

**FIRE DISTRICT NO. 2 OF THE TOWNSHIP OF MIDDLE
COUNTY OF CAPE MAY**

As required by N.J.S.A. 40A:5A-15, the following is a synopsis of the audit of the financial
statements and supplementary data for the year ended December 31, 2019.

**Statement of Net Position
December 31, 2019**

	December 31, <u>2019</u>
Assets:	
Current assets:	
Cash and cash equivalents	\$ 559,450
Due from others	936,395
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Total current assets	1,495,845
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Noncurrent assets	
Investments	\$ 1,179,860
Investment in length of service award program	487,577
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Total noncurrent assets	1,667,437
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Total assets	\$ 3,163,282
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Liabilities, equity and other credits:	
Accounts payable	\$ -
Other payables	936,395
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Total liabilities	936,395
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Fund balances:	
Restricted for:	
Capital	936,395
Investment in length of service award program	487,577
Assigned for:	
Subsequent year's expenditures	70,000
Unassigned, reported in:	
General fund	732,915
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Total fund balance	2,226,887
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Total liabilities and fund balance	\$ 3,163,282
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FIRE DISTRICT NO. 2 OF THE TOWNSHIP OF MIDDLE
Statement of Activities
For the year ended December 31, 2019

December 31,
2019

Revenues:	
Miscellaneous anticipated revenue:	
Investment income - unrestricted cash and investments	\$ 9,723
Investment income - length of service award program	82,558
Other revenue	4,773
Total miscellaneous revenues	97,054
Miscellaneous revenues offset with appropriations:	
Uniform Fire Safety Act revenues:	
Annual registration fee	86,772
Penalties and fines	30,542
Total Uniform Fire Safety Act revenues	117,314
Total miscellaneous revenues offset with appropriations	117,314
Amount raised by taxation to support district budget	674,600
Total anticipated revenues	888,968
Expenditures:	
Operating appropriations:	
Administration:	
Salaries and wages	13,171
Other expenditures	52,501
Total administration	65,672
Cost of operations and maintenance:	
Salaries and wages	39,000
Other expenditures	228,881
Total cost of operations and maintenance	267,881
Operating appropriations offset with revenues:	
Salaries and wages	44,778
Fringe Benefits	13,525
Total operating appropriations offset with revenues	58,303
Length of service award program	16,048
Total length of service award program	16,048
Capital appropriations	-
Total capital appropriations	-
Total governmental expenditures	407,904
Excess of revenues over expenditures	481,064
Fund balance, January 1	1,745,823
Fund balance, December 31	\$ 2,226,887

For the year ended December 31, 2019 there were the following recommendations:

- 2019-01: The District does not maintain a complete and accurate general ledger at year end.
- 2019-02: The District does not maintain a complete and accurate capital asset listing at year end.
- 2019-03: The District over spent on mutiple line item accounts.
- 2019-04: The District should have established a corrective action plan in accordance the NJ Statue 40A5:31-7.6.
- 2019-05: The District's website was not maintained in accordance with NJ Chapter 167C.40A14-70.2.
- 2019-06: The District did not approve a salary ordinance for employees during 2019.

The above synopsis was prepared from the report of the audit of the Fire District No. 2 of the Township of Middle as of December 31, 2019.

This report of audit, submitted by Holt McNally & Associates, Inc., Certified Public Accountants & Advisors, is on file at the office of the Fire District No. 2 of the Township of Middle, 1120 Route 47 South, Rio Grande, New Jersey and may be inspected by any interested person.