

SYNOPSIS OF THE AUDIT REPORT OF THE
SOMERSET RARITAN VALLEY SEWERAGE AUTHORITY
FOR THE FISCAL YEAR ENDED DECEMBER 31, 2020 AND 2019

AS REQUIRED BY N.J.S. 40A:5A-16
STATEMENTS OF NET POSITION

	<u>2020</u>	<u>2019</u>
<u>A S S E T S</u>		
Current Restricted Assets:		
Connection Capital Account:		
Cash and Cash Equivalents	\$ 9,285,090.68	\$ 7,504,934.04
Current Unrestricted Assets:		
Operating Account:		
Cash and Cash Equivalents	\$ 7,514,165.26	\$ 7,556,245.39
Revenue Account:		
Cash and Cash Equivalents	9,011,299.51	7,061,760.62
Accounts Receivable-Participant	-	2,565,206.20
Accounts Receivable-Other	104,408.76	148,492.68
Debt Service Account:		
Cash and Cash Equivalents	343,764.36	377,846.44
Debt Service Reserve Account:		
Cash and Cash Equivalents	1,666,691.49	1,658,841.58
General Account:		
Cash and Cash Equivalents	17,306,931.65	12,052,595.48
Construction Account:		
Cash and Cash Equivalents	6,382,780.85	1,211,221.86
Long Term Capital Assets:		
Property, Plant, Equipment & Intangible	135,075,179.78	134,713,462.49
Less: Accumulated Depreciation & Amortization	87,645,070.25	84,673,972.72
Construction in Progress	26,844,443.51	8,636,242.28
Deferred Outflow of Resources:		
Pension Related	950,333.00	1,515,573.00
Other Post Employment Related	3,388,966.24	1,054,369.19
<u>TOTAL ASSETS & DEFERRED</u>	<u>130,228,984.84</u>	<u>101,382,818.53</u>
<u>OUTFLOW OF RESOURCES</u>	<u>\$</u>	<u>\$</u>

2020

2019

LIABILITIES AND DEFERRED INFLOW

Current Liabilities Payable:		
Participant Refunds	\$ 1,268,151.63	\$ -
Accounts Payable & Accrued Expenses	1,897,515.05	1,794,482.53

Interest Payable		127,950.96		140,963.88
Current Portion of Intergovernmental Loans		1,609,898.85		1,589,873.90
Long - Term Portion of I-Bank Loans	\$	43,202,232.24	\$	21,683,143.81
Net Pension Liability		7,612,263.00		8,602,328.00
Net Other Post Employment Liability		11,022,989.00		7,994,485.00
Deferred Inflow of Resources:				
Pension Related		3,602,678.00		3,523,334.00
Other Post Employment Charges		6,188,071.00		7,191,795.00
<u>TOTAL LIABILITIES AND DEFERRED INFLOW OF RESOURCES</u>	\$	76,531,749.73	\$	52,520,406.12

NET POSITION

Net Investment in Capital Assets	\$	31,284,011.80	\$	33,581,124.49
Restricted:				
Connection Capital		9,035,090.68		7,254,934.04
Unrestricted:				
Debt Service Reserve		1,666,691.49		1,658,841.58
Rate Stabilization		4,760,267.00		4,499,090.75
Reserve for Future Capital Project		7,000,000.00		5,205,801.00
Unrestricted		(48,825.86)		(3,337,379.45)
<u>TOTAL LIABILITIES, DEFERRED INFLOW OF RESOURCES & NET POSITION</u>	\$	130,228,984.84	\$	101,382,818.53

STATEMENT OF REVENUE, EXPENSES
AND CHANGES IN NET POSITION
FOR THE YEARS ENDED DECEMBER 31, 2020 AND 2019

		<u>2020</u>		<u>2019</u>
Revenues:				
Service Charges-Participants	\$	16,348,973.00	\$	18,038,888.63
Connection Fees		2,015,997.96		1,235,316.00
Interest Earned on Investments		619,933.42		783,017.41
Other Revenues		707,231.60		842,714.96
TOTAL REVENUES	\$	19,692,135.98	\$	20,899,937.00
Expenses:				
Operating Expenses	\$	11,626,448.86	\$	11,300,491.49
Depreciation & Amortization		2,976,700.03		4,698,024.43
Interest Expense - Debt Service		254,164.39		252,166.15
Other Expenses		-		245,975.90
TOTAL EXPENSES	\$	14,857,313.28		16,496,657.97

NET POSITION, BEGINNING OF YEAR	\$ <u>48,862,412.41</u>	\$ <u>44,459,133.38</u>
NET POSITION, END OF YEAR	\$ <u><u>53,697,235.11</u></u>	\$ <u><u>48,862,412.41</u></u>

FINDINGS AND RECOMMENDATIONS

NONE

The above summary or synopsis was prepared from the audited financial statements of The Somerset Raritan Valley Sewerage Authority, County of Somerset, for the fiscal years ended December 31, 2020 and 2019. The audited financial statements, are on the website <http://srvsa.org/> and may be inspected by any interested person.

Ronald Anastasio, Executive Director