

**BRICK TOWNSHIP MUNICIPAL UTILITIES AUTHORITY
COUNTY OF OCEAN
SYNOPSIS OF THE ANNUAL FINANCIAL REPORT FOR PUBLICATION**

Attention is directed to the fact that a summary or synopsis of the Annual Financial Report, together with the recommendations, is the minimum required to be published pursuant to N.J.S.A. 40A:5A-16.

Summary or Synopsis of the March 31, 2017 Annual Financial Report of the Brick Township Municipal Utilities Authority, County of Ocean as required by N.J.S. 40A:5-16.

STATEMENT OF NET POSITION

<u>ASSETS</u>	<u>March 31, 2017</u>	<u>March 31, 2016</u>
Current Assets:		
Cash and Cash Equivalents	\$ 13,038,447	\$ 16,888,890
Investments	10,000,000	2,690,000
Accounts Receivable	3,091,563	2,971,531
Inventory	591,835	541,173
Other current assets	315,774	241,204
Restricted Current Assets:		
Cash and Cash Equivalents	11,323,789	5,625,047
Investments	3,900,000	6,930,000
Other current assets	26,777	18,484
Restricted Non-Current Assets:		
Cash and Cash Equivalents	60,138	7,271,387
Investments	5,057,500	-
Other current assets	-	76,736
Property, Plant and Equipment - Net of Accumulated Depreciation - \$183,992,850 and \$178,918,501	<u>93,754,179</u>	<u>91,251,419</u>
 Total Assets	 141,160,002	 134,505,871
 <u>DEFERRED OUTFLOW OF RESOURCES</u>		
 Pension deferrals	 10,469,605	 3,938,459
Unamortized bond costs	<u>1,275,170</u>	<u>2,600,091</u>
 Total deferred outflow of resources	 <u>11,744,775</u>	 <u>6,538,550</u>
 Total Assets and Deferred Outflow of Resources	 <u>\$ 152,904,777</u>	 <u>\$ 141,044,421</u>

<u>LIABILITIES</u>	<u>March 31, 2017</u>	<u>March 31, 2016</u>
Current Liabilities:		
Accounts and Retenage Payable	\$ 1,227,051	\$ 1,057,985
Accrued Liabilities	968,772	633,163
Current Portion of Long Term Debt	3,359,437	5,752,634
Short-term Debt	-	14,500,000
Unearned Income	1,821,533	2,422,989
Developer Escrow	245,899	155,489
Long Term Liabilities:		
Bonds Payable	53,360,477	35,136,875
Reserve for Compensated Absences	1,258,642	1,269,011
Share of State Pension Plan Deficit	34,790,454	24,927,399
Net OPEB Obligation	<u>22,633,608</u>	<u>21,464,968</u>
Total Liabilities	<u>119,665,873</u>	<u>107,320,513</u>
<u>DEFERRED INFLOW OF RESOURCES</u>		
Pension deferrals	<u>512,030</u>	<u>1,519,244</u>
Total Liabilities and Deferred Inflow of Resources	<u>120,177,903</u>	<u>108,839,757</u>
<u>NET POSITION</u>		
Net Assets:		
Invested in Capital Assets, Net of Related Debt	<u>40,090,058</u>	<u>38,917,703</u>
Restricted Net Position:		
Restricted for Bond Service Reserve	4,617,638	6,771,388
Unrestricted Net Position:		
Reserved for Renewal and Replacement	500,000	500,000
Reserved for Future Construction	7,989,496	5,128,516
Unreserved	<u>(20,470,318)</u>	<u>(19,112,943)</u>
Total Restricted and Unrestricted Net Position	<u>(7,363,184)</u>	<u>(6,713,039)</u>
Total Net Position	<u>\$ 32,726,874</u>	<u>\$ 32,204,664</u>

**STATEMENT OF REVENUES, EXPENSES AND CHANGES
IN NET POSITION
For the Years Ended**

<u>OPERATING REVENUES</u>	March 31, 2017	March 31, 2016
Annual Service Charges	\$ 33,731,772	\$ 33,534,870
Miscellaneous Income	<u>3,270,458</u>	<u>2,077,196</u>
Total Operating Revenues	<u>37,002,230</u>	<u>35,612,066</u>
 <u>OPERATING EXPENSES</u>		
Cost of Providing Services	17,315,676	16,674,770
Administrative Expenses	8,445,534	8,200,061
Depreciation	<u>6,454,340</u>	<u>6,526,079</u>
Total Operating Expenses	<u>32,215,550</u>	<u>31,400,910</u>
 Operating Income	 <u>4,786,680</u>	 <u>4,211,156</u>
 <u>NON-OPERATING REVENUES (EXPENSES)</u>		
Interest Income	250,031	211,054
Other Income	18,817	307,017
Loss on Disposal of Fixed Assets	(72,324)	(8,464)
Change in net OPEB Obligation	(1,168,640)	(1,037,717)
Excess State Pension Deficit	(2,324,695)	(2,080,446)
Contribution to Township of Brick	(1,000,000)	(1,000,000)
Interest Expense	(1,629,874)	(1,767,023)
Loss on Bond Defeasement	(225,626)	-
Amortization Expense	<u>(437,318)</u>	<u>(306,565)</u>
 Total Non-Operating Revenue (Expenses)	 <u>(6,589,629)</u>	 <u>(5,682,144)</u>
 Net Income (Loss)	 (1,802,949)	 (1,470,988)
 Contributed Capital and Capital Grants	 2,325,159	 36,525
 Net Position, January 1	 <u>32,204,664</u>	 <u>31,631,989</u>
 Net Position, December 31	 <u>\$ 32,726,874</u>	 <u>\$ 32,204,664</u>

**BRICK TOWNSHIP MUNICIPAL UTILITIES AUTHORITY
RECOMMENDATIONS**

None.

The above synopsis was prepared from the Annual Financial Report of the Brick Township Municipal Utilities Authority, County of Ocean for the fiscal year ended March 31, 2017. The report, including the financial statements audited by Fallon & Larsen LLP, is on file in the office of the Authority and may be inspected by any interested person.

Thomas C. Curtis, Secretary