

LEBANON BOROUGH SEWERAGE AUTHORITY
COUNTY OF HUNTERDON
SYNOPSIS OF AUDIT
2013

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.

Synopsis of the 2013 Audit Report of the Lebanon Borough Sewerage Authority, County of Hunterdon.

LEBANON BOROUGH SEWERAGE AUTHORITY
(A COMPONENT UNIT OF THE BOROUGH OF LEBANON)
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2013 AND 2012

	<u>2013</u>	<u>2012</u>
ASSETS		
Unrestricted Assets:		
Cash and Cash Equivalents	\$ 312,365	\$ 293,733
Accounts Receivable	40,866	62,008
Other Accounts Receivable	441	
Interest Receivable on Investments	3,595	4,624
Total Unrestricted Assets	<u>357,267</u>	<u>360,365</u>
Restricted Assets:		
Cash and Cash Equivalents	38,769	116,784
Investments	841,510	834,237
Total Restricted Assets	<u>880,279</u>	<u>951,021</u>
Capital Assets:		
Capital Assets Being Depreciated	1,353,944	1,353,944
Less: Accumulated Depreciation	<u>(885,303)</u>	<u>(851,565)</u>
Net Property, Plant and Equipment	<u>468,641</u>	<u>502,379</u>
TOTAL ASSETS	<u>\$ 1,706,187</u>	<u>\$ 1,813,765</u>

LEBANON BOROUGH SEWERAGE AUTHORITY
(A COMPONENT UNIT OF THE BOROUGH OF LEBANON)
COMPARATIVE STATEMENT OF NET POSITION
DECEMBER 31, 2013 AND 2012
(Continued)

	<u>2013</u>	<u>2012</u>
LIABILITIES AND NET POSITION		
Current Liabilities (Payable from Unrestricted Assets):		
Accounts Payable	\$ 12,244	\$ 12,359
Customer Overpayments	782	530
Prepaid Sewer Rents	528	176
Intergovernmental Loan Payable	221,929	221,929
	<u>235,483</u>	<u>234,994</u>
Current Liabilities (Payable from Restricted Assets):		
Customer Deposits:		
Reserve for Sewer Capacity		95,380
Reserve for Developer's Deposits	3,417	2,927
	<u>3,417</u>	<u>98,307</u>
Total Current Liabilities	<u>238,900</u>	<u>333,301</u>
Net Position:		
Net Investment in Capital Assets	468,641	502,379
Restricted	876,862	852,714
Unrestricted	121,784	125,371
Total Net Position	<u>1,467,287</u>	<u>1,480,464</u>
TOTAL LIABILITIES AND NET POSITION	<u>\$ 1,706,187</u>	<u>\$ 1,813,765</u>

LEBANON BOROUGH SEWERAGE AUTHORITY
(A COMPONENT UNIT OF THE BOROUGH OF LEBANON)
COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION

	Year Ended	
	Dec. 31, 2013	Dec. 31, 2012
Operating Revenues:		
Sewerage Charges	\$ 463,032	\$ 459,458
Interest on Delinquent Accounts	4,632	5,146
Reserve Capacity Charges	44,352	44,352
Miscellaneous Other	217	194
Total Operating Revenues	<u>512,233</u>	<u>509,150</u>
Operating Expenses:		
Cost of Providing Services	322,871	296,689
Administrative and General	199,050	197,093
Depreciation	33,738	32,488
Total Operating Expenses	<u>555,659</u>	<u>526,270</u>
Operating Income (Loss)	<u>(43,426)</u>	<u>(17,120)</u>
Nonoperating Revenues (Expenses):		
Interest Income	6,252	8,357
Contribution to Lebanon Borough Debt Service:		
Principal	(99,009)	(95,342)
Interest	(23,663)	(28,195)
Developer's Contribution to Pay Debt Service	95,380	123,537
Sewer Extension Assessment	51,289	
Total Nonoperating Revenues (Expenses)	<u>30,249</u>	<u>8,357</u>
Increase (Decrease) in Net Position	(13,177)	(8,763)
Net Position at Beginning of Year	<u>1,480,464</u>	<u>1,489,227</u>
Net Position at End of Year	<u>\$ 1,467,287</u>	<u>\$ 1,480,464</u>

LEBANON BOROUGH SEWERAGE AUTHORITY

RECOMMENDATIONS

There were no recommendations developed during the course of the examination.

STATUS OF PRIOR YEAR'S AUDIT FINDING/RECOMMENDATIONS

There were no prior year recommendations.

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The above summary or synopsis was prepared from the report of audit of the Lebanon Borough Sewerage Authority, County of Hunterdon for the calendar year 2013. This report is on file at the Secretary/Treasurer's office and may be inspected by any interested person.

Secretary/Treasurer