

TOWNSHIP OF PARSIPPANY - TROY HILLS
 FIRE DISTRICT NUMBER 4
 BALANCE SHEET
 GOVERNMENTAL FUNDS
 FOR THE CALENDAR YEAR ENDED DECEMBER 31, 2016

	<u>General Fund</u>	<u>Capital Projects Fund</u>	<u>Total Governmental Funds</u>
ASSETS			
Cash and Cash Equivalents	\$ 29,693.12	\$ 98,009.78	\$ 127,702.90
Investments	-	34,528.68	34,528.68
Other	250.00		250.00
Prepaid Expenses	7,378.00	-	7,378.00
Restricted Cash and Cash Equivalents	-	68,411.89	68,411.89
Total Assets	<u>\$ 37,321.12</u>	<u>\$ 200,950.35</u>	<u>\$ 238,271.47</u>
LIABILITIES AND FUND BALANCES			
Liabilities:			
Accounts Payable	\$ -	\$ -	\$ -
Total Liabilities	<u>-</u>	<u>-</u>	<u>-</u>
Fund Balances:			
Reserved for:			
Designated Capital Projects		68,411.89	68,411.89
Unassigned, Reported in:			
General Fund	37,321.12		37,321.12
Capital Projects Fund	-	132,538.46	132,538.46
Total Fund Balances	<u>37,321.12</u>	<u>200,950.35</u>	<u>238,271.47</u>
Total Liabilities and Fund Balances	<u>\$ 37,321.12</u>	<u>\$ 200,950.35</u>	

Amounts reported for *governmental activities* in the statement of net position (A-1) are different because:

The Fire District has financed capital assets through the issuance of a capital lease. The interest accrual at year end is (2,834.22)

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. The cost of the assets is \$2,232,734.65 and the accumulated depreciation is \$1,330,062.77. 1,002,671.88

Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. (152,570.84)

Net position of governmental activities \$ 1,085,538.29

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

TOWNSHIP OF PARSIPPANY - TROY HILLS
 FIRE DISTRICT NUMBER 4
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
 GOVERNMENTAL FUNDS
 FOR THE CALENDAR YEAR ENDED DECEMBER 31, 2016

	General Fund	Capital Projects Fund	Debt Service Fund	Total Governmental Funds
REVENUES				
Local Sources:				
Local Tax Levy	\$ 412,219.49	\$ -	\$ 79,192.51	\$ 491,412.00
Interest Earned on Investments	-	28.23	-	28.23
Total - Local Sources	412,219.49	28.23	79,192.51	491,440.23
State Sources	-	-	-	-
Total Revenues	412,219.49	28.23	79,192.51	491,440.23
EXPENDITURES				
Current:				
Administration:				
Salaries	6,125.00			6,125.00
Other Expenses	74,802.02			74,802.02
Cost of Providing Services:				
Salaries	4,455.00			4,455.00
Fringe Benefits	-			-
Other Expenses	266,841.66			266,841.66
Capital Outlay		75,000.00		75,000.00
Debt Service:				
Principal			73,473.59	73,473.59
Interest and Other Charges	-	-	5,718.92	5,718.92
Total Expenditures	352,223.68	75,000.00	79,192.51	506,416.19
Excess (Deficiency) of Revenues over Expenditures	59,995.81	(74,971.77)	-	(14,975.96)
OTHER FINANCING SOURCES AND (USES)				
Transfers In		52,000.00		52,000.00
Transfers (Out)	(52,000.00)	-	-	(52,000.00)
Total Other Financing Sources and (Uses)	(52,000.00)	52,000.00	-	-
Net Change in Fund Balances	7,995.81	(22,971.77)	-	(14,975.96)
Fund Balance—January 1	29,325.31	223,922.12	-	253,247.43
Fund Balance—December 31	\$ 37,321.12	\$ 200,950.35	\$ -	\$ 238,271.47

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

TOWNSHIP OF PARSIPPANY - TROY HILLS
 FIRE DISTRICT NUMBER 4
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES,
 AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
 TO THE STATEMENT OF ACTIVITIES
 FOR THE CALENDAR YEAR ENDED DECEMBER 31, 2016

Total net change in fund balances - governmental funds (from B-2) \$ (14,975.96)

Amounts reported for governmental activities in the statement of activities (A-2) are different because:

Capital outlays are reported in governmental funds as expenditures. However, in the statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense.

This is the amount by which capital outlays exceeded depreciation in the period.

	Depreciation expense	\$ (87,898.89)	
	Capital outlays	<u>75,000.00</u>	
			(12,898.89)

Repayment of bond principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position and is not reported in the statement of activities. 73,473.59

In the statement of activities, interest on long-term debt is accrued, regardless of when due. In the governmental funds, interest is reported when due.

The difference in accrued interest is an addition in the reconciliation. (+)

	Interest paid	5,718.92	
	Interest accrued	<u>(4,354.04)</u>	
			1,364.88

Change in net position of governmental activities \$ 46,963.62

The accompanying Notes to Basic Financial Statements are an integral part of this statement.

PROPRIETARY FUNDS

NOT APPLICABLE