BOROUGH OF MOUNTAIN LAKES
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION

Attention is directed to the fact that a Summary or Synopsis of the Audit Report together with the recommendations is the minimum required to be published pursuant to N.J.S. 40A:5-7.

Summary of Synopsis of 2025 Audit report of the Borough of Mountain Lakes as required by N.J.S. 40A:5-7.

COMBINED COMPARATIVE BALANCE SHEET

ASSETS	December 31, 2025	2024
Cash and Cash Equivalents	$ 10,450,249.67	$ 9,707,891.73
Taxes, Liens and Utility Charges Receivable	478,089.47	312,963.16
Property Acquired for Taxes Assessed Valuation	169,885.09	169,885.09
Accounts Receivable and Other Assets	1,238,832.38	917,184.53
Fixed Capital - Utility Funds	1,973,943.24	1,973,943.24
Deferred Charges		25,000.00
Deferred Charges to Future Taxation	17,638,683.00	17,465,960.00
Fixed Assets	132,593,500.68	132,544,603.00
TOTAL ASSETS	$ 164,543,183.53	$ 163,117,430.75

LIABILITIES, RESERVES AND FUND BALANCES		
Bonds and Notes Payable	$ 17,534,483.00	$ 17,361,760.00
Improvement Authorizations	1,680,137.15	1,764,026.94
Other Liabilities and Special Funds	5,175,797.38	4,118,808.37
Reserve for Amortization - Utility Funds	1,973,943.24	1,973,943.24
Investment in General Fixed Assets	132,593,500.68	132,544,603.00
Reserve for Certain Assets Receivable	729,087.24	505,734.31
Capital Improvement Fund	60,423.33	50,423.34
Fund Balances	4,795,811.51	4,798,131.55
TOTAL LIABILITIES,RESERVES AND FUND BALANCES	$ 164,543,183.53	$ 163,117,430.75

BOROUGH OF MOUNTAIN LAKES
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

Comparative Statement of Operations and Change in Fund Balance - Current Fund

	Year Ended December 31,	
	2025	2024
Revenue and Other Income Realized		
Fund Balance Utilized	$ 2,000,000.00	$ 2,000,000.00
Miscellaneous Revenue Anticipated	2,781,401.30	1,807,161.08
Receipts from Delinquent Taxes	163,336.72	327,824.36
Receipts from Current Taxes	37,671,462.38	36,245,569.82
Nonbudget Revenue	603,683.00	68,669.80
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	349,067.39	647,466.51
Cancellation of Accounts Payable		1,498.18
Cancellation of Appropriated Grant Reserves	3,427.86	0.01
Interfunds and Other Receivables Returned	21,384.68	1,267.08
Total Income	43,593,763.33	41,099,456.84
Expenditures		
Budget Appropriations:		
Municipal Purposes	10,921,418.85	9,482,253.68
County Taxes	4,311,758.46	3,891,725.56
Local District School Tax	26,160,904.00	25,630,013.00
Cancellation of Grants Receivable	2,802.00	
Interfunds and Other Receivables Advanced	79,238.18	21,384.68
Total Expenditures	41,476,121.49	39,025,376.92
Excess in Revenue/Statutory Excess to Fund Balance	2,117,641.84	2,074,079.92
Fund Balance		
Balance January 1	3,735,535.01	3,661,455.09
	5,853,176.85	5,735,535.01
Decreased by:		
Utilization as Anticipated Revenue	2,000,000.00	2,000,000.00
Balance December 31	$ 3,853,176.85	$ 3,735,535.01

BOROUGH OF MOUNTAIN LAKES
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

Comparative Statement of Operations and Change in Fund Balance - Water Utility Operating Fund

	Year Ended December 31,	
	2025	2024
Revenue and Other Income Realized		
Fund Balance Utilized	$ 208,658.38	$ 109,799.38
Water Rents	980,136.92	785,611.59
Miscellaneous Revenue	44,456.31	49,256.01
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	32,916.73	81,830.43
Total Income	1,266,168.34	1,026,497.41
Expenditures		
Budget Expenditures:		
Operating	970,209.44	872,462.17
Capital Improvements	50,000.00	20,000.00
Deferred Charges and Statutory Expenditures	53,448.94	52,337.21
Total Expenditures	1,073,658.38	944,799.38
Excess in Revenue/Statutory Excess to Fund Balance	192,509.96	81,698.03
Fund Balance		
Balance January 1	503,654.35	531,755.70
	696,164.31	613,453.73
Decreased by:		
Utilization by Water Operating Budget	208,658.38	109,799.38
Balance December 31	$ 487,505.93	$ 503,654.35

BOROUGH OF MOUNTAIN LAKES
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

Comparative Statement of Operations and Change in Fund Balance - Sewer Utility Operating Fund

	Year Ended December 31	
	2025	2024
Revenue and Other Income Realized		
Fund Balance Utilized	$ 176,117.50	$ 117,342.66
Sewer Service Charges	944,898.07	817,972.12
Miscellaneous Revenue Anticipated	37,970.59	43,065.03
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	10,959.20	46,549.32
Total Income	1,169,945.36	1,024,929.13
Expenditures		
Budget Appropriations:		
Operating	980,146.79	924,379.99
Capital Improvements	15,000.00	15,000.00
Deferred Charges and Statutory Expenditures	33,970.71	34,962.67
Total Expenditures	1,029,117.50	974,342.66
Excess in Revenue/Statutory Excess to Fund Balance	140,827.86	50,586.47
Fund Balance		
Balance January 1	418,973.42	485,729.61
	559,801.28	536,316.08
Decreased by:		
Utilization by Sewer Operating Budget	176,117.50	117,342.66
Balance December 31	$ 383,683.78	$ 418,973.42

BOROUGH OF MOUNTAIN LAKES
SUMMARY OR SYNOPSIS OF RECOMMENDATIONS
(Continued)

It is recommended that:

NONE

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A corrective action plan, which outlines actions the Borough of Mountain Lakes 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 Municipal Clerk of the Borough of Mountain Lakes within 45 days of this notice.

The above summary or synopsis was prepared from the Report of Audit of the Borough of Mountain Lakes, County of Morris, for the calendar year 2025. This Report of Audit, submitted by John J. Mooney, Registered Municipal Accountant, of Nisivoccia LLP, is on file at the Borough Clerk's office and may be inspected by any interested person.

Cara Fox, Borough Clerk
Date of Publication: July 14, 2026