

**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, 2021.

**Statement of Net Position  
December 31, 2021**

	<b>December 31, <u>2021</u></b>
Assets:	
Current assets:	
Cash and cash equivalents	\$ 985,093
Investments	1,376,974
Deferred charges to future taxation	801,586
Other receivables	664,809
	<hr/>
Total assets	\$ 3,828,462
	<hr/> <hr/>
Liabilities, equity and other credits:	
Accounts payable	\$ 12,580
Other payables	664,809
	<hr/>
Total liabilities	677,389
	<hr/>
Fund balances:	
Restricted for:	
Capital	664,395
Investment in length of service award program	738,149
Assigned for:	
Subsequent year's expenditures	833,275
Unassigned, reported in:	
General fund	915,254
	<hr/>
Total fund balance	3,151,073
	<hr/>
Total liabilities and fund balance	\$ 3,828,462
	<hr/> <hr/>

**FIRE DISTRICT NO. 2 OF THE TOWNSHIP OF MIDDLE**  
**Statement of Activities**  
**For the year ended December 31, 2021**

**December 31,**  
**2021**

Revenues:

Miscellaneous anticipated revenue:	
Investment income	\$ 118,785
Other revenue	5,210
Total miscellaneous revenues	123,995
Miscellaneous revenues offset with appropriations:	
Uniform Fire Safety Act revenues:	
Annual registration fee	103,555
Penalties and fines	10,260
Total Uniform Fire Safety Act revenues	113,815
Total miscellaneous revenues offset with appropriations	113,815
Amount raised by taxation to support district budget	718,458
Total anticipated revenues	956,268

Expenditures:

Operating appropriations:	
Administration:	
Salaries and wages	14,780
Other expenditures	25,673
Total administration	40,453
Cost of operations and maintenance:	
Other expenditures	343,568
Total cost of operations and maintenance	343,568
Operating appropriations offset with revenues:	
Salaries and wages	47,000
Fringe benefits	26,280
Total operating appropriations offset with revenues	73,280
Length of service award program Total governmental expenditures	22,913
Excess of revenues over expenditures	480,214
Fund balance, January 1	476,054
Fund balance, December 31	2,675,019
	\$ 3,151,073

For the year ended December 31, 2021 there were the following recommendations:

2021-001: The District does not maintain a complete and accurate general ledger at year end.

2021-002: The District does not maintain a complete and accurate capital asset listing at year end.

2021-003: The District over spent on multiple line item accounts.

2021-004: The District purchased capital assets without proper voter approval.

2021-005: The District overspent capital appropriations by \$801,586. This was due to the District's purchase of capital assets that were not included in the 2021 capital budget.

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, 2021.

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.