

SYNOPSIS OF THE AUDIT REPORT OF THE
 RAHWAY VALLEY SEWERAGE AUTHORITY
 FOR THE FISCAL YEAR ENDED DECEMBER 31, 2014 AND 2013
AS REQUIRED BY N.J. S. 40A:5A-16

STATEMENTS OF NET POSITION

	<u>2014</u>	<u>2013</u>
<u>ASSETS</u>		
Unrestricted Assets:		
Cash and Cash Equivalents	\$ 1,668,643	\$ 2,045,135
Accounts Receivable	163	36,185
Prepaid Expenses and Other	<u>61,088</u>	<u>116,000</u>
<u>Total Unrestricted Assets</u>	<u>\$ 1,729,894</u>	<u>\$ 2,197,320</u>
Restricted Assets:		
Cash and Cash Equivalents	<u>\$ 7,303,629</u>	<u>\$ 6,378,105</u>
<u>Total Restricted Assets</u>	<u>\$ 7,303,629</u>	<u>\$ 6,378,105</u>
Property, Plant and Equipment, at Cost	\$ 267,437,221	\$ 266,542,077
Less: Accumulated Depreciation	<u>57,356,242</u>	<u>49,320,232</u>
<u>Net Property, Plant and Equipment</u>	<u>\$ 210,080,979</u>	<u>\$ 217,221,845</u>
<u>TOTAL ASSETS</u>	<u>\$ 219,114,502</u>	<u>\$ 225,797,270</u>

LIABILITIES

Current Liabilities Payable From Unrestricted Assets:		
Accounts Payable and Accrued Expenses	\$ 637,482	\$ 749,405
<u>Total Current Liabilities Payable From Unrestricted Assets</u>	<u>\$ 637,482</u>	<u>\$ 749,405</u>
Current Liabilities Payable From Restricted Assets:		
Current Portion of Long-term Debt	\$ 10,335,536	\$ 10,280,128
Accounts Payable	305,370	90,593
Retainage Due Contractors	23,318	27,846
Accrued Interest Payable	<u>1,104,568</u>	<u>1,181,288</u>
<u>Total Current Liabilities Payable From Restricted Assets</u>	<u>\$ 11,768,792</u>	<u>\$ 11,579,855</u>
Total Long-Term Debt, Net of Current Maturities	<u>\$ 158,989,175</u>	<u>\$ 166,807,663</u>
<u>Total Liabilities</u>	<u>\$ 171,395,449</u>	<u>\$ 179,136,923</u>

DEFERRED INFLOWS OF RESOURCES

Credits on Debt Refunding	\$ 3,404,909	\$ 3,762,515
<u>Total Deferred Inflows of Resources</u>	<u>\$ 3,404,909</u>	<u>\$ 3,762,515</u>

NET POSITION

Invested in Capital Assets, net of Related Liabilities	\$ 37,056,865	\$ 36,286,140
Restricted	6,164,867	5,163,777
Unrestricted	<u>1,092,412</u>	<u>1,447,915</u>
<u>Total Net Position</u>	<u>\$ 44,314,144</u>	<u>\$ 42,897,832</u>
<u>TOTAL LIABILITIES, DEFERRED INFLOWS AND NET POSITION</u>	<u>\$ 219,114,502</u>	<u>\$ 225,797,270</u>

STATEMENTS OF REVENUES, EXPENSES
AND CHANGES IN NET POSITION
FOR THE YEARS ENDED DECEMBER 31, 2014 AND 2013

	<u>2014</u>	<u>2013</u>
Operating Revenues:		
Member Annual Assessments	\$ 24,976,500	\$ 24,843,000
Discharge, Permit and Other Fees	759,459	702,198
Other Income, Net	<u>682,826</u>	<u>269,680</u>
<u>Total Operating Revenues</u>	<u>\$ 26,418,785</u>	<u>\$ 25,814,878</u>
Operating Expenses:		
Costs of Providing Services	\$ 9,107,952	\$ 8,924,994
General and Administrative	2,947,516	2,918,234
Depreciation	<u>8,036,010</u>	<u>7,288,549</u>
<u>Total Operating Expenses</u>	<u>\$ 20,091,478</u>	<u>\$ 19,131,777</u>
<u>Operating Income</u>	<u>\$ 6,327,307</u>	<u>\$ 6,683,101</u>
Nonoperating Revenues (Expenses):		
Interest Income - Unrestricted Funds	\$ 2,854	\$ 1,122
Interest Income - Restricted Funds	3,718	59,492
Interest Expense, Net	<u>(4,917,567)</u>	<u>(5,025,308)</u>
<u>Net Income (Loss)</u>	<u>\$ 1,416,312</u>	<u>\$ 1,718,407</u>
Net Position, Beginning of Year	<u>\$ 42,897,832</u>	<u>\$ 41,179,425</u>
Net Position, End of Year	<u><u>\$ 44,314,144</u></u>	<u><u>\$ 42,897,832</u></u>

FINDINGS AND RECOMMENDATIONS

NONE

The above summary or synopsis was prepared from the report of audit of the Rahway Valley Sewerage Authority, County of Union, for the years ended December 31, 2014 and 2013. This report of audit, submitted by Suplee, Clooney & Company, Certified Public Accountants, is on file at the Executive Director's Office and may be inspected by any interested person.


EXECUTIVE DIRECTOR