



# UNION COUNTY IMPROVEMENT AUTHORITY

1499 US Highway One, North, 3<sup>rd</sup> Floor  
Rahway, New Jersey, 07065  
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(732) 382-9400 (732) 382-5862 fax

Resolution No. 58-2020

Date: October 7, 2020

## RESOLUTION OF THE UNION COUNTY IMPROVEMENT AUTHORITY CERTIFYING TO THE LOCAL FINANCE BOARD ITS COMPLIANCE REGARDING ANNUAL AUDIT PURSUANT TO N.J.S.A. 40A:5A-17

APPROVED AS TO FORM:  
Lisa M. da Silva, RMC  
Clerk of the Authority

APPROVED AS TO SUFFICIENCY OF FUNDS  
☐ YES ☐ NO ☐ NONE REQUIRED  
UNION COUNTY IMPROVEMENT AUTHORITY

Lisa M. da Silva

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	PRESENT	ABSENT	AYE	NAY	ABSTAIN	MOTION	SECOND
<i>Barnett</i>	✓		✓				
<i>Hockaday, Treasurer</i>	✓		✓				✓
<i>Kolibas</i>		✓					
<i>Marshall</i>	✓		✓				
<i>Mojica, Secretary</i>	✓		✓				
<i>Shehata</i>	✓		✓				
<i>Huff, Vice Chairman</i>	✓		✓			✓	
<i>D'Elia, Chairman</i>	✓		✓				
<i>Vacancy</i>							

**RESOLUTION OF THE UNION COUNTY IMPROVEMENT AUTHORITY  
CERTIFYING TO THE LOCAL FINANCE BOARD ITS COMPLIANCE  
REGARDING ANNUAL AUDIT PURSUANT TO N.J.S.A. 40A:5A-17**

**WHEREAS**, N.J.S.A. 40A:5A-15 requires the governing body of each local Authority to cause an annual audit of its accounts to be made: and

**WHEREAS**, the annual audit report for the calendar year ended December 31, 2019 and 2018 has been completed and filed with the Division of Local Government Services pursuant to N.J.S.A. 40A:5A-15; and

**WHEREAS**, N.J.S.A. 40A:5A-17 requires the governing body of each authority to, within forty-five (45) days of receipt of the annual audit, certify by resolution to the Local Finance Board that each member thereof has personally reviewed the annual audit report, and specifically the sections of the audit report entitled "General Comments" and "Recommendations", and has evidenced same by group affidavit in the form prescribed by the Local Finance Board; and

**WHEREAS**, members of the governing body have received the annual audit and have personally reviewed the annual audit, and have specifically reviewed the sections of the annual audit report entitled "General Comments" and "Recommendations" in accordance with N.J.S.A. 40A:5A-17.

**NOW, THEREFORE, BE IT RESOLVED**, that the governing body of the Union County Improvement Authority hereby certifies to the Local Finance Board of the State of New Jersey that each governing body member has personally reviewed the annual audit report for the calendar years ended December 31, 2019 and 2018.

**BE IT FURTHER RESOLVED** that the governing body has reviewed the sections of the audit report entitled "General Comments" and "Recommendations", and has evidenced same by group affidavit in the form prescribed by the Local Finance Board.

**BE IT FURTHER RESOLVED** that the secretary of the Authority is hereby directed to promptly submit to the Local Finance Board the aforesaid group affidavit, accompanied by a certified true copy of this resolution.

SYNOPSIS OF THE AUDIT REPORT OF THE  
UNION COUNTY IMPROVEMENT AUTHORITY  
FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018  
AS REQUIRED BY N.J.S. 40A:5A-16

NET POSITION

	<u>2019</u>	<u>2018</u>
<u>ASSETS</u>		
Cash and Investments	\$ 15,035,973	\$ 16,189,718
Accounts Receivable	323,735	240,948
Prepaid Expense	6,343	
Accrued Interest Receivable	2,174,742	2,156,289
Loan Receivable	85,640,000	16,995,000
Mortgage Receivable	11,881,249	12,174,848
Minimum Lease Payments Receivable	186,175,497	204,282,524
Development Costs	3,278,202	3,804,791
Fixed Assets - Net	12,972,792	16,257,006
Deferred Outflows – Pension Related	666,067	914,716
<u>TOTAL ASSETS AND DEFERRED OUTFLOWS</u> <u>OF RESOURCES</u>	<u>\$ 318,154,600</u>	<u>\$ 273,015,840</u>
<u>LIABILITIES AND NET POSITION</u>		
Accounts Payable and Accrued Liability	\$ 723,053	\$ 366,791
Interest Payable - Serial Bonds	2,174,742	2,156,289
Bonds Payable	260,971,249	206,219,848
Unearned Income	52,280,497	58,602,524
Development Liability	13,890,232	15,279,130
Loan Payable	4,230,000	4,230,000
Net Pension Liability	778,605	843,004
Deferred Inflows – Pension Related	285,982	281,802
<u>TOTAL LIABILITIES AND DEFERRED INFLOWS</u>	335,334,360	287,979,388
Net Position	(17,179,760)	(14,963,548)
<u>TOTAL LIABILITIES, DEFERRED INFLOWS OF</u> <u>RESOURCES AND NET POSITION</u>	<u>\$ 318,154,600</u>	<u>\$ 273,015,840</u>

STATEMENTS OF REVENUES, EXPENSES  
AND CHANGES IN NET POSITION  
FOR THE YEARS ENDED DECEMBER 31, 2019 AND 2018

	<u>2019</u>	<u>2018</u>
Revenue:		
Project Fees	\$ 337,164	\$ 336,583
Park Madison Rents	4,040,182	4,086,855
Renewable Energy Projects Rents	1,422,996	1,430,894
County of Union		161,236
Other		1,222,964
Interest Income	<u>9,009,826</u>	<u>9,235,204</u>
	<u>14,810,168</u>	<u>16,473,736</u>
Expenses:		
Operating	(2,669,942)	(2,724,557)
County of Union	(388,166)	
Interest Expense	(10,507,061)	(10,819,970)
Other	(176,997)	
Depreciation Expense	<u>(3,284,214)</u>	<u>(3,464,314)</u>
	<u>(17,026,380)</u>	<u>(17,008,841)</u>
Net Income (Loss)	(2,216,212)	(535,105)
Net Position January 1	<u>(14,963,548)</u>	<u>(14,428,443)</u>
Net Position December 31	<u><u>\$ (17,179,760)</u></u>	<u><u>\$ (14,963,548)</u></u>

COMMENTS AND RECOMMENDATIONS - NONE

The above summary or synopsis was prepared from the report of audit of the Union County Improvement Authority, County of Union, for the years ended December 31, 2019 and 2018. This report of audit, submitted by Suplee, Clooney & Company, Certified Public Accountants, is on file at the Authority's Office and may be inspected by any interested person.

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SECRETARY