

BOROUGH OF MENDHAM
COMBINED BALANCE SHEET - ALL FUND TYPES AND ACCOUNT GROUPS-REGULATORY BASIS
DECEMBER 31, 2025
(With Comparative Totals for 2024)

ASSETS AND OTHER DEBITS:

						Account Group	Totals	
	Current Fund	General Capital Fund	Trust Fund	Utility Funds		General Fixed Assets	(Memorandum Only)	
				Operating	Capital		2025	2024
Assets:								
Cash and Cash Equivalents	\$ 6,764,600	\$ 68,574	\$ 1,292,932	\$ 1,232,955	\$ 678,138		\$ 10,037,199	\$ 10,276,597
Investments	214,772						214,772	292,638
Receivables and Other Assets:								
Property Taxes Receivable	234,383						234,383	242,392
Consumer Accounts Receivable				218,420			218,420	255,886
Federal and State Receivables	172,988	780,250		978			954,216	932,318
Interfund Receivables	211,170		38,128	5,928			255,226	81,105
Other Receivables	115,014	296,717					411,731	405,540
Property Acquired for Taxes at Assessed Valuation	2,900						2,900	2,900
Fixed Assets in General Fixed Assets Account Group						\$ 13,697,489	13,697,489	12,128,162
Total Assets	7,715,827	1,145,541	1,331,060	1,458,281	678,138	13,697,489	26,026,336	24,617,538
Other Debits:								
Deferred Charges:								
Emergency Authorizations	119,606						119,606	
Deferred Charges to Future Taxation		1,405,392					1,405,392	1,493,218
Fixed Capital					21,977,077		21,977,077	21,977,077
Total Other Debits	119,606	1,405,392			21,977,077		23,502,075	23,470,295
Total Assets and Other Debits	\$ 7,835,433	\$ 2,550,933	\$ 1,331,060	\$ 1,458,281	\$ 22,655,215	\$ 13,697,489	\$ 49,528,411	\$ 48,087,833

LIABILITIES, RESERVES AND FUND BALANCE:

Appropriation Reserves	\$ 1,205,854			\$ 389,639			\$ 1,595,493	\$ 1,522,506
Improvement Authorizations		\$ 929,277			\$ 1,297,984		2,227,261	4,894,615
Payroll Deductions And Withholdings			\$ 9,308				9,308	9,308
Accounts Payable - Vendors	341,739	16,015		70,500			428,254	387,308
Interfund Payables	45,361	142,059			67,806		255,226	81,105
Reserves for Amortization					15,496,852		15,496,852	15,444,987
Various Liabilities and Reserves	1,267,753	56,771	1,321,752	28,867	50,208	\$ 13,697,489	16,422,840	14,937,846
Serial Bonds, Bond Anticipation Notes and Loans Payable		1,405,392			5,605,365		7,010,757	5,282,102
Reserve for Receivables and Other Assets	563,467			219,398	1,336		784,201	619,608
Fund Balance	4,411,259	1,419		749,877	135,664		5,298,219	4,908,448
Total Liabilities, Reserves and Fund Balances	\$ 7,835,433	\$ 2,550,933	\$ 1,331,060	\$ 1,458,281	\$ 22,655,215	\$ 13,697,489	\$ 49,528,411	\$ 48,087,833

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

BOROUGH OF MENDHAM
COMBINED STATEMENT OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCES - BUDGET AND ACTUAL
CURRENT AND UTILITY OPERATING FUNDS-REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2025

	Current Fund			Utility Operating Fund		
	Final Budget	Actual	Variance	Final Budget	Actual	Variance
REVENUES:						
Fund Balance Anticipated	\$ 1,700,229	\$ 1,700,229		\$ 297,527	\$ 297,527	
Sewer Rents				1,584,670	1,661,452	\$ 76,782
Miscellaneous Revenue	879,304	1,294,283	\$ 414,979	19,000	81,860	62,860
Receipts from Delinquent Taxes	63,575	241,285	177,710			
Amount to be Raised by Taxes for Support of Municipal Budget:						
Local Tax for Municipal Purposes						
Including Reserve for Uncollected Taxes	7,003,843	7,595,412	591,569			
Municipal Budget Totals - Revenue	9,646,951	10,831,209	1,184,258	1,901,197	2,040,839	139,642
Non-budget Revenues		547,134	547,134			
Other Credits to Income		489,150	489,150		237,497	237,497
Taxes Allocated to Schools, County and Open Space	24,924,764	24,924,764				
TOTAL REVENUES	34,571,715	36,792,257	2,220,542	1,901,197	2,278,336	377,139
EXPENDITURES:						
Current:						
General Government	3,559,892	3,559,892				
Public Safety	2,918,136	2,918,136				
Streets and Roads	1,101,186	1,101,186				
Health and Welfare	114,681	114,681				
Recreation and Education	120,090	120,090				
Deferred Charges and Statutory Expenditures	1,067,367	1,067,367		86,842	86,842	
Utility Operating				1,708,815	1,708,815	
Debt Service:						
Principal	87,900	87,826	74	51,865	51,865	
Interest	21,400	21,332	68	53,675	52,374	1,301
Reserve for Uncollected Taxes	775,905	775,905				
Municipal Budget Totals - Expenditures	9,766,557	9,766,415	142	1,901,197	1,899,896	1,301
County Taxes	3,827,534	3,827,534				
Local and Regional School Taxes	20,987,073	20,987,073				
Municipal Open Space Taxes	110,157	110,157				
Other Expenditures		211,597	(211,597)			
TOTAL EXPENDITURES	34,691,321	34,902,776	(211,455)	\$ 1,901,197	1,899,896	1,301
Emergency	\$ (119,606)					
Excess/(Deficit) of Revenues over Expenditures		1,889,481	\$ 2,009,087		378,440	\$ 378,440
Adjustments Before Excess to Fund Balance:						
Expenditures Included Above Which are by Statute Deferred Charges to Budget of Succeeding Year		119,606			-0-	
Statutory Excess to Fund Balance		2,009,087			378,440	
Fund Balances January 1, 2025		4,102,401			668,964	
Less: Utilized as Anticipated Revenue		1,700,229			297,527	
Fund Balances December 31, 2025		\$ 4,411,259			\$ 749,877	

THE ACCOMPANYING NOTES TO FINANCIAL STATEMENTS ARE AN INTEGRAL PART OF THIS STATEMENT

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

It is recommended that:

1. An adequate segregation of duties be maintained with respect to the recording and treasury functions.
2. Purchase orders be prepared and approved prior to the purchase of goods or services to ensure the availability of funds.

* * * * *

A Corrective Action Plan, which outlines actions the Borough of Mendham will take to correct the findings listed above, if any, 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 Mendham within 45 days of this notice.

The above summary or synopsis was prepared from the report of audit of the Borough of Mendham, County of Morris, for the calendar year 2025. This report of audit, submitted by Francis Jones, Certified Public Accountant and Registered Municipal Accountant, of Nisivoccia LLP, is on file at the Borough Clerk's office and may be inspected by any interested person.

Clerk