

**TOWNSHIP OF MONTVILLE  
FIRE DISTRICT NUMBER 2**

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

**Summary or Synopsis of audit report of the Township of Montville Fire District Number 2 for  
the calendar year ended December 31, 2017 as required by N.J.S.A. 40A:5-16**

**BALANCE SHEET  
GOVERNMENTAL FUNDS  
FOR THE CALENDAR YEAR ENDED DECEMBER 31, 2017**

	<b>General Fund</b>	<b>Capital Projects Fund</b>	<b>Total Governmental Funds</b>
<b>ASSETS</b>			
Cash and Cash Equivalents	\$ 246,301.09	\$ 473,500.00	\$ 719,801.09
Interfunds Receivable	78,758.47	-	78,758.47
Prepaid Expenses	<u>7,004.00</u>	<u>-</u>	<u>7,004.00</u>
Total Assets	<u>\$ 332,063.56</u>	<u>\$ 473,500.00</u>	<u>\$ 805,563.56</u>

**LIABILITIES AND FUND BALANCES**

Fund Balances:			
Assigned to:			
Designated for subsequent year's expenditures	124,500.00		124,500.00
Unreserved / Unassigned, reported in:			
General Fund	207,563.56		207,563.56
Capital Projects Fund	<u>-</u>	<u>473,500.00</u>	<u>473,500.00</u>
Total Fund Balances	<u>332,063.56</u>	<u>473,500.00</u>	805,563.56
Total Liabilities and Fund Balances	<u>\$ 332,063.56</u>	<u>\$ 473,500.00</u>	

Amounts reported for *governmental activities* in the statement of net position (A-1) are different because:

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$4,413,410.96 and the accumulated depreciation is \$2,464,648.16. 1,948,762.80

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. (114,908.65)

Net position of governmental activities \$ 2,639,417.71

**TOWNSHIP OF MONTVILLE  
FIRE DISTRICT NUMBER 2**

**SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION  
(CONCLUDED)**

**STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
FOR THE CALENDAR YEAR ENDED DECEMBER 31, 2017**

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Debt Service Fund</u>	<u>Total Governmental Funds</u>
<b>REVENUES</b>				
Local Sources:				
Local Tax Levy	\$ 615,050.96	\$ -	\$ 59,835.04	\$ 674,886.00
Interest Earned on Investments	695.19	-	-	695.19
Miscellaneous	<u>77.66</u>	<u>-</u>	<u>-</u>	<u>77.66</u>
Total - Local Sources	615,823.81	-	59,835.04	675,658.85
State Sources	<u>23,408.31</u>	<u>-</u>	<u>-</u>	<u>23,408.31</u>
Total Revenues	<u>639,232.12</u>	<u>-</u>	<u>59,835.04</u>	<u>699,067.16</u>
<b>EXPENDITURES</b>				
Current:				
Administration:				
Salaries	28,689.90			28,689.90
Fringe Benefits	4,157.84			4,157.84
Other Expenses	16,329.90			16,329.90
Cost of Providing Services:				
Salaries	6,137.88			6,137.88
Fringe Benefits	6,506.40			6,506.40
Other Expenses	246,213.46			246,213.46
Uniform Fire Safety Act:				
Salaries	19,627.37			19,627.37
Other Expenses	3,780.94			3,780.94
Capital Outlay	89,490.44	-		89,490.44
Debt Service:				
Principal			55,158.20	55,158.20
Interest and Other Charges	<u>-</u>	<u>-</u>	<u>4,676.84</u>	<u>4,676.84</u>
Total Expenditures	<u>420,934.13</u>	<u>-</u>	<u>59,835.04</u>	<u>480,769.17</u>
Excess (Deficiency) of Revenues over Expenditures	<u>218,297.99</u>	<u>-</u>	<u>-</u>	<u>218,297.99</u>
<b>OTHER FINANCING SOURCES AND (USES)</b>				
Transfers In	-	140,000.00		140,000.00
Transfers (Out)	<u>(140,000.00)</u>	<u>-</u>	<u>-</u>	<u>(140,000.00)</u>
Total Other Financing Sources and (Uses)	<u>(140,000.00)</u>	<u>140,000.00</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	78,297.99	140,000.00	-	218,297.99
Fund Balance—January 1	<u>253,765.57</u>	<u>333,500.00</u>	<u>-</u>	<u>587,265.57</u>
Fund Balance—December 31	<u>\$ 332,063.56</u>	<u>\$ 473,500.00</u>	<u>\$ -</u>	<u>\$ 805,563.56</u>

Recommendations:

1. That the Fire District maintain an adequate segregation of duties for the bookkeeping operation.

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The above Synopsis was prepared from the Report of Audit of the Township of Montville Fire District Number 2, County of Morris, for the calendar year 2017. This Report of Audit, submitted by Thomas M. Ferry, C.P.A., R.M.A. of Ferraioli, Wielkotz, Cerullo & Cuva, P.A., is on file at the District Clerk's Office and may be inspected by any interested person.