

**SYNOPSIS OF THE ANNUAL AUDIT OF
LAKEWOOD TOWNSHIP MUNICIPAL UTILITIES AUTHORITY
YEARS ENDED OCTOBER 31, 2025 AND 2024**

**STATEMENTS OF NET POSITION
AS REQUIRED BY N.J.S.A. 40 A: 5A-16**

ASSETS AND DEFERRED OUTFLOWS OF RESOURCES

	<u>2025</u>	<u>2024</u>
Current operating assets:		
Cash and investments	\$ 21,040,262	\$ 19,594,562
Accounts receivable	3,431,922	2,678,340
Accrued interest receivable	13,710	12,090
Prepaid expenses	<u>22,828</u>	<u>20,981</u>
Total current operating assets	<u>24,508,722</u>	<u>22,305,973</u>
Restricted assets:		
Cash and investments	<u>3,551,685</u>	<u>2,376,121</u>
Total restricted assets	<u>3,551,685</u>	<u>2,376,121</u>
Property, plant and equipment , net of accumulated depreciation - \$51,674,406 and \$48,302,183	<u>96,081,025</u>	<u>92,756,775</u>
Total assets	<u>124,141,432</u>	<u>117,438,869</u>
Deferred outflows of resources	<u>4,447,460</u>	<u>5,375,513</u>

LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION

Current liabilities:		
Payable from current operating assets	5,501,066	4,630,746
Payable from restricted assets, including current portion of long-term debt \$1,490,252 and \$1,446,553	1,606,862	5,785,984
Long-term liabilities , net of current portion of long-term debt	<u>30,533,429</u>	<u>29,672,531</u>
Total liabilities	<u>37,641,357</u>	<u>40,089,261</u>
Deferred inflows of resources	<u>7,932,496</u>	<u>3,787,942</u>
Net Position:		
Contributed capital, net	36,195,191	36,310,679
Restricted	42,679,251	39,528,876
Unrestricted	<u>4,140,597</u>	<u>3,097,624</u>
Total Net Position	<u>\$ 83,015,039</u>	<u>\$ 78,937,179</u>

LAKEWOOD TOWNSHIP MUNICIPAL UTILITIES AUTHORITY

**STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
YEARS ENDED OCTOBER 31, 2025 AND 2024**

	<u>2025</u>	<u>2024</u>
Operating revenues:		
Water and sewer service charges	\$ 15,112,405	\$ 13,720,682
Connection fees	1,354,124	1,226,559
PFAS class action settlement	1,170,630	-
Other income	<u>601,675</u>	<u>716,497</u>
Total operating revenues	<u>18,238,834</u>	<u>15,663,738</u>
Operating expenses:		
Personnel services	3,017,436	2,891,133
Employee benefits	2,518,095	3,569,615
Administrative	1,069,085	1,042,794
Operations and maintenance	5,936,004	5,627,824
Depreciation	<u>3,372,223</u>	<u>3,272,673</u>
Total operating expenses	<u>15,912,843</u>	<u>16,404,039</u>
Operating income	2,325,991	(740,301)
Other income (expense):		
Investment income	715,752	715,843
Bond issue expense	(59,982)	(99,608)
Bond interest expense	<u>(108,764)</u>	<u>(118,627)</u>
Income (before transfer of depreciation on assets purchased with contributed capital)	2,872,997	(242,693)
Transfer of depreciation to contributed capital	<u>1,320,351</u>	<u>1,287,819</u>
Change in net position	4,193,348	1,045,126
Restricted and unrestricted net position - beginning of year	<u>42,626,500</u>	<u>41,581,374</u>
Restricted and unrestricted net position - end of year	<u>46,819,848</u>	<u>42,626,500</u>
Contributed capital - beginning of year	36,310,679	35,962,955
Developer/Grant expansion of system	1,204,863	1,635,543
Transfer of depreciation from operations to contributed capital	<u>(1,320,351)</u>	<u>(1,287,819)</u>
Contributed capital - end of year	<u>36,195,191</u>	<u>36,310,679</u>
Total net position - end of year	<u>\$ 83,015,039</u>	<u>\$ 78,937,179</u>

The above synopsis was prepared from the financial statements with independent auditors' report of the Lakewood Township Municipal Utilities Authority for the fiscal years ended October 31, 2025 and 2024.

The financial statements with independent auditors' report, submitted by Mohel Elliott Bauer & Gass - A Venning Firm, Certified Public Accountants, is on file at Lakewood Township Municipal Utilities Authority, 390 New Hampshire Avenue, Lakewood, New Jersey 08701 and may be inspected by any interested person.