BOROUGH OF FLORHAM PARK
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 or Synopsis of 2025 Audit report of the Borough of Florham Park as required by N.J.S. 40A:5-7.

COMBINED COMPARATIVE BALANCE SHEET

	Year Ended December 31, 2025	2024
ASSETS		
Cash and Cash Equivalents	$ 52,275,347.13	$ 52,919,694.91
Taxes and Liens Receivable	626,564.40	762,805.12
Utility and Accounts Receivable	1,469,900.28	1,102,151.30
Deferred Charges to Future Taxation - General Capital Fund	3,287,000.00	4,207,000.00
Fixed Capital - Utility Funds	28,974,287.84	27,558,951.88
Fixed Capital Authorized and Uncompleted - Utility Funds	16,917,484.10	15,680,859.06
Fixed Assets	132,175,191.00	127,702,199.00
TOTAL ASSETS	$ 235,725,774.75	$ 229,933,661.27
LIABILITIES, RESERVES AND FUND BALANCES		
Bonds, Notes and Loans Payable	$ 7,702,000.00	$ 8,347,600.15
Improvement Authorizations	10,528,938.71	11,116,676.40
Other Liabilities and Special Funds	32,241,291.54	32,508,254.28
Reserve for Amortization - Utility Funds	27,500,696.39	25,887,534.28
Deferred Reserve for Amortization - Utility Funds	12,733,208.10	11,376,583.06
Reserve for Certain Assets Receivable	1,692,140.57	1,204,241.59
Investment in Fixed Assets	132,175,191.00	127,702,199.00
Fund Balances	11,152,308.44	11,790,572.51
TOTAL LIABILITIES, RESERVES AND FUND BALANCES	$ 235,725,774.75	$ 229,933,661.27

BOROUGH OF FLORHAM PARK
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	$ 3,055,265.00	$ 3,866,850.00
Miscellaneous Revenue Anticipated	4,802,087.58	5,178,285.16
Receipts from:		
Delinquent Taxes	680,412.79	737,528.96
Current Taxes	65,456,408.23	62,140,413.33
Nonbudget Revenue	382,479.41	251,241.76
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	461,638.35	439,619.40
Cancellations:		
Accounts Payable Cancelled	21,995.45	5,962.51
Interfunds Returned	67,988.29	49,241.12
Total Income	74,928,275.10	72,669,142.24
Expenditures		
Budget and Emergency Appropriations:		
Municipal Purposes	24,127,641.54	24,181,347.44
County Taxes	12,378,994.83	11,561,393.10
Local School District Taxes	22,945,982.00	22,106,660.00
Regional High School Taxes	12,234,859.00	11,455,698.00
Prepaid Local School District Taxes	459,548.50	
Interfunds Advanced	139,715.26	67,988.29
Total Expenditures	72,286,741.13	69,373,086.83
Excess in Revenue	2,641,533.97	3,296,055.41
Fund Balance		
Balance January 1	6,232,927.74	6,803,722.33
	8,874,461.71	10,099,777.74
Decreased by:		
Utilized as Anticipated Revenue	3,055,265.00	3,866,850.00
Balance December 31	$ 5,819,196.71	$ 6,232,927.74

BOROUGH OF FLORHAM PARK
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	Year Ended December 31, 2024
Revenue and Other Income Realized		
Fund Balance Utilized	$ 185,000.00	$ 185,000.00
Reserve for Sale of Assets	1,800,000.00	1,000,000.00
Water Rents	1,495,335.79	1,395,566.38
Miscellaneous Revenue Anticipated	41,663.60	267,833.39
Miscellaneous Revenue Not Anticipated	476,025.68	372,992.03
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	95,767.30	44,127.62
Total Income	4,093,792.37	3,265,519.42
Expenditures		
Budget Appropriations:		
Operating	1,603,625.00	1,559,393.00
Capital Improvements	1,800,000.00	1,000,000.00
Debt Service	270,415.64	274,460.02
Deferred Charges and Statutory Expenditures	176,515.00	168,800.00
Total Expenditures	3,850,555.64	3,002,653.02
Excess in Revenues/Statutory Excess to Fund Balance	243,236.73	262,866.40
Fund Balance		
Balance January 1	294,326.07	216,459.67
	537,562.80	479,326.07
Decreased by:		
Utilized as Anticipated Revenue:		
Water Utility Operating Budget	185,000.00	185,000.00
Balance December 31	$ 352,562.80	$ 294,326.07

BOROUGH OF FLORHAM PARK
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	Year Ended December 31, 2024
Revenue and Other Income Realized		
Fund Balance Utilized	$ 1,609,500.00	$ 1,609,500.00
Sewer User Charges	4,627,867.08	4,584,188.88
Miscellaneous Revenue Anticipated	471,931.88	770,476.35
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	110,346.21	271,696.79
Cancelled Accounts Payable	42,033.37	
Total Income	6,861,678.54	7,235,862.02
Expenditures		
Operating	4,002,565.00	3,954,813.00
Capital Improvements	1,000,000.00	1,000,000.00
Debt Service	153,417.34	179,166.16
Deferred Charges and Statutory Expenditures	379,740.00	365,520.00
Total Expenditures	5,535,722.34	5,499,499.16
Excess in Revenues/Statutory Excess to Fund Balance	1,325,956.20	1,736,362.86
Fund Balance		
Balance January 1	4,399,555.20	4,272,692.34
	5,725,511.40	6,009,055.20
Decreased by:		
Utilized as Anticipated Revenue:		
Sewer Utility Operating Budget	1,609,500.00	1,609,500.00
Balance December 31	$ 4,116,011.40	$ 4,399,555.20

BOROUGH OF FLORHAM PARK
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

Comparative Statement of Operations and Change in Fund Balance - Pool Utility Fund

	Year Ended December 31, 2025	2024
Revenue and Other Income Realized		
Membership Fees	$ 92,292.00	$ 96,446.00
Miscellaneous Revenue	65,200.23	64,780.55
Anticipated Deficit - Current Fund	24,797.31	114,047.64
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	82,710.46	29,725.81
Total Income	265,000.00	305,000.00
Expenditures		
Budget Expenditures:		
Operating	265,000.00	265,000.00
Deferred Charges and Statutory Expenditures		40,000.00
Total Expenditures	265,000.00	305,000.00
Fund Balance		
Balance January 1	17,579.25	17,579.25
Balance December 31	$ 17,579.25	$ 17,579.25

BOROUGH OF FLORHAM PARK
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

RECOMMENDATIONS

It is recommended that:

1. An adequate segregation of duties be maintained with respect to the recording and treasury functions.

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A Corrective Action Plan, which outlines actions the Borough of Florham Park 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 in the Borough of Florham Park within 45 days of this notice.

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

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Clerk