TOWN OF PHILLIPSBURG
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 2025 Audit report of the Town of Phillipsburg as required by N.J.S. 40A:5-7.

COMBINED COMPARATIVE BALANCE SHEET - REGULATORY BASIS

	December 31,	
ASSETS	2025	2024
Cash and Cash Equivalents	$ 26,416,943.37	$ 31,979,491.44
Taxes, Utility, and Liens Receivable	1,682,890.51	1,743,188.32
Property Acquired for Taxes Assessed Valuation	1,313,300.00	1,313,300.00
Accounts and Grants Receivable	8,502,642.94	8,359,987.16
Deferred Charges to Future Taxation	25,283,075.00	24,205,589.45
Deferred Charges	80,000.00	160,000.00
Fixed Capital	46,178,944.54	45,428,944.54
Fixed Capital Authorized and Uncompleted	8,476,300.00	8,390,000.00
Fixed Assets	36,232,448.40	35,946,266.61
TOTAL ASSETS	$ 154,166,544.76	$ 157,526,767.52

LIABILITIES, RESERVES AND FUND BALANCE		
Bonds, Loans and Notes Payable	$ 30,979,811.57	$ 30,989,319.02
Improvement Authorizations	7,066,690.28	10,096,686.07
Other Liabilities and Special Funds	28,547,259.36	28,543,542.67
Reserve for Certain Assets Receivable	3,420,293.59	3,534,204.87
Reserve for Fixed Assets	36,232,448.40	35,946,266.61
Reserve for Amortization	42,139,132.97	40,633,128.17
Deferred Reserve for Amortization	1,225,000.00	1,975,000.00
Fund Balances	4,555,908.59	5,808,620.11
TOTAL LIABILITIES,RESERVES AND FUND BALANCE	$ 154,166,544.76	$ 157,526,767.52

TOWN OF PHILLIPSBURG
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

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

	Year Ended December 31, 2025	Year Ended December 31, 2024
Revenue and Other Income Realized		
Fund Balance Utilized	$ 2,500,000.00	$ 2,250,000.00
Miscellaneous Revenue Anticipated	9,964,235.20	13,707,774.16
Receipts from:		
Delinquent Taxes	1,021,971.47	738,503.12
Current Taxes	32,248,124.30	31,411,144.64
Nonbudget Revenue	122,376.47	509,537.23
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	385,242.21	362,719.90
Cancellation of Federal and State Grant Fund Appropriated Reserves	766,277.54	186,318.07
Cancellation of Accounts Payable	6,520.25	29,518.93
Cancellation of Reserve for Legal Settlement	4,022.49	
Total Income	47,018,769.93	49,195,516.05
Expenditures		
Budget Appropriations	25,613,662.75	28,658,330.76
County Taxes	5,850,391.73	5,703,364.84
Municipal Open Space Taxes	141,816.09	143,176.80
Local School District Taxes	13,626,898.00	13,362,440.00
Cancellation of Federal and State Grant Fund Receivables	766,277.54	149,739.90
Prior Year Adjustment - County Added and Omitted Taxes	1,926.46	
Prior Year Senior Citizens' Deductions Disallowed	2,362.33	
Reserve for Legal Settlement		490,000.00
Interfunds and Other Receivables Advanced	41,648.50	54,099.41
Total Expenditures	46,044,983.40	48,561,151.71
Excess in Revenue	973,786.53	634,364.34
Fund Balance		
Balance January 1	4,012,455.96	5,628,091.62
	4,986,242.49	6,262,455.96
Decreased by:		
Utilized as Anticipated Revenue	2,500,000.00	2,250,000.00
Balance December 31	$ 2,486,242.49	$ 4,012,455.96

TOWN OF PHILLIPSBURG
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

Comparative Schedule 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	$ 736,500.00	$ 752,000.00
Rents	5,170,828.39	4,729,893.97
Miscellaneous	591,977.55	496,362.36
Reserve for Sewer Improvements		654,910.59
Other Credits to Income:		
Cancellation of Prior Year Accounts Payable	1,242.08	510.00
Appropriation Reserves Lapsed	309,265.01	236,860.44
Total Income	6,809,813.03	6,870,537.36
Expenditures		
Budget Expenditures:		
Operating	4,683,000.00	4,675,000.00
Capital Improvements	50,000.00	729,910.59
Debt Service	1,069,211.07	841,074.66
Deferred Charges and Statutory Expenditures	93,000.00	93,000.00
Total Expenditures	5,895,211.07	6,338,985.25
Excess in Revenue	914,601.96	531,552.11
Fund Balance		
Balance January 1	1,060,637.65	1,281,085.54
	1,975,239.61	1,812,637.65
Decreased by:		
Utilization as Anticipated Revenue	736,500.00	752,000.00
Balance December 31	$ 1,238,739.61	$ 1,060,637.65

TOWN OF PHILLIPSBURG
SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION
(Continued)

RECOMMENDATIONS

It is recommended that:

1) Purchase orders are approved prior to the order of goods and services.

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A Corrective Action Plan, which outlines actions the Town of Phillipsburg 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 Town of Phillipsburg within 45 days of this notice.

The above summary or synopsis was prepared from the Report of Audit of the Town of Phillipsburg, County of Warren, for the calendar year 2025. This Report of Audit, submitted by Heidi A. Wohlleb, Registered Municipal Accountant, of Nisivoccia LLP, is on file at the Town Clerk's office and may be inspected by any interested person.

Susan Turner, Acting Municipal Clerk