

SAYREVILLE HOUSING AUTHORITY

**REPORT ON AUDIT OF FINANCIAL STATEMENTS AND SUPPLEMENTAL
DATA**

YEARS ENDED DECEMBER 31, 2017 AND 2016

| | |
|---|----|
| TRANSMITTAL LETTER | 1 |
| INDEPENDENT AUDITOR'S REPORT | 2 |
| MANAGEMENT'S DISCUSSION AND ANALYSIS | 5 |
| FINANCIAL SECTION | |
| STATEMENTS OF NET POSITION | 10 |
| STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION | 11 |
| STATEMENTS OF CASH FLOWS | 12 |
| NOTES TO FINANCIAL STATEMENTS | 14 |
| REQUIRED SUPPLEMENTARY INFORMATION | |
| SCHEDULE OF THE AUTHORITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY | 25 |
| SCHEDULE OF THE AUTHORITY'S CONTRIBUTIONS | 26 |
| OTHER SUPPLEMENTARY INFORMATION | |
| FINANCIA DATA SCHEDULE | 27 |
| SINGLE AUDIT AND OTHER REPORTS SECTION | |
| SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS | 37 |
| NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS | 38 |
| SCHEDULE OF FINDINGS AND QUESTIONED COSTS | 39 |
| INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH <i>GOVERNMENT AUDITING STANDARDS</i> | 42 |
| INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY OMB CIRCULAR A-133 | 44 |

Phone: (732) 721-8400
Fax: (732) 721-0062



SAYREVILLE HOUSING AUTHORITY
650 WASHINGTON ROAD
SAYREVILLE, NEW JERSEY 08872

June 15, 2018

To the Board of Directors, Department of Housing and Urban Development and the State of New Jersey:

On behalf of the Sayreville Housing Authority I respectfully submit this annual financial report for the year ended December 31, 2017. I believe the information presented is accurate in all material aspects and that all disclosures necessary to enable the reader to gain an adequate understanding of the Authority's financial position and operations have been included. The accompanying financial statements included in this annual financial report have been prepared in conformity with accounting principles generally accepted in the United States of America. Responsibility for the accuracy, completeness, and fairness of the financial statements presentation rests with the management of the Authority.

The 2017 Sayreville Housing Authority Annual financial report consists of these sections:

- Introductory Section - This includes the independent auditor's report and a management discussion and analysis of our financial report.
- Financial Section - this includes the basic financial statements and notes, and required supplementary information.
- Single Audit Section - this includes reports from the independent auditor on compliance and on internal control over financial reporting based on an audit of financial statements performed in accordance with Government Auditing Standards; and on compliance with requirements applicable to each major program and on internal control over compliance in accordance with Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance).

The Sayreville Housing Authority realizes its role as a means of housing for the low income and elderly in the community and the State of New Jersey has never been more important. The Authority has an estimated 200 Section 8 units. The following pages report and analyze the financial position of Sayreville Housing Authority.

Respectfully submitted,


Douglas Dzema
Executive Director

FRANCIS J McCONNELL
CERTIFIED PUBLIC ACCOUNTANT

American Institute of Certified Public Accountants
Pennsylvania Institute of Certified Public Accountants

6225 Rising Sun Avenue
Philadelphia, PA 19111
Voice: 215-742-3428

INDEPENDENT AUDITOR'S REPORT

Board of Directors
Sayreville Housing Authority
Sayreville, New Jersey

Report on the Financial Statements

I have audited the accompanying financial statement of Sayreville Housing Authority as of and for the year ended December 31, 2017, and the related notes to the financial statements, which collectively comprise the Sayreville Housing Authority's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

My responsibility is to express opinions on these financial statements based on my audit. I conducted my audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that I plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, I express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

I believe that the audit evidence I have obtained is sufficient and appropriate to provide a basis for my audit opinions.

Opinions

In my opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of Sayreville Housing Authority, as of December 31, 2017, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Prior Period Financial Statements

The financial statements of Sayreville Housing Authority as of December 31, 2016, were audited by other auditors whose report dated June 6, 2017, expressed an unmodified opinion on those financial statements.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the Schedule of the Authority's Proportionate Share of the Net Pension Liability as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. I have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge I obtained during my audit of the basic financial statements. I do not express an opinion or provide any assurance on the information because the limited procedures do not provide me with sufficient evidence to express an opinion or provide any assurance.

Other Information

My audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Sayreville Housing Authority's basic financial statements. The accompanying financial information, the schedule of budgetary comparison and Financial Data Schedule as listed in HUD supplementary information in the table of contents are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards is presented for purposes of additional analysis as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is also not a required part of the basic financial statements.

The Financial Data Schedule and the schedule of expenditures of federal awards are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In my opinion, the combining statements of net position, activities and changes in net position, financial data schedule and the schedule of expenditures of federal awards are fairly stated in all material respects in relation to the basic financial statements as a whole.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, I have also issued my report dated June 15, 2018, on my consideration of the Sayreville Housing Authority's internal control over financial reporting and on my tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of my testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Sayreville Housing Authority's internal control over financial reporting and compliance.

Francis McConnell

Francis J McConnell
Certified Public Accountant

June 15, 2018

**SAYREVILLE HOUSING AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2017**

As Management of the Sayreville Housing Authority (the "Authority"), we offer readers of the Authority's financial statements this narrative overview and analysis of the financial activities of the Authority for the fiscal year ended December 31, 2017. We encourage readers to consider the information presented here in conjunction with the Authority's financial statements as presented elsewhere in this report.

A – Financial Highlights

1. For the fiscal year ended December 31, 2017, the assets of the Authority exceeded its liabilities by \$170,281 (net position). This is an increase of \$144,114 from the previous year when liabilities exceeded its assets by \$26,167.
2. As of December 31, 2017 the Authority reported ending unrestricted net position of \$144,551. The unrestricted net position increased \$118,384 from the prior year.
3. The Authority had total revenues of \$2,659,794 and total expenses of \$2,515,680 for the year ended December 31, 2017.
4. The Authority had no capital outlays for the fiscal year ending December 31, 2017.
5. The Authority's expenditures of federal awards amounted to \$2,066,854 for the fiscal year.
6. For the year ended 12/31/15 the Authority was required to implement GASB 68 that required it to record its unfunded pension liability as provided by the State of New Jersey. The net pension liability as of 12/31/17 is \$0. The adjustment to the books for the 2017 GASB pension expense was (\$82,739)

B – Using the Annual Report

1. Management's Discussion and Analysis

The Management's Discussion and Analysis is intended to serve as an introduction to the Authority's financial statements. The Authority's financial statements and notes to the financial statements included in this report were prepared in accordance with GAAP, applicable to the Governmental entities for Proprietary Fund types.

2. Financial Statements

The basic financial statements are designed to provide readers with a broad overview of the Authority's finances, in a manner similar to a private-sector business. They consist of the Statements of Net Position, the Statements of Revenues, Expenses and Changes in Net Position, and the Statements of Cash Flows.

The Statements of Net Position present information on all the Authority's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position will serve as a useful indicator of whether the financial position of the Authority is improving or deteriorating.

**SAYREVILLE HOUSING AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2017**

B – Using the Annual Report (continued)

2. Financial Statements (continued)

The Statements of Revenues, Expenses, and Changes in Net Position present information showing how the Authority's net position changed during the most recent fiscal year. All changes in assets and liabilities are included, regardless of when cash is received or paid.

The Statements of Cash Flows presents relevant information about the Authority's cash receipts and cash payments during the year.

The financial statements report on the Authority's activities. The activities are primarily supported by HUD subsidies and grants. The Authority's purpose is to provide decent, safe and sanitary housing to low income and special needs populations. The financial statements can be found on pages 9 through 12 included in this report.

3. Notes To Financial Statements

The accompanying notes to financial statements provide additional information that is essential to a full understanding of the data provided in the financial statements. The notes to financial statements begin on page 13 of this report.

C – The Authority as a Whole

The Authority's net position increased during the fiscal year as detailed below. The Authority's revenues include subsidies received from HUD. The Authority receives subsidies each month based on a pre-authorized funding level. The Authority's revenues and operating reserves were sufficient to cover expenses during the fiscal year.

The following table provides a summary of the Authority's net position:

| | <u>2017</u> | <u>2016</u> | <u>2015</u> |
|----------------------------------|-------------------|-------------------|-------------------|
| Total Assets | \$ <u>419,414</u> | \$ <u>531,013</u> | \$ <u>351,102</u> |
| Total Liabilities | <u>249,133</u> | <u>504,846</u> | <u>448,446</u> |
| Net Position: | | | |
| Restricted | 25,730 | - | 3,947 |
| Unrestricted | <u>144,551</u> | <u>26,167</u> | <u>(101,291)</u> |
| Total Net Position | <u>170,281</u> | <u>26,167</u> | <u>(97,344)</u> |
| Total Liabilities & Net Position | \$ <u>419,414</u> | \$ <u>531,013</u> | \$ <u>351,102</u> |

**SAYREVILLE HOUSING AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2017**

C – The Authority as a Whole (continued)

The following table provides a summary of the Authority's changes in net assets:

| | <u>2017</u> | <u>%</u> | <u>2016</u> | <u>%</u> | <u>2015</u> | <u>%</u> |
|--|--------------------------|---------------|-------------------------|---------------|---------------------------|---------------|
| Revenues: | | | | | | |
| HUD Operating Grants | \$ 2,066,854 | 77.71 | \$ 1,986,665 | 76.67 | \$ 1,931,816 | 81.79 |
| Other Revenue | 592,314 | 22.27 | 604,185 | 23.33 | 429,584 | 18.19 |
| Investment Income | <u>626</u> | .02 | <u>504</u> | .00 | <u>424</u> | .02 |
| Total Revenues | <u>2,659,794</u> | 100.00 | <u>2,591,354</u> | 100.00 | <u>2,361,824</u> | 100.00 |
| Expenses: | | | | | | |
| General Operating Expenses | 164,827 | 6.55 | 244,533 | 9.91 | 243,455 | 10.62 |
| HAP Expenses | <u>2,350,853</u> | 93.45 | <u>2,223,310</u> | 90.09 | <u>2,048,353</u> | 89.38 |
| Total Expenses | 2,515,680 | 100.00 | 2,467,843 | 100.00 | <u>2,291,808</u> | 100.00 |
| Excess/(Deficiency) of Revenues | | | | | | |
| Over/(Under) Expenses | 144,114 | | 123,511 | | 70,016 | |
| Prior Period Adjustment | 0 | | 0 | | (455,416) | |
| Beginning Net Position | <u>26,167</u> | | <u>(97,344)</u> | | <u>288,056</u> | |
| Ending Net Position | <u>\$ 170,281</u> | | <u>\$ 26,167</u> | | <u>\$ (97,344)</u> | |

D – Capital Assets and Long-term Debt

The Authority has no capital assets or long-term debt.

E – Budgetary Highlights

For the year ended December 31, 2017, Housing Choice Voucher program budget was prepared by the Authority and was approved by the Board of Commissioners. The budget is primarily used as a management tool and has no legal stature. Also, the Authority adopted a comprehensive annual budget for the Authority. The budget was prepared in accordance with the accounting procedures prescribed by the State of New Jersey and was introduced and adopted as required by New Jersey Fiscal Control Law. The budget is on file with the New Jersey Department of Community Affairs.

**SAYREVILLE HOUSING AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2017**

F – Significant Changes From Year Ended December 31, 2017 to December 31, 2016

Cash-restricted and Restricted Net Position increased \$25,730 due to the Authority receiving more HUD Contributions than they expended. Excess will be used to fund future HAP payments.

Cash and cash equivalents decreased \$152,884 mainly as a result of HUD's payment of January 2017 subsidy received in December 2016.

Receivables increased \$16,627 mainly due to the management fees and fee for service amounts outstanding as of 12/31/17 from the not for profit development the Authority manages.

7. For the year ended 12/31/15 the Authority was required to implement GASB 68 that required it to record its unfunded pension liability as provided by the State of New Jersey. The net pension liability as of 12/31/17 is \$0 which is the same as the prior year. In addition, the Authority was required to record deferred outflows of \$2,913 and deferred inflows of \$239,550. The adjustment to the books for the 2017 GASB pension expense was (\$82,739) This was the main reason administrative expenses decreased (\$81,770) from 2016 to 2017.

The Authority entered into an interlocal agreement with the Perth Amboy Housing Authority for the year 2015 to provide management and related services. The contract resulted in a cost savings to the Authority reducing its administrative costs. In addition, there were no salary related liabilities at 12/31/17 such as accrued wages, accrued compensated absences, and accrued termination benefits.

Unearned revenue decreased \$172,697 as a result of HUD's payment of the January 2017 subsidy in December 2016.

HUD operating grants and Housing Assistance Payments increased in 2017 as the Authority had available funds to lease additional vouchers and the cost pre voucher subsidy increased.

G – Economic Factors and Next Year's Budgets and Rates

The state of the Federal budget remains a significant factor in planning the Authority budget. The Section 8 housing assistance subsidies have been experiencing slow growth and administrative fees are being funded at a reduced level.

The Authority's unrestricted net position of \$144,551 appears sufficient to cover any shortfall that may occur in 2018. Sayreville Housing Authority has not budgeted any of its unrestricted net position to supplement their 2018 budgeted expenditures.

**SAYREVILLE HOUSING AUTHORITY
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2017**

H – Contacting the Authority's Financial Management

The financial report is designed to provide a general overview of the Authority's finances for all those with an interest. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to Douglas Dzema, Executive Director, Sayreville Housing Authority, 650 Washington Road, Sayreville, NJ, 08872.

FINANCIAL SECTION

SAYREVILLE HOUSING AUTHORITY
STATEMENTS OF NET POSITION
DECEMBER 31, 2017 and 2016

| ASSETS | | |
|---|-------------------|-------------------|
| | <u>2017</u> | <u>2016</u> |
| Current Assets | | |
| Cash and cash equivalents | \$ 354,239 | \$ 507,123 |
| cash - restricted | 25,730 | |
| Receivables, net of allowance | <u>36,532</u> | <u>19,905</u> |
| Total Current Assets | <u>416,501</u> | <u>527,028</u> |
| Deferred Outflow of Resources | | |
| Deferred Outflows of resources - pensions | <u>2,913</u> | <u>3,985</u> |
| Total Assets and Deferred Outflow of Resources | <u>419,414</u> | <u>531,013</u> |
| LIABILITIES | | |
| Current Liabilities | | |
| Accounts Payable | 9,583 | 8,788 |
| Unearned Revenue | <u>-</u> | <u>172,697</u> |
| Total Current Liabilities | <u>9,583</u> | <u>181,485</u> |
| DEFERRED INFLOW OF RESOURCES | | |
| Deferred Inflow of Resources - pensions | <u>239,550</u> | <u>323,361</u> |
| NET POSITION | | |
| Restricted net position | 25,730 | |
| Unrestricted net position | 144,551 | 26,167 |
| Total net position | <u>170,281</u> | <u>26,167</u> |
| Total Liabilities, Deferred Inflow of Resources, and Net Position | <u>\$ 419,414</u> | <u>\$ 531,013</u> |

The accompanying notes are an integral part of this statement

SAYREVILLE HOUSING AUTHORITY
STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION
YEARS ENDED DECEMBER 31, 2017 and 2016

| | 2017 | 2016 |
|---|------------|-----------|
| OPERATING REVENUES | | |
| HUD Operating grants | 2,066,854 | 1,986,665 |
| Other Income | 592,314 | 604,185 |
| Total operating revenues | 2,659,168 | 2,590,850 |
| OPERATING EXPENSES | | |
| Administrative | 156,759 | 238,529 |
| General | 8,068 | 6,004 |
| Housing Assistance Payments | 2,350,853 | 2,223,310 |
| Total Operating Expenses | 2,515,680 | 2,467,843 |
| NET OPERATING INCOME (LOSS) | 143,488 | 123,007 |
| NONOPERATING REVENUES (EXPENSES) | | |
| Investment Income | 626 | 504 |
| Total nonoperating revenues | 626 | 504 |
| Change in net position | 144,114 | 123,511 |
| Total net position - beginning | 26,167 | (97,344) |
| Total net position - ending | \$ 170,281 | \$ 26,167 |

The accompanying notes are an integral part of this statement

SAYREVILLE HOUSING AUTHORITY
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2017 and 2016

| | 2017 | 2016 |
|--|--------------|--------------|
| <u>CASH FLOWS FROM OPERATING ACTIVITIES</u> | | |
| Hud operating subsidies | \$ 1,894,157 | \$ 1,986,665 |
| Other revenue received | 592,314 | 509,493 |
| Payments to suppliers | (263,398) | (78,796) |
| Housing Assistance payments made | (2,350,853) | (2,223,210) |
| Net cash provided by (used) in operating activities | (127,780) | 194,152 |
| <u>CASH FLOWS FROM INVESTING ACTIVITIES</u> | | |
| Investment Income | 626 | 504 |
| Net cash provided by investing activities | 626 | 504 |
| <u>NET INCREASE (DECREASE) IN CASH AND CASH EQUIVALENTS</u> | (127,154) | 194,656 |
| <u>CASH AND CASH EQUIVALENTS, OCTOBER 1</u> | 507,123 | 312,467 |
| <u>CASH AND CASH EQUIVALENTS, SEPTEMBER 30</u> | \$ 379,969 | \$ 507,123 |
| SEPTEMBER 30, CASH AND CASH EQUIVALENTS | | |
| Unrestricted | \$ 354,239 | \$ 507,123 |
| Restricted | 25,730 | - |
| Total Unrestricted and Restricted | \$ 379,969 | \$ 507,123 |

The accompanying notes are an integral part of this statement

**SAYREVILLE HOUSING AUTHORITY
STATEMENTS OF CASH FLOWS
YEARS ENDED DECEMBER 31, 2017 and 2016**

| | 2017 | 2016 |
|---|--------------|------------|
| <u>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES</u> | | |
| Net Operating GAIN (Loss) | \$ 143,488 | \$ 123,007 |
| Add back non-cash Items: | | |
| Unbudgeted pension credit | (82,739) | (82,738) |
| Decrease (Increase) in Assets | | |
| Accounts Receivable | (16,627) | (11,954) |
| | 44,122 | 28,315 |
| Increase (Decrease) in Liabilities | | |
| Accounts Payable and Accrued Expenses | 795 | (6,860) |
| other Liabilities and deferred credits | (172,697) | 172,697 |
| | (171,902) | 165,837 |
| Net Cash provided by operating activities | \$ (127,780) | \$ 194,152 |

The accompanying notes are an integral part of this statement

**SAYREVILLE HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2017 and 2016**

NOTE 1 – SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Organization and Program Description

The Sayreville Housing Authority was organized under the laws of the State of New Jersey and operates under an Annual Contributions Contract (ACC) with the United States Department of Housing and Urban Development (HUD) to provide low-income housing to eligible participants under the United States Housing Act of 1937, as amended. The formation and operation of the Housing Authority is governed by the Act, and administered by HUD under the Annual Contributions Contracts.

The Authority is governed by a board of Directors appointed locally. An Executive Director is appointed by the housing authority's Board to manage the day to day operations of the Authority.

Housing Choice Voucher Program

This program allows for existing privately-owned housing units to be used for low-income housing. This program assists low-income families and persons to find and lease a house or apartment. After inspecting the unit, SHA assists the resident in negotiating a lease under HUD rules and regulations for the program. After the lease is signed, the resident pays a share of the rent according to HUD guidelines, and the remainder is subsidized by Sayreville Housing Authority through HUD funding.

Sayreville Housing Authority earns a fee for administering the annual contributions from HUD. This fund accounts for the revenues and expenses associated with providing administrative services.

B Reporting Entity

In determining how to define the reporting entity, management has considered all potential component units. The decision to include a component unit in the reporting entity is made by applying the criteria set forth by GASB. These criteria include manifestation of oversight responsibility including financial accountability, appointment of a voting majority, imposition of will, financial benefit to or burden on primary organization, financial accountability as a result of fiscal dependency, potential for dual inclusion, and organizations included in the reporting entity although the primary organization is not financial accountable. Based on these criteria, There are no additional agencies which should be included in the financial statements of Sayreville Housing Authority..

SAYREVILLE HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED December 31, 2017 and 2016
(continued)

C - Basis of Accounting

The Authority's financial statements represent the net position and results of operations of SHA and have been prepared in accordance with generally accepted accounting principles (GAAP) of the United States of America as applied to governmental entities. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. SHA maintains their accounts substantially in accordance with the chart of accounts prescribed by HUD and are organized utilizing the fund accounting model. A fund is an independent entity with a self-balancing set of accounts.

SHA accounts for its operations in a single enterprise fund. Enterprise funds account for those operations financed and operated in a manner similar to a private business or where SHA has decided that determination of revenue earned, costs incurred and net revenue over expenses is necessary for management accountability.

Enterprise funds are proprietary funds used to account for business activities of special purpose governments for which a housing authority qualifies under GASB No. 34 "*Basic Financial Statements – and Management's Discussion and analysis – for State and Local Governments.*"

Proprietary funds are accounted for using the economic resources measurement focus and the accrual basis of accounting, whereby all revenues are recognized in the period in which they are earned and expenses are recognized in the period in which the liability is incurred regardless of the timing of the cash flows. All assets and deferred outflows and liabilities and deferred inflows associated with the operation of the Authority are included in the statements of net position. The statements of revenues, expenses and changes in net position present increases (revenues and capital contributions) and decreases (expenses) in total net position.

Statement No. 68 – "*Accounting and Financial reporting for Pensions*" Under this standard, the financial statements contain a liability which is the amount of the unfunded pension liability, referred to in the new standard as the net pension liability (NPL). The NPL is the total pension liability (TPL) less the plan's fiduciary net position (PFNP). The PFNP represents the fair value of plan assets which are available to pay the pension benefits. The NPL is measured as of a date no earlier than the end of the employer's prior fiscal year (measurement date).

SAYREVILLE HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 30, 2017 and 2016
(continued)

C - Basis of Accounting - continued

Budgeting and Budgetary Accounting

The Authority prepares an annual operating and capital budget for all programs in accordance with HUD requirements. The budget is formally adopted by resolution of the Authority's Board of Directors. Once adopted, the Board of Directors may amend the adopted budget when unexpected modifications are required in estimated revenues and expenses. The budget is prepared on a detailed line item basis.

D - Cash and Cash Equivalents

The Authority considers all securities, including certificates of deposits and short term investments , with maturities of three months or less to be cash equivalents.

E - Accounts Receivable

The Authority recognizes receivables from HUD and other governmental agencies for amounts earned and billed but not received and for amounts earned but unbilled, as of year end. Other Receivables consist of amounts owed from Sayreville Housing for Seniors Corporation for prior management fees. An allowance for doubtful accounts was established for this receivable.

F - Accrued Compensated absences

Accumulated unpaid leave time is accrued at the estimated amounts of future benefits attributable to services already rendered.

G - Use of Restricted Assets

When both restricted and unrestricted resources are available for a particular restricted use, it is the Authority's policy to use restricted resources first, and then unrestricted resources as needed.

H - Operating Revenues and Expenses

The Authority defines its operating revenues as income derived from charges to residents and others for services provided, and in the management of Authority assets. Its operating expenses are costs incurred in the operation of its program activities to provide services to residents and others. The Authority classifies other revenues and expenses as non-operating.

SAYREVILLE HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2017 and 2016
(continued)

I – Equity Classifications

Equity is classified as net position and displayed in three components:

Net Investment in Capital Assets – consists of any capital assets, net of accumulated depreciation and reduced by any outstanding balances of loans, notes or mortgages

Restricted Net Position – consists of the net amount of assets with constraints placed on the use either by (1) external groups such as creditors, grantors, laws or regulations of other governments, or (2) law through constitutional provisions or enabling legislation.

Unrestricted Net Position – all other net amounts of assets that do not meet the definition of “restricted” or “net investment in capital assets”.

J - Income Taxes

SHA is a New Jersey municipal authority and, as such, is exempt from income taxes and other state and local taxes. SHA believes it has not engaged in any activities for which its tax-exempt status would not be sustained under Internal Revenue Service examination or that would require filing of an income tax return for unrelated business income taxes.

K – Economic Dependency

The Section 8 Housing Program of the Authority is economically dependent on operating grants and subsidies from HUD.

L- Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent liabilities at the date of the financial statements and reported amounts of revenues and expenditures during the reporting period. Actual results could differ from these estimates.

SAYREVILLE HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2017 and 2016
(continued)

NOTE 2 – CASH AND CASH EQUIVALENTS –

Cash consists primarily of cash in checking accounts. Cash is classified as “Unrestricted” and “Restricted” for financial presentation purposes based on HUD guidance:

- Cash – Unrestricted includes cash available for program purposes including current operations, working capital and reserves. Because the funds are not tied to a certain program or property, they are classified as unrestricted.
- Cash – Restricted includes cash to be expended for specific purposes based on the sources of the money. SHA’s restricted cash generally would include housing choice voucher funds,

All funds on deposits are FDIC insured up to \$250,000 per institution or sare fully collateralized in accordance with guidance recommended by HUD.

As of December 31, 2017 and 2016 cash and cash equivalents consisted of the following:

| | 2017 | 2016 |
|--|------------|------------|
| Section 8 Housing Choice | 379,969 | 507,123 |
| | 379,969 | 507,123 |
| Bank Balances | \$ 395,195 | \$ 515,351 |
| <u>Reconciliation of detail to statement of net assets</u> | | |
| Cash - unrestricted | 354,239 | 507,123 |
| Cash - restricted | 25,730 | - |
| | \$ 379,969 | \$ 507,123 |

NOTE 3 – RECEIVABLES

Accounts Receivable as of September 30, 2017 and 2016

| | 2017 | 2016 |
|---------------------------------------|-----------|-----------|
| Miscellaneous receivable | 377,444 | 360,412 |
| Due from Hud | - | 405 |
| Total accounts receivable | 377,444 | 360,817 |
| Less: allowance for doubtful accounts | (340,912) | (340,912) |
| | 36,532 | 19,905 |

SAYREVILLE HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2017 and 2016
(continued)

NOTE 3 – RISK MANAGEMENT

The Authority is exposed to various risks of potential liabilities, such as theft of, damage to and destruction of assets; errors and omissions; injuries to employees and natural disasters. In order to deal with these potential liabilities, the Authority’s risk management program consisted of various insurance policies covering each of these risks. The Authority believes such coverage is sufficient to preclude any significant uninsured losses to the Authority.

NOTE 4 – DEFERRED CREDITS AND OTHER LIABILITIES

Deferred Credits and other liabilities as of December 31, 2017 and 2016:

| | 2017 | 2016 |
|------------------|-------------|-------------------|
| Unearned Revenue | \$ - | \$ 172,697 |
| | - | - |
| | <u>\$ -</u> | <u>\$ 172,697</u> |

5 – Deferred Outflows/Inflows of Resources – Deferred outflows of resources represent a consumption of net position that applies to a future period(s) and will not be recognized as an outflow of resources (expense) until then. Deferred outflows of resources consist of unrecognized items not yet charges to pension expense and contributions from the employer after the measurement date but before the end of the employer’s reporting period.

Deferred inflows of resources represent an acquisition of net position that applies to a future period(s) and will not be recognized as an inflow of resources until that time. These inflows consist of unamortized portion of the net difference between projected and actual earnings on pension plan investments.

SAYREVILLE HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2017 and 2016
(continued)

NOTE 6 – PENSION PLAN

Description of Plan

The Authority participates in the Public Employees Retirement System (PERS), a cost-sharing multiple employer defined benefit pension plan administered by the Division of Pensions within the Department of Treasury, State of New Jersey. It is a cost-sharing, multiple-employer defined benefit pension plan. The PERS was established on January 1, 1955 under the provisions of N.J.S.A. 43:15A. to provide coverage, including post-retirement health care, for substantially all full time employees of the state, its counties, municipalities, school districts or public agencies, provided the employee is not a member of another state administered retirement system. Membership is mandatory for such employees.

Vesting and Benefit Provisions

The vesting and benefit provisions for the PERS are set by N.J. S.A. 43:15A and 43:3B. All benefits vest after ten years of services, except for medical benefits that vest after 25 years of service. Retirement benefits for age and service are available at age 60 and are generally determined to be 1/55 of the final average salary for each year of service credit, as defined.

Funding Requirements - PERS

The contribution policy is set by N.J.S.A. 43:15A, Chapter 62, P.L. of 1994 and Chapter 115, P.L. of 1998, and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Employers contributions are actuarially determined annually by the

The Authority's total contributions to PERS for the year ended were \$ -0-.

Net Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions – at December 31, 2017, the Authority reported a liability of \$ -0- for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2017, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Authority's proportion of the net pension liability was based on the authority's share of contributions to the pension plan relative to the contributions of all PERS participating employers. At June 30, 2017, the authority's collective proportion percentage was .0000000000%.

SAYREVILLE HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2017 and 2016
(continued)

NOTE 6 – PENSION PLAN – continued

For the year ended the authority recognized pension expense of \$ (82,739). At December 31, 2017, the authority reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| | Deferred Outflows of Resources | Deferred Inflows of Resources |
|--|-----------------------------------|----------------------------------|
| Differences between expected and actual experiences | \$ - | \$ - |
| Changes in assumptions | 2,913 | 239,550 |
| Net difference between projected and actual earnings on pension plan investments | - | - |
| Changes in proportion and differences between Authority contributions and proportionate share of contributions | - | - |
| Total | \$ 2,913 | \$ 239,550 |

Amounts reported as deferred outflows and deferred inflows of resources related to pensions will be recognized in pension expenses as follows:

| Year Ended Dec., 31 | Total |
|---------------------------|---------------------|
| 2018 | \$ (47,328) |
| 2019 | (47,328) |
| 2020 | (47,327) |
| 2021 | (47,327) |
| 2022 | (47,327) |
| | <u>\$ (236,637)</u> |

**SAYREVILLE HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2017 and 2016**

(continued)

NOTE 6 – PENSION PLAN – continued

Actuarial assumptions – the total pension liability in the June 30, 2017 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

| | |
|--|------------------------------|
| Rate of inflation : | 2.25% |
| Rates of salary increases: through 2026 | 1.65 – 4.15% based on age |
| Thereafter | 2.65 – 5.15% based on age |
| Investment rate of return | 7.00% |

Mortality rates were based on the RP-2000 Combined Healthy Male and Female Mortality tables, as appropriate, with adjustments for mortality improvements based on Scale AA.

The long-term expected rate of return on pension plan investments is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pension and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best estimate ranges of expected future real rates of return are developed for each major class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major class included in PERS's target asset allocation as of June 30, 2017 are summarized in the following table:

| Asset Class | Target Allocation | Long-Term Expected Real Rate of Return |
|---------------------------------|-------------------|--|
| Absolute return/risk mitigation | 5.00% | 5.51% |
| Cash | 5.50% | 1.00% |
| U.S. Treasuries | 3.00% | 1.87% |
| Investment grade credit | 10.00% | 3.78% |
| Public High Yield | 2.50% | 6.82% |
| Global diversified credit | 5.00% | 7.10% |
| Credit oriented hedge funds | 1.00% | 6.60% |
| Debt related private equity | 2.00% | 10.63% |
| Debt related real estate | 1.00% | 6.61% |
| Private real estate | 2.50% | 11.83% |
| Equity related real estate | 6.25% | 9.23% |
| U.S. Equity | 30.00% | 8.19% |
| Non-US developed markets equity | 11.50% | 9.00% |
| Emerging Markets equity | 6.50% | 11.64% |
| Buyouts/venture capital | 8.25% | 13.08% |

**SAYREVILLE HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2017 and 2016**

NOTE 6 – PENSION PLAN – continued

Discount Rate - the discount rate used to measure the total pension liability was 5.00% as of June 30, 2017. This single blended discount rate was based on the long-term expected rate of return on pension plan investments of 7.00%, and a municipal bond rate of 3.58% as of June 30, 2017, based on the Bond Buyer Go 20-Bond Municipal Bond Index which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers will be made based on the average of the last five years of contributions made in relation to the last five years of actuarially determined contributions. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members through 2040. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments through 2040, the municipal bond rate was applied to projected benefit payments after that date in determining the total pension liability.

Sensitivity of the Authority's Proportionate Share of Net Pension Liability to changes in the Discount Rate – the following represents the Authority's proportionate share of the net pension liability calculated using the discount rate of 5.00 percent, as well as what the authority's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (4.00 percent) or 1-percentage point higher (6.00 percent) than the current rate,

| | 1% Decrease 4.00% | Discount Rate 5.00% | 1% Increase 6.00% |
|--|----------------------|------------------------|----------------------|
| Authority's proportionate share of the net pension liability | - | - | - |

Note 7 – POST EMPLOYMENT RETIREMENT BENEFITS

The Authority participates in the New Jersey State Health Benefits Program (“the SHBP”), which qualifies as a cost-sharing, multiple employer plan in accordance with GASB statement 45 “Accounting and Financial Reporting by Employers for Post-employment Benefits other Than Pensions”(“OPEB”). The SHBP is administered by the State of New Jersey, Department of Treasury, Division of Pension and Benefits.

A -Contribution Requirements - SHBP

Contributions to pay for the health premiums for participating employees in the SHBP – Local are collected from the State of New Jersey, participating local employers, active members, and retired members.

The State of New Jersey, Department of the Treasury, division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of the SHBP. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, division of Pensions and Benefits, P.O., Box 295, Trenton, New Jersey 08625.

**SAYREVILLE HOUSING AUTHORITY
NOTES TO FINANCIAL STATEMENTS
YEARS ENDED DECEMBER 31, 2017 and 2016**

Note 7 – POST EMPLOYMENT RETIREMENT BENEFITS - continued

The SHBP is established under the authority of N.J.S.A. 52:14-17.25 et seq. and regulations adopted by the State Health Benefits Commission. The required contribution rate is determined on an annual pay as you go basis.

NOTE 8 – SUBSEQUENT EVENTS

In preparing the financial statements, the Housing Authority has evaluated events and transactions for potential recognition or disclosure through June 15, 2018 the date the financial statements were available to be issued. No transactions were found for recognition or disclosure.

REQUIRED SUPPLEMENTARY INFORMATION

SAYREVILLE HOUSING AUTHORITY
 SCHEDULE OF THE AUTHORITY'S PROPORTIONATE SHARE OF THE NET PENSION LIABILITY
 PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY
 YEAR ENDED DECEMBER 31, 2017

| | 2017 | 2016 | 2015 | 2014 | 2013 |
|--|-----------------|-----------------|-----------------|-----------------|---------------|
| Authority's proportions of the net pension liability (asset) | 0.000000000000% | 0.000000000000% | 0.000870000000% | 0.000850000000% | 0.0125833428% |
| Authority's proportionate share of the net pension liability | \$ - | \$ - | \$ 195,254 | \$ 156,889 | \$ 500,146 |
| Authority's covered-employee payroll | \$ - | \$ - | \$ - | \$ 60,004 | \$ 90,697 |
| Authority's proportionate share of the net pension liability as a percentage of its covered-employee payroll | N/A | N/A | N/A | 261.46% | 551.45% |
| Plan fiduciary net position as a percentage of the total pension liability | 47.93% | 40.13% | 47.93% | 52.08% | 48.72% |

Note: GASB Statement NO 68 requires ten years of information to be presented in this table. However, until a full 10 year trend is compiled, the Authority will present information for those years for which information is available.

See accompanying independent auditor's report

SAYREVILLE HOUSING AUTHORITY
SCHEDULE OF AUTHORITY'S CONTRIBUTIONS
PUBLIC EMPLOYEES' RETIREMENT SYSTEM OF NEW JERSEY
YEAR ENDED DECEMBER 31, 2017

| | 2017 | 2016 | 2015 | 2014 | 2013 |
|--|-------------|-------------|-------------|-------------|-------------|
| Statutorily required contributions | \$ - | \$ - | \$ 7,478 | \$ 6,908 | \$ 19,718 |
| Contributions in relation to the statutorily required contributions | - | - | 7,478 | 6,908 | 19,718 |
| Contributions deficiency (excess) | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> | <u>\$ -</u> |
| Authority's covered-employee payroll | N/A | N/A | N/A | 60,004 | 90,697 |
| Contributions as a percentage of covered-employee payroll | N/A | N/A | N/A | 11.51% | 21.74% |

See accompanying independent auditor's report

OTHER SUPPLEMENTARY INFORMATION

Sayreville Housing Authority (NJ106)
Sayreville, NJ

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2017

| | 14.871 Housing Choice Vouchers | Subtotal | Total |
|--|-----------------------------------|------------|------------|
| 111 Cash - Unrestricted | \$354,239 | \$354,239 | \$354,239 |
| 112 Cash - Restricted - Modernization and Development | | | |
| 113 Cash - Other Restricted | \$25,730 | \$25,730 | \$25,730 |
| 114 Cash - Tenant Security Deposits | | | |
| 115 Cash - Restricted for Payment of Current Liabilities | | | |
| 100 Total Cash | \$379,969 | \$379,969 | \$379,969 |
| 121 Accounts Receivable - PHA Projects | | | |
| 122 Accounts Receivable - HUD Other Projects | | | |
| 124 Accounts Receivable - Other Government | | | |
| 125 Accounts Receivable - Miscellaneous | \$377,444 | \$377,444 | \$377,444 |
| 126 Accounts Receivable - Tenants | | | |
| 126.1 Allowance for Doubtful Accounts - Tenants | | | |
| 126.2 Allowance for Doubtful Accounts - Other | -\$340,912 | -\$340,912 | -\$340,912 |
| 127 Notes, Loans, & Mortgages Receivable - Current | | | |
| 128 Fraud Recovery | | | |
| 128.1 Allowance for Doubtful Accounts - Fraud | | | |
| 129 Accrued Interest Receivable | | | |
| 120 Total Receivables, Net of Allowances for Doubtful Accounts | \$36,532 | \$36,532 | \$36,532 |
| 131 Investments - Unrestricted | | | |
| 132 Investments - Restricted | | | |
| 135 Investments - Restricted for Payment of Current Liability | | | |

Sayreville Housing Authority (NJ106)
Sayreville, NJ

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2017

| | 14,871 Housing Choice Vouchers | Subtotal | Total |
|---|-----------------------------------|-----------|-----------|
| 142 Prepaid Expenses and Other Assets | | | |
| 143 Inventories | | | |
| 143.1 Allowance for Obsolete Inventories | | | |
| 144 Inter Program Due From | | | |
| 145 Assets Held for Sale | | | |
| 150 Total Current Assets | \$416,501 | \$416,501 | \$416,501 |
| 161 Land | | | |
| 162 Buildings | | | |
| 163 Furniture, Equipment & Machinery - Dwellings | | | |
| 164 Furniture, Equipment & Machinery - Administration | | | |
| 165 Leasehold Improvements | | | |
| 166 Accumulated Depreciation | | | |
| 167 Construction in Progress | | | |
| 168 Infrastructure | | | |
| 160 Total Capital Assets, Net of Accumulated Depreciation | \$0 | \$0 | \$0 |
| 171 Notes, Loans and Mortgages Receivable - Non-Current | | | |
| 172 Notes, Loans, & Mortgages Receivable - Non Current - Past Due | | | |
| 173 Grants Receivable - Non Current | | | |
| 174 Other Assets | | | |
| 176 Investments in Joint Ventures | | | |
| 180 Total Non-Current Assets | \$0 | \$0 | \$0 |

Sayreville Housing Authority (NJ106)
Sayreville, NJ

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit

Fiscal Year End: 12/31/2017

| | 14,871 Housing Choice Vouchers | Subtotal | Total |
|---|-----------------------------------|-----------|-----------|
| 200 Deferred Outflow of Resources | \$2,913 | \$2,913 | \$2,913 |
| 290 Total Assets and Deferred Outflow of Resources | \$419,414 | \$419,414 | \$419,414 |
| 311 Bank Overdraft | | | |
| 312 Accounts Payable <= 90 Days | \$9,468 | \$9,468 | \$9,468 |
| 313 Accounts Payable >90 Days Past Due | | | |
| 321 Accrued Wage/Payroll Taxes Payable | | | |
| 322 Accrued Compensated Absences - Current Portion | | | |
| 324 Accrued Contingency Liability | | | |
| 325 Accrued Interest Payable | | | |
| 331 Accounts Payable - HUD PHA Programs | \$115 | \$115 | \$115 |
| 332 Account Payable - PHA Projects | | | |
| 333 Accounts Payable - Other Government | | | |
| 341 Tenant Security Deposits | | | |
| 342 Unearned Revenue | | | |
| 343 Current Portion of Long-term Debt - Capital Projects/Mortgage Revenue | | | |
| 344 Current Portion of Long-term Debt - Operating Borrowings | | | |
| 345 Other Current Liabilities | | | |
| 346 Accrued Liabilities - Other | | | |
| 347 Inter Program - Due To | | | |
| 348 Loan Liability - Current | | | |

Sayreville Housing Authority (NJ106)
Sayreville, NJ

Entity Wide Balance Sheet Summary

Submission Type: Audited/Single Audit Fiscal Year End: 12/31/2017

| | 14,871 Housing Choice Vouchers | Subtotal | Total |
|--|-----------------------------------|-----------|-----------|
| 310 Total Current Liabilities | \$9,583 | \$9,583 | \$9,583 |
| 351 Long-term Debt, Net of Current - Capital Projects/Mortgage Revenue | | | |
| 352 Long-term Debt, Net of Current - Operating Borrowings | | | |
| 353 Non-current Liabilities - Other | | | |
| 354 Accrued Compensated Absences - Non Current | | | |
| 355 Loan Liability - Non Current | | | |
| 356 FASB 5 Liabilities | | | |
| 357 Accrued Pension and OPEB Liabilities | \$0 | \$0 | \$0 |
| 350 Total Non-Current Liabilities | | | |
| 300 Total Liabilities | \$9,583 | \$9,583 | \$9,583 |
| 400 Deferred Inflow of Resources | \$239,550 | \$239,550 | \$239,550 |
| 508.4 Net Investment in Capital Assets | | | |
| 511.4 Restricted Net Position | \$25,730 | \$25,730 | \$25,730 |
| 512.4 Unrestricted Net Position | \$144,551 | \$144,551 | \$144,551 |
| 513 Total Equity - Net Assets / Position | \$170,281 | \$170,281 | \$170,281 |
| 600 Total Liabilities, Deferred Inflows of Resources and Equity - Net | \$419,414 | \$419,414 | \$419,414 |

Sayreville Housing Authority (NJ106)
Sayreville, NJ

Entity Wide Revenue and Expense Summary

Submission Type: Audited/Single Audit Fiscal Year End: 12/31/2017

| | 14,871 Housing Choice Vouchers | Subtotal | Total |
|---|-----------------------------------|-------------|-------------|
| 70300 Net Tenant Rental Revenue | | | |
| 70400 Tenant Revenue - Other | | | |
| 70500 Total Tenant Revenue | \$0 | \$0 | \$0 |
| 70600 HUD PHA Operating Grants | \$2,066,854 | \$2,066,854 | \$2,066,854 |
| 70610 Capital Grants | | | |
| 70710 Management Fee | | | |
| 70720 Asset Management Fee | | | |
| 70730 Book Keeping Fee | | | |
| 70740 Front Line Service Fee | | | |
| 70750 Other Fees | | | |
| 70700 Total Fee Revenue | | | |
| 70800 Other Government Grants | | | |
| 71100 Investment Income - Unrestricted | \$626 | \$626 | \$626 |
| 71200 Mortgage Interest Income | | | |
| 71300 Proceeds from Disposition of Assets Held for Sale | | | |
| 71310 Cost of Sale of Assets | | | |
| 71400 Fraud Recovery | \$6,690 | \$6,690 | \$6,690 |
| 71500 Other Revenue | \$585,624 | \$585,624 | \$585,624 |
| 71600 Gain or Loss on Sale of Capital Assets | | | |
| 72000 Investment Income - Restricted | | | |
| 70000 Total Revenue | \$2,659,794 | \$2,659,794 | \$2,659,794 |
| 91100 Administrative Salaries | | | |