

PASSAIC VALLEY WATER COMMISSION

SYNOPSIS OF AUDIT

DECEMBER 31, 2022

PASSAIC VALLEY WATER COMMISSION

SUMMARY OF SYNOPSIS OF AUDIT REPORT FOR PUBLICATION

Summary of synopsis of audit report of the Passaic Valley Water Commission for the fiscal years ended December 31, 2022 and 2021 as required by N.J.S. 40A:5-16.

	<u>Dec. 31, 2022</u>	<u>Dec. 31, 2021</u>
<u>ASSETS:</u>		
Current Assets:		
<u>Unrestricted:</u>		
Cash and Cash Equivalents	8,055,600	16,301,094
Accounts Receivable	29,752,183	29,063,476
Other Assets	<u>3,252,840</u>	<u>2,920,065</u>
	41,060,623	48,284,635
<u>Restricted:</u>		
Cash and Cash Equivalents	34,893,296	29,637,619
NJEIT Receivable	<u>41,403,346</u>	<u>6,590,534</u>
	76,296,642	36,228,153
Non-current Assets:		
<u>Capital Assets:</u>		
Net of Accumulated Depreciation		
\$217,004,157 and \$205,613,790	<u>247,987,650</u>	<u>234,226,875</u>
Total Assets	<u>365,344,915</u>	<u>318,739,663</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Deferred Outflows	<u>25,091,797</u>	<u>25,903,144</u>
Total Deferred Outflows of Resources	<u>25,091,797</u>	<u>25,903,144</u>
<u>LIABILITIES:</u>		
Current Liabilities:		
Payable from Unrestricted Assets	23,197,821	16,078,098
Payable from Restricted Assets	<u>5,278,885</u>	<u>9,922,465</u>
	28,476,706	26,000,563
Non-current Liabilities:		
Long Term Liabilities	<u>191,914,575</u>	<u>158,971,715</u>
Total Liabilities	<u>220,391,281</u>	<u>184,972,278</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Deferred Inflows	<u>29,627,684</u>	<u>33,401,706</u>
Total Deferred Inflows of Resources	<u>29,627,684</u>	<u>33,401,706</u>
<u>NET POSITION:</u>		
Net Investment in Capital Assets	186,414,603	165,252,303
Restricted	34,710,749	29,487,673
Unrestricted	<u>(80,707,605)</u>	<u>(68,471,153)</u>
Total Net Position	<u>140,417,747</u>	<u>126,268,823</u>

**COMPARATIVE STATEMENT OF REVENUE, EXPENSES AND
CHANGES IN NET POSITION**

	Fiscal Years Ended	
	Dec. 31, 2022	Dec. 31, 2021
Operating Revenue:		
Service Agreements	94,470,122	94,913,521
Other Operating Revenue	9,163,508	6,607,807
Total Operating Revenue	<u>103,633,630</u>	<u>101,521,328</u>
Operating Expenses:		
Cost of Providing Services	56,874,114	50,292,003
Administrative and General	16,988,784	12,023,761
Depreciation	11,660,873	12,276,670
Total Operating Expenses	<u>85,523,771</u>	<u>74,592,434</u>
Operating Income (Loss)	<u>18,109,859</u>	<u>26,928,894</u>
Non-Operating Revenues (Expenses):		
Interest on Investments	527,832	555,330
Finance Charges	260,697	
Interest Expense	(2,862,322)	(3,105,319)
Loss on Disposal of Asset	(153,155)	(289,763)
Other Postemployment Benefit Obligation	(1,866,716)	(3,591,617)
Amortization Expense	132,729	(345,549)
Emergency Protective Measures: Boil Advisory		(3,755,211)
Change in Net Position	14,148,924	16,396,765
Net Position - January 1,	<u>126,268,823</u>	<u>109,872,058</u>
Net Position - December 31,	<u><u>140,417,747</u></u>	<u><u>126,268,823</u></u>

PASSAIC VALLEY WATER COMMISSION

RECOMMENDATIONS

DECEMBER 31, 2022

None

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The above summary or synopsis was prepared from the report of audit of the Passaic Valley Water Commission, County of Passaic, for the calendar year 2022. This report of audit, submitted by Steven D. Wielkocz, Registered Municipal Accountant of the firm of Wielkocz & Company, LLC, is on file at the Commission's office and may be inspected by any interested person.

A corrective action plan, which outlines actions the Passaic Valley Water Commission 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 with the Passaic Valley Water Commission, Secretary at the Passaic Valley Water Commission, Clifton, New Jersey 07011 within 60 days from the date of receipt of the audit report by the Commission.


Secretary