

REPORT OF THE AUDIT SYNOPSIS
 PARKING AUTHORITY OF THE CITY OF UNION CITY
 COUNTY OF HUDSON, STATE OF NEW JERSEY
 (A Component Unit of the City of Union City)
 NOVEMBER 30, 2012 AND 2011
 AS REQUIRED BY N.J.S. 40A:5A-16.

COMPARATIVE BALANCE SHEET

	2012	2011
ASSETS		
Current assets:		
Cash, cash equivalents	\$ 198,422	\$ 102,850
Investments	305,674	305,063
Accounts and interest receivable	93,104	88,833
Total current assets	597,200	496,746
Noncurrent assets:		
Unamortized debt issuance costs	87,400	94,000
Net capital assets	3,326,204	3,515,328
Total noncurrent assets	3,413,604	3,609,328
Total assets	\$ 4,010,804	\$ 4,106,074
LIABILITIES AND NET POSITION		
Current liabilities	\$ 773,366	\$ 542,885
Long-term liabilities	1,796,374	1,977,274
Net position	1,441,064	1,585,945
Total liabilities and net position	\$ 4,010,804	\$ 4,106,104

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COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND
 AND CHANGE IN NET POSITION

	2012	2011
Operating revenues:		
Parking meters	\$ 1,234,365	\$ 1,215,405
Other operating revenues	727,123	750,599
Total operating revenues:	1,961,488	1,966,004
Interest income and FEMA payment	669	46,042
Total revenue	1,962,157	2,012,046
Operating expenses:		
Cost of providing services	1,812,053	2,124,323
Depreciation expense	189,124	190,083
Total operating expenses:	2,001,177	2,314,406
Interest expense	99,261	107,220
Amortization expense	6,600	6,600
Total expenses	105,861	113,820
Change in net position	2,107,038	2,428,226
Position, beginning	(144,881)	(416,180)
Position, ending	1,585,945	2,002,125
Assets of net position:		
Invested in capital assets, net of related debt	1,351,604	1,368,028
Restricted	89,460	217,917
Total	\$ 1,441,064	\$ 1,585,945

PARKING AUTHORITY OF THE CITY OF UNION CITY
 COUNTY OF HUDSON, STATE OF NEW JERSEY
 (A Component Unit of the City of Union City)
 COMPARATIVE STATEMENTS OF CASH FLOWS
 NOVEMBER 30, 2012 AND 2011

	2012	2011
Cash flows from operating activities:		
Customer parking fee receipts	\$ 1,673,037	\$ 1,642,661
Ticket surcharge receipts	234,624	259,529
Other receipts	49,556	47,417
Payments to employees	(835,705)	(996,404)
Payments to vendors	(751,912)	(848,081)
Net cash provided by operating activities	369,600	105,122
Cash flows from capital and related financing activities:		
(Purchases) of capital assets	-	(4,019)
Principal paid on bonds	(172,700)	(164,900)
FEMA payment received	-	44,505
Interest paid on bonds	(101,997)	(109,830)
Net cash (used) by capital and related financing activities	(274,697)	(234,244)
Cash flows from investing activities:		
Purchases of investments	-	(1,151)
Interest received from investments	669	1,557
Net cash provided by investing activities	669	386
Increase/(Decrease) in cash and cash equivalents	95,572	(128,736)
Cash and cash equivalents at beginning of year	102,850	231,586
Cash and cash equivalents at end of year	\$ 198,422	\$ 102,850
Reconciliation of operating loss to net cash provided by operating activities:		
Operating loss	\$ (39,689)	\$ (348,402)
Adjustments to reconcile operating (loss) income to net cash provided by operating activities:		
Depreciation expense	189,124	190,083
(Increase) decrease in accounts receivable	(4,271)	(16,397)
(Increase) decrease in prepaid expenses	-	91,398
(Decrease) increase in accounts payable	224,436	188,440
Net cash provided by operating activities	\$ 369,600	\$ 105,122

PARKING AUTHORITY OF THE CITY OF UNION CITY
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 COMMENTS AND RECOMMENDATIONS
 NOVEMBER 30, 2012

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Comment 12-01:

The Authority is not maintaining or updating its accumulated absences in accordance with GASB No. 16 "Accounting for Compensated Absences".

Recommendation:

That the Union City Parking Authority update and maintain accumulated compensated absence records for all eligible employees.

Comment 12-02:

Purchase orders are not being used for all purchases made by the Authority.

Recommendation:

That a purchase order system be utilized in the purchasing process. All purchase orders must be approved before purchases are made.

State of New Jersey
Hudson County

1147991

Mark W. Davis, of full age and being duly
Sworn according to law, on his oath deposes
and says that he is the Accounting Clerk of:

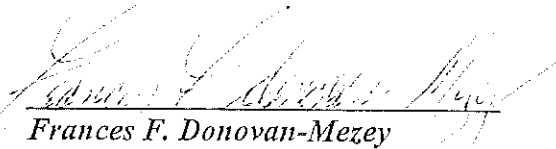
THE JERSEY JOURNAL

A newspaper printed and published in
Jersey City, County and State aforesaid,
and that a notice, a true copy of which
is annexed, was published in the said
newspaper on the following date(s):

9.24.2013


MARK W. DAVIS

Sworn to and subscribed before me
this 24th day of September, 2013


Frances F. Donovan-Mezey
Notary Public of New Jersey

FRANCES F. DONOVAN-MEZEY
NOTARY PUBLIC OF NEW JERSEY
My Commission Expires Feb. 25, 2014

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Change in net position	(144,881)	(416,180)
Net position, beginning	1,585,945	2,002,125
Net position, ending	\$ 1,441,064	\$ 1,585,945
Analysis of net position		
Invested in capital assets, net of related debt	1,351,604	1,363,028
Unrestricted	89,460	217,917
	\$ 1,441,064	\$ 1,585,945

This report of audit, submitted by Garbanzi & Co., P.C., Certified Public Accountants, Registered Municipal Accountants, is on file at 306-518 35th Street, Union City, New Jersey, and may be inspected by any interested person.