

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, 2018 and 2017

	<u>2018</u>	<u>2017</u> <u>(Restated)</u>
<u>ASSETS</u>		
Current Assets:		
Unrestricted Assets:		
Cash and Cash Equivalents	\$ 2,974,421.96	\$ 4,005,617.83
Investments	7,880,510.01	5,800,903.41
Service Fees Receivable, Net of an Allowance for Doubtful Accounts of \$2,479.54 in 2018 and \$1,414.07 in 2017	575,647.96	409,328.01
Accrued Interest Receivable	70,611.90	
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Total Unrestricted Assets	11,501,191.83	10,215,849.25
Restricted Assets:		
Cash and Cash Equivalents	203,792.16	211,888.98
Investments	5,136,253.67	5,403,569.34
NJEIT Loan Receivable	477,257.00	780,134.00
Grant Receivable	143,320.00	143,320.00
Accrued Interest Receivable	42,742.98	19,656.54
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Total Restricted Assets	6,003,365.81	6,558,568.86
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Total Current Assets	17,504,557.64	16,774,418.11
Noncurrent Assets:		
Unrestricted Assets:		
Investments	1,998,398.50	1,295,268.40
Restricted Assets:		
Investments	6,063,000.80	5,229,705.22
Capital Assets:		
Capital Assets, net of Accumulated Depreciation	19,040,897.62	12,961,492.50
Construction in Progress	6,645.00	6,429,781.45
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Total Capital Assets	19,047,542.62	19,391,273.95
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Total Noncurrent Assets	27,108,941.92	25,916,247.57
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Total Assets	44,613,499.56	42,690,665.68
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Related to Pensions	675,833.00	765,202.00
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(Continued)

	<u>2018</u>	<u>2017</u> <u>(Restated)</u>
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts Payable - Operating	\$ 646,267.62	\$ 231,787.31
Accounts Payable - Capital	396,105.00	14,493.08
Accounts Payable - Related to Pensions	94,126.00	81,910.00
Payroll Taxes Payable	53.21	5,855.23
Accrued Wages	19,970.73	18,603.82
Accrued Interest Payable	33,915.54	36,228.37
Unearned Revenue	35,343.61	52,423.14
Intergovernmental Loan - Current Portion	11,166.67	
NJEIT Loan Payable - Current Portion	359,580.74	354,580.74
Capital Lease Payable - Current Portion	120,000.00	115,000.00
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Total Current Liabilities	1,716,529.12	910,881.69
Noncurrent Liabilities:		
Landfill Closure and Post-Closure Costs	12,235,746.30	10,963,933.31
Compensated Absences Payable	114,520.69	117,227.12
Net Pension Liability	1,863,212.00	2,058,234.00
Accrued Liabilities - Related to Pensions	47,063.00	40,955.00
Intergovernmental Loan - Noncurrent Portion	22,333.33	
NJEIT Loan Payable - Noncurrent Portion	6,684,741.95	7,045,815.43
Capital Lease Payable - Noncurrent Portion	1,225,000.00	1,345,000.00
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Total Noncurrent Liabilities	22,192,617.27	21,571,164.86
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Total Liabilities	23,909,146.39	22,482,046.55
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Related to Pensions	<hr/>	<hr/>
	870,328.00	764,708.00
<u>NET POSITION</u>		
Net Investment in Capital Assets	10,705,871.93	11,296,518.70
Restricted:		
Unemployment Trust	16,605.61	13,607.65
Unrestricted	<hr/>	<hr/>
	9,787,380.63	8,898,986.78
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Total Net Position	\$ 20,509,858.17	\$ 20,209,113.13
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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, 2018 and 2017

	<u>2018</u>	<u>2017</u> <u>(Restated)</u>
Operating Revenues:		
Landfill Fees	\$ 7,413,810.70	\$ 6,085,598.39
State Grants	257,962.15	288,515.24
Other Revenues	143,098.35	49,699.50
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Total Operating Revenues	7,814,871.20	6,423,813.13
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Operating Expenses:		
Administrative:		
Salaries and Wages	246,725.50	267,992.13
Employee Benefits	139,470.34	155,075.36
Other Expenses	597,235.62	402,013.73
Cost of Providing Service:		
Salaries and Wages	492,701.76	461,259.27
Employee Benefits	227,778.10	212,600.38
Other Expenses	3,277,749.14	2,545,030.15
Landfill Closure and Post-Closure Depreciation	1,271,812.99	573,298.40
	1,285,577.69	1,164,068.62
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Total Operating Expenses	7,539,051.14	5,781,338.04
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Operating Income	275,820.06	642,475.09
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Non-Operating Revenues (Expenses):		
Investment Income Including Net Realized and Unrealized Gains (Losses) on Investments	302,038.16	154,307.53
Interest Expense	(98,613.18)	(80,522.39)
Contribution to County of Salem	(212,000.00)	(250,438.00)
Cancellation of Payable Assumed by the County of Salem		708,022.13
Other Non-Operating Revenue		66,867.95
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Total Non-Operating Revenues (Expenses)	(8,575.02)	598,237.22
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Contributed Capital	33,500.00	160,000.00
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Change in Net Position	300,745.04	1,400,712.31
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Net Position Beginning of Year	20,209,113.13	17,245,554.69
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Restatement	-	1,562,846.13
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Net Position Beginning of Year, As Restated	20,209,113.13	18,808,400.82
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Change in Net Position	300,745.04	1,400,712.31
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Net Position at End of Year	\$ 20,509,858.17	\$ 20,209,113.13
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FINDINGS AND RECCOMENDATIONS

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, 2018. 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.

Executive Director