

## **BASIC FINANCIAL STATEMENTS**

THE BORDENTOWN SEWERAGE AUTHORITY  
STATEMENT OF NET POSITION  
NOVEMBER 30, 2015 AND 2014

<b>ASSETS</b>	<u>2015</u>	<u>2014</u>
<b>Current Assets:</b>		
Cash and Cash Equivalents	\$ 4,444,972	\$ 4,274,748
Accounts Receivable:		
Consumer Accounts Receivable	147,309	121,534
Prepaid Expenses	<u>8,474</u>	<u>8,487</u>
Total Current Assets	<u>4,600,755</u>	<u>4,404,769</u>
<b>Noncurrent Assets:</b>		
Restricted Assets:		
Revenue Account		
Cash and Cash Equivalents	5,849	6,135
Operating Account		
Cash and Cash Equivalents	959,524	887,173
Investments	41,291	101,875
Debt Service Account		
Cash and Cash Equivalents	1,890,900	1,743,953
Debt Service Reserve Account		
Cash and Cash Equivalents	455,135	246,735
Investments	1,893,511	2,111,903
Debt Service Reduction Account		
Cash and Cash Equivalents	-	500,035
Renewal and Replacement Account		
Cash and Cash Equivalents	400,000	400,000
Unexpended Bond Proceeds		
Cash Held by NJEIT	77,624	259,090
Accrued Interest Receivable	<u>1,859</u>	<u>2,172</u>
Total Restricted Assets	<u>5,725,693</u>	<u>6,259,071</u>
Capital Assets		
Land	2,264,000	2,264,000
Buildings, Plant and Equipment (Net of Accumulated Depreciation)	<u>19,206,397</u>	<u>20,794,582</u>
Total Capital Assets	<u>21,470,397</u>	<u>23,058,582</u>
Total Assets	<u>31,796,845</u>	<u>33,722,422</u>
<b>Deferred Outflows of Resources</b>		
Unamortized Charge on Refunding Bonds	487,969	590,966
Deferred Outflows of Resources- Pensions	457,714	-
Total Deferred Outflows of Resources	<u>\$ 945,683</u>	<u>\$ 590,966</u>

THE BORDENTOWN SEWERAGE AUTHORITY  
STATEMENT OF NET POSITION  
NOVEMBER 30, 2015 AND 2014

<b>LIABILITIES</b>	<u>2015</u>	<u>2014</u>
<b>Current Liabilities:</b>		
Accounts Payable	\$ 103,656	\$ 22,022
Payroll Deductions Payable	2,293	1,092
Deposits for Future Claims		
Deposits for Connection Fees	2,161,277	1,935,836
Developers' Escrow Deposits	124,958	112,105
State Unemployment Compensation	29,335	25,415
	<u>2,421,519</u>	<u>2,096,470</u>
<b>Current Liabilities Payable From Restricted Assets:</b>		
Revenue Bonds Payable - Current Portion	1,523,922	1,208,922
Bond Interest Payable	353,998	382,079
	<u>1,877,920</u>	<u>1,591,001</u>
<b>Noncurrent Liabilities</b>		
Revenue Bonds Payable	17,558,416	19,091,436
Compensated Absences	72,532	65,935
Net Pension Liability	2,696,349	-
	<u>20,327,297</u>	<u>19,157,371</u>
<b>Total Liabilities</b>	<u>24,626,736</u>	<u>22,844,842</u>
<b>Deferred Inflows of Resources</b>		
Deferred Inflows of Resources- Pensions	43,352	-
Total Deferred Outflows of Resources	<u>\$ 43,352</u>	<u>\$ -</u>
<b>NET POSITION</b>		
<b>Net Position:</b>		
Net Investment in Capital Assets	2,953,652	3,608,280
Restricted Net Position:		
Reserved for Debt Service	3,887,407	4,222,719
Reserved for Operating Costs	1,015,153	1,001,109
Reserved for Renewal and Replacement	400,000	400,000
Unrestricted Net Position	(183,772)	2,236,438
	<u>8,072,440</u>	<u>11,468,546</u>
<b>Total Net Position</b>	<u>\$ 8,072,440</u>	<u>\$ 11,468,546</u>

THE BORDENTOWN SEWERAGE AUTHORITY  
COMPARATIVE STATEMENT OF REVENUES AND EXPENSES  
AND CHANGES IN NET POSITION  
FOR THE YEARS ENDED NOVEMBER 30, 2015 AND 2014

	<u>2015</u>	<u>2014</u>
<b>Operating Revenues</b>		
User Charges and Fees	\$ 3,212,958	\$ 3,572,678
Delinquent Penalties	13,548	17,671
Connection Fees	601,134	640,703
Miscellaneous	122,162	87,155
	<hr/>	<hr/>
Total Operating Revenues	3,949,802	4,318,207
	<hr/>	<hr/>
<b>Operating Expenses:</b>		
Personnel Services	863,801	872,715
Employee Benefits	542,565	508,931
Administrative Expenses	353,570	338,302
Operations and Maintenance	880,874	826,688
Depreciation	1,686,492	1,727,475
	<hr/>	<hr/>
Total Operating Expenses	4,327,302	4,274,111
	<hr/>	<hr/>
<b>Operating Income/ (Loss)</b>	(377,500)	44,096
	<hr/>	<hr/>
<b>Non-Operating Revenues (Expenses):</b>		
Investment Income / (Loss)	66,082	132,262
Interest Expense	(803,343)	(844,157)
	<hr/>	<hr/>
Total Non-Operating Revenues (Expenses)	(737,261)	(711,896)
	<hr/>	<hr/>
Change in Net Position	(1,114,761)	(667,800)
	<hr/>	<hr/>
<b>Net Position, December 1</b>	11,468,546	12,136,345
Prior Period Restatement	(2,281,345)	-
<b>Net Position, December 1 as Restated</b>	<hr/>	<hr/>
	9,187,201	12,136,345
	<hr/>	<hr/>
<b>Net Position, November 30</b>	\$ 8,072,440	\$ 11,468,546
	<hr/> <hr/>	<hr/> <hr/>

THE BORDENTOWN SEWERAGE AUTHORITY  
COMPARATIVE STATEMENT OF CASH FLOWS  
FOR THE YEARS ENDED NOVEMBER 30, 2015 AND 2014

	<u>2015</u>	<u>2014</u>
<b>Cash Flows From Operating Activities:</b>		
Cash Received from Customers and Users	\$ 4,149,470	\$ 5,749,071
Cash Payments for Goods and Supplies	(1,062,519)	(1,245,369)
Cash Payments for Employee Expenses	(1,375,995)	(1,380,965)
	<u>1,710,956</u>	<u>3,122,736</u>
<b>Cash Flows From Capital and Related Financing Activities:</b>		
General and Construction Outlays	(98,308)	(300,692)
Debt Service:		
Principal	(1,208,922)	(1,153,922)
Interest	(737,526)	(786,442)
	<u>(2,044,756)</u>	<u>(2,241,057)</u>
Net Cash (Used) or Provided by Capital and Related Financing Activities		
	<u>345,371</u>	<u>65,678</u>
<b>Cash Flows From Investing Activities:</b>		
Investment Income	66,395	132,245
Net Change in Investments	278,976	(66,567)
	<u>345,371</u>	<u>65,678</u>
Net Cash (Used) Or Provided by Investing Activities		
	<u>11,571</u>	<u>947,357</u>
Net Cash Increase (Decrease) for the Year		
	<u>8,222,433</u>	<u>7,275,076</u>
<b>Cash at Beginning of Year</b>		
	<u>8,222,433</u>	<u>7,275,076</u>
<b>Cash at End of Year</b>	<u>\$ 8,234,004</u>	<u>\$ 8,222,433</u>

THE BORDENTOWN SEWERAGE AUTHORITY  
COMPARATIVE STATEMENT OF CASH FLOWS  
FOR THE YEARS ENDED NOVEMBER 30, 2015 AND 2014

<b>Reconciliation of Operating Income to Net Cash Used by Operating Activities:</b>	2015	2014
Operating Income	\$ (377,500)	\$ 44,096
Adjustments to Reconcile Operating Income to Net Cash Used by Operating Activities:		
Depreciation	1,686,492	1,727,475
Accounts Receivable	(25,775)	39,875
Deferred Outflows of Resources	(7,831)	(95,436)
Prepaid Expenses	13	(197)
Customer Rebates	-	(1)
Additional Pension Expense Per GASB 68	103,905	-
 (Decrease) Increase in:		
Accounts Payable	81,634	(3,308)
Payroll Deductions Payable	1,201	(2,867)
Deposits for Connection Fees	225,441	1,390,988
Developers' Escrow Deposits	12,853	20,679
Reserve for Unemployment Insurance	3,920	748
Compensated Absences	6,598	682
 Total Adjustments	2,088,451	3,078,638
 Net Cash Provided by Operating Activities	\$ 1,710,951	\$ 3,122,734
 <u>Reconciliation of Cash to the Statement of Net Position</u>		
Current Assets:		
Cash	\$ 4,444,972	\$ 4,274,748
Restricted Assets:		
Cash	3,789,032	4,043,122
	\$ 8,234,004	\$ 8,317,869