

BOROUGH OF MOUNT ARLINGTON
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 recommendation is the minimum required to be published pursuant to N.J.S. 40A:5-7.

Summary of Synopsis of 2020 Audit report of the Borough of Mount Arlington as required by N.J.S. 40A:5-7.

COMBINED COMPARATIVE BALANCE SHEET

<u>ASSETS</u>	December 31,	
	2020	2019
Cash and Cash Equivalents	\$ 10,071,565.99	\$ 10,405,139.91
Taxes, Liens and Assessments Receivable	434,668.62	456,409.76
Property Acquired for Taxes Assessed Valuation	491,900.00	491,900.00
Accounts Receivable	1,491,905.82	2,049,300.10
Deferred Charges to Future Taxation	2,707,066.20	1,778,403.20
General Fixed Assets	7,274,557.11	7,218,960.98
 <u>TOTAL ASSETS</u>	 \$ 22,471,663.74	 \$ 22,400,113.95

LIABILITIES, RESERVES AND FUND BALANCE

Bonds, Loans and Notes Payable	\$ 1,204,843.00	\$ 1,772,321.00
Improvement Authorizations	1,298,179.67	2,599,786.13
Other Liabilities and Special Funds	4,782,856.41	3,420,073.26
Reserve for Certain Assets Receivable	4,756,178.18	4,586,442.76
General Fixed Assets	7,274,557.11	7,218,960.98
Fund Balances	3,155,049.37	2,802,529.82
 <u>TOTAL LIABILITIES, RESERVES AND FUND BALANCE</u>	 \$ 22,471,663.74	 \$ 22,400,113.95

BOROUGH OF MOUNT ARLINGTON
CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS
AND CHANGES IN FUND BALANCE - REGULATORY BASIS

	Ref.	Year Ended December 31,	
		2020	2019
<u>Revenue and Other Income Realized</u>			
Fund Balance Utilized		\$ 1,170,000.00	\$ 1,150,000.00
Miscellaneous Revenue Anticipated		3,898,025.28	3,998,477.77
Receipts from:			
Delinquent Taxes		387,339.49	228,517.26
Current Taxes		19,459,991.30	18,891,986.24
Nonbudget Revenue		195,916.20	300,051.97
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves		581,884.89	817,254.16
Accounts Payable Cancelled			65,074.00
Cancelled Federal and State Grant Appropriation Reserves			763,276.88
Decrease in Reserve for General Capital Fund Grants Receivable		382,478.00	
Prior Year Interfunds Returned		254.38	7,272.36
Total Income		<u>26,075,889.54</u>	<u>26,221,910.64</u>
<u>Expenditures</u>			
Budget and Emergency Appropriations:			
Municipal Purposes		10,786,940.37	10,515,583.18
County Taxes		2,250,983.72	2,206,786.84
Local School District Taxes		11,293,080.00	10,917,055.00
Increase in Reserve for Litigation			500,000.00
Overexpenditure of Appropriation Reserve			1,082.20
Increase in Reserve for General Capital Fund Grants Receivable			420,972.13
Interfunds and Other Receivables Advanced		396,295.62	
Total Expenditures		<u>24,727,299.71</u>	<u>24,561,479.35</u>
Excess in Revenue		1,348,589.83	1,660,431.29
Expenditures Included Above Which are by			
Statute Deferred Charges to Budget of Succeeding Year		<u>200,000.00</u>	<u>6,082.20</u>
Statutory Excess to Fund Balance		1,548,589.83	1,666,513.49
<u>Fund Balance</u>			
Balance January 1		2,776,459.54	2,259,946.05
		<u>4,325,049.37</u>	<u>3,926,459.54</u>
Decreased by:			
Utilized as Anticipated Revenue		<u>1,170,000.00</u>	<u>1,150,000.00</u>
Balance, December 31	A	<u>\$ 3,155,049.37</u>	<u>\$ 2,776,459.54</u>

BOROUGH OF MOUNT ARLINGTON
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

It is recommended that:

1. An adequate segregation of duties be maintained with respect to the recording and treasury functions.
2. The Current Fund bank reconciliations and accompanying analysis of cash be completed accurately and compared to the general ledger balances on a monthly basis.
3. Transfers are not made from outside the CAP appropriation lines.

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A Corrective Action Plan, which outlines actions the Borough of Mount Arlington 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 Borough of Mount Arlington within 45 days of this notice.

The above summary or synopsis was prepared from the report of audit of the Borough of Mount Arlington, County of Morris, for the calendar year 2020. This report of audit, submitted by Francis Jones, Registered Municipal Accountant, of Nisivoccia LLP, is on file at the Borough Clerk's office and may be inspected by any interested person.

Clerk