

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:5-16.

Summary or Synopsis of the March 31, 2018 Annual Financial Report of the Brick Township Municipal Utilities Authority, County of Ocean as required by N.J.S.A 40A:5-16.

COMPARATIVE STATEMENT OF NET POSITION

<u>ASSETS</u>	<u>March 31</u> <u>2018</u>	<u>March 31</u> <u>2017</u>
Current Assets:		
Cash and Cash Equivalents	\$ 15,446,718	\$ 13,038,447
Investments	8,000,000	10,000,000
Accounts Receivable and Accrued Service Charges	4,202,995	4,044,567
Inventory	572,668	591,835
Other Current Assets	416,819	315,774
Restricted Current Assets:		
Cash and Cash Equivalents	10,617,100	11,323,789
Investments	2,500,000	3,900,000
Other Current Assets	43,115	26,777
Restricted Non-Current Assets:		
Cash and Cash Equivalents	60,138	60,138
Investments	5,057,500	5,057,500
Property, Plant and Equipment – Net of Accumulated Depreciation - \$189,852,115 and \$178,918,501	<u>91,003,837</u>	<u>93,754,179</u>
Total Assets	<u>137,920,890</u>	<u>142,113,006</u>
<u>DEFERRED OUTFLOW OF RESOURCES</u>		
Pension Deferrals	7,842,563	10,469,605
OPEB Deferrals	1,919,595	1,367,369
Unamortized Bond Costs	<u>1,186,855</u>	<u>1,275,170</u>
Total Deferred Outflow of Resources	<u>10,949,013</u>	<u>13,112,144</u>
Total Assets and Deferred Outflow of Resources	<u>\$ 148,869,903</u>	<u>\$ 155,225,150</u>

LIABILITIES

Current Liabilities:

Accounts Payable and Retainage Payable	\$ 775,327	\$ 1,227,051
Accrued Liabilities	1,327,501	968,772
Current Portion of Long Term Debt	3,461,638	3,359,437
Short-term Debt		-
Unearned Income	1,694,238	1,821,533
Developer Escrow	297,630	245,899

Long Term Liabilities:

Bonds Payable	49,107,160	53,360,477
Reserve for Compensated Absences	1,203,056	1,258,642
Share of State Pension Plan Deficit	27,854,279	34,790,454
Net OPEB Obligation	<u>25,616,478</u>	<u>24,354,579</u>

Total Liabilities 111,337,307 121,386,844

DEFERRED INFLOW OF RESOURCES

Pension deferrals 5,954,288 512,030

Total Liabilities and Deferred Inflow of Resources \$ 117,291,595 \$ 121,898,874

NET POSITION

Net Assets:

Invested in Capital Assets, Net of Related Debt \$ 41,227,693 \$ 40,090,058

Restricted Net Position:

Restricted for Bond Service Reserve 4,617,638 4,617,638

Unrestricted Net Position:

Reserved for Renewal and Replacement 500,000 500,000

Reserved for Future Construction 5,756,915 7,989,496

Unreserved (20,523,938) (19,870,916)

Total Restricted and Unrestricted Net Position (9,649,385) (6,763,782)

Total Net Position \$ 31,578,308 \$ 33,326,276

COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

<u>OPERATING REVENUES</u>	<u>March 31 YEAR 2017</u>	<u>March 31 YEAR 2017</u>
Annual Service Charges	\$ 33,117,441	\$ 33,463,795
Miscellaneous Income	<u>1,517,944</u>	<u>3,270,458</u>
Total Operating Revenues	<u>34,635,385</u>	<u>36,734,253</u>
 <u>OPERATING EXPENSES</u>		
Cost of Providing Services	16,595,523	17,315,676
Administrative Expenses	9,615,914	8,445,534
Depreciation	<u>6,382,616</u>	<u>6,454,340</u>
	<u>32,594,053</u>	<u>32,215,550</u>
Operating Income	<u>2,041,332</u>	<u>4,518,703</u>
 <u>NON-OPERATING REVENUE (EXPENSES)</u>		
Interest Income	492,682	250,031
Other Income	62,117	18,817
Loss on Disposal of Fixed Assets	(1,091)	(72,324)
Change in Net OPEB Obligation	(709,673)	(1,170,141)
Excess State Pension Deficit	(1,133,125)	(2,324,695)
Contribution to Township of Brick	(1,000,000)	(1,000,000)
Interest Expense	(1,462,994)	(1,629,874)
Loss of Bond Defeasement	-	(225,626)
Amortization Expense	<u>(88,315)</u>	<u>(437,318)</u>
Total Non-Operating Revenue/(Expenses)	<u>(3,840,399)</u>	<u>(6,591,130)</u>
Net Income/(Loss)	(1,799,067)	(2,072,427)
Contributed Capital and Capital Grants	51,099	2,325,159
Net Position, April 1	<u>33,326,276</u>	<u>33,073,544</u>
Net Position, March 31	<u>\$ 31,578,308</u>	<u>\$ 33,326,276</u>

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, 2018. The report, including financial statements audited by Fallon & Company LLP, is on file in the office of the Authority and may be inspected by any interested person.

William Neafsey
Secretary