

**BOROUGH OF RINGWOOD, N.J.**

**SUMMARY OF SYNOPSIS OF AUDIT REPORT FOR PUBLICATION**

Attention is directed to the fact that a summary of the audit report, together with the recommendations, is the minimum required to be published pursuant to N.J.S. 40A : 5 - 7.

Summary of Synopsis of 2010 Audit Report of the BOROUGH OF RINGWOOD,

County of Passaic, as required by N.J.S. 40A : 5 - 7.

<b><u>ASSETS</u></b>	<b>December 31 Year 2010</b>	<b>December 31 Year 2009</b>
Cash, Investments and Prepaid School Taxes	7,719,876.49	8,203,467.67
Taxes, Assessments, Liens and Utility Charges Receivable	3,103,641.77	2,359,255.08
Property Acquired for Taxes - Assessed Value	3,056,400.00	3,056,400.00
Accounts Receivable ( and Inventory )	1,188,734.14	2,074,258.26
Fixed Capital Authorized and Uncompleted	2,980,000.00	14,155,000.00
Fixed Capital - Utility	14,723,649.97	5,245,909.99
Deferred Charge - Emergency Authorization	210,000.00	280,000.00
Deferred Charge - Expenditure without appropriation	0.00	
Deferred Charge - Operating Deficit Utility Operating	0.00	256,692.65
Deferred Charge - Overexp. Of Appropriation Reserves	0.00	48,677.87
Deferred Charges to Future Taxation - General Capital	<u>10,253,340.53</u>	<u>9,813,145.63</u>
<b>TOTAL ASSETS</b>	<b><u>43,235,642.90</u></b>	<b><u>45,492,807.15</u></b>
 <b><u>LIABILITIES, RESERVES AND FUND BALANCES</u></b>  		
Bond and Notes Payable	15,037,670.88	15,444,593.62
Improvement Authorizations	3,912,323.76	5,484,448.31
Other Liabilities and Special Funds	7,489,660.32	8,002,415.31
Amortization of Debt for Fixed Capital Acquired or Authorized	11,726,719.00	11,325,589.75
Reserve for Certain Assets Receivable	3,992,474.08	3,965,609.79
Fund Balance	<u>1,076,794.86</u>	<u>1,270,150.37</u>
<b>TOTAL LIABILITIES, RESERVES AND SURPLUS</b>	<b><u>43,235,642.90</u></b>	<b><u>45,492,807.15</u></b>

**BOROUGH OF RINGWOOD, N . J .**  
**COMPARATIVE STATEMENT OF OPERATIONS AND**  
**CHANGE IN SURPLUS - CURRENT FUND**

	<u>2010</u>	<u>2009</u>
<b><u>Revenue and Other Income Realized</u></b>		
Fund Balance Utilized	925,000.00	1,600,000.00
Miscellaneous - From Other Than Local		
Property Tax Levies	3,078,563.74	3,995,500.92
Collection of Delinquent Taxes and Tax		
Title Liens	525,682.98	511,793.04
Collection of Current Tax Levy	44,278,892.07	42,985,126.47
Other Credits to Income	203,115.59	355,396.75
Interfund Loans Returned		101,499.64
	49,011,254.38	49,549,316.82
<b>Total Income</b>		
<b><u>Expenditures</u></b>		
Budget Expenditures:		
Municipal Purpose	13,556,457.79	14,425,792.47
County Taxes	9,944,417.15	9,904,246.10
Local and Regional School Taxes	24,649,865.81	24,179,014.59
Municipal Open Space Taxes	171,980.34	172,731.67
Tax Appeals		329.40
Prior Year Refund		39,686.59
Interfund Loans Advanced		
	48,322,721.09	48,721,800.82
<b>Total Expenditures</b>		
<b>Excess in Revenue</b>	688,533.29	827,516.00
Adjustments to income before fund balance:		
Expenditures above which are by Statute		
deferred charges to budget of succeeding year		
	688,533.29	827,516.00
<b>Statutory Excess to Surplus</b>		
<b>Fund Balance January 1</b>	1,247,269.24	2,019,753.24
	1,935,802.53	2,847,269.24
Less:		
Utilized as Anticipated Revenue	925,000.00	1,600,000.00
<b>Fund Balance December 31</b>	1,010,802.53	1,247,269.24

**BOROUGH OF RINGWOOD, N . J .  
COMPARATIVE STATEMENT OF OPERATIONS AND  
CHANGE IN SURPLUS - WATER UTILITY FUND**

	<u>2010</u>	<u>2009</u>
<b><u>Revenue and Other Income Realized</u></b>		
Fund Balance Utilized		
Collection of Water Rents	1,368,574.05	1,111,250.53
Miscellaneous-From other than Water Rents	146,213.63	27,255.94
<b>Total Income</b>	<b>1,514,787.68</b>	<b>1,138,506.47</b>
<b><u>Expenditures</u></b>		
Budget Expenditures:		
Operating	808,322.04	962,772.00
Debt Service	321,183.00	380,566.00
Capital Improvements		
Overexpenditure of Approp. Reserve		26,246.76
Deferred Charges and Statutory Expenditures	332,370.52	26,000.00
<b>Total Expenditures</b>	<b>1,461,875.56</b>	<b>1,395,584.76</b>
<b>Excess / (Deficit) in Revenue</b>	<b>52,912.12</b>	<b>(257,078.29)</b>
<b>Adjustments to Income Before Surplus:</b>		
Expenditures included above which are by Statute		
Deferred Charges to Budget of Succeeding Year		26,246.76
<b>Operating Deficit to be raised in Budget of Succeeding Year</b>		<b>(230,831.53)</b>
<b>Statutory Excess to Fund Balance</b>	<b>52,912.12</b>	
<b>Fund Balance January 1</b>	<b>509.19</b>	<b>509.19</b>
	<b>53,421.31</b>	<b>509.19</b>
Less:		
Utilized as Anticipated Revenue	0.00	
<b>Fund Balance December 31</b>	<b>53,421.31</b>	<b>509.19</b>

**RECOMMENDATIONS**

1. That old water assessments receivable balances be collected or cancelled.
2. That interfund accounts between General Capital and Federal and State Grant funds be reviewed for propriety.
3. That grant expenditures be reviewed by appropriate personnel for conformance with allowable costs.
4. That I.R.S. Form 1099 be issued to all required vendors.
5. That fees collected by the Recreation Department be turned over to the Municipal Treasurer within 48 hours of receipt.

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

The above Summary or Synopsis was prepared from the Report of Audit of the Borough of Ringwood, County of Passaic, for the calendar year 2010. This Report of Audit, submitted by Charles J. Ferraioli, Jr., C.P.A., R.M.A. of Ferraioli, Wielkott, Cerullo & Cuva, P.A. is on file at the Borough Clerk's Office and may be inspected by any interested person.

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KELLEY A. ROHDE, RMC  
BOROUGH CLERK

11: Sunday, October 16, 2011  
The Suburban Trends  
Fees \$