

Summary of 2025 Audit Report of the Township of Verona
as required by N.J.S. 40A:5-7

Recommendations
December 31, 2025

2025-001

We recommend that all requisitions be submitted prior to any commitment of goods or services.

2025-002

We recommend the Township implement procedures to ensure all grant documentation is distributed timely to appropriate departments.

The attached summary was prepared from the Report of Audit of the Township of Verona, County of Essex for the year 2025, filed by Robert Provost, Registered Municipal Accountant of the firm of PKF O'Connor Davies, LLP and is published in compliance with N.J.S.A. 40A:5-7. The Report is on file at the Township Clerk's Office and may be inspected by any interested person.



Ms. Jennifer Kiernan, CMC
Township Clerk

TOWNSHIP OF VERONA

SUMMARY OF AUDIT REPORT FOR 2025

COMBINED COMPARATIVE BALANCE SHEET

<u>ASSETS AND DEFERRED CHARGES</u>	Balance <u>Dec. 31, 2025</u>	Balance <u>Dec. 31, 2024</u>
Cash and Investments	\$ 34,622,536.12	\$ 29,724,533.11
Taxes, Assessments, Liens and Utility Charges Receivable	681,380.34	737,291.97
Property Acquired for Taxes at Assessed Value	267,817.00	267,817.00
Accounts Receivable	3,445,106.02	933,382.49
Grants Receivable	411,488.64	213,357.18
Interfunds Receivable	233,112.45	597,094.37
Deferred Charges	131,386.98	263,476.98
Fixed Capital Authorized and Uncompleted - Utility	20,258,175.99	22,722,701.40
Fixed Capital - Utility	57,341,748.55	55,783,827.11
Fixed Assets	61,363,630.16	61,262,618.48
Deferred Charges to Future Taxation - Future Years	55,444,055.54	48,517,273.41
	<u>\$ 234,200,437.79</u>	<u>\$ 221,023,373.50</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Bonds and Notes Payable	\$ 51,949,780.00	\$ 50,493,550.00
Loan Payable	177,676.59	294,517.45
Improvement Authorizations	25,264,048.12	26,214,587.70
Other Cash Liabilities	27,651,994.48	16,697,751.44
Interfunds Payable	235,171.73	597,094.37
Amortization of Debt for Fixed Capital Acquired or Authorized	52,242,424.55	51,447,828.52
Reserve for Certain Assets Receivable	3,209,756.50	2,783,066.39
Investment in Fixed Assets	61,363,630.16	61,262,618.48
Fund Balance	12,105,955.66	11,232,359.15
	<u>\$ 234,200,437.79</u>	<u>\$ 221,023,373.50</u>
 Bonds and Notes Authorized but Not Issued	 <u>\$ 24,558,397.02</u>	 <u>\$ 23,708,315.03</u>

POSTED: June 25, 2026

TOWNSHIP OF VERONA

SUMMARY OF AUDIT REPORT FOR 2025

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE

CURRENT FUND

	<u>Year 2025</u>	<u>Year 2024</u>
<u>Revenue and Other Income</u>		
Fund Balance Utilized	\$ 4,000,000.00	\$ 3,650,000.00
Miscellaneous Revenue Anticipated	6,165,848.79	6,774,478.05
Receipts from Current Taxes	75,632,917.07	73,614,599.01
Receipts from Delinquent Taxes	560,598.60	508,482.11
Nonbudget Revenue	68,007.66	24,834.52
Other Credits to Income	1,486,892.67	1,253,116.62
	<u>87,914,264.79</u>	<u>85,825,510.31</u>
<u>Expenditures</u>		
Budget Appropriations:		
Operating	21,771,725.81	20,284,993.33
Capital Improvements	350,000.00	250,000.00
Statutory Expenditures and Deferred Charges	2,558,686.00	2,510,630.00
Debt Service	3,113,816.25	3,772,342.07
	<u>27,794,228.06</u>	<u>26,817,965.40</u>
Refund of Prior Year Revenue		36,023.61
Local School District Taxes	43,776,264.00	42,419,843.00
County Taxes	12,148,692.78	12,117,754.84
Municipal Open Space	720,921.93	720,280.23
	<u>84,440,106.77</u>	<u>82,111,867.08</u>
Statutory Excess to Fund Balance	3,474,158.02	3,713,643.23
<u>Fund Balance</u>		
Balance January 1	7,482,253.23	7,418,610.00
	<u>10,956,411.25</u>	<u>11,132,253.23</u>
Decreased by:		
Utilized as Anticipated Revenue	4,000,000.00	3,650,000.00
Balance December 31	<u>\$ 6,956,411.25</u>	<u>\$ 7,482,253.23</u>

TOWNSHIP OF VERONA

SUMMARY OF AUDIT REPORT FOR 2025

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE

WATER/SEWER UTILITY OPERATING FUND

	<u>Year 2025</u>	<u>Year 2024</u>
<u>Revenue and Other Income</u>		
Fund Balance Utilized	\$ 375,000.00	\$ 400,000.00
Water/Sewer Rents	8,683,679.07	7,631,647.42
Miscellaneous	367,903.44	218,034.38
Water/Sewer Capital Surplus		
Other Credits to Income	226,105.90	567,365.78
	<u>9,652,688.41</u>	<u>8,817,047.58</u>
<u>Expenditures</u>		
Operating	6,784,545.00	6,483,771.00
Capital Improvements	200,000.00	200,000.00
Debt Service	582,723.16	636,320.60
Deferred Charges and Statutory Expenditures	465,955.00	465,955.00
	<u>8,033,223.16</u>	<u>7,786,046.60</u>
Statutory Excess in Revenue	1,619,465.25	1,031,000.98
<u>Fund Balance</u>		
Balance January 1	2,061,678.63	1,430,677.65
	<u>3,681,143.88</u>	<u>2,461,678.63</u>
Decreased by:		
Utilized in Operating Budget	<u>375,000.00</u>	<u>400,000.00</u>
Balance December 31	<u>\$ 3,306,143.88</u>	<u>\$ 2,061,678.63</u>

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TOWNSHIP OF VERONA
SUMMARY OF AUDIT REPORT FOR 2025

COMPARATIVE STATEMENT OF OPERATIONS AND CHANGE IN FUND BALANCE

SWIMMING POOL UTILITY OPERATING FUND

	<u>Year 2025</u>	<u>Year 2024</u>
<u>Revenue and Other Income</u>		
Fund Balance Utilized	\$ 200,000.00	\$ 50,000.00
Membership Fees	696,159.00	649,060.00
Miscellaneous	199,692.95	132,795.22
American Rescue Plan		200,000.00
Other Credits to Income	21,398.56	5,923.52
	<u>1,117,250.51</u>	<u>1,037,778.74</u>
 <u>Expenditures</u>		
Operating	638,350.00	562,552.00
Capital Improvements	25,000.00	10,000.00
Debt Service	268,091.01	260,090.18
Statutory Expenditures and Deferred Charges	71,000.00	100,002.13
	<u>1,002,441.01</u>	<u>932,644.31</u>
Interfunds Liquidated	700.00	
	<u>1,003,141.01</u>	<u>932,644.31</u>
 Excess in Revenue	114,109.50	105,134.43
 Statutory Excess to Fund Balance	114,109.50	105,134.43
 <u>Fund Balance</u>		
Balance January 1	519,474.11	464,339.68
	<u>633,583.61</u>	<u>569,474.11</u>
 Decreased by:		
Utilized as Anticipated Revenue	200,000.00	50,000.00
	<u>200,000.00</u>	<u>50,000.00</u>
 Balance December 31	<u>\$ 433,583.61</u>	<u>\$ 519,474.11</u>