

TOWNSHIP OF MIDDLE
SUMMARY OF 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.

COMBINED COMPARATIVE BALANCE SHEET

<u>ASSETS</u>	<u>Dec. 31, 2010</u>	<u>Dec. 31, 2009</u>
Cash and Investments	\$ 17,149,164.62	\$ 19,967,892.77
Taxes, Assessments & Liens, Consumer Receivable	1,643,783.88	1,148,302.56
Property Acquired for Taxes- Assessed Valuation	2,722,623.47	2,722,623.47
Accounts Receivable	3,336,973.57	7,501,812.59
Deferred Charges	12,741,657.92	9,848,995.08
General Fixed Assets	17,061,314.20	17,061,314.20
Fixed Capital	<u>44,204,708.51</u>	<u>42,748,308.51</u>
TOTAL ASSETS	\$ <u>98,860,226.17</u>	\$ <u>100,999,249.18</u>
<u>LIABILITIES, RESERVES & FUND BALANCE</u>		
Serial Bonds, Loans & Bond Anticipation Notes	\$ 32,413,471.89	\$ 33,482,868.50
Improvement Authorizations	5,983,477.51	5,233,742.57
Other Liabilities & Special Funds	36,765,503.63	35,831,633.19
Reserve for Certain Assets Receivable	4,567,335.29	6,012,933.40
Investment in General Fixed Assets	17,061,314.20	17,061,314.20
Fund Balance	<u>2,069,123.65</u>	<u>3,376,757.32</u>
TOTAL LIABILITIES, RESERVES AND FUND BALANCES	\$ <u>98,860,226.17</u>	\$ <u>100,999,249.18</u>

**COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN
FUND BALANCE - CURRENT FUND**

	<u>Dec. 31, 2010</u>	<u>Dec. 31, 2009</u>
Revenue and Other Income Realized		
Fund Balance Utilized	\$ 2,423,000.00	\$ 2,785,300.00
Miscellaneous From Other than Local Property Tax Levies	8,639,364.11	8,278,035.46
Collection of Delinquent Taxes and Tax Title Liens	721,877.54	650,279.51
Collection of Current Tax Levy	<u>43,503,518.74</u>	<u>41,968,670.57</u>
Total Income	<u>55,287,760.39</u>	<u>53,682,285.54</u>
Expenditures		
Budget Expenditures:		
Municipal Purposes	20,765,342.84	20,473,191.66
County Taxes	6,758,960.06	6,535,862.49
Local District School Taxes	23,844,673.00	22,986,545.00
Special District Taxes	2,282,065.00	2,189,427.00
Other Expenditures	<u>170,137.27</u>	<u>171,965.82</u>
Total Expenditures	53,821,178.17	52,356,991.97
Less: Expenditures to be Raised by Future Taxation	-	-
Total Adjusted Expenditures	<u>53,821,178.17</u>	<u>52,356,991.97</u>
Excess in Revenue	1,466,582.22	1,325,293.57
Fund Balance January 1	<u>2,426,470.46</u>	<u>3,886,476.89</u>
	3,893,052.68	5,211,770.46
Less: Utilization as Anticipated Revenue	<u>2,423,000.00</u>	<u>2,785,300.00</u>
Fund Balance December 31	\$ <u><u>1,470,052.68</u></u>	\$ <u><u>2,426,470.46</u></u>

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

	<u>Dec. 31, 2010</u>	<u>Dec. 31, 2009</u>
Revenue and Other Income Realized		
Fund Balance Utilized	\$ 421,200.00	\$ 575,000.00
Miscellaneous From Other than Sewer Charges	578,050.70	647,438.03
Sewer Charges	<u>2,766,591.30</u>	<u>3,037,623.09</u>
Total Income	<u>3,765,842.00</u>	<u>4,260,061.12</u>
Expenditures		
Budget Expenditures:	<u>3,713,315.60</u>	<u>3,851,289.37</u>
Total Expenditures	3,713,315.60	3,851,289.37
Less: Expenditures to be Raised in Budget of Succeeding Year	<u>-</u>	<u>-</u>
Total Adjusted Expenditures	<u>3,713,315.60</u>	<u>3,851,289.37</u>
Excess in Revenue	52,526.40	408,771.75
Fund Balance January 1	<u>567,224.64</u>	<u>733,452.89</u>
Less: Utilization as Anticipated Revenue	<u>619,751.04</u>	<u>1,142,224.64</u>
	<u>421,200.00</u>	<u>575,000.00</u>
Fund Balance December 31	\$ <u><u>198,551.04</u></u>	\$ <u><u>567,224.64</u></u>

RECOMMENDATIONS:

1. That the Township account for and maintain its general fixed asset and sewer utility capital asset ledgers in accordance with State Technical Accounting Directives and that these ledgers be updated and provided for audit.
2. That all encumbrance and accounts payable activity and balances be thoroughly reviewed, cancelled and/or adjusted in subsidiary budget status and general ledger reports.
3. That all capital project related contract balances be reviewed and monitored throughout the year in order to prevent the unauthorized over-expending of contracted amounts.
4. That the Township thoroughly review health benefit invoices for accuracy and make the necessary adjustments to recoup any overpaid amounts.
5. That the Township's Sewer Utility Department ensure the accuracy and completeness of all user account billings on a timely basis.
6. That the Township obtain an approved Dedication by Rider for its Reserve for Snow Removal prior to expending funds.

The above summary or synopsis was prepared from the report of the audit of the Township of Middle, County of Cape May, for the calendar year 2010. This report of audit, submitted by Glen J. Ortman, Registered Municipal Accountant, of Ford, Scott & Associates. L.L.C., CPA's, is on file at the Township Clerk's office and may be inspected by any interested person.

A Corrective Action Plan, which outlines actions the Township of Middle 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 Municipal Clerk in the Township of Middle within 45 days of this notice.

Kimberly Tomkinson, Township Clerk