.00
Investment in Fixed Assets	45,950,456.00	46,002,095.00
Fund Balances	6,683,703.68	7,406,011.25
 TOTAL LIABILITIES, RESERVES AND FUND BALANCE	 \$ 74,214,814.92	 \$ 77,156,132.90

TOWNSHIP OF BEDMINSTER
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(Continued)

Comparative Statement of Operations and Change in
Fund Balance - Current Fund

	<u>Year Ended December 31,</u>	
	<u>2010</u>	<u>2009</u>
<u>Revenue and Other Income Realized</u>		
Fund Balance Utilized	\$ 1,623,655.00	\$ 1,720,000.00
Miscellaneous Revenue Anticipated	2,073,447.89	2,074,663.69
Receipts from:		
Delinquent Taxes	297,324.98	280,823.05
Current Taxes	29,485,597.50	29,998,031.63
Nonbudget Revenue	391,081.71	390,356.23
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	240,291.81	204,850.45
Increase in Local School District Tax Deferred		90,206.00
Accounts Payable Canceled		114,641.22
Reserve for Funds - Appropriated Canceled		72.24
Reserve for Spinal Research Canceled		328.20
Interfunds Returned	32,401.22	16,594.26
	<u>34,143,800.11</u>	<u>34,890,566.97</u>
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Municipal Purposes	9,373,995.42	9,464,855.27
County Taxes	8,115,567.78	8,308,900.51
Local School District Taxes	14,839,369.00	15,057,395.00
Open Space Trust Taxes	351,928.53	514,204.08
Decrease in Local School District Tax Deferred	54,506.50	
Prior Year Senior Citizens' and Veterans' Deductions Disallowed	750.00	1,000.00
Refund of Prior Year Revenue	6,840.00	9,014.49
Refund of Prior Year Revenue - Applied to Current Year Taxes	26,261.46	
Interfunds and Other Receivables Advanced	544,905.71	32,401.22
	<u>33,314,124.40</u>	<u>33,387,770.57</u>
Total Expenditures		
Excess in Revenue/Statutory Excess to Fund Balance	829,675.71	1,502,796.40
<u>Fund Balance</u>		
Balance January 1	5,809,033.70	6,026,237.30
	<u>6,638,709.41</u>	<u>7,529,033.70</u>
Decreased by:		
Utilized as Anticipated Revenue	1,623,655.00	1,720,000.00
	<u>5,015,054.41</u>	<u>5,809,033.70</u>
Balance December 31	<u>\$ 5,015,054.41</u>	<u>\$ 5,809,033.70</u>

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(Continued)

Comparative Statement of Operations and Change in
Fund Balance - Sewer Utility Operating Fund

	<u>Year Ended December 31,</u>	
	<u>2010</u>	<u>2009</u>
<u>Revenue and Other Income Realized</u>		
Rents	\$ 416,665.52	\$ 463,987.55
Miscellaneous	7,792.95	16,852.81
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	<u>67,616.59</u>	<u>69,301.32</u>
 Total Income	 <u>492,075.06</u>	 <u>550,141.68</u>
 <u>Expenditures</u>		
Operating	418,976.00	440,330.00
Capital Improvements		28,700.00
Statutory Expenditures	1,740.00	1,740.00
Refund of Prior Year Revenue	<u>305.31</u>	<u> </u>
 Total Expenditures	 <u>421,021.31</u>	 <u>470,770.00</u>
 Statutory Excess to Fund Balance	 71,053.75	 79,371.68
 <u>Fund Balance</u>		
Balance January 1	<u>1,432,205.29</u>	<u>1,352,833.61</u>
Balance December 31	<u><u>\$1,503,259.04</u></u>	<u><u>\$1,432,205.29</u></u>

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(Continued)

RECOMMENDATIONS

It is recommended that:

1. An adequate segregation of duties be maintained with respect to the recording and treasury functions.
2. The Township maintain a general ledger accounting system for all funds to ensure compliance with the Division's Technical Accounting Directives.
3. The Chief Financial Officer review the finance software balances to ensure that the appropriation reserve balances are in agreement with the audited balances and the current year balances are in agreement with the adopted budget.
4. The various grant receivable and appropriated grant balances be reviewed for collectability and/or cancellation.

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The above summary or synopsis was prepared from the report of audit of the Township of Bedminster, County of Somerset, for the calendar year 2010. This report of audit, submitted by Francis J. Jones, Jr., Registered Municipal Accountant, of Nisivoccia LLP, is on file at the Township Clerk's office and may be inspected by any interested person.

A Corrective Action Plan outlining actions to be taken by the Township of Bedminster to correct the above findings will be prepared in accordance with federal and state guidelines. A copy of the plan will be on file and available for public inspection with the Municipal Clerk no later than August 29, 2011 in compliance with directives from the Division of Local Government Services.

Judith A. Sullivan, Municipal Clerk
Township of Bedminster