

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

**STATEMENTS OF NET POSITION
October 31, 2024 AND 2023**

	<u>2024</u>	<u>2023</u>
ASSETS AND DEFERRED OUTFLOWS OF RESOURCES		
Current Assets:		
Cash	\$ 8,104,686	\$ 4,201,165
Inventory	45,838	45,631
Sewer Billings Receivable	2,036,764	2,132,193
Intergovernmental Accounts Receivable - Federal	<u>3,320,726</u>	<u>1,496,698</u>
Total Current Assets	<u>13,508,014</u>	<u>7,875,687</u>
Restricted Assets:		
Cash and Cash Equivalents	15,937,143	17,687,507
Investments	222,867	222,846
NJIB Drawdown Receivable	<u>62,003</u>	<u>3,442,138</u>
Total Restricted Assets	<u>16,222,013</u>	<u>21,352,491</u>
Capital Assets, Net of Depreciation	<u>105,158,793</u>	<u>87,425,719</u>
Deferred Outflows of Resources:		
Pension Deferrals	369,737	403,879
OPEB Deferrals	<u>4,065,839</u>	<u>3,857,994</u>
Total Deferred Outflows of Resources	<u>4,435,576</u>	<u>4,261,873</u>
Total Assets and Deferred Outflows of Resources	<u>\$ 139,324,396</u>	<u>\$ 120,915,770</u>
LIABILITIES, DEFERRED INFLOWS OF RESOURCES AND NET POSITION		
Current Liabilities:		
Accounts Payable	\$ 3,306,907	\$ 4,632,269
Accrued Expenses	103,917	206,187
Customer Overpayments	116,981	107,336
Unearned Revenue	1,091,074	971,858
Reserve for Developers' Deposits	1,891,371	1,494,526
Accrued Interest on Bonds Payable	19,169	19,169
NJIB Temporary Construction Loan	6,850,086	3,442,138
Net OPEB Liability - Current Portion	293,273	327,273
Revenue Bonds Payable - Current Portion	<u>685,669</u>	<u>665,669</u>
Total Current Liabilities	<u>14,358,447</u>	<u>11,866,425</u>
Noncurrent Liabilities:		
Net Pension Liability	5,059,626	5,713,327
Long-term Net OPEB Liability	9,128,214	7,897,961
Long-term Revenue Bonds Payable, net	2,631,804	3,317,473
Unemployment Claims Reserve	64,055	64,055
Compensated Absences Payable	<u>365,000</u>	<u>334,611</u>
Total Noncurrent Liabilities	<u>17,248,699</u>	<u>17,327,427</u>
Deferred Inflows of Resources:		
Pension Deferrals	650,584	517,880
OPEB Deferrals	<u>4,188,370</u>	<u>5,554,658</u>
Total Deferred Inflows of Resources	<u>4,838,954</u>	<u>6,072,538</u>
Net Position:		
Net Invested in Capital Assets	95,053,236	83,442,577
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>2,635,060</u>	<u>(2,983,197)</u>
Total Net Position	<u>102,878,296</u>	<u>85,649,380</u>
Total Liabilities, Deferred Inflows of Resources, and Net Position	<u>\$ 139,324,396</u>	<u>\$ 120,915,770</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, 2024 AND 2023**

	<u>2024</u>	<u>2023</u>
<u>Operating Revenues</u>		
Customer Municipalities - Annual Charges	\$ 6,515,074	\$ 6,721,922
Participating Municipalities - Service Charges	<u>6,631,853</u>	<u>6,105,046</u>
Total Operating Revenues	<u>13,146,927</u>	<u>12,826,968</u>
<u>Operating Expenses</u>		
Administration and General	1,713,729	1,347,591
Treatment Plant and Main Pumping Station	6,098,911	6,097,301
Lines and System Pumping Stations	1,716,854	1,421,229
Depreciation	<u>3,947,964</u>	<u>3,831,901</u>
Total Operating Expenses	<u>13,477,458</u>	<u>12,698,022</u>
Operating Income	<u>(330,531)</u>	<u>128,946</u>
<u>Nonoperating Revenues / (Expenses)</u>		
Interest on Bonds	(80,975)	(66,310)
Interest Income	1,046,364	968,795
Federal Grants	16,136,057	11,204,984
State Appropriation	16,500	164,992
Connection Fees	409,535	402,402
Bond Issuance Costs	-	(65,795)
Miscellaneous Income	<u>31,966</u>	<u>20,985</u>
Total Nonoperating Revenues/(Expenditures)	<u>17,559,447</u>	<u>12,630,053</u>
Changes in Net Position	<u>17,228,916</u>	<u>12,758,999</u>
Total Net Position - Beginning	<u>85,649,380</u>	<u>72,890,381</u>
Total Net Position - Ending	<u><u>\$ 102,878,296</u></u>	<u><u>\$ 85,649,380</u></u>

TWO RIVERS WATER RECLAMATION AUTHORITY
SYNOPSIS OF AUDIT
OCTOBER 31, 2024

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 2024. 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.