

Synopsis of the audit report of the Brick Township Municipal Utilities Authority for the fiscal year ended March 31, 2009 as required by the N.J.S.A. 40A:5A-16.

BRICK TOWNSHIP MUNICIPAL UTILITIES AUTHORITY
Statements of Net Assets
March 31, 2009 and 2008

	2009	2008
ASSETS		
Unrestricted current assets:		
Cash and investments	\$ 13,565,041	\$ 13,444,345
Accounts receivable	2,995,354	2,766,467
Note receivable - current portion	3,352	3,162
Accrued interest receivable	47,980	53,690
Inventory	492,210	562,254
Prepaid expenses	189,726	175,170
Total unrestricted current assets	17,293,663	17,005,088
Restricted current assets:		
Cash and investments	29,087,299	33,979,917
Due from infrastructure trust	3,483,370	5,396,539
Accrued interest receivable	155,013	234,064
Total restricted current assets	32,725,682	39,610,520
Property and equipment, net	113,596,781	113,396,821
Other assets:		
Note receivable - long-term portion	3,553	6,905
Debt issue costs, net	1,541,004	1,668,708
Loss on defeasement, net	632,403	832,215
Bond discount, net	735,401	821,155
Total other assets	2,912,361	3,328,983
Total assets	166,528,487	173,341,412

BRICK TOWNSHIP MUNICIPAL UTILITIES AUTHORITY**Statements of Net Assets (continued)****March 31, 2009 and 2008**

	<u>2009</u>	<u>2008</u>
LIABILITIES		
Unrestricted current liabilities:		
Accounts payable and accrued expenses	1,200,174	714,710
Transfer payable to the Township of Brick	250,000	-
Deferred income	1,849,215	1,539,229
Total unrestricted current liabilities	<u>3,299,389</u>	<u>2,253,939</u>
Restricted current liabilities:		
Accounts payable	140,968	418,415
Bonds payable	6,387,446	6,174,768
Accrued interest payable	1,110,201	1,184,242
Deferred revenue	400,932	403,108
Developer escrow	292,044	344,666
Retainage payable	76,432	459,761
Total restricted current liabilities	<u>8,408,023</u>	<u>8,984,960</u>
Long-term liabilities:		
Bonds payable	78,066,352	84,453,797
Net OPEB obligation	23,634,417	-
Unamortized bond premium, net	2,418,256	2,564,339
Reserve for compensated absences	949,869	838,859
Total long-term liabilities	<u>105,068,894</u>	<u>87,856,995</u>
Total liabilities	<u>116,776,306</u>	<u>99,095,894</u>
NET ASSETS		
Investments in capital assets, net of related debt	28,875,796	22,768,256
Restricted and unrestricted net assets:		
Reserved for debt service	10,391,972	10,391,517
Reserved for renewal and replacement	500,000	500,000
Reserved for future construction	7,776,755	12,893,648
Unreserved	2,207,658	27,692,097
Total retained earnings	<u>20,876,385</u>	<u>51,477,262</u>
Total net assets	<u>\$ 49,752,181</u>	<u>\$ 74,245,518</u>

BRICK TOWNSHIP MUNICIPAL UTILITIES AUTHORITY
Statements of Revenues, Expenses, and Changes in Net Assets
For the years ended March 31, 2009 and 2008

	2009	2008
Operating revenues:		
Operating revenue	\$ 30,974,750	\$ 30,507,946
Other fees	360,090	309,300
Interest on delinquent fees	35,213	110,754
Miscellaneous income	295,304	192,684
Total revenues	31,665,357	31,120,684
Operating expenses:		
Cost of providing service	15,917,825	15,042,386
General and administrative	6,770,191	6,729,801
Depreciation	6,669,775	6,367,704
Total operating expenses	29,357,791	28,139,891
Operating income	2,307,566	2,980,793
Non-operating revenues (expenses):		
Interest on investments	1,422,540	2,340,893
Interest expense	(3,718,167)	(3,920,235)
Change in net OPEB obligation	(2,866,557)	-
Transfer to the Township of Brick	(1,000,000)	-
Loss on disposal of assets	1,005	(39,895)
Amortization of bond premium	1,934	-
Reservoir sponsorship and scrap fund deposits	5,610	46,360
Amortization of debt issue cost	(69,308)	(69,308)
Amortization on loss on refunding	(199,812)	(199,812)
Total non-operating expenses	(6,422,755)	(1,841,997)
Net income (loss)	(4,115,189)	1,138,796
Extraordinary gain	-	1,117,522
Net income after extraordinary gain	(4,115,189)	2,256,318
Restricted and unrestricted net assets, April 1	51,477,262	58,221,594
Contributed capital	389,712	179,318
Prior period adjustment	(20,767,860)	-
Net increase in investments in capital assets, net of related debt	(6,107,540)	(9,179,968)
Restricted and unrestricted net assets, March 31	20,876,385	51,477,262
Investments in capital assets, net of related debt, April 1	22,768,256	13,588,288
Net decrease in capital assets	199,960	(3,559,471)
Decrease in related debt	5,907,580	12,739,439
Investments in capital assets, net of related debt, March 31	28,875,796	22,768,256
Total net assets, March 31	\$ 49,752,181	\$ 74,245,518

For the year ended March 31, 2009 there were no recommendations submitted.

The above synopsis was prepared from the report of the audit of the Brick Township Municipal Utilities Authority as of March 31, 2009.

This report of audit, submitted by Holman & Frenia, 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.