

SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION

Summary or Synopsis of the Audit Report of  
The Salem County Improvement Authority  
as Required by N.J.S. 40A:5A-7  
Comparative Statements of Net Position  
As of December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
ASSETS		
Current Assets:		
Unrestricted Assets:		
Cash and Cash Equivalents	\$ 11,101,616.87	\$ 8,574,806.98
Service Fees Receivable, Net of an Allowance for Doubtful Accounts	409,328.01	438,439.32
Capital Project Lease Receivable	8,134.90	521,480.70
NJEIT Loan Receivable	780,134.00	1,334,808.00
Total Unrestricted Assets	<u>12,299,213.78</u>	<u>10,869,535.00</u>
Restricted Assets:		
Cash and Cash Equivalents	6,165,308.59	5,815,139.59
Investments held by Trustee	649,270.27	1,117,098.54
Accrued Interest Receivable	19,656.54	6,809.28
Total Restricted Assets	<u>6,834,235.40</u>	<u>6,939,047.41</u>
Total Current Assets	<u>19,133,449.18</u>	<u>17,808,582.41</u>
Noncurrent Assets:		
Restricted Assets:		
Investments held by Trustee	4,022,622.55	3,409,233.20
Construction in Progress	6,429,781.45	5,797,724.89
Capital Assets, net of Accumulated Depreciation	12,961,492.50	13,575,045.62
Total Noncurrent Assets	<u>23,413,896.50</u>	<u>22,782,003.71</u>
Total Assets	<u>42,547,345.68</u>	<u>40,590,586.12</u>
DEFERRED OUTFLOWS OF RESOURCES		
Related to Pensions	<u>765,202.00</u>	<u>881,379.00</u>
Total Deferred Outflows of Resources	<u>765,202.00</u>	<u>881,379.00</u>

LIABILITIES	<u>2017</u>	<u>2016</u>
Current Liabilities:		
Accounts Payable	\$ 246,280.39	\$ 1,238,227.17
Accounts Payable - Related to Pensions	81,910.00	73,463.00
Accrued Interest Payable on Capital Lease	36,228.37	5,823.48
Payroll Taxes Withheld and Payable	5,855.23	5,742.40
Accrued Salaries and Payroll Taxes	18,603.82	16,597.83
Haulers Prepayments	52,423.14	42,230.26
NJEIT Loan Payable - Current Portion	354,580.74	193,053.83
Capital Lease Payable - Current Portion	115,000.00	115,000.00
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Total Current Liabilities	910,881.69	1,690,137.97
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Noncurrent Liabilities:		
Landfill Closure and Post-Closure Costs	12,066,937.80	11,667,250.81
Compensated Absences Payable	117,227.12	114,560.12
Premium on Loan Issuance	28,362.00	
Net Post-Employment Benefits Other than Pension Payable		708,022.13
Net Pension Liability	2,058,234.00	2,449,120.00
Accrued Liabilities - Related to Pensions	40,955.00	36,732.00
NJEIT Loan Payable - Noncurrent Portion	7,017,453.43	5,502,034.17
Capital Lease Payable - Noncurrent Portion	1,345,000.00	1,460,000.00
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Total Noncurrent Liabilities	22,674,169.35	21,937,719.23
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Total Liabilities	23,585,051.04	23,627,857.20
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DEFERRED INFLOWS OF RESOURCES		
Unearned Revenue - State Grants	168,424.25	142,910.23
Related to Pensions	764,708.00	455,643.00
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Total Deferred Inflows of Resources	933,132.25	598,553.23
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NET ASSETS		
Net Invested in Capital Assets	10,559,239.78	12,102,682.51
Restricted:		
Unemployment Trust	13,607.65	12,375.68
Unrestricted	8,221,516.96	5,130,496.50
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	\$ 18,794,364.39	\$ 17,245,554.69
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The Salem County Improvement Authority  
 Comparative Statements of Revenues, Expenses and Changes in Net Position  
 For the Years Ended December 31, 2017 and 2016

	<u>2017</u>	<u>2016</u>
Operating Revenues:		
Landfill Fees	\$ 6,085,598.39	\$ 5,397,515.95
State Grants	263,001.22	254,720.77
Other Revenues	49,699.50	48,916.25
	6,398,299.11	5,701,152.97
Operating Expenses:		
Administrative:		
Salaries and Wages	267,992.13	254,480.81
Employee Benefits	155,075.36	177,688.31
Other Expenses	402,013.73	359,421.56
Cost of Providing Service:		
Salaries and Wages	461,259.27	511,133.62
Employee Benefits	212,600.38	457,121.75
Other Expenses	2,545,030.15	2,443,038.62
Landfill Closure and Post-Closure Depreciation	399,686.99	322,970.45
	1,164,068.62	1,233,843.52
	5,607,726.63	5,759,698.64
Operating Income(Loss)	790,572.48	(58,545.67)
Non-Operating Revenues (Expenses):		
Investment Income Including Net Realized and Unrealized Gains (Losses) on Investments	154,307.53	60,138.63
Interest Expense	(80,522.39)	(59,980.76)
Contribution to County of Salem	(250,438.00)	
Local Capital Grant	160,000.00	789,565.00
	708,022.13	
Other Non-Operating Revenue (Expense)	66,867.95	11,977.44
Bond Issuance Costs		(116,894.02)
	758,237.77	684,806.29
Total Non-Operating Revenues (Expenses)	758,237.77	684,806.29
Change in Net Position	1,548,809.70	626,260.62
Net Position at Beginning of Year	17,245,554.69	16,619,294.07
Net Position at End of Year	\$18,794,364.39	\$17,245,554.69

FINDINGS AND QUESTIONED COSTS

None.

The above summary or synopsis was prepared from the report of audit of the Salem County Improvement Authority, County of Salem, State of New Jersey, for the year ended December 31, 2017. This report of audit, submitted by Henry J. Ludwigsen, Registered Municipal Accountant, is on file at the Authority office and may be inspected by any interested person.

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Executive Director