

BOROUGH OF ISLAND HEIGHTS

SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION

SUMMARY OR SYNOPSIS OF 2025 AUDIT REPORT OF
BOROUGH OF ISLAND HEIGHTS AS REQUIRED BY N.J.S.A. 40A:5-7

COMBINED COMPARATIVE BALANCE SHEETS

	DECEMBER 31, 2025	DECEMBER 31, 2024
<u>ASSETS</u>		
Cash and Cash Equivalents	\$ 1,881,743.10	\$ 2,660,575.72
Taxes, Liens and Utility Rents Receivable	238,827.70	246,094.01
Property Acquired for Taxes - Assessed Value	212,400.00	
Accounts Receivable	1,056,433.80	453,343.06
Fixed Capital Authorized and Uncompleted - Utility	541,091.30	4,607,209.12
Fixed Capital - Utility	12,345,452.51	8,220,914.69
Deferred Charges to Future Taxation - General Capital	2,387,915.01	2,020,312.71
Deferred Charges to Revenue of Succeeding Years	141,580.00	50,000.00
General Fixed Assets	22,053,919.00	3,606,878.12
<u>TOTAL ASSETS</u>	<u>\$ 40,859,362.42</u>	<u>\$ 21,865,327.43</u>
<u>LIABILITIES, RESERVES AND FUND BALANCES</u>		
Bonds, Notes and Loans Payable	\$ 4,393,567.02	\$ 4,311,744.09
Improvement Authorizations	1,940,200.62	1,240,288.91
Other Liabilities and Special Funds	24,660,852.65	6,661,035.37
Amortization of Debt for Fixed Capital Acquired or Authorized	8,459,783.13	7,547,243.66
Reserve for Certain Assets Receivable	705,623.09	246,671.51
Fund Balance	699,335.91	1,858,343.89
<u>TOTAL LIABILITIES, RESERVES AND FUND BALANCES</u>	<u>\$ 40,859,362.42</u>	<u>\$ 21,865,327.43</u>

BOROUGH OF ISLAND HEIGHTS

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN
FUND BALANCE - CURRENT FUND

	YEAR ENDED <u>DECEMBER 31, 2025</u>	YEAR ENDED <u>DECEMBER 31, 2024</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>		
Fund Balance January 1	\$ 1,094,535.34	\$ 1,000,345.66
Miscellaneous - From Other Than Local Property		
Tax Levies	779,845.20	1,359,210.21
Collection of Delinquent Taxes and Tax Title Liens	129,446.64	97,767.28
Collection of Current Tax Levy	8,512,285.22	8,042,870.64
<u>TOTAL INCOME</u>	<u>10,516,112.40</u>	<u>10,500,193.79</u>
<u>EXPENDITURES</u>		
Budget Expenditures:		
Municipal Purposes	3,464,378.24	3,424,855.26
County Taxes	1,991,205.36	1,783,746.69
Local District School Taxes	2,768,298.00	2,718,175.00
Regional School District Taxes	1,674,969.00	1,478,304.00
Other Expenditures	258,028.85	577.50
<u>TOTAL EXPENDITURES</u>	<u>10,156,879.45</u>	<u>9,405,658.45</u>
Fund Balance, December 31	<u>\$ 359,232.95</u>	<u>\$ 1,094,535.34</u>

BOROUGH OF ISLAND HEIGHTS

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGES IN FUND BALANCE
WATER - SEWER UTILITY OPERATING FUND

	YEAR ENDED <u>DECEMBER 31, 2025</u>	YEAR ENDED <u>DECEMBER 31, 2024</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>		
Fund Balance January 1	\$ 234,331.55	\$ 352,419.16
Collection of Water - Sewer Rents	883,842.88	966,882.20
Miscellaneous - From Other Than Water - Rents	158,617.66	158,746.85
<u>TOTAL INCOME</u>	<u>1,276,792.09</u>	<u>1,478,048.21</u>
<u>EXPENDITURES</u>		
Budget Expenditures:		
Operating	694,296.00	715,821.00
Capital Improvements	25,000.00	25,000.00
Debt Service	474,570.13	480,595.66
Statutory Expenditures	22,300.00	22,300.00
<u>TOTAL EXPENDITURES</u>	<u>1,216,166.13</u>	<u>1,243,716.66</u>
Fund Balance, December 31	\$ <u>60,625.96</u>	\$ <u>234,331.55</u>

RECOMMENDATIONS

1. That deferred charges reflected in both the general capital fund and utility capital fund be funded by raising the funds in the next succeeding or future budget cycles.
2. That cash deficits identified in the analyses of general and utility capital cash be funded.
3. That Interfunds be liquidated.
4. That the General Fixed Assets Inventory records be updated

A Corrective Action Plan, which outlines actions the Borough of Island Heights will take to correct the findings listed above, will be prepared in accordance with federal and state requirements. A copy of it will be placed on file and made available for public inspection in the Office of the Borough Clerk in the Borough of Island Heights.

The above summary or synopsis was prepared from the report of audit of the Borough of Island Heights, County of Ocean, for the year ended December 31, 2025. This report of audit, submitted by Suplee, Clooney & Company LLC, Registered Municipal Accountants and Certified Public Accountants, is on file at the Borough Clerk's office and may be inspected By any interested person.

Sean Asay

Clerk