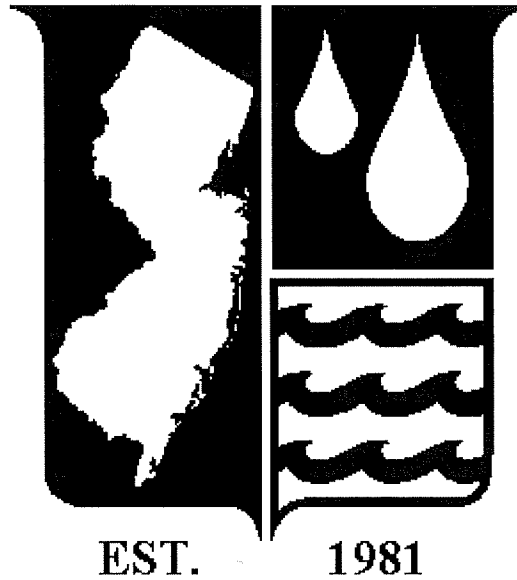


NEW JERSEY WATER SUPPLY AUTHORITY



COMPREHENSIVE QUARTERLY FINANCIAL REPORT

(A Component Unit of the State of New Jersey)

December 31, 2024 AND JUNE 30, 2024

(UNAUDITED)

NEW JERSEY WATER SUPPLY AUTHORITY

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NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)

STATEMENTS OF NET POSITION

	Unaudited	December 31, 2024	June 30, 2024
Assets			
Current assets:			
Unrestricted assets:			
Cash and cash equivalents		\$ 64,421,238	\$ 56,674,754
Unbilled sales		2,084,251	2,155,595
Accounts receivable, less allowance for doubtful accounts of \$1,000 at December 31, 2024 and June 30, 2024		3,521,309	3,602,361
Interest receivable		95,912	437,999
Prepaid expenses and other current assets		436,459	1,745,836
Total unrestricted current assets		<u>70,559,169</u>	<u>64,616,545</u>
Restricted assets:			
Cash equivalents		25,376,945	25,002,013
Total current assets		<u>95,936,114</u>	<u>89,618,558</u>
Non-current assets:			
Investments		28,586,658	34,039,368
Capital assets, net		247,545,378	246,345,339
Total non-current assets		<u>276,132,036</u>	<u>280,384,707</u>
Total assets		<u>372,068,150</u>	<u>370,003,265</u>
Deferred outflows of resources:			
Cost recovery		5,395,808	4,500,748
Pension related		2,117,726	2,117,726
OPEB related		16,957,463	16,957,463
Total deferred outflows of resources		<u>24,470,997</u>	<u>23,575,937</u>
Total assets and deferred outflows of resources		<u>\$ 396,539,147</u>	<u>\$ 393,579,202</u>
Liabilities			
Current liabilities:			
Current portion of bonds, notes and loans payable		\$ 1,238,058	\$ 4,448,323
Accounts payable		2,543,208	3,019,385
Accrued liabilities		3,684,351	3,447,753
Unearned revenue		6,194,428	6,341,988
Total current liabilities		<u>13,660,045</u>	<u>17,257,449</u>
Non-current liabilities:			
Non-current portion of bonds, notes and loans payable		145,041,232	145,834,410
Lease liability		15,207	15,207
Net pension liability		15,206,104	15,206,104
Net OPEB liability		30,597,884	30,597,884
Total non-current liabilities		<u>190,860,427</u>	<u>191,653,605</u>
Total liabilities		<u>204,520,472</u>	<u>208,911,054</u>
Deferred inflows of resources:			
Pension related		1,405,468	1,405,468
OPEB related		18,348,351	18,348,351
Gain on refunding		177,516	189,454
Total deferred inflows of resources		<u>19,931,335</u>	<u>19,943,273</u>
Total liabilities and deferred inflows of resources		<u>224,451,807</u>	<u>228,854,327</u>
Net Position			
Net investment in capital assets		126,651,756	121,436,336
Restricted for cash, investments, and unearned revenue		19,182,517	18,660,025
Unrestricted		26,253,067	24,628,514
Total net position		<u>172,087,340</u>	<u>164,724,875</u>
Total liabilities, deferred inflows of resources, and net position		<u>\$ 396,539,147</u>	<u>\$ 393,579,202</u>

See notes to financial statements.

**NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)**

STATEMENTS OF REVENUES, EXPENSES AND CHANGES IN NET POSITION

Unaudited

	Six months ended December 31,	
	2024	2023
Operating revenues:		
Water sales	\$ 17,511,984	\$ 16,850,606
Reimbursement of operating expenses	1,290,000	1,290,000
Total operating revenues	<u>18,801,984</u>	<u>18,140,606</u>
Operating expenses:		
Payroll	4,508,167	4,420,393
Operations and maintenance	3,634,393	3,361,100
Fringe benefits	2,932,277	2,792,876
Depreciation	2,884,287	2,463,174
Total operating expenses	<u>13,959,124</u>	<u>13,037,543</u>
Income from operations	4,842,860	5,103,063
Non-operating revenues:		
State of New Jersey - Grant Programs	52,424	168,702
Investment and interest income	2,185,757	1,875,657
Rental income	59,614	58,011
Other income	1,639	(56,635)
Recovery of deferred outflows of resources	948,411	958,710
Total non-operating revenues	<u>3,247,845</u>	<u>3,004,445</u>
Non-operating expenses:		
Interest component of debt service to the State of New Jersey	860,800	1,918,845
SMMUA operations, net	(132,560)	(71,669)
Total non-operating expenses	<u>728,240</u>	<u>1,847,176</u>
Changes in net position	7,362,465	6,260,332
Net position, beginning of year	164,724,875	151,077,357
Net position, end of year	<u>\$ 172,087,340</u>	<u>\$ 157,337,689</u>

See notes to financial statements.

NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)

STATEMENTS OF CASH FLOWS

	Unaudited	
	Six months ended December 31,	
	2024	2023
Cash flows from operating activities		
Cash received from water sales	\$ 17,383,449	\$ 14,618,004
Cash received from reimbursable expenses	1,444,481	1,381,038
Cash received from rental income	33,908	31,062
Cash paid to or on behalf of employees	(6,879,274)	(6,402,473)
Cash paid to suppliers	(2,482,913)	(1,996,101)
Net cash provided by operating activities	<u>9,499,651</u>	<u>7,631,530</u>
Cash flows from noncapital financing activities		
Cash received for grant programs	182,680	29,216
Net cash provided by non-capital financing activities	<u>182,680</u>	<u>29,216</u>
Cash flows from capital and related financing activities		
Collections on NJIB receivables	-	11,777,115
Principal paid on bonds, notes and loans	(4,147,940)	(1,190,526)
Interest paid on bonds, notes and loans	(1,109,567)	(2,297,069)
Acquisition and construction of capital assets	(4,284,664)	(12,393,157)
Proceeds from sale of capital assets	702	(57,042)
Net cash used in capital and related financing activities	<u>(9,541,469)</u>	<u>(4,160,679)</u>
Cash flows from investing activities		
Sale of investment securities	31,680,000	12,296,476
Purchase of investment securities	(26,167,849)	(12,508,684)
Interest received on investments	2,527,844	1,595,364
Premium on matured investments	(59,441)	-
Net cash provided/(used) by investing activities	<u>7,980,554</u>	<u>1,383,156</u>
Net increase in cash and cash equivalents	8,121,416	4,883,223
Cash and cash equivalents, beginning of year	81,676,767	76,111,863
Cash and cash equivalents, end of year	<u>\$ 89,798,183</u>	<u>\$ 80,995,086</u>
Reconciliation of income from operations to net cash provided by operating activities:		
Income from operations	\$ 4,842,860	\$ 5,103,063
Adjustments to reconcile income from operations to net cash provided by operating activities:		
Cash received for operating activity included in other income	193,111	130,087
Depreciation	2,884,287	2,463,174
Increase (decrease) in cash from:		
Unbilled sales	71,344	(853,105)
Accounts receivable	(165,161)	(1,450,893)
Prepaid expenses and other current assets	1,309,377	1,349,105
Accounts payable	(174,882)	88,388
Accrued liabilities	(5,525)	2,368
Accrued payroll and taxes	544,240	799,343
Net cash provided by operating activities	<u>\$ 9,499,651</u>	<u>\$ 7,631,530</u>
Non cash investing activities		
Decrease in fair value of investments	<u>\$ 675,278</u>	<u>\$ 149,644</u>

See notes to financial statements.

**NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)**

NOTES TO FINANCIAL STATEMENTS

A. ORGANIZATION AND OPERATIONS

The New Jersey Water Supply Authority (the "Authority"), a component unit of the State of New Jersey (the "State"), consisting of the Spruce Run/Round Valley Reservoirs Complex, the Delaware and Raritan Canal Transmission Complex (the "Raritan Basin System") and the Manasquan Reservoir Water Supply System (the "Manasquan System"), is a public body, corporate and politic, constituted as an instrumentality of the State, exercising public and essential governmental functions. The Authority was created by the New Jersey Water Supply Authority Act (the "Act") on October 7, 1981, and in connection with the Act, all water supply facilities owned or operated by the State (*i.e.*, *Raritan Basin System*) were transferred or leased to the Authority. The Act empowers the Authority to acquire, finance, construct and operate water systems and issue bonds. Members of the Authority consist of the Commissioner of the New Jersey Department of Environmental Protection ("NJDEP"), ex officio member, and six public members appointed by the Governor upon the advice and the consent of the New Jersey Senate. The public members represent the agricultural community, industrial water users, residential water users, private watershed associations, public finance and water resource management and distribution. The Authority prepares an annual budget that is used to establish rates and as a management tool, but the budget does not constitute a legal budget or establish spending limitations.

The Authority does not have component units that should be included within its financial statements.

B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Basis of Accounting

The Authority is a component unit of the State of New Jersey and is included in their general purpose financial statements.

The accompanying basic financial statements have been prepared in conformity with accounting principles generally accepted in the United States of America as prescribed by the Governmental Accounting Standards Board ("GASB").

In its accounting and financial reporting, the Authority follows the pronouncements of the GASB and other entities that promulgate accounting principals. GASB Statement 76, *The Hierarchy of Generally Accepted Accounting Principals for the State and Local Governments*, establishes the order of priority of pronouncements and other sources of accounting and financial reporting guidance that a governmental entity should apply. Per the Statement, the sources of authoritative generally accepted accounting principals ("GAAP") are categorized in descending order of authority as follows: GASB Statements and Interpretations, GASB Technical Bulletins, GASB Implementation Guides, and literature of the American Institute of Certified Public Accountants ("AICPA") cleared by the GASB. Authoritative GAAP is incorporated periodically into the Codification of Governmental Accounting and Financial Reporting Standards (Codification), and when presented in the Codification, it retains its authoritative status. If the accounting treatment for a transaction or other event is not specified within a source of authoritative GAAP described above, a governmental entity should first consider accounting principals for similar transactions or other events within a source of authoritative GAAP described above and then may consider nonauthoritative accounting literature from other sources. These include GASB Concepts Statements; pronouncements and other Statements, pronouncements and other literature of the Financial Accounting Standards Board ("FASB"), Federal Accounting Standards Advisory Board, International Public Sector Accounting Standards Board, and International Accounting Standards Board, and AICPA literature not cleared by the GASB; practices that are widely recognized and prevalent in state and local government; literature of other professional associations or regulatory agencies; and accounting textbooks, handbooks, and articles.

The Authority derives most of its revenue from water user charges and is considered to be an enterprise fund; accordingly, the Authority presents its financial statements on the accrual basis of accounting. In addition, the Authority has established certain restricted "funds or accounts" as directed by internal resolution and bond indentures.

Revenues

Charges for wholesale water usage are established to provide revenues sufficient for services, essential repairs and improvements to the utility plant, and repayment of debt service on certain long-term obligations used for plant construction. Sales are recognized as revenue when water is made available to customers, and the customers are billed in the following month or quarter.

**NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)**

NOTES TO FINANCIAL STATEMENTS

B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Revenues (Continued)

The Authority distinguishes operating revenues and expenses from non-operating items. Operating revenue and expenses result from the sale of water to customers. Operating expenses include costs of providing water, administrative expenses and depreciation on capital assets. All revenue and expenses not meeting this definition are reported as non-operating revenue and expenses.

Capital Assets

Capital assets are stated at original cost and consist primarily of amounts expended to license, construct, acquire, complete and place into operation the projects of the Authority. Effective July 1, 2023, the Authority modified the capital asset definition to an asset having an initial individual cost of \$5,000 (previously \$1,000) or more and an estimated useful life in excess of three years. Such expenditures include labor, materials, services and indirect costs. Normal maintenance and repair costs are charged to operations and maintenance expense. Improvements and replacements are capitalized. Interest earned on long-term debt proceeds used for capital asset construction and temporarily invested during the construction period is netted against interest cost. The excess, if any, is capitalized to construction work in progress, and the portion related to completed projects is expensed. The cost of capital assets retired, net of any gain or loss on the disposal of such capital assets, is offset to accumulated depreciation. The Authority also holds several restricted easements for utility access, conservation and water rights. These easements are recorded at the lower of cost or fair market value upon acquisition.

Depreciation

Capital assets are depreciated on the straight-line basis over the estimated useful lives of the various classes of plant, as follows:

Dams	100 years
Buildings, structures and improvements	15-40 years
D&R canal dredging	20 years
Machinery & equipment	3-10 years

Cash and Cash Equivalents

For purposes of the statements of cash flows, the Authority considers short-term investments that have original maturities of ninety days or less to be cash equivalents.

Investments

Short-term investments and restricted investments used for construction and payment of interest consist of money market funds and U.S. government-backed securities with various interest rates. Restricted investments are restricted under the terms of the Authority's bond indentures for the payment of debt service. All investments are carried at fair value, in accordance with GASB Statement No. 31, *Accounting and Financial Reporting for Certain Investments and for External Investment Pools* and GASB Statement No. 72, *Fair Value Measurement and Application*.

Accounts Receivable

The Authority considers most of its accounts receivable to be collectible; accordingly, the change in net position is charged with an allowance for estimated uncollectible accounts based on past experience and an analysis of current accounts receivable collectability. Accounts deemed uncollectible are charged to the allowance in the year they are deemed uncollectible.

Compensated Absences

All full-time employees accumulate vacation benefits in varying annual amounts up to a maximum allowable accumulation of two years' benefit. Unused sick leave benefits are earned by all full-time employees at a rate of 15 days per year and may be accumulated without limit. In the event of termination, an employee is reimbursed for all accumulated vacation days. Unused sick leave benefits do not vest but are payable only upon retirement up to a maximum of \$15,000. A liability is accrued in the financial statements when incurred, which is included in accrued liabilities in the statements of net position. The net change in the liability during fiscal year 2025 was \$0.

**NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)**

NOTES TO FINANCIAL STATEMENTS

B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Use of Estimates

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results could differ from those estimates.

Income Taxes

The Authority is exempt from federal income taxes under the Internal Revenue Code, Section 115, and from state income taxes under N.J.S.A. 27:25-16, and accordingly, no provision is recorded for federal and state income taxes.

Net Position

Net position represents the difference between assets and liabilities and is classified into three categories:

- *Net Investment in Capital Assets* - This represents capital assets, net of accumulated depreciation, less the outstanding balances of any bonds, notes, or other borrowings that are attributable to the acquisition construction or improvement of those assets.
- *Restricted for cash, investments, and unearned revenue* - This represents the net position that is not accessible for general use because its use is subject to restrictions enforceable by third parties. When both restricted and unrestricted resources are available for use, it is the Authority's policy to use restricted resources first and then unrestricted resources, as they are needed.
- *Unrestricted Net Position* - This represents net position that is available for general use.

Deferred Inflows and Outflows of Resources

In addition to assets and liabilities, the statements of net position report separate sections of deferred outflows of resources and deferred inflows of resources. Deferred outflows of resources represent a consumption of net assets that applies to a future period which will not be recognized as an outflow of resources until that time. Deferred inflows of resources represent an acquisition of net assets that applies to a future period which will not be recognized as an inflow of resources until that time.

Deferred Inflows/Outflows of Resources - Cost Recovery

The Authority's cost recovery rate model used to establish rates, fees and charges, includes an amount for debt principal repayment (but not for depreciation on the related debt financed assets) and also includes vacation amounts paid. In accordance with GASB Statement No. 62, the Authority has deferred the excess of current depreciation on assets financed with debt proceeds over the costs for debt principal repayment and the excess of vacation expense over vacation paid, and accrued sick pay, which are being classified as deferred outflows of resources. The deferred outflows will be recovered through future revenue in accordance with the rate model. The deferred amounts for the six months ended December 31, 2024 and the year ended June 30, 2024 were determined as follows:

**NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)**

NOTES TO FINANCIAL STATEMENTS

B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Deferred Inflows and Outflows of Resources (Continued)

	<u>December 31, 2024</u>	<u>June 30, 2024</u>
Raritan Basin System		
Cost excluded from rate model:		
Depreciation of debt-financed capital assets recoverable from rate payers	\$ 405,484	\$ 811,496
Excess vacation expense over vacation paid	(46,758)	(41,749)
Accrued sick pay	-	(59,251)
	<u>358,726</u>	<u>710,496</u>
Cost included in rate model:		
Debt principal repayment	-	-
Subtotal Raritan Basin System	<u>358,726</u>	<u>710,496</u>
Manasquan System		
Cost excluded from rate model:		
Depreciation of debt-financed capital assets recoverable from rate payers	\$ 770,427	1,540,854
Excess vacation expense over vacation paid	(6,593)	8,558
Accrued sick pay	-	2,983
	<u>763,834</u>	<u>1,552,395</u>
Cost included in rate model:		
Debt principal repayment	(227,500)	(435,000)
Subtotal Manasquan System	<u>536,334</u>	<u>1,117,395</u>
Total Raritan Basin and Manasquan	895,060	1,827,891
Balance, beginning of year	<u>4,500,748</u>	<u>2,672,857</u>
Balance, end of year	<u>\$ 5,395,808</u>	<u>\$ 4,500,748</u>

As shown in the statements of revenue, expenses and changes in net position for six months ended December 31, 2024, deferred outflows of resources debit of \$948,411, does not include a credit balance of \$53,351 of accrued vacation and sick pay. The June 30, 2024, deferred outflows of resources debit balance of \$1,917,350, does not include a credit balance of \$89,459 of accrued vacation and sick pay.

Deferred Inflows/Outflows of Resources - Debt Refunding

Deferred charges for debt refunding result from the difference between the net carrying amount of refunded bonds and the amount deposited to escrow to defease the bonds. In accordance with GASB 23, the Authority has deferred the difference between the reacquisition price and the net carrying amount of the Manasquan Reservoir Water Supply System Revenue Bonds, Series 2005. The deferred amount is reported as a deferred inflow of resources and amortized as a component of interest expense over the remaining life of the Manasquan Reservoir Water Supply System Revenue Bonds, Series 2016.

Deferred Inflows/Outflows of Resources - Pensions & Other Postretirement Benefits (OPEB)

Deferred charges for the defined benefit plans result from the difference between expected (actuarial) and actual experience, changes in actuarial assumptions, net difference between projected (actuarial) and actual earnings on plan investments, changes in the State's proportion of expenses and liabilities to the plans as a whole, differences between the Authority's plan contributions and its proportionate share of contributions, and the Authority's pension contributions subsequent to the pension valuation measurement date.

**NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)**

NOTES TO FINANCIAL STATEMENTS

B. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

Accounting for Southeast Monmouth Municipal Utilities Authority Agreement

The Authority operates and maintains a Water Treatment Plant/Transmission System for the Southeast Monmouth Municipal Utilities Authority ("SMMUA"). The SMMUA is charged for budgeted operating expenses expected to be incurred by the Authority during the SMMUA's fiscal year (January 1 through December 31).

Because of the difference resulting from billing the SMMUA for budgeted expenses versus actual expenses appearing in the financial statements, the Authority includes unearned costs (actual costs exceeding SMMUA billings) or unearned revenue (SMMUA billings exceeding actual costs) in its statements of net position. These excess costs or billings will be recovered or recognized in future periods. As of December 31, 2024 and 2023, unearned revenue amounting to \$4,946,335 and \$5,210,175 respectively, was determined as follows:

	<u>2024</u>	<u>2023</u>
Reimbursement of operating expenses	\$ 1,332,181	\$ 1,339,949
Operating expenses	1,464,741	1,411,618
Unearned revenue	(132,560)	(71,669)
Balance, beginning of year	5,078,895	5,282,144
Balance, end of year	<u>\$ 4,946,335</u>	<u>\$ 5,210,475</u>

In previous years, the Authority received additional funds that are restricted for use by the SMMUA for costs associated in operating the Water Treatment Plant. As of December 31, 2024 and 2023, the amount included in unearned revenue was \$356,440 and \$346,835, respectively.

Accounting for Watershed Protection Program

For the six months ended December 31, 2024 and 2023, the Authority received \$182,680, and \$29,216, respectively, from federal and/or state environmental agencies for the costs associated with various watershed protection studies of the Raritan Basin System. These funds are restricted to uses specifically identified in grant agreements between the Authority and these agencies and will be recognized as revenue as the related costs are incurred. Eligible project expenses include, but are not limited to, the cost of mapping out streams and other water sources and studying and implementing best land use practices to improve water quality. As of December 31, 2024, all the funds received had been recognized as revenue.

Accounting for Mitigation Funds

During the six months ended December 31, 2024, and 2023, the Authority received \$0, respectively for the costs associated with implementing water quality improvement projects for the Delaware and Raritan Canal. These funds are restricted to projects specifically identified by the D&R Canal Commission ("DRCC") and administered by the Authority and are recognized as revenue as the related costs are incurred. These are maintained in a separate mitigation account. As of December 31, 2024 and 2023, the balance of unearned revenue was \$541,425 and \$556,425, respectively.

Accounting for FEMA Reimbursements

The Authority received Federal Emergency Management Agency reimbursements for COVID-19 and the remnants of Hurricane Ida flooding in the amounts of \$0, for the six months ending December 31, 2024, and 2023, respectively. As of December 31, 2024 and 2023, the balance of unearned revenue was \$350,228, respectively.

**NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)**

NOTES TO FINANCIAL STATEMENTS

C. CAPITAL ASSETS

Capital assets activity for the six months ended December 31, 2024 and the year ended June 30, 2024, was as follows:

	2025 Beginning Balance	Additions	Retirements	2025 Ending Balance
Capital assets not being depreciated:				
Land	\$ 25,648,119	\$ -	\$ -	\$ 25,648,119
Construction work in progress	95,300,520	3,515,934	-	98,816,454
Total capital assets not being depreciated	120,948,639	3,515,934	-	124,464,573
Capital assets being depreciated:				
Dams	77,358,631	-	-	77,358,631
Building, structures and improvements	150,278,507	-	-	150,278,507
D & R Canal dredging	60,844,736	-	-	60,844,736
Machinery and equipment	8,431,061	568,392	(6,625)	8,992,828
Leased equipment	38,738	-	-	38,738
Total capital assets being depreciated	296,951,673	568,392	(6,625)	297,513,440
Less accumulated depreciation for:				
Dams	(35,395,677)	(380,883)	-	(35,776,560)
Building, structures and improvements	(109,797,926)	(1,773,941)	-	(111,571,867)
D & R Canal dredging	(21,226,414)	(396,845)	-	(21,623,259)
Machinery and equipment	(5,110,745)	(327,776)	6,625	(5,431,896)
Leased equipment	(24,211)	(4,842)	-	(29,053)
Total accumulated depreciation	(171,554,973)	(2,884,287)	6,625	(174,432,635)
Total capital assets being depreciated, net	125,396,700	(2,315,895)	-	123,080,805
Total capital assets, net	\$ 246,345,339	\$ 1,200,039	\$ -	\$ 247,545,378
2024				
	Beginning Balance	Additions	Retirements	Ending Balance
Capital assets not being depreciated:				
Land	\$ 25,648,119	\$ -	\$ -	\$ 25,648,119
Construction work in progress	120,950,550	14,645,836	(40,295,866)	95,300,520
Total capital assets not being depreciated	146,598,669	14,645,836	(40,295,866)	120,948,639
Capital assets being depreciated:				
Dams	77,369,160	-	(10,529)	77,358,631
Building, structures and improvements	149,849,470	611,403	(182,366)	150,278,507
D & R Canal dredging	21,160,274	39,684,462	-	60,844,736
Machinery and equipment	8,553,908	1,518,335	(1,641,182)	8,431,061
Leased equipment	38,738	-	-	38,738
Total capital assets being depreciated	256,971,550	41,814,200	(1,834,077)	296,951,673
Less accumulated depreciation for:				
Dams	(34,644,441)	(761,766)	10,530	(35,395,677)
Building, structures and improvements	(106,382,065)	(3,572,726)	156,865	(109,797,926)
D & R Canal dredging	(21,160,274)	(66,140)	-	(21,226,414)
Machinery and equipment	(6,044,030)	(580,530)	1,513,815	(5,110,745)
Leased equipment	(14,526)	(9,685)	-	(24,211)
Total accumulated depreciation	(168,245,336)	(4,990,847)	1,681,210	(171,554,973)
Total capital assets being depreciated, net	88,726,214	36,823,353	(152,867)	125,396,700
Total capital assets, net	\$ 235,324,883	\$ 51,469,189	\$ (40,448,733)	\$ 246,345,339

**NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)**

NOTES TO FINANCIAL STATEMENTS

D. CASH, CASH EQUIVALENTS AND INVESTMENTS

New Jersey statutes permit the deposit of public funds in the State of New Jersey Cash Management Fund ("NJCMF") or in institutions located in New Jersey that are insured by the Federal Deposit Insurance Corporation (the "FDIC") or by any other agencies of the United States that insure deposits. All funds of the Authority may be invested in, obligations of, or guaranteed by, the U.S. government.

The Authority's bond resolutions limit the investment of restricted assets to obligations of the U.S. government or its agencies, investments in certain certificates of deposit of commercial banks that are members of the Federal Reserve System, investments in the NJCMF and direct and general obligations of any state that meets the minimum requirements of the resolution.

1. Cash

As of December 31, 2024 and June 30, 2024, the Authority's bank balance were \$89,870,203 and \$81,882,600 respectively, of which \$250,000 was covered through the FDIC. The remaining balance of \$89,620,203 and \$81,632,600 as of December 31, 2024 and June 30, 2024, respectively, were collateralized through an irrevocable stand-by letter of credit issued by the Federal Home Loan Bank of Pittsburgh through TD Bank. The letter of credit covers up to a maximum of \$100,000,000 of Authority deposits and expires on March 31, 2025. The cash balance per the statement of net position is shown exclusive of outstanding checks totaling \$72,319 and \$206,133, respectively. The statements of net position amount includes petty cash totaling \$300 as of December 31, 2024 and June 30, 2024, respectively.

2. Custodial Credit Risk - Deposits

Custodial credit risk is the risk that, in the event of a bank failure, the Authority's deposits may not be returned. The Authority does not have a deposit policy for custodial credit risk. The Authority's bank balances of \$89,870,203 and \$81,882,600 as of December 31, 2024 and June 30, 2024, respectively, was exposed to custodial credit risk as follows:

	December 31, 2024	June 30, 2024
Uninsured and uncollateralized	\$ -	\$ -

3. Investments and Cash Equivalents

The Authority does not have a policy to limit interest rate risk; however, its practice is to hold investments to maturity.

The Authority categorizes its fair value measurements within fair value hierarchy established by generally accepted accounting principals. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs. The Authority has no level 1 or level 3 investments.

As of December 31, 2024, the Authority had the following recurring fair value measurements using current sale prices or sale prices of comparable securities for New Jersey General Obligation Bonds (Level 2 inputs) for investments and cash equivalents, and maturities, inclusive of interest receivable:

Investment and Cash Equivalent Type	Valuation Inputs Level	Fair Value	Investment Maturities (In Years)	
			Less than 1	1-5
NJ G/O Bonds and CDs	Level 2	\$ 28,682,570	\$ 28,682,570	\$ -
Total		\$ 28,682,570	\$ 28,682,570	\$ -

As of June 30, 2024, the Authority had the following recurring fair value measurements using current sale prices or sale prices of comparable securities for New Jersey General Obligation Bonds (Level 2 inputs) for investments and cash equivalents, and maturities, inclusive of interest receivable:

**NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)**

NOTES TO FINANCIAL STATEMENTS

D. CASH, CASH EQUIVALENTS AND INVESTMENTS (CONTINUED)

3. Investments and Cash Equivalents (continued)

Investment and Cash Equivalent Type	Valuation Inputs Level	Fair Value	Investment Maturities (In Years)	
			Less than 1	1-5
NJ G/O Bonds and CDs	Level 2	\$ 34,477,367	\$ 34,477,367	\$ -
Total		\$ 34,477,367	\$ 34,477,367	\$ -

4. Credit and Custodial Credit Risk

In order to limit exposure to credit risk, the Authority follows the investment policies set forth by the NJCMF. These policies allow investment in securities that achieve a certain rating from the three major ratings organizations as determined annually by the governing board of the NJCMF, as well as limiting investments to certain types of marketable securities.

U.S. Treasury notes are explicitly guaranteed by the U.S. government and are not subject to credit risk or custodial credit risk.

The Authority entered into an agreement with TD Bank to collateralize all deposits held at market rate equal to 102% of the daily combined total of all deposits. As of December 31, 2024, all deposits were collateralized.

5. Investment Income

The following comprises investment income for the six months ended December 31, 2024 and 2023, respectively:

	2024	2023
Interest earned on bank accounts and certificates of deposit	\$ 1,059,076	\$ 1,057,682
Interest earned on securities	451,403	668,331
Decrease in fair value of securities	675,278	149,644
	\$ 2,185,757	\$ 1,875,657

E. MAJOR WATER CUSTOMERS

During fiscal years 2024 and 2023, the Authority supplied water to approximately 30 customers of the Raritan Basin System and 12 customers of the Manasquan System.

Revenue

During fiscal years 2024 and 2023, two customers accounted for approximately 85% and 86%, respectively, of total Raritan Basin System operating revenue. During fiscal years 2024 and 2023, two customers accounted for approximately 85% and 86%, respectively, of the total Manasquan System operating revenue.

Accounts Receivable

During fiscal year 2024 and 2023, two customers accounted for approximately 92% and 91%, respectively, of the total Raritan Basin System water sales accounts receivable. During fiscal years 2024 and 2023, two customers accounted for approximately 92% and 91%, respectively, of total Manasquan System water sales accounts receivable.

F. RISK MANAGEMENT

The Authority carries insurance for all of its facilities, covering direct physical loss or damage and loss of revenue resulting therefrom, with such deductibles as it deems appropriate. The Authority also carries General and Umbrella Public Liability Insurance with self-insured retainers as it deems appropriate. Automotive and Public Officials Liability coverage is also maintained with deductibles. Workers' Compensation coverage is also maintained, as required by State law. Settled claims resulting from the aforementioned risks have not exceeded insurance coverage in any of the past three fiscal years.

Supplemental Information

NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)

COMBINING SCHEDULE OF NET POSITION
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

Unaudited				
	Raritan Basin System	Manasquan Reservoir System	Elimination Entries	Combined Total
Assets				
Current assets:				
Unrestricted assets:				
Cash and cash equivalents	\$ 34,761,810	\$ 29,659,428	\$ -	\$ 64,421,238
Unbilled sales	2,084,251	-	-	2,084,251
Accounts receivable, less allowance for doubtful accounts of \$1,000 at December 31, 2024	2,025,988	1,707,234	(211,913)	3,521,309
Interest receivable	80,899	15,013	-	95,912
Prepaid expenses and other current assets	324,281	112,178	-	436,459
Total unrestricted assets	<u>39,277,229</u>	<u>31,493,853</u>	<u>(211,913)</u>	<u>70,559,169</u>
Restricted assets:				
Cash equivalents	19,690,412	5,686,533	-	25,376,945
Total current assets	<u>58,967,641</u>	<u>37,180,386</u>	<u>(211,913)</u>	<u>95,936,114</u>
Non-current assets:				
Investments	26,956,443	1,630,215	-	28,586,658
Capital assets net of accumulated depreciation of \$174,432,635 at December 31, 2024	204,131,614	43,413,764	-	247,545,378
Total non-current assets	<u>231,088,057</u>	<u>45,043,979</u>	<u>-</u>	<u>276,132,036</u>
Total assets	<u>290,055,698</u>	<u>82,224,365</u>	<u>(211,913)</u>	<u>372,068,150</u>
Deferred outflows of resources:				
Cost recovery	(7,087,974)	12,483,782	-	5,395,808
Pension related	1,661,144	456,582	-	2,117,726
OPEB related	13,155,167	3,802,296	-	16,957,463
Total deferred outflows of resources	<u>7,728,337</u>	<u>16,742,660</u>	<u>-</u>	<u>24,470,997</u>
Total assets and deferred outflows of resources	<u>\$ 297,784,035</u>	<u>\$ 98,967,025</u>	<u>\$ (211,913)</u>	<u>\$ 396,539,147</u>
Liabilities				
Current liabilities:				
Current portion of bonds, notes and loans payable	\$ 1,198,867	\$ 39,191	\$ -	\$ 1,238,058
Accounts payable	2,281,200	473,921	(211,913)	2,543,208
Accrued liabilities	3,030,979	653,372	-	3,684,351
Unearned revenue	891,653	5,302,775	-	6,194,428
Total current liabilities	<u>7,402,699</u>	<u>6,469,259</u>	<u>(211,913)</u>	<u>13,660,045</u>
Non-current liabilities:				
Non-current portion of bonds, notes and loans payable	106,329,896	38,711,336	-	145,041,232
Non-current lease liability	11,720	3,487	-	15,207
Net pension liability	11,927,668	3,278,436	-	15,206,104
Total OPEB liability	24,000,980	6,596,904	-	30,597,884
Total non-current liabilities	<u>142,270,264</u>	<u>48,590,163</u>	<u>-</u>	<u>190,860,427</u>
Total liabilities	<u>149,672,963</u>	<u>55,059,422</u>	<u>(211,913)</u>	<u>204,520,472</u>
Deferred inflows of resources				
Pension related	1,102,450	303,018	-	1,405,468
OPEB related	14,392,447	3,955,904	-	18,348,351
Gain on refunding	-	177,516	-	177,516
Total deferred inflow of resources	<u>15,494,897</u>	<u>4,436,438</u>	<u>-</u>	<u>19,931,335</u>
Net position				
Net investment in capital assets	96,602,851	30,048,905	-	126,651,756
Restricted for cash, investments and unearned revenue	18,798,759	383,758	-	19,182,517
Unrestricted	17,214,565	9,038,502	-	26,253,067
Total net position	<u>132,616,175</u>	<u>39,471,165</u>	<u>-</u>	<u>172,087,340</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 297,784,035</u>	<u>\$ 98,967,025</u>	<u>\$ (211,913)</u>	<u>\$ 396,539,147</u>

NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)

COMBINED SCHEDULE OF REVENUE, EXPENSES AND CHANGES IN NET POSITION
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

	Unaudited			
	Raritan Basin System	Manasquan Reservoir System	Manasquan Water Treatment Plant	Combined Total
Operating revenue:				
Water sales	\$ 13,775,464	\$ 3,736,520	\$ -	\$ 17,511,984
Reimbursement of operating expenses	-	-	1,290,000	1,290,000
Total operating revenue	<u>13,775,464</u>	<u>3,736,520</u>	<u>1,290,000</u>	<u>18,801,984</u>
Operating expenses:				
Payroll	3,441,928	568,181	498,058	4,508,167
Operations and maintenance (direct)	2,239,345	783,451	536,614	3,559,410
Operations and maintenance (general and administrative)	-	45,834	29,149	74,983
Fringe benefits	2,217,648	377,707	336,922	2,932,277
Headquarters overhead	(466,498)	402,500	63,998	-
Depreciation	1,943,623	940,664	-	2,884,287
Total operating expenses	<u>9,376,046</u>	<u>3,118,337</u>	<u>1,464,741</u>	<u>13,959,124</u>
Income from operations	<u>4,399,418</u>	<u>618,183</u>	<u>(174,741)</u>	<u>4,842,860</u>
Non-operating revenue:				
State of New Jersey - Grant Programs	52,424	-	-	52,424
Investment and interest income	1,698,357	445,219	42,181	2,185,757
Rental income	59,614	-	-	59,614
Other income/(loss)	864	775	-	1,639
Recovery of deferred outflows of resources	405,484	542,927	-	948,411
Total non-operating revenue	<u>2,216,743</u>	<u>988,921</u>	<u>42,181</u>	<u>3,247,845</u>
Non-operating expenses:				
Interest component of debt service to the State of New Jersey	834,575	26,225	-	860,800
SMMUA operations, net	-	-	(132,560)	(132,560)
Total non-operating expenses	<u>834,575</u>	<u>26,225</u>	<u>(132,560)</u>	<u>728,240</u>
Changes in net position	5,781,586	1,580,879	-	7,362,465
Net position, beginning of year	<u>126,834,589</u>	<u>37,890,286</u>	<u>-</u>	<u>164,724,875</u>
Net position, end of year	<u>\$ 132,616,175</u>	<u>\$ 39,471,165</u>	<u>\$ -</u>	<u>\$ 172,087,340</u>

NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)
SCHEDULE OF CHANGE IN CASH AND INVESTMENTS - RARITAN BASIN SYSTEM
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

	Operating Fund										Subtotal	
	Revenue Account	Operating Account	Payroll Account	Operating Fund	Reserve for O&M	Self-insurance Reserve	Depreciation Reserve	Dredging RV/SR Investments	Pumping Reserve	Capital Improvements Investments II		Source Water Protection Fund
Cash and investments - July 1, 2024	\$ 153,489	\$ 2,418,543	\$ 177,800	\$ 6,264,297	\$ 3,807,284	\$ 921,119	\$ 4,801,838	\$ 19,945,862	\$ 718,553	\$ 5,963,122	\$ 4,200,742	\$ 49,372,849
Cash receipts:												
Water sales operations and maintenance	7,479,232	-	-	-	-	-	-	-	-	-	-	7,479,232
Water sales NJE/FP	4,061,819	-	-	-	-	-	-	-	-	-	-	4,061,819
Water sales capital fund	1,229,722	-	-	-	-	-	-	-	-	-	-	1,229,722
Water sales source water protection fund	745,288	-	-	-	-	-	-	-	-	-	-	745,288
Water sales overdrafts	24,341	-	-	-	-	-	-	-	-	-	-	24,341
Rental income	33,910	-	-	-	-	-	-	-	-	-	-	33,910
Manasquan reservoir support	66,655	-	-	-	-	-	-	-	-	-	-	66,655
Headquarters overhead	101,659	-	-	457,748	-	-	-	-	-	-	-	457,748
Disposition of property	143	-	-	-	-	-	-	-	-	-	-	143
Recycling revenue	5,902,089	-	-	-	15,975	15,183	37,826	305,851	-	62,347	-	6,339,271
Investment securities	144,379	38,300	-	-	-	-	-	-	-	-	-	182,679
Grant Programs	6,495	-	-	-	-	-	-	-	-	-	-	6,495
Insurance reimbursement	829,574	-	-	-	-	-	-	-	-	-	-	829,574
Miscellaneous expense reimbursement	-	-	-	-	-	-	-	-	-	-	-	-
Transfers:												
Contributions from operating fund	-	7,167,045	2,284,872	(29,273,993)	-	-	119,741	-	75,000	-	242,791	(19,374,544)
Contributions to operating fund	-	-	-	7,259,689	-	-	(240,607)	-	-	-	(403,666)	6,615,416
Transfers for operations	(20,430,815)	-	-	20,430,815	-	-	-	-	-	-	-	-
Transfers for investments	-	-	-	-	-	-	-	-	-	-	-	-
Distribution from reserves to operations	-	8,162	-	-	-	-	-	-	-	-	-	-
Investment income	12,912	36,717	-	-	18,370	2,028	17,886	-	10,328	587	(200,000)	(191,838)
Per resolution, Section 603:												
Investment income, transfer from	97,259	-	-	(51,420)	(18,371)	(2,060)	(8,469)	-	-	(16,939)	-	-
Investment income, transfer to	(71,819)	-	-	-	71,819	-	-	-	-	-	-	-
Unrealized gain/(loss) on fair value	-	-	-	-	80,242	18,509	84,900	323,369	-	80,139	-	587,159
Total cash receipts	232,843	7,250,224	2,284,872	(1,125,741)	168,035	33,660	11,277	629,220	85,328	126,134	(304,758)	9,401,094
Total available cash and investments	\$ 386,332	\$ 9,668,767	\$ 2,472,672	\$ 5,138,556	\$ 3,975,319	\$ 954,779	\$ 4,813,115	\$ 20,575,082	\$ 803,881	\$ 6,089,256	\$ 3,895,984	\$ 58,773,743

NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)

SCHEDULE OF CHANGE IN CASH AND INVESTMENTS - RARITAN BASIN SYSTEM (CONTINUED)
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

	Subtotal	Parity SWP Bond Fund	Subordinated SWP Bond Fund	Major Rehabilitation	Capital Improvement Fund	D&R Mitigation Fund	D&R Canal Dredging	Capital Equipment Reserve	Rate Stabilization Fund	Employment Benefit Funds	Totals
Cash and investments - July 1, 2024	\$ 49,372,649	\$ 362,654	\$ 710,022	\$ 1,476,463	\$ 6,108,467	\$ 592,866	\$ 18,244,550	\$ 1,589,145	\$ 90,506	\$ 1,961,597	\$ 80,508,919
Cash receipts:											
Water sales operations and maintenance	7,479,232	-	-	-	-	-	-	-	-	-	7,479,232
Water sales NJEJFP	4,061,819	-	-	-	-	-	-	-	-	-	4,061,819
Water sales capital fund	1,229,722	-	-	-	-	-	-	-	-	-	1,229,722
Water sales source water protection fund	745,288	-	-	-	-	-	-	-	-	-	745,288
Water sales overdrafts	24,341	-	-	-	-	-	-	-	-	-	24,341
Rental income	33,910	-	-	-	-	-	-	-	-	-	33,910
Manasquan reservoir support	66,655	-	-	-	-	-	-	-	-	-	66,655
Headquarters overhead	457,748	-	-	-	-	-	-	-	-	-	457,748
Disposition of property	101,659	-	-	-	-	-	-	-	-	-	101,659
Recycling revenue	143	-	-	-	-	-	-	-	-	-	143
Investment securities	6,339,271	-	-	-	-	-	-	-	-	-	6,339,271
Grant Programs	182,679	-	-	-	-	-	-	-	-	-	182,679
Insurance reimbursement	6,495	-	-	-	-	-	-	-	-	-	6,495
Miscellaneous expense reimbursement	829,574	-	-	-	-	-	-	-	-	6,503	836,077
Transfers:											
Contributions from operating fund	(19,374,544)	76,748	345,698	-	7,557,978	-	4,111,949	75,000	6,561,420	645,751	-
Contributions to operating fund	6,615,416	-	-	-	(3,501,209)	(15,000)	-	-	(3,092,070)	(7,137)	-
Transfers for operations	-	-	-	-	-	-	-	-	-	-	-
Transfers for investments	-	-	-	-	-	-	-	-	-	-	-
Distribution from reserves to operations	(191,836)	-	-	-	-	-	-	-	200,000	(8,162)	-
Investment income	206,365	3,422	5,130	20,080	97,379	7,751	235,713	22,024	1,023	27,557	626,444
Per resolution, Section 603:											
Investment income, transfer from	-	-	-	-	-	-	-	-	-	-	-
Investment income, transfer to	-	-	-	-	-	-	-	-	-	-	-
Unrealized gain/(loss) on fair value	-	-	-	-	-	-	-	-	-	-	-
Total cash receipts	9,401,094	80,170	350,828	20,080	4,154,148	(7,249)	4,347,662	97,024	3,670,373	664,512	22,778,642
Total available cash and investments	\$ 58,773,743	\$ 442,824	\$ 1,060,850	\$ 1,496,543	\$ 10,262,615	\$ 585,617	\$ 22,592,212	\$ 1,686,169	\$ 3,760,879	\$ 2,626,109	\$ 103,287,561

NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)

SCHEDULE OF CHANGE IN CASH AND INVESTMENTS - RARITAN BASIN SYSTEM (CONTINUED)
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

	Operating Fund										Subtotal	
	Revenue Account	Operating Account	Payroll Account	Operating Fund	Reserve for O&M	Self-Insurance Reserve	Depreciation Reserve	Dredging RV/ISR Investments	Pumping Reserve	Capital Improvements Investments II		Source Water Protection Fund
Total available cash and investments	\$ 386,332	\$ 9,668,767	\$ 2,472,672	\$ 5,138,556	\$ 3,975,319	\$ 954,779	\$ 4,813,115	\$ 20,575,082	\$ 803,881	\$ 6,089,256	\$ 3,895,984	\$ 58,773,743
Cash disbursements:												
Payroll	-	-	2,294,872	-	-	-	-	-	-	-	-	2,294,872
Fringe benefits	-	16,349	-	983,754	-	-	-	-	-	-	-	1,000,103
Employee deferred compensation and credit union	-	324,108	-	121,389	-	-	-	-	-	-	-	445,507
Operations and maintenance	-	7,847,565	-	(523,312)	-	-	-	-	-	-	-	7,324,253
Prepaid insurance	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous disbursements	-	-	-	-	-	-	-	-	-	-	-	-
Watershed Management Fund	-	-	-	-	-	-	-	-	-	-	-	-
Capital improvements:												
New five year construction project	-	-	-	-	-	-	-	-	-	-	-	-
Maturity of investments securities	-	-	-	-	17,211	8,962	42,057	282,101	-	5,911,884	-	6,262,215
Principal on NJEIT bonds	-	-	-	-	-	-	-	-	-	-	-	-
Interest, Fees, and Credits on NJIB loans	-	-	-	-	-	-	-	-	-	-	-	-
Total cash disbursements	-	8,188,022	2,294,872	581,841	17,211	8,962	42,057	282,101	-	5,911,884	-	17,326,950
Cash and investments - December 31, 2024	\$ 386,332	\$ 1,480,745	\$ 177,800	\$ 4,556,715	\$ 3,958,108	\$ 945,817	\$ 4,771,058	\$ 20,292,981	\$ 803,881	\$ 177,372	\$ 3,895,984	\$ 41,446,793
Summary of cash and investments:												
Cash	\$ 386,332	\$ 1,480,745	\$ 177,800	\$ -	\$ 8,705	\$ 3,917	\$ 16,070	\$ 226,909	\$ -	\$ -	\$ -	\$ 2,300,478
Short-term investments	-	-	-	4,556,715	1,419,441	181,682	1,253,495	-	803,881	78,674	3,895,984	12,189,872
Long-term investments	-	-	-	-	2,529,962	760,218	3,501,493	20,066,072	-	98,698	-	26,956,443
Restricted investments (current)	-	-	-	-	-	-	-	-	-	-	-	-
Restricted investments (long-term)	-	-	-	-	-	-	-	-	-	-	-	-
Total cash and investments	\$ 386,332	\$ 1,480,745	\$ 177,800	\$ 4,556,715	\$ 3,958,108	\$ 945,817	\$ 4,771,058	\$ 20,292,981	\$ 803,881	\$ 177,372	\$ 3,895,984	\$ 41,446,793

NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)

SCHEDULE OF CHANGE IN CASH AND INVESTMENTS - RARITAN BASIN SYSTEM (CONTINUED)
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

	Subtotal	Parity SWP Bond Fund	Subordinated SWP Bond Fund	Major Rehabilitation	Capital Improvement Fund	D&R Mitigation Fund	D&R Canal Dredging	Capital Equipment Reserve	Rate Stabilization Fund	Employment Benefit Funds	Totals
Total available cash and investments	\$ 58,773,743	\$ 442,824	\$ 1,060,850	\$ 1,496,543	\$ 10,262,615	\$ 585,617	\$ 22,592,212	\$ 1,686,169	\$ 3,760,879	\$ 2,626,109	\$ 103,287,561
Cash disbursements:											
Payroll	2,294,872	-	-	-	-	-	-	-	-	-	2,294,872
Fringe benefits	1,000,103	-	-	-	-	-	-	-	-	-	1,000,103
Employee deferred compensation and credit union	445,507	-	-	-	-	-	-	-	-	-	445,507
Operations and maintenance	7,324,253	-	-	-	-	-	-	-	-	-	7,324,253
Prepaid insurance	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous disbursements	-	-	-	-	-	-	-	-	-	26,402	26,402
Watershed Management Fund	-	-	-	-	-	-	-	-	-	-	-
Capital improvements:											
Capital assets	-	-	-	-	-	-	-	-	-	-	-
New five year construction project	-	-	-	-	-	-	-	-	-	-	-
Maturity of investments securities	6,262,215	-	-	-	-	-	-	-	-	-	6,262,215
Principal on NJEIT bonds	-	147,807	569,269	-	-	-	1,919,809	-	-	-	2,636,885
Interest, Fees, and Credits on NJIB loans	-	(3,207)	13,366	-	-	-	1,878,499	-	-	-	1,888,658
Total cash disbursements	17,326,950	144,600	582,635	-	-	-	3,798,308	-	-	26,402	21,878,895
Cash and investments - December 31, 2024	\$ 41,446,793	\$ 298,224	\$ 478,215	\$ 1,496,543	\$ 10,262,615	\$ 585,617	\$ 18,793,904	\$ 1,686,169	\$ 3,760,879	\$ 2,599,707	\$ 81,408,666
Summary of cash and investments:											
Cash	\$ 2,300,478	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 55,291	\$ 2,355,769
Short-term investments	12,189,872	298,224	478,215	1,496,543	10,262,615	585,617	18,793,904	1,686,169	3,760,879	2,544,416	52,036,454
Long-term investments	26,956,443	-	-	-	-	-	-	-	-	-	26,956,443
Restricted investments (current)	-	-	-	-	-	-	-	-	-	-	-
Restricted investments (long-term)	-	-	-	-	-	-	-	-	-	-	-
Total cash and investments	\$ 41,446,793	\$ 298,224	\$ 478,215	\$ 1,496,543	\$ 10,262,615	\$ 585,617	\$ 18,793,904	\$ 1,686,169	\$ 3,760,879	\$ 2,599,707	\$ 81,408,666

NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)

SCHEDULE OF CHANGE IN CASH AND INVESTMENTS - MANASQUAN WATER SUPPLY SYSTEM
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

	Operating Fund										Subtotal			
	Revenue Account	Operating Account	Payroll Account	Operating Fund	Reserve for O&M	Self-Insurance Reserve	Renewal and Replacement Account	Water Reuse & Recycling	Source Water Protection	Depreciation Reserve		Pumping Reserve	Capital Improvement Fund	Sediment Reserve
Cash and investments - July 1, 2024	\$ 53,176	\$ 2,524,640	\$ 55,872	\$ 5,484,606	\$ 1,566,234	\$ 215,618	\$ 3,882,909	\$ 30,404	\$ 1,179,413	\$ 651,189	\$ 153,232	\$ 12,440,936	\$ 286,325	\$ 28,567,554
Cash receipts:														
Water sales operations and maintenance	1,613,603	-	-	-	-	-	-	-	-	-	-	-	-	1,613,603
Water sales capital fund	1,638,056	-	-	-	-	-	-	-	-	-	-	-	-	1,638,056
Water sales debt service	355,743	-	-	-	-	-	-	-	-	-	-	-	-	355,743
Source water protection	54,327	-	-	-	-	-	-	-	-	-	-	-	-	54,327
Water sales debt service NJEIT	90,292	-	-	-	-	-	-	-	-	-	-	-	-	90,292
Water sales overdrafts	91,020	-	-	-	-	-	-	-	-	-	-	-	-	91,020
NJ-American pumping costs	148,937	-	-	-	-	-	-	-	-	-	-	-	-	148,937
Headquarters overhead	-	-	-	(192,500)	-	-	-	-	-	-	-	-	-	(192,500)
Reimbursement of WTP capital expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Disposition of assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reimbursement from (to) Raritan Basin	22,477	-	-	-	-	-	-	-	-	-	-	-	-	22,477
Sale/Transfer for investment securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonrefundable bid deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous reimbursement	34,001	-	-	-	8,969	1,781	-	-	-	6,422	1,187	-	-	52,360
Transfers:														
Contributions from operating fund	-	526,902	675,914	(5,144,318)	-	-	60,000	-	53,289	43,822	-	1,602,023	15,000	(2,167,358)
Contributions to operating fund	-	-	-	1,747,892	-	-	-	-	(121,997)	(22,292)	-	-	-	1,603,603
Transfers for operations	(4,120,838)	-	-	4,120,838	-	-	-	-	-	-	-	-	-	-
Distribution from reserves to operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Investment income	1,366	30,647	-	78,475	7,919	445	54,025	1	15,800	3,098	262	183,727	3,584	379,349
Per resolution, Section 603:														
Investment income, transfer from	108,647	-	-	(78,474)	(16,889)	(2,226)	-	-	-	(5,953)	(1,449)	-	(3,584)	72
Investment income, transfer to	(90,756)	-	-	90,756	-	-	-	-	-	-	-	-	-	-
Unrealized gain/(loss) on fair value	-	-	-	-	16,942	3,133	-	-	-	6,513	2,089	-	-	28,677
Total cash receipts	(53,125)	557,549	675,914	622,669	16,941	3,133	114,025	1	(52,898)	31,610	2,089	1,785,750	15,000	3,718,658
Total cash and investments	\$ 51	\$ 3,082,189	\$ 731,786	\$ 6,117,275	\$ 1,606,175	\$ 218,751	\$ 3,996,934	\$ 30,405	\$ 1,126,515	\$ 682,799	\$ 155,321	\$ 14,226,686	\$ 301,325	\$ 32,276,212

NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)

SCHEDULE OF CHANGE IN CASH AND INVESTMENTS - MANASQUAN WATER SUPPLY SYSTEM (CONTINUED)
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

	Subtotal	Operating Account	Operating Fund	Residuals Reserve	Carbon Filter Reserve	Self-Insurance Reserve	Capital Improvement Reserve	NJ/EIT Debt Service	2016 Debt Service Account	2016 Debt Service Reserve	Rebate Fund	General Reserve Fund	Employment Benefit Funds	Totals
Cash and investments - July 1, 2024	\$ 28,557,654	\$ (3,123)	\$ 2,776,372	\$ 9,480	\$ 99,506	\$ 256,799	\$ 151,265	\$ 186,754	\$ 572,546	\$ 1,746,553	\$ 260,725	\$ 41,197	\$ 551,566	\$ 35,207,214
Cash receipts:														
Water sales operations and maintenance	1,613,603	-	-	-	-	-	-	-	-	-	-	-	-	1,613,603
Water sales capital fund	1,638,056	-	-	-	-	-	-	-	-	-	-	-	-	1,638,056
Water sales debt service	355,743	-	-	-	-	-	-	-	-	-	-	-	-	355,743
Source water protection	54,327	-	-	-	-	-	-	-	-	-	-	-	-	54,327
Water sales debt service NJ/EIT	90,292	-	-	-	-	-	-	-	-	-	-	-	-	90,292
Water sales overdrafts	91,020	-	-	-	-	-	-	-	-	-	-	-	-	91,020
NJ-American pumping costs	148,937	-	-	-	-	-	-	-	-	-	-	-	-	148,937
Headquarters overhead	(192,500)	-	1,290,000	-	-	-	-	-	-	-	-	-	-	1,097,500
Reimbursement of WTP capital expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Disposition of assets	22,477	-	-	-	-	-	-	-	-	-	-	-	-	22,477
Reimbursement from (to) Raritan Basin	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Seller transfer for investment securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonfundable bid deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous reimbursement	52,360	-	1,027	-	-	-	-	-	-	-	-	-	-	53,387
Transfers:														
Contributions from operating fund	(2,167,358)	600,000	(610,657)	-	-	-	-	88,581	293,544	-	-	1,616,920	178,970	-
Contributions to operating fund	1,603,603	100,000	(877,900)	-	-	-	-	-	-	-	-	(824,500)	(1,203)	-
Transfers for operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Distribution from reserves to operations	379,349	639	35,972	-	865	3,077	1,607	1,421	-	-	3,132	72	6,478	432,632
Investment income	72	-	8,098	-	(1,816)	(6,282)	-	-	-	-	-	(72)	-	-
Per resolution, Section 603:														
Investment income, transfer from	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Investment income, transfer to	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unrealized gain/(loss) on fair value	28,677	-	-	-	-	-	-	-	-	-	-	-	-	28,677
Total cash receipts	3,718,658	700,639	(153,460)	9,480	931	(3,205)	1,607	90,002	293,544	-	3,132	792,420	184,245	5,625,651
Total cash and investments	\$ 32,276,212	\$ 697,516	\$ 2,622,912	\$ 9,480	\$ 98,575	\$ 263,594	\$ 152,872	\$ 276,756	\$ 866,090	\$ 1,746,553	\$ 263,857	\$ 833,617	\$ 735,831	\$ 40,833,865

NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)

SCHEDULE OF CHANGE IN CASH AND INVESTMENTS - MANASQUAN WATER SUPPLY SYSTEM
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

	Revenue Account	Operating Account	Payroll Account	Operating Fund	Reserve for O&M	Self-Insurance Reserve	Renewal and Replacement Account	Water Reuse & Recycling	Source Water Protection	Depreciation Reserve	Pumping Reserve	Capital Improvement Fund	Sediment Reserve	Subtotal
Total available cash and investments	\$ 51	\$ 3,082,189	\$ 731,786	\$ 6,117,275	\$ 1,606,175	\$ 218,751	\$ 3,996,934	\$ 30,405	\$ 1,126,515	\$ 682,799	\$ 155,321	\$ 14,226,686	\$ 301,325	\$ 32,276,212
Cash disbursements:														
Payroll	-	-	675,914	-	-	-	-	-	-	-	-	-	-	675,914
Fringe benefits	-	1,256,000	-	(983,755)	-	-	-	-	-	-	-	-	-	272,245
Employee deferred compensation and credit union	-	3,232	-	127,620	-	-	-	-	-	-	-	-	-	130,852
Operations and maintenance	-	725,079	-	523,311	-	-	-	-	-	-	-	-	-	1,248,390
NLAmerican pumping costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid insurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Headquarters overhead	-	-	-	201,250	-	-	-	-	-	-	-	-	-	201,250
Capital assets reservoir	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital improvement program (reservoir)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Purchase of investments securities	-	-	-	-	5,509	1,222	-	-	-	903	816	-	-	8,450
Principal on bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest, Fees, and Credits on NJIB loans and bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total cash disbursements	\$ 51	\$ 1,997,878	\$ 675,914	\$ (131,574)	\$ 5,509	\$ 1,222	\$ 3,996,934	\$ 30,405	\$ 1,126,515	\$ 681,896	\$ 154,505	\$ 14,226,686	\$ 301,325	\$ 25,537,101
Cash and investments - December 31, 2024	\$ 51	\$ 1,097,878	\$ 55,872	\$ 6,248,849	\$ 1,600,666	\$ 217,529	\$ 3,996,934	\$ 30,405	\$ 1,126,515	\$ 681,896	\$ 154,505	\$ 14,226,686	\$ 301,325	\$ 29,739,111
Cash (Manasquan)	\$ 51	\$ 1,097,878	\$ 55,872	\$ -	\$ 7,510	\$ 1,231	\$ -	\$ -	\$ -	\$ 5,973	\$ 819	\$ -	\$ -	\$ 1,169,334
Cash (Water Treatment Plant/TS)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short-term investments	-	3,232	-	6,248,849	604,939	67,960	3,996,934	30,405	1,126,515	281,155	54,794	14,226,686	301,325	26,939,562
Short-term investments (Water Treatment Plant/TS)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Long-term investments	-	-	-	-	888,217	148,338	-	-	-	394,768	98,892	-	-	1,630,215
Restricted investments (current)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restricted investments (long-term)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total cash and investments	\$ 51	\$ 1,097,878	\$ 55,872	\$ 6,248,849	\$ 1,600,666	\$ 217,529	\$ 3,996,934	\$ 30,405	\$ 1,126,515	\$ 681,896	\$ 154,505	\$ 14,226,686	\$ 301,325	\$ 29,739,111

NEW JERSEY WATER SUPPLY AUTHORITY
(A COMPONENT UNIT OF THE STATE OF NEW JERSEY)

SCHEDULE OF CHANGE IN CASH AND INVESTMENTS - MANASQUAN WATER SUPPLY SYSTEM (CONTINUED)
FOR THE SIX MONTHS ENDED DECEMBER 31, 2024

	Water Treatment Plant/Transmission System										Totals			
	Subtotal	Operating Account	Operating Fund	Residuals Reserve	Carbon Filter Reserve	Self-Insurance Reserve	Capital Improvement Reserve	NJFIT Debt Service	2016 Debt Service Account	2016 Debt Service Reserve		Rebate Fund	General Reserve Fund	Employment Benefit Funds
Total available cash and investments	\$ 32,276,212	\$ 697,516	\$ 2,622,912	\$ 9,480	\$ 98,575	\$ 253,594	\$ 152,872	\$ 276,756	\$ 866,090	\$ 1,746,563	\$ 263,857	\$ 833,617	\$ 735,831	\$ 40,833,865
Cash disbursements:														
Payroll	675,914	-	-	-	-	-	-	-	-	-	-	-	-	675,914
Fringe benefits	272,245	140	-	-	-	-	-	-	-	-	-	-	-	272,385
Employee deferred compensation and credit union	130,852	-	-	-	-	-	-	-	-	-	-	-	3,383	134,235
Operations and maintenance	1,248,390	605,417	-	-	-	-	-	-	-	-	-	-	-	1,853,807
NJ-American pumping costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid insurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Headquarters overhead	201,250	-	63,998	-	-	-	-	-	-	-	-	-	-	265,248
Capital assets reservoir	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital improvement program (reservoir)	8,450	-	-	-	-	-	-	-	-	-	-	-	-	8,450
Purchase of investments securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Principal on bonds	-	-	-	-	-	-	-	118,381	455,000	-	-	-	-	573,381
Interest, Fees, and Credits on NJIB loans and bonds	-	-	-	-	-	-	-	6,851	53,620	11,798	-	-	-	72,269
Total cash disbursements	2,537,101	605,557	63,998	-	-	-	-	125,232	510,620	11,798	-	-	3,383	3,837,689
Cash and investments - December 31, 2024	\$ 29,739,111	\$ 91,959	\$ 2,558,914	\$ 9,480	\$ 98,575	\$ 253,594	\$ 152,872	\$ 151,524	\$ 355,470	\$ 1,734,765	\$ 263,857	\$ 833,617	\$ 732,448	\$ 36,976,176
Cash (Manasquan)	\$ 1,169,334	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 1,169,334
Cash (Water Treatment Plant/TS)	-	91,959	-	-	-	-	-	-	-	-	-	-	-	91,959
Short-term investments	26,839,562	-	-	-	-	-	-	-	-	-	-	833,617	732,448	28,505,627
Long-term investments (Water Treatment Plant/TS)	-	-	2,558,914	9,480	98,575	253,594	152,872	-	-	-	-	-	-	3,073,435
Long-term investments	1,630,215	-	-	-	-	-	-	-	-	-	-	-	-	1,630,215
Restricted investments (current)	-	-	-	-	-	-	-	151,524	355,470	1,734,765	263,857	-	-	2,505,606
Restricted investments (long-term)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total cash and investments	\$ 29,739,111	\$ 91,959	\$ 2,558,914	\$ 9,480	\$ 98,575	\$ 253,594	\$ 152,872	\$ 151,524	\$ 355,470	\$ 1,734,765	\$ 263,857	\$ 833,617	\$ 732,448	\$ 36,976,176