

Synopsis of audit report of the Berkeley Township Municipal Utilities Authority for the fiscal year ended December 31, 2018, as required by N.J.S.A. 40A:5A-16:

**Statement of Net Position
December 31, 2018**

	<u>2018</u>
ASSETS	
Current Assets:	
Unrestricted Assets:	
Cash & Cash Equivalents	\$ 1,234,198
Investments	2,500,000
User Fee Receivable	389,448
Miscellaneous Receivables	37,333
Accrued Interest Receivable	31,124
Connection Fee Receivables	39,985
Prepaid Expenses	<u>17,369</u>
Total Current Unrestricted Assets	<u>4,249,457</u>
Restricted Assets:	
Cash & Cash Equivalents	1,127,456
Investments	813,800
Accrued Interest Receivable	8,623
Due from NJEIT	<u>57,700</u>
Total Current Restricted Assets	<u>2,007,579</u>
Total Current Assets	<u>6,257,036</u>
Noncurrent Assets	
Property, Plant and Equipment	32,941,290
Less: Accumulated Depreciation	<u>(12,484,665)</u>
Net Property, Plant and Equipment	<u>20,456,625</u>
Total Noncurrent Assets	<u>20,456,625</u>
Total Assets	<u>26,713,661</u>
DEFERRED OUTFLOW OF RESOURCES	
Deferred Outflows Related to Bond Refundings	56,658
Deferred Outflows Related to Other Postemployment Benefits	20,532
Deferred Outflows Related to Pensions	<u>280,431</u>
Total Deferred Outflow of Resources	<u>357,621</u>
Total Assets and Deferred Outflow of Resources	<u>\$ 27,071,282</u>

Statement of Net Position (continued)
December 31, 2018

	2018
LIABILITIES	
Current Liabilities Payable from Unrestricted Assets:	
Accounts Payable	\$ 180,284
Accounts Payable - Related to Pension	58,194
Accrued Expenses	81,111
Customer Overpayments	8,417
Total Current Liabilities Payable from Unrestricted Assets	328,006
Current Liabilities Payable from Restricted Assets:	
Developer Deposits	176,120
Construction Loan Payable	1,406,100
Accrued Interest Payable on Bonds/Loans	65,498
Loans Payable, Net	306,622
Revenue Bonds Payable, Net	220,074
Total Current Liabilities Payable from Restricted Assets	2,174,414
Total Current Liabilities	2,502,420
Noncurrent Liabilities:	
Long-Term Portion of Revenue Bonds Payable	6,019,699
Long-Term Portion of Loans Payable	3,696,869
Net Other Postemployment Benefits Liability	1,210,246
Net Pension Liability	1,151,943
Total Noncurrent Liabilities	12,078,757
Total Liabilities	14,581,177
DEFERRED INFLOW OF RESOURCES	
Deferred Revenue	41,810
Deferred Inflows Related to Bond Refundings	145,000
Deferred Inflows Related to Other Postemployment Benefits	683,402
Deferred Inflows Related to Pensions	389,354
Total Deferred Inflow of Resources	1,259,566
NET POSITION	
Net Investment in Capital Assets	8,718,919
Restricted:	
Debt Service	298,531
Bond Reserve	413,806
Capital	400,000
Unrestricted:	
Reserved by Board Designation	790,000
Unreserved	609,283
Total Net Position	11,230,539
Total Liabilities, Deferred Inflow of Resources, and Net Position	\$ 27,071,282

**Statement of Revenues, Expenditures and Changes in Net Position
December 31, 2018**

	2018
Operating Revenues:	
Water User Charges	\$ 1,815,138
Connection Fees	324,317
Application Fees and Permits	2,080
Other Operating Revenue	5,807
Total Operating Revenues	2,147,342
Operating Expenses:	
Cost of Providing Services	635,864
Administrative Expenses	496,192
Depreciation Expense	791,170
Total Operating Expenses	1,923,226
Operating Income	224,116
Non-Operating Revenues (Expenses):	
Water Tower Rental	238,750
Interest Income	65,487
Interest Expense	(284,191)
Amortization of Bond Premiums	20,587
FEMA Reimbursements	9,281
Total Non-Operating Revenues (Expenses)	49,914
Net Income Before Contributions and Transfers	274,030
Contributions and Transfers:	
Debt Forgiveness	261,434
Capital Contributions	183,954
Total Contributions and Transfers	445,388
Net Income	719,418
Net Position, January 1	12,392,659
Prior period restatement	(1,881,538)
Net Position, January 1, as restated	10,511,121
Net Position, December 31	\$ 11,230,539

For the year ended December 31, 2018, no recommendations were made.

The above synopsis was prepared from the report of the audit of the Berkeley Township Municipal Utilities Authority as of December 31, 2018.

This report of audit, submitted by Holman Frenia Allison, P.C., Certified Public Accountants, is on file at the office of the Berkeley Township Municipal Utilities Authority, Bayville, New Jersey, and may be inspected by any interested person.