

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, 2019 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>2019</u>	<u>March, 31</u> <u>2018</u>
Current Assets:		
Cash and Cash Equivalents	\$ 19,140,943	\$ 15,446,718
Investments	4,612,926	8,000,000
Accounts Receivable and Accrued Service Charges	4,130,954	4,202,995
Inventory	671,166	572,668
Other Current Assets	273,774	416,819
Restricted Current Assets:		
Cash and Cash Equivalents	12,838,886	10,617,100
Investments	-	2,500,000
Other Current Assets	49,895	43,115
Restricted Non-Current Assets:		
Cash and Cash Equivalents	5,128,319	60,138
Investments	-	5,057,500
Property, Plant and Equipment, Net of Accumulated Depreciation – \$195,899,913 and \$189,852,115	<u>89,149,105</u>	<u>91,003,837</u>
Total Assets	<u>135,995,968</u>	<u>137,920,890</u>
 <u>DEFERRED OUTFLOW OF RESOURCES</u>		
Pension Deferrals	5,333,377	7,842,563
OPEB Deferrals	1,594,993	1,919,595
Unamortized Bond Costs	<u>1,098,541</u>	<u>1,186,855</u>
Total Deferred Outflow of Resources	<u>8,026,911</u>	<u>10,949,013</u>
Total Assets and Deferred Outflow of Resources	<u>\$ 144,022,879</u>	<u>\$ 148,869,903</u>

LIABILITIES

Current Liabilities:

Accounts Payable and Retainage Payable	\$ 853,632	\$ 775,327
Accrued Liabilities	1,093,119	1,327,501
Current Portion of Long-Term Debt	3,614,805	3,461,638
Short-term Debt		
Unearned Income	1,776,163	1,694,238
Developer Escrow	298,197	297,630

Long Term Liabilities:

Bonds Payable	45,661,166	49,107,160
Reserve for Compensated Absences	1,398,365	1,203,056
Share of State Pension Plan Deficit	23,548,117	27,854,279
Net OPEB Obligation	<u>26,019,894</u>	<u>25,616,478</u>

Total Liabilities 104,263,458 111,337,307

DEFERRED INFLOW OF RESOURCES

Pension deferrals 8,097,183 5,954,288

Total Liabilities and Deferred Inflow of Resources \$ 112,360,641 \$ 117,291,595

NET POSITION

Net Assets:

Invested in Capital Assets, Net of Related Debt \$ 39,378,738 \$ 41,227,693

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	5,406,158	5,756,915
Unreserved	<u>(18,240,296)</u>	<u>(20,523,938)</u>

Total Restricted and Unrestricted Net Position (7,716,500) (9,649,385)

Total Net Position \$ 31,662,238 \$ 31,578,308

COMPARATIVE STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

<u>OPERATING REVENUES</u>	<u>March, 31</u> <u>YEAR 2019</u>	<u>March, 31</u> <u>YEAR 2018</u>
Annual Service Charges	\$ 34,120,660	\$ 33,117,441
Miscellaneous Income	<u>1,690,386</u>	<u>1,517,944</u>
Total Operating Revenues	<u>35,811,046</u>	<u>34,635,385</u>
 <u>OPERATING EXPENSES</u>		
Cost of Providing Services	18,389,363	16,595,523
Administrative Expenses	10,612,575	9,615,914
Depreciation	<u>6,301,391</u>	<u>6,382,616</u>
Total Operating Expenses	<u>35,303,329</u>	<u>32,594,053</u>
 Operating Income	 <u>507,717</u>	 <u>2,041,332</u>
 <u>NON-OPERATING REVENUE (EXPENSES)</u>		
Interest Income	874,026	492,682
Other Income	-	62,117
Loss on Disposal of Fixed Assets	9,633	(1,091)
Change in Net OPEB Obligation	(728,018)	(709,673)
Excess State Pension Deficit	(345,919)	(1,133,125)
Contribution to Township of Brick	-	(1,000,000)
Interest Expense	(1,385,297)	(1,462,994)
Amortization Expense	<u>(88,315)</u>	<u>(88,315)</u>
 Total Non-Operating Revenue/(Expenses)	 <u>(1,663,890)</u>	 <u>(3,840,399)</u>
 Net Income/(Loss)	 (1,156,173)	 (1,799,067)
 Contributed Capital and Capital Grants	 1,240,103	 51,099
 Net Position, April 1	 <u>31,578,308</u>	 <u>33,326,276</u>
 Net Position, March 31	 <u>\$ 31,662,238</u>	 <u>\$ 31,578,308</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, 2019. 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