

Synopsis of the audit report of the Brick Township Municipal Utilities Authority for the fiscal year ended March 31, 2013 as required by the N.J.S.A. 40A:5A-16.

BRICK TOWNSHIP MUNICIPAL UTILITIES AUTHORITY
Statements of Net Assets
March 31, 2013 and 2012

	2013	2012
ASSETS		
Unrestricted current assets:		
Cash and investments	\$ 12,213,718	\$ 14,499,884
Accounts receivable	2,898,258	2,647,758
Grants receivable	10,800	44,798
Inventory - supplies	535,569	535,379
Prepaid expenses	230,575	319,043
Total unrestricted current assets	15,888,920	18,046,862
Restricted current assets:		
Cash and cash equivalents	16,254,833	16,335,799
Investments	4,640,000	2,364,000
Assets held in trust with NJ Environmental Infrastructure Trust	852,331	2,170,649
Accrued interest receivable	4,716	5,118
Total restricted current assets	21,751,880	20,875,566
Property and equipment, net	97,214,626	101,131,198
Other assets:		
Debt issue costs, net	1,279,585	1,413,593
Loss on defeasement, net	2,072,935	2,251,224
Loss on refunding, net	4,595	-
Bond discount, net	392,386	478,140
Total other assets	3,749,501	4,142,957
Total assets	138,604,927	144,196,583

BRICK TOWNSHIP MUNICIPAL UTILITIES AUTHORITY
Statements of Net Assets (continued)
March 31, 2013 and 2012

	2013	2012
LIABILITIES		
Unrestricted current liabilities:		
Accounts payable and accrued expenses	650,591	686,412
Accrued estimated litigation settlement	658,610	629,103
Deferred income	1,640,334	1,408,829
Total unrestricted current liabilities	2,949,535	2,724,344
Restricted current liabilities:		
Accounts payable	65,069	79,557
Bonds payable, current portion	6,310,854	7,322,602
Accrued interest payable	735,534	872,362
Deferred income	401,494	402,087
Unearned grant income	606,428	-
Developer escrow	216,246	186,101
Retainage payable	120,630	108,098
Total restricted current liabilities	8,456,255	8,970,807
Long-term liabilities:		
Bonds payable, net of current portion	52,963,370	59,274,224
Net OPEB obligation	15,677,528	11,868,763
Unamortized bond premium, net	1,919,113	2,064,747
Reserve for compensated absences	1,108,442	1,092,515
Total long-term liabilities	71,668,453	74,300,249
Total liabilities	83,074,243	85,995,400
NET ASSETS		
Investments in capital assets, net of related debt	39,770,790	36,612,582
Restricted and unrestricted net assets:		
Reserved for debt service	9,539,964	10,548,564
Reserved for renewal and replacement	500,000	500,000
Reserved for future construction	1,748,335	3,035,580
Unreserved	3,971,595	7,504,457
Total restricted and unrestricted net assets	15,759,894	21,588,601
Total net assets	\$ 55,530,684	\$ 58,201,183

BRICK TOWNSHIP MUNICIPAL UTILITIES AUTHORITY
Statements of Revenues, Expenses, and Changes in Net Assets
For the years ended March 31, 2013 and 2012

	2013	2012
Operating revenues:		
Operating revenue	\$ 33,194,114	\$ 33,490,915
Other fees	450,500	423,242
Interest on delinquent fees	179,673	165,905
Shared service income	64,008	-
Miscellaneous income	404,955	443,492
Total revenues	34,293,250	34,523,554
Operating expenses:		
Cost of providing service	16,034,628	16,545,810
General and administrative	8,029,932	7,810,350
Depreciation	6,629,810	6,799,357
Total operating expenses	30,694,370	31,155,517
Operating income	3,598,880	3,368,037
Non-operating revenues (expenses):		
Interest on investments	150,966	208,637
Interest expense	(2,561,666)	(2,616,418)
Grant revenue	93,781	67,998
Change in net OPEB obligation	(3,808,765)	(3,808,765)
Transfer to the Township of Brick	-	(1,000,000)
Loss on disposal of assets	(25,845)	(3,182)
Amortization of bond premium/discount	64,476	61,649
Reservoir sponsorship and scrap fund deposits	7,802	13,210
Amortization of debt issue cost	(134,222)	(132,761)
Amortization on loss on defeasement	(178,289)	(263,665)
Total non-operating expenses	(6,391,762)	(7,473,297)
Net income (loss)	(2,792,882)	(4,105,260)
Extraordinary loss	(29,507)	-
Net loss after extraordinary items	(2,822,389)	(4,105,260)
Restricted and unrestricted net assets, April 1	21,588,601	7,109,960
Contributed capital	151,890	99,008
Prior period adjustment	-	21,307,533
Net change in investments in capital assets, net of related debt	(3,158,208)	(2,822,640)
Restricted and unrestricted net assets, March 31	15,759,894	21,588,601
Investments in capital assets, net of related debt, April 1	36,612,582	33,789,942
Net decrease in capital assets	(3,916,572)	(4,258,274)
Decrease in related debt	7,074,780	7,080,914
Investments in capital assets, net of related debt, March 31	39,770,790	36,612,582
Total net assets, March 31	\$ 55,530,684	\$ 58,201,183

There were no recommendations for the year ended March 31, 2013.

The above synopsis was prepared from the report of the audit of the Brick Township Municipal Utilities Authority as of March 31, 2013.

This report of audit, submitted by Holman Frenia Allison, P.C., Certified Public Accountants, is on file at the office of the Brick Township Municipal Utilities Authority, 1551 Highway 88 West, Brick, New Jersey 08724 and may be inspected by any interested person.