

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, 2019 and 2018

	<u>2019</u>	<u>2018</u>
<u>ASSETS</u>		
Current Assets:		
Unrestricted Assets:		
Cash and Cash Equivalents	\$ 3,990,946.53	\$ 2,974,421.96
Investments	8,395,362.29	7,880,510.01
Service Fees Receivable, Net of an Allowance for Doubtful Accounts of \$17,114.62 in 2019 and \$2,479.54 in 2018	466,159.31	575,647.96
Accrued Interest Receivable	55,065.63	70,611.90
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Total Unrestricted Assets	12,907,533.76	11,501,191.83
Restricted Assets:		
Cash and Cash Equivalents	1,734,479.92	203,792.16
Investments	7,377,472.98	5,136,253.67
NJEIT Loan Receivable	477,257.00	477,257.00
Grant Receivable	143,320.00	143,320.00
Accrued Interest Receivable	48,828.37	42,742.98
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Total Restricted Assets	9,781,358.27	6,003,365.81
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Total Current Assets	22,688,892.03	17,504,557.64
Noncurrent Assets:		
Unrestricted Assets:		
Investments	2,265,962.21	1,998,398.50
Restricted Assets:		
Investments	3,159,479.94	6,063,000.80
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Total Investments	5,425,442.15	8,061,399.30
Capital Assets:		
Capital Assets, net of Accumulated Depreciation	17,701,914.28	19,040,897.62
Construction in Progress	341,412.77	6,645.00
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Total Capital Assets	18,043,327.05	19,047,542.62
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Total Noncurrent Assets	23,468,769.20	27,108,941.92
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Total Assets	46,157,661.23	44,613,499.56
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Related to Pensions	418,668.00	675,833.00
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	<u>2019</u>	<u>2018</u>
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts Payable - Operating	\$ 313,934.14	\$ 646,267.62
Accounts Payable - Capital	14,180.70	396,105.00
Accounts Payable - Related to Pensions	87,037.00	94,126.00
Payroll Taxes Payable		53.21
Accrued Wages	23,347.35	19,970.73
Accrued Interest Payable	31,866.88	33,915.54
Unearned Revenue	36,741.13	35,343.61
Compensated Absences Payable - Current Portion	12,723.72	
Intergovernmental Loan - Current Portion	11,166.67	11,166.67
NJEIT Loan Payable - Current Portion	359,580.74	359,580.74
Capital Lease Payable - Current Portion	120,000.00	120,000.00
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Total Current Liabilities	1,010,578.33	1,716,529.12
Noncurrent Liabilities:		
Landfill Closure and Post-Closure Costs	12,627,369.01	12,235,746.30
Net Pension Liability	1,612,281.00	1,863,212.00
Accrued Liabilities - Related to Pensions	43,519.00	47,063.00
Compensated Absences Payable - Noncurrent Portion	114,513.50	114,520.69
Intergovernmental Loan - Noncurrent Portion	11,166.66	22,333.33
NJEIT Loan Payable - Noncurrent Portion	6,323,668.47	6,684,741.95
Capital Lease Payable - Noncurrent Portion	1,105,000.00	1,225,000.00
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Total Noncurrent Liabilities	21,837,517.64	22,192,617.27
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Total Liabilities	22,848,095.97	23,909,146.39
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Related to Pensions	829,872.00	870,328.00
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<u>NET POSITION</u>		
Net Investment in Capital Assets	10,575,820.81	10,705,871.93
Restricted:		
Unemployment Trust	18,337.25	16,605.61
Unrestricted	12,304,203.20	9,787,380.63
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Total Net Position	\$ 22,898,361.26	\$ 20,509,858.17
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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, 2019 and 2018

	<u>2019</u>	<u>2018</u>
Operating Revenues:		
Landfill Fees	\$ 7,340,023.87	\$ 7,413,810.70
State Grants	270,604.09	257,962.15
Other Revenues	82,902.43	128,815.42
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Total Operating Revenues	7,693,530.39	7,800,588.27
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Operating Expenses:		
Administrative:		
Salaries and Wages	246,596.46	246,725.50
Employee Benefits	94,605.76	139,470.34
Other Expenses	563,090.17	575,460.79
Cost of Providing Service:		
Salaries and Wages	468,945.12	492,701.76
Employee Benefits	197,411.08	227,778.10
Other Expenses	2,324,886.33	3,277,749.14
Landfill Closure and Post-Closure	391,622.71	1,271,812.99
Major Repairs	89,286.05	
Depreciation	1,383,983.34	1,285,577.69
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Total Operating Expenses	5,760,427.02	7,517,276.31
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Operating Income	1,933,103.37	283,311.96
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Non-Operating Revenues (Expenses):		
Investment Income Including Net Realized and Unrealized Gains on Investments	713,802.04	302,038.16
Investment Expenses	(22,893.73)	(21,774.83)
Interest Expense	(92,537.28)	(98,613.18)
Gain on Sale of Capital Assets	15,997.85	14,282.93
Net Unemployment Activity	1,513.84	
Contribution to County of Salem	(160,483.00)	(212,000.00)
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Total Non-Operating Revenues (Expenses)	455,399.72	(16,066.92)
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Contributed Capital	-	33,500.00
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Change in Net Position	2,388,503.09	300,745.04
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Net Position Beginning of Year	20,509,858.17	20,209,113.13
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Net Position at End of Year	<u>\$ 22,898,361.26</u>	<u>\$ 20,509,858.17</u>

FINDINGS AND RECOMMENDATIONS

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, 2019. 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