

**SUMMARY OR SYNOPSIS OF REPORT OF AUDIT
TWO RIVERS WATER RECLAMATION AUTHORITY**

**STATEMENTS OF NET POSITION
October 31, 2023 AND 2022**

	<u>2023</u>	<u>2022</u>
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES		
Current Assets:		
Cash	\$ 4,201,165	\$ 1,370,589
Inventory	45,631	45,414
Sewer Billings Receivable	2,132,193	2,906,180
Intergovernmental Accounts Receivable - Federal	1,496,698	378,329
Total Current Assets	<u>7,875,687</u>	<u>4,700,512</u>
Restricted Assets:		
Cash and Cash Equivalents	17,687,507	26,820,972
Investments	222,846	1,899,841
Accrued Interest Receivable		25,362
NJIB Drawdown Receivable	3,442,138	
Total Restricted Assets	<u>21,352,491</u>	<u>28,746,175</u>
Capital Assets, Net of Depreciation	<u>87,425,719</u>	<u>73,156,695</u>
Deferred Outflows of Resources:		
Pension Deferrals	403,879	550,077
OPEB Deferrals	3,857,994	2,077,598
Total Deferred Outflows of Resources	<u>4,261,873</u>	<u>2,627,675</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 120,915,770</u>	<u>\$ 109,231,057</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION		
Current Liabilities:		
Accounts Payable	\$ 4,632,269	\$ 1,770,070
Accrued Expenses	206,187	254,503
Customer Overpayments	107,336	98,841
Unearned Revenue	971,858	996,777
Reserve for Developers' Deposits	1,494,526	9,028,914
Accrued Interest on Bonds Payable	19,169	23,716
NJIB Temporary Construction Loan	3,442,138	1,844,762
Net OPEB Liability - Current Portion	327,273	264,400
Revenue Bonds Payable - Current Portion	665,669	243,779
Total Current Liabilities	<u>11,866,425</u>	<u>14,525,762</u>
Noncurrent Liabilities:		
Net Pension Liability	5,713,327	5,813,561
Long-term Net OPEB Liability	7,897,961	7,031,018
Long-term Revenue Bonds Payable, net	3,317,473	2,240,583
Unemployment Claims Reserve	64,055	64,055
Compensated Absences Payable	334,611	333,617
Total Noncurrent Liabilities	<u>17,327,427</u>	<u>15,482,834</u>
Deferred Inflows of Resources:		
Pension Deferrals	517,880	1,128,507
OPEB Deferrals	5,554,658	5,203,573
Total Deferred Inflows of Resources	<u>6,072,538</u>	<u>6,332,080</u>
Net Position:		
Net Invested in Capital Assets	83,442,577	68,827,571
Restricted for:		
Debt Service	100,000	100,000
Renewal and Replacement	1,500,000	1,500,000
Dredging Project - Shrewsbury River	190,000	190,000
Unrestricted:		
Designated for:		
Collection System Improvements	400,000	400,000
Rate Stabilization	3,000,000	3,000,000
Unrestricted (Deficit)	<u>(2,983,197)</u>	<u>(1,127,190)</u>
Total Net Position	<u>85,649,380</u>	<u>72,890,381</u>
Total Liabilities, Deferred Inflows of Resources, and Net Position	<u>\$ 120,915,770</u>	<u>\$ 109,231,057</u>

**SUMMARY OR SYNOPSIS OF REPORT OF AUDIT
TWO RIVERS WATER RECLAMATION AUTHORITY**

**STATEMENTS OF REVENUES, EXPENSES AND
CHANGES IN NET POSITION
FOR THE YEARS ENDED OCTOBER 31, 2023 AND 2022**

	<u>2023</u>	<u>2022</u>
<u>Operating Revenues</u>		
Customer Municipalities - Annual Charges	\$ 6,721,922	\$ 6,356,198
Participating Municipalities - Service Charges	<u>6,105,046</u>	<u>6,222,688</u>
Total Operating Revenues	<u>12,826,968</u>	<u>12,578,886</u>
<u>Operating Expenses</u>		
Administration and General	1,347,591	1,033,387
Treatment Plant and Main Pumping Station	6,097,301	5,604,428
Lines and System Pumping Stations	1,421,229	1,745,740
Depreciation	<u>3,831,901</u>	<u>3,632,839</u>
Total Operating Expenses	<u>12,698,022</u>	<u>12,016,394</u>
Operating Income	<u>128,946</u>	<u>562,492</u>
<u>Nonoperating Revenues / (Expenses)</u>		
Interest on Bonds	(66,310)	(72,231)
Interest Income	968,795	102,611
Federal Grants	11,204,984	4,452,598
State Appropriation	164,992	
Connection Fees	402,402	205,921
Bond Issuance Costs	(65,795)	
Miscellaneous Income	<u>20,985</u>	<u>32,011</u>
Total Nonoperating Revenues/(Expenditures)	<u>12,630,053</u>	<u>4,720,910</u>
Changes in Net Position	<u>12,758,999</u>	<u>5,283,402</u>
Total Net Position - Beginning	<u>72,890,381</u>	<u>67,606,979</u>
Total Net Position - Ending	<u>\$ 85,649,380</u>	<u>\$ 72,890,381</u>

TWO RIVERS WATER RECLAMATION AUTHORITY
SYNOPSIS OF AUDIT
OCTOBER 31, 2023

RECOMMENDATIONS

None

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The above summary or synopsis was prepared from the Report of Audit of the Two Rivers Water Reclamation Authority, Monmouth County, New Jersey for the fiscal year 2023. The financial data included in the summary or synopsis is presented in the form prescribed by the Local Finance Board, Department of Community Affairs, State of New Jersey. Readers are cautioned that the summary or synopsis was prepared solely for the purpose of compliance with the public disclosure provisions of N.J.S.A. 40A:5-76, and accordingly, the summary or synopsis should not be relied upon for any other purpose. The Report of Audit, submitted by PKF O'Connor Davies, LLP, is on file at the office of the Two Rivers Water Reclamation Authority, 1 Highland Avenue, Monmouth Beach, New Jersey 07750 and may be inspected by any interested person.