

State of New Jersey
Hudson County

11-47991

Kathleen Kelly, of full age and being
duly sworn according to law, on her
oath deposes and says that she is the
Accounting Clerk of:

THE JERSEY JOURNAL

A newspaper 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):

4.25.2015


Kathleen Kelly

Sworn to and subscribed before me
this 30th day of April, 2015


Frances F. Donovan-Mezey
Notary Public of New Jersey

FRANCES F. DONOVAN-MEZEY
NOTARY PUBLIC OF NEW JERSEY
My Commission Expires Feb. 25, 2019

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, 2014 AND 2013
AS REQUIRED BY N.J.S. 40A:5A-16.

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

	2014	2013
Operating revenues:		
Parking meters	\$ 1,232,676	\$ 1,254,494
Other operating revenues	713,237	823,909
	<u>1,945,913</u>	<u>2,078,403</u>
Non operating revenues:		66,774
Accrual of compensated absences		621
Interest income and FEMA payment	306	
	<u>1,946,219</u>	<u>2,145,798</u>
Total revenue		
Operating expenses:	1,730,096	1,746,738
Cost of providing services	179,306	178,749
Depreciation expense	<u>1,909,402</u>	<u>1,925,487</u>
Nonoperating expenses:		90,929
Interest expense	82,199	
Accrual of compensated absences	2,484	
Accrual of pension liability for part time employees added to pension system as per State of New Jersey		178,003
Cost of issuance on prior year debt		80,800
Amortization expense	<u>84,683</u>	<u>6,600</u>
	<u>1,994,085</u>	<u>2,281,819</u>
Total expenses	<u>(47,866)</u>	<u>(136,021)</u>
Change in net position		
Net position, beginning	1,305,043	1,441,064
Net position, ending	<u>\$ 1,257,177</u>	<u>\$ 1,305,043</u>
Analysis of net position		
Invested in capital assets, net of related debt	\$ 1,363,949	\$ 1,353,755
Unrestricted	<u>(106,772)</u>	<u>(48,712)</u>
	<u>\$ 1,257,177</u>	<u>\$ 1,305,043</u>

This report of audit, submitted by Garbarini & Co., P.C., Certified Public Accountants, Registered Municipal Accountants,
is on file at 506-518 38th Street, Union City, New Jersey, and may be inspected by any interested person.

COMPARATIVE BALANCE SHEET

	2014	2013
ASSETS		
Current assets:		
Cash, cash equivalents	\$ 470,247	\$ 318,640
Accounts and interest receivable	103,212	111,696
	<u>573,459</u>	<u>430,336</u>
Total current assets		
Noncurrent assets:	2,968,149	3,147,455
Net capital assets		
	<u>2,968,149</u>	<u>3,147,455</u>
Total noncurrent assets		
Total assets	<u>\$ 3,541,608</u>	<u>\$ 3,577,791</u>
LIABILITIES AND NET POSITION		
Current liabilities	\$ 876,057	\$ 665,87
Long-term liabilities	<u>1,408,374</u>	<u>1,606,87</u>
Net position	<u>1,257,177</u>	<u>1,305,04</u>
Total liabilities and net position	<u>\$ 3,541,608</u>	<u>\$ 3,577,75</u>

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, 2014 AND 2013

	2014	2013
Cash flows from operating activities:		
Customer parking fee receipts	\$ 1,653,999	\$ 1,692,074
Ticket surcharge receipts	218,180	265,402
Other receipts	78,127	102,345
Payments to employees	(799,818)	(841,217)
Payments to vendors	(956,587)	(1,129,987)
Net cash provided by operating activities	193,901	88,617
Cash flows from capital and related financing activities:		
Principal paid on bonds		(180,900)
Interest paid on bonds	(42,600)	(93,794)
Net cash (used) by capital and related financing activities	(42,600)	(274,694)
Cash flows from investing activities:		
Investments returned		305,674
Interest received from investments	306	621
Net cash provided by investing activities	306	306,295
Increase/(Decrease) in cash and cash equivalents	151,607	120,218
Cash and cash equivalents at beginning of year	318,640	198,422
Cash and cash equivalents at end of year	\$ 470,247	\$ 318,640
Reconciliation of operating loss to net cash provided by operating activities		
Operating income	\$ 36,511	\$ 152,916
Adjustments to reconcile operating (loss) income to net cash provided by operating activities:		
Depreciation expense	179,306	178,749
(Increase) decrease in accounts receivable	8,484	(18,592)
(Decrease) increase in accounts payable	(30,400)	(224,456)
Net cash provided by operating activities	\$ 193,901	\$ 88,617

PARKING AUTHORITY OF THE CITY OF UNION CITY
COUNTY OF HUDSON, STATE OF NEW JERSEY
(A Component Unit of the City of Union City)
AUDIT RECOMMENDATIONS
FOR THE YEAR ENDED NOVEMBER 30, 2014

Comment 14-1: Recommendation:

That the Authority review and monitor its compliance with the Local Authorities Fiscal Control Law, specifically regarding the following:

1. Submission of introduced annual budget to the Division no later than 60 days prior to the start of the calendar year;
2. Maintenance of internet website which includes information regarding the Authority's operations and activities.

Comment 14-2: Recommendation:

That the Authority review and monitor its compliance with IRS Publication 1281, specifically regarding the following:

1. The request for all vendors to file a W-9 form with the Authority.

Comment 14-3: Recommendation:

That the Authority review and monitor its compliance with N.J.S.A. 40A:5-16, Local unit – requirements for paying out moneys.