

MILLVILLE HOUSING AUTHORITY  
Millville, New Jersey

FINANCIAL STATEMENTS  
For the Year Ended September 30, 2008

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FINANCIAL STATEMENTS

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## **Millville Housing Authority**

### **MANAGEMENT'S DISCUSSION AND ANALYSIS**

**September 30, 2008**

As management of the Millville Housing Authority, we offer readers of the Authority's financial statements this narrative overview and analysis of the financial activity of the Authority for the year ended September 30, 2008. We encourage readers to consider the information presented here in conjunction with the Authority's financial statements, which begin on page 8.

#### **FINANCIAL HIGHLIGHTS**

- The assets of the Authority exceeded its liabilities as of September 30, 2008 by \$16,965,418 (net assets).
- The Authority's cash balance as of September 30, 2008 was \$2,312,288 representing an increase of \$426,494 from September 30, 2007.
- The Authority had intergovernmental revenues of \$3,630,564 in operating grants and \$220,673 of capital grants for the year ended September 30, 2008.

#### **OVERVIEW OF THE FINANCIAL STATEMENTS**

The financial statements included in this annual report are those of a special-purpose government engaged only in a business-type activity. The following statements are included:

- Balance Sheet - reports the Authority's current financial resources (short-term spendable resources) with capital assets and long-term debt obligations.
- Statement of Income, Expenses, and Changes in Net Assets - reports the Authority's operating and nonoperating revenue, by major sources, along with operating and nonoperating expenses and capital contributions.
- Statement of Cash Flows - reports the Authority's net cash from operating, investing, and capital and related financing activities.

#### **FINANCIAL ANALYSIS OF THE AUTHORITY (ENTITY-WIDE)**

Total assets decreased by \$981,736 or 4.37 percent. Specifically, capital assets decreased by \$1,940,654, or 9.70 percent, due to the Authority taking depreciation expense to be in compliance with generally accepting accounting principles.

Capital assets decreased \$1,940,654 or 9.70 percent, due to sale of assets through the MONI program.

Total liabilities decreased by \$809,716, or 21.83 percent. Specifically, accounts payable decreased by \$162,813.

Millville Housing Authority

MANAGEMENT'S DISCUSSION AND ANALYSIS - CONTINUED - UNAUDITED

September 30, 2008

The following table summarizes the changes in net assets between September 30, 2008 and 2007 for the Authority as a whole, including its component unit:

**ENTITY-WIDE**

	<u>2008</u>	<u>2007</u>	<u>Net Change</u>	<u>Variance</u>
Cash	2,312,288	1,885,794	426,494	22.62%
Other Assets	1,096,674	564,250	532,424	94.36%
Capital Assets	18,075,179	20,015,833	(1,940,654)	-9.70%
<b>TOTAL ASSETS</b>	<u>21,484,141</u>	<u>22,465,877</u>	<u>(981,736)</u>	<u>-4.37%</u>
Current Liabilities	1,472,844	872,680	600,164	68.77%
Noncurrent Liabilities	3,045,879	2,836,327	209,552	7.39%
<b>TOTAL LIABILITIES</b>	<u>4,518,723</u>	<u>3,709,007</u>	<u>809,716</u>	<u>21.83%</u>
Invested in Capital Assets, Net of Debt	15,098,591	16,988,062	(1,889,471)	-11.12%
Restricted Net Assets	620,433	299,612	320,821	107.08%
Unrestricted Net Assets	1,246,394	1,469,196	(222,802)	-15.16%
<b>TOTAL NET ASSETS</b>	<u>16,965,418</u>	<u>18,756,870</u>	<u>(1,791,452)</u>	<u>-9.55%</u>

Comparatively, FYE 2008 were less than FYE 2007 revenue by \$616,499 or 8.17 percent. Other revenues decreased by \$12,814, or 0.61% and other government grants decreased by \$332,260, or 55.61%. The revenue for the specific programs is as follows:

