

The following is a Summary or Synopsis of the Atlantic City Municipal Utilities Authority for the fiscal years ended December 31, 2025 and 2024 as required by N.J.S.A. 40A:5A-16.

COMPARATIVE STATEMENTS OF NET POSITION
DECEMBER 31, 2025 AND 2024

	2025	2024
Assets		
Current Assets		
Cash and Cash Equivalents	\$ 4,129,375	\$ 2,974,030
Accounts receivable, net	1,178,365	940,914
Investments	29,681,382	24,498,672
Inventories	522,490	670,000
Prepaid expenses	127,890	126,312
Accrued interest receivable	51,348	58,443
Total Current Assets	<u>35,690,850</u>	<u>29,268,371</u>
Non Current Assets		
Restricted Assets		
Investments	1,921,542	1,921,542
Receivable - NJIB	32,339,622	7,506,108
Total Restricted Assets	<u>34,261,164</u>	<u>9,427,650</u>
Capital Assets		
Land and land improvements	1,811,009	1,811,009
Construction-in-progress	8,963,643	7,152,416
Other capital assets, net of depreciation	53,298,239	47,160,952
Right of Use Asset	608,632	477,325
	<u>64,681,523</u>	<u>56,601,702</u>
Total Assets	<u><u>\$ 134,633,537</u></u>	<u><u>\$ 95,297,723</u></u>
DEFERRED OUTFLOWS OF RESOURCES:		
Related to pensions	1,301,711	585,286
Related to other post-employment benefit	8,001,340	7,229,832
Total Deferred Outflows of Resources	<u><u>\$ 9,303,051</u></u>	<u><u>\$ 7,815,118</u></u>
Liabilities and Net Position		
Current liabilities payable from unrestricted assets		
Accounts payable	\$ 3,886,303	\$ 1,902,960
Employer pension contributions payable	504,474	423,208
Accrued payroll and payroll liabilities	48,882	43,159
Prepaid user charges	164,613	180,345
Unearned revenue	1,071,413	1,000,862
Short-Term Liability Lease	147,457	89,405
Total current liabilities payable from unrestricted assets	<u>5,823,142</u>	<u>3,639,939</u>
Current liabilities payable from restricted assets		
Accrued interest payable	16,090	12,070
Current portion of long-term debt	701,299	1,023,676
Total current liabilities payable from restricted assets	<u>717,389</u>	<u>1,035,746</u>

COMPARATIVE STATEMENTS OF NET POSITION (CONTINUED)
DECEMBER 31, 2025 AND 2024

	2025	2024
Noncurrent liabilities		
Compensated absences	465,042	380,474
Long-term debt, net of current portion	37,392,997	10,980,495
Net pension liability	4,539,773	4,226,121
Net OPEB liability	19,727,779	19,219,884
Long-term Liability Lease	482,159	393,495
Total Noncurrent Liabilities	<u>62,607,750</u>	<u>35,200,469</u>
 Total Liabilities	 <u>69,148,281</u>	 <u>39,876,154</u>
 DEFERRED INFLOWS OF RESOURCES		
Related to pensions	1,474,042	1,817,721
Related to other post-employment benefit	8,686,561	8,558,310
	<u>10,160,603</u>	<u>10,376,031</u>
Net Position (Deficit)		
Net investment in capital assets	58,302,125	51,614,244
Restricted for capital projects and debt service	1,921,542	1,921,542
Unrestricted (Deficit)	4,404,037	(675,130)
Total Net Position	<u>\$ 64,627,704</u>	<u>\$ 52,860,656</u>

COMPARATIVE STATEMENTS OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION
DECEMBER 31, 2025 AND 2024

	2025	2024
Operating Revenues		
User charges	\$ 20,576,854	\$ 18,435,990
Rental income	2,500	2,500
Miscellaneous	6,873,936	148,103
Total Operating Revenues	<u>27,453,290</u>	<u>18,586,593</u>
Operating Expenses		
Cost of providing services	9,908,088	8,361,067
General and administrative	3,329,613	2,860,790
Depreciation	3,556,659	3,473,234
	<u>16,794,360</u>	<u>14,695,091</u>
Operating Income	<u>10,658,930</u>	<u>3,891,502</u>
Non-Operating Revenues (Expenses), Net		
Connection fee	246,407	215,234
Investment income	1,167,973	1,483,569
Bond interest	(300,378)	(148,492)
(Loss) / Gain on disposal of assets	(5,884)	20,858
	<u>1,108,118</u>	<u>1,571,169</u>
Change in net position	11,767,048	5,462,671
Net position, beginning of year	<u>52,860,656</u>	<u>47,397,985</u>
Net position, end of year	<u>\$ 64,627,704</u>	<u>\$ 52,860,656</u>

There were no audit findings or recommendations for the year ended December 31, 2025. The above synopsis was prepared from the report of the audit of the Atlantic City Municipal Utilities Authority as of December 31, 2025 and 2024. This report, submitted by Mercadien, P.C., is on file at the office of the Atlantic City Municipal Utilities Authority, 401 Virginia Ave, Atlantic City, NJ, and may be inspected by any interested person.