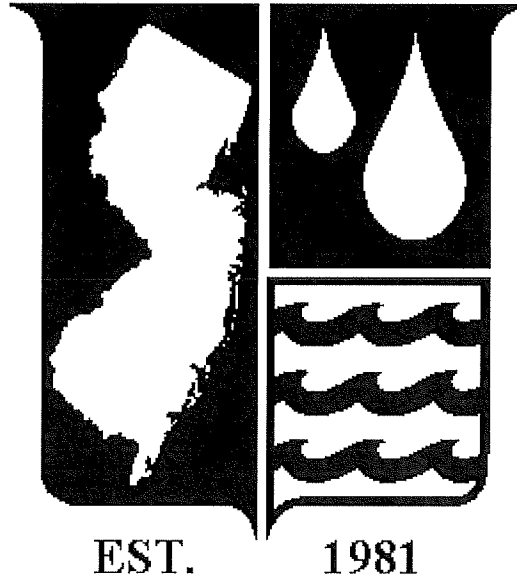


NEW JERSEY WATER SUPPLY AUTHORITY



COMPREHENSIVE ANNUAL FINANCIAL REPORT

(A Component Unit of the State of New Jersey)

March 31, 2024 AND JUNE 30, 2023

(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	
	<u>March 31, 2024</u>	<u>June 30, 2023</u>
Assets		
Current assets:		
Unrestricted assets:		
Cash and cash equivalents	\$ 56,182,176	\$ 56,288,289
Unbilled sales	2,084,018	1,853,997
Accounts receivable, less allowance for doubtful accounts of \$1,000 at March 31, 2024 and June 30, 2023	5,421,352	13,967,536
Interest receivable	321,471	285,544
Prepaid expenses and other current assets	2,400,526	1,760,875
Total unrestricted current assets	<u>66,409,543</u>	<u>74,156,241</u>
Restricted assets:		
Cash equivalents	<u>22,882,626</u>	19,823,574
Total current assets	<u>89,292,169</u>	<u>93,979,815</u>
Non-current assets:		
Investments	35,060,632	34,751,456
Capital assets, net	<u>244,834,379</u>	235,324,883
Total non-current assets	<u>279,895,011</u>	<u>270,076,339</u>
Total assets	<u>369,187,180</u>	<u>364,056,154</u>
Deferred outflows of resources:		
Cost recovery	4,080,422	2,672,857
Pension related	3,016,579	3,016,579
OPEB related	10,685,054	10,685,054
Construction loan DEP fee	-	742,575
Total deferred outflows of resources	<u>17,782,055</u>	<u>17,117,065</u>
Total assets and deferred outflows of resources	<u>\$ 386,969,235</u>	<u>\$ 381,173,219</u>
Liabilities		
Current liabilities:		
Current portion of bonds, notes and loans payable	\$ -	\$ 3,116,146
Accounts payable	4,983,368	4,550,507
Accrued liabilities	2,350,090	2,927,674
Unearned revenue	6,398,035	6,533,836
Total current liabilities	<u>13,731,493</u>	<u>17,128,163</u>
Non-current liabilities:		
Non-current portion of bonds, notes and loans payable	150,307,692	149,640,545
Lease liability	24,884	24,884
Net pension liability	16,101,898	16,101,898
Net OPEB liability	<u>27,662,158</u>	<u>27,662,158</u>
Total non-current liabilities	<u>194,096,632</u>	<u>193,429,485</u>
Total liabilities	<u>207,828,125</u>	<u>210,557,648</u>
Deferred inflows of resources:		
Pension related	2,796,346	2,796,346
OPEB related	16,528,732	16,528,732
Gain on refunding	195,342	213,136
Total deferred inflows of resources	<u>19,520,420</u>	<u>19,538,214</u>
Total liabilities and deferred inflows of resources	<u>227,348,545</u>	<u>230,095,862</u>
Net Position		
Net investment in capital assets	119,894,529	107,918,240
Restricted for cash, investments, and unearned revenue	16,484,591	13,289,738
Unrestricted	23,241,570	29,869,379
Total net position	<u>159,620,690</u>	<u>151,077,357</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 386,969,235</u>	<u>\$ 381,173,219</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

	Nine months ended March 31,	
	2024	2023
Operating revenues:		
Water sales	\$ 24,752,840	\$ 24,850,443
Reimbursement of operating expenses	1,935,000	1,935,000
Total operating revenues	<u>26,687,840</u>	<u>26,785,443</u>
Operating expenses:		
Payroll	6,582,669	6,201,144
Operations and maintenance	6,022,599	5,323,494
Fringe benefits	4,349,800	3,608,152
Depreciation	3,693,675	3,692,052
Total operating expenses	<u>20,648,743</u>	<u>18,824,842</u>
Income from operations	6,039,097	7,960,601
Non-operating revenues:		
State of New Jersey - Grant Programs	194,169	982,200
Investment and interest income	2,933,339	749,880
Rental income	61,900	57,812
Other income	40,026	64,746
Recovery of deferred outflows of resources	1,438,029	1,464,905
Total non-operating revenues	<u>4,667,463</u>	<u>3,319,543</u>
Non-operating expenses:		
Interest component of debt service to the State of New Jersey	2,310,428	492,846
SMMUA operations, net	(147,201)	87,775
Total non-operating expenses	<u>2,163,227</u>	<u>580,621</u>
Changes in net position	8,543,333	10,699,523
Net position, beginning of year	151,077,357	135,345,662
Net position, end of year	<u>\$ 159,620,690</u>	<u>\$ 146,045,185</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

	Nine months ended March 31,	
	2024	2023
Cash flows from operating activities		
Cash received from water sales	\$ 21,825,343	\$ 24,166,965
Cash received from reimbursable expenses	2,144,008	2,798,585
Cash received from rental income	33,757	43,666
Cash paid to or on behalf of employees	(11,265,672)	(10,376,905)
Cash paid to suppliers	(4,072,306)	(4,357,254)
Net cash provided by operating activities	<u>8,665,130</u>	<u>12,275,057</u>
Cash flows from noncapital financing activities		
Cash received for grant programs	41,037	58,747
Net cash provided by non-capital financing activities	<u>41,037</u>	<u>58,747</u>
Cash flows from capital and related financing activities		
Proceeds from borrowing	11,504,101	9,000,866
Principal paid on bonds, notes and loans	(1,860,021)	(3,190,532)
Interest paid on bonds, notes and loans	(2,510,369)	(476,521)
Acquisition and construction of capital assets	(15,513,055)	(11,962,637)
Proceeds from sale of capital assets	37,880	62,497
Net cash used in capital and related financing activities	<u>(8,341,464)</u>	<u>(6,566,327)</u>
Cash flows from investing activities		
Sale of investment securities	22,478,176	-
Purchase of investment securities	(22,787,352)	(14,949,558)
Interest received on investments	2,897,412	644,134
Net cash provided/(used) by investing activities	<u>2,588,236</u>	<u>(14,305,424)</u>
Net increase in cash and cash equivalents	2,952,939	(8,537,947)
Cash and cash equivalents, beginning of year	76,111,863	104,568,018
Cash and cash equivalents, end of year	<u>\$ 79,064,802</u>	<u>\$ 96,030,071</u>
Reconciliation of income from operations to net cash provided by operating activities:		
Income from operations	\$ 6,039,097	\$ 7,960,601
Adjustments to reconcile income from operations to net cash provided by operating activities:		
Cash received for operating activity included in other income	211,632	920,710
Depreciation	3,693,675	3,692,052
Increase (decrease) in cash from:		
Unbilled sales	(230,021)	(186,421)
Accounts receivable	(2,724,923)	(655,495)
Prepaid expenses and other current assets	(639,651)	(1,086,072)
Accounts payable	2,662,498	2,208,795
Accrued liabilities	7,264	1,816
Accrued payroll and taxes	(354,441)	(580,929)
Net cash provided by operating activities	<u>\$ 8,665,130</u>	<u>\$ 12,275,057</u>
Non cash investing activities		
Increase/Decrease in fair value of investments	<u>\$ 316,128</u>	<u>\$ (416,306)</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 as 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.

**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 nine months ended March 31, 2024 and the year ended June 30, 2023 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>March 31, 2024</u>	<u>June 30, 2023</u>
Raritan Basin System		
Cost excluded from rate model:		
Depreciation of debt-financed capital assets recoverable from rate payers	\$ 608,639	\$ 823,423
Excess vacation expense over vacation paid	(36,530)	22,814
Accrued sick pay	-	22,646
	<u>572,109</u>	<u>868,883</u>
Cost included in rate model:		
Debt principal repayment	-	-
Subtotal Raritan Basin System	<u>572,109</u>	<u>868,883</u>
Manasquan System		
Cost excluded from rate model:		
Depreciation of debt-financed capital assets recoverable from rate payers	\$ 1,155,640	1,540,854
Excess vacation expense over vacation paid	6,066	(8,206)
Accrued sick pay	-	608
	<u>1,161,706</u>	<u>1,533,256</u>
Cost included in rate model:		
Debt principal repayment	(326,250)	(415,000)
Subtotal Manasquan System	<u>835,456</u>	<u>1,118,256</u>
Total Raritan Basin and Manasquan	1,407,565	1,987,139
Balance, beginning of year	<u>2,672,857</u>	685,718
Balance, end of year	<u>\$ 4,080,422</u>	<u>\$ 2,672,857</u>

As shown in the statements of revenue, expenses and changes in net position for nine months ended March 31, 2024, deferred outflows of resources debit of \$1,438,029, does not include a credit balance of \$30,464 of accrued vacation and sick pay. The June 30, 2023, deferred outflows of resources debit balance of \$1,949,277, does not include a debit balance of \$37,862 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 March 31, 2024 and 2023, unearned revenue amounting to \$5,134,943 and \$4,729,967 respectively, was determined as follows:

	<u>2024</u>	<u>2023</u>
Reimbursement of operating expenses	\$ 2,009,902	\$ 1,966,572
Operating expenses	<u>2,157,103</u>	<u>1,878,797</u>
Unearned revenue	<u>(147,201)</u>	<u>87,775</u>
Balance, beginning of year	<u>5,282,144</u>	<u>4,642,192</u>
Balance, end of year	<u>\$ 5,134,943</u>	<u>\$ 4,729,967</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 March 31, 2024 and 2023, the amount included in unearned revenue was \$356,439 and \$345,039, respectively.

Accounting for Watershed Protection Program

For the nine months ended March 31, 2024 and 2023, the Authority received \$41,036 and \$58,746 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 March 31, 2024, all the funds received had been recognized as revenue.

Accounting for Mitigation Funds

For the nine months ended March 31, 2024, and 2023, the Authority received \$0, and \$8,940, 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 March 31, 2024 and June 30, 2023, the balance of unearned revenue was \$556,425, 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 \$386, and \$837,450, for the nine months ending March 31, 2024, and 2023, respectively. As of March 31, 2024 and 2023, the balance of unearned revenue was \$350,228 and \$0, respectively.

**NEW JERSEY WATER SUPPLY AUTHORITY
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NOTES TO FINANCIAL STATEMENTS

C. CAPITAL ASSETS

Capital assets activity for the nine months ended March 31, 2024 and the year ended June 30, 2023, was as follows:

	2024 Beginning Balance	Additions	Retirements	2024 Ending Balance
Capital assets not being depreciated:				
Land	\$ 25,648,119	\$ -	\$ -	\$ 25,648,119
Construction work in progress	120,950,550	11,869,169	-	132,819,719
Total capital assets not being depreciated	<u>146,598,669</u>	<u>11,869,169</u>	<u>-</u>	<u>158,467,838</u>
Capital assets being depreciated:				
Dams	77,369,160	-	(10,529)	77,358,631
Building, structures and improvements	149,849,470	-	(182,366)	149,667,104
D & R Canal dredging	21,160,274	-	-	21,160,274
Machinery and equipment	8,553,908	1,486,870	(1,578,555)	8,462,223
Leased equipment	38,738	-	-	38,738
Total capital assets being depreciated	<u>256,971,550</u>	<u>1,486,870</u>	<u>(1,771,450)</u>	<u>256,686,970</u>
Less accumulated depreciation for:				
Dams	(34,644,441)	(571,323)	10,529	(35,205,235)
Building, structures and improvements	(106,382,065)	(2,686,786)	156,865	(108,911,986)
D & R Canal dredging	(21,160,274)	-	-	(21,160,274)
Machinery and equipment	(6,044,030)	(428,302)	1,451,188	(5,021,144)
Leased equipment	(14,526)	(7,264)	-	(21,790)
Total accumulated depreciation	<u>(168,245,336)</u>	<u>(3,693,675)</u>	<u>1,618,582</u>	<u>(170,320,429)</u>
Total capital assets being depreciated, net	<u>88,726,214</u>	<u>(2,206,805)</u>	<u>(152,868)</u>	<u>86,366,541</u>
Total capital assets, net	<u>\$ 235,324,883</u>	<u>\$ 9,662,364</u>	<u>\$ (152,868)</u>	<u>\$ 244,834,379</u>
	2023 Beginning Balance	Additions	Retirements	2023 Ending Balance
Capital assets not being depreciated:				
Land	\$ 26,444,952	\$ -	\$ (796,833)	\$ 25,648,119
Construction work in progress	105,010,249	16,217,601	(277,300)	120,950,550
Total capital assets not being depreciated	<u>131,455,201</u>	<u>16,217,601</u>	<u>(1,074,133)</u>	<u>146,598,669</u>
Capital assets being depreciated:				
Dams	77,369,160	-	-	77,369,160
Building, structures and improvements	149,573,239	277,300	(1,069)	149,849,470
D & R Canal dredging	21,160,274	-	-	21,160,274
Machinery and equipment	7,830,475	1,011,588	(288,155)	8,553,908
Leased equipment	38,738	-	-	38,738
Total capital assets being depreciated	<u>255,971,886</u>	<u>1,288,888</u>	<u>(289,224)</u>	<u>256,971,550</u>
Less accumulated depreciation for:				
Dams	(33,882,675)	(761,766)	-	(34,644,441)
Building, structures and improvements	(102,739,113)	(3,644,021)	1,069	(106,382,065)
D & R Canal dredging	(21,160,274)	-	-	(21,160,274)
Machinery and equipment	(5,823,939)	(508,246)	288,155	(6,044,030)
Leased equipment	(4,842)	(9,684)	-	(14,526)
Total accumulated depreciation	<u>(163,610,843)</u>	<u>(4,923,717)</u>	<u>289,224</u>	<u>(168,245,336)</u>
Total capital assets being depreciated, net	<u>92,361,043</u>	<u>(3,634,829)</u>	<u>-</u>	<u>88,726,214</u>
Total capital assets, net	<u>\$ 223,816,244</u>	<u>\$ 12,582,772</u>	<u>\$ (1,074,133)</u>	<u>\$ 235,324,883</u>

**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 March 31, 2024 and June 30, 2023, the Authority's bank balance was \$79,531,156 and \$78,083,431 respectively, of which \$250,000 was covered through the FDIC. The remaining balance of \$79,281,156 and \$77,833,431 as of March 31, 2024 and June 30, 2023, 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 September 30, 2024. The cash balance per the statement of net position is shown exclusive of outstanding checks totaling \$466,654 and \$1,971,868, respectively. The statements of net position amount includes petty cash totaling \$300 as of March 31, 2024 and June 30, 2023, 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 \$79,531,156 and \$78,083,431 as of March 31, 2024 and June 30, 2023, respectively, was exposed to custodial credit risk as follows:

	March 31, 2024	June 30, 2023
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 March 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	\$ 35,382,103	\$ 35,382,103	\$ -
Total		\$ 35,382,103	\$ 35,382,103	\$ -

As of June 30, 2023, 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	\$ 35,037,000	\$ 23,302,701	\$ 11,734,299
Total		\$ 35,037,000	\$ 23,302,701	\$ 11,734,299

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 March 31, 2024, all deposits were collateralized.

5. Investment Income

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

	2024	2023
Interest earned on bank accounts and certificates of deposit	\$ 1,612,281	\$ 815,754
Interest earned on securities	1,004,930	350,432
Decrease/Increase in fair value of securities	316,128	(416,306)
	\$ 2,933,339	\$ 749,880

E. MAJOR WATER CUSTOMERS

During fiscal years 2023 and 2022, the Authority supplied water to approximately 30 customers of the Raritan Basin System and 12 customers of the Manasquan System.

Revenue

During fiscal years 2023 and 2022, two customers accounted for approximately 86% and 85%, respectively, of total Raritan Basin System operating revenue. During fiscal years 2023 and 2022, two customers accounted for approximately 86% and 85%, respectively, of the total Manasquan System operating revenue.

Accounts Receivable

During fiscal year 2023 and 2022, two customers accounted for approximately 91% and 90%, respectively, of the total Raritan Basin System water sales accounts receivable. During fiscal years 2023 and 2022, two customers accounted for approximately 91% and 95%, 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 NINE MONTHS ENDED MARCH 31, 2024

Unaudited

	Raritan Basin System	Manasquan Reservoir System	Elimination Entries	Combined Total
Assets				
Current assets:				
Unrestricted assets:				
Cash and cash equivalents	\$ 29,222,155	\$ 26,960,021	\$ -	\$ 56,182,176
Unbilled sales	2,084,018	-	-	2,084,018
Accounts receivable, less allowance for doubtful accounts of \$1,000 at March 31, 2024	3,897,168	1,728,667	(204,483)	5,421,352
Interest receivable	309,202	12,269	-	321,471
Prepaid expenses and other current assets	1,783,546	616,980	-	2,400,526
Total unrestricted assets	<u>37,296,089</u>	<u>29,317,937</u>	<u>(204,483)</u>	<u>66,409,543</u>
Restricted assets:				
Cash equivalents	16,692,821	6,189,805	-	22,882,626
Total current assets	<u>53,988,910</u>	<u>35,507,742</u>	<u>(204,483)</u>	<u>89,292,169</u>
Non-current assets:				
Investments	33,431,667	1,628,965	-	35,060,632
Capital assets net of accumulated depreciation of \$170,320,429 at March 31, 2024	200,033,612	44,800,767	-	244,834,379
Total non-current assets	<u>233,465,279</u>	<u>46,429,732</u>	<u>-</u>	<u>279,895,011</u>
Total assets	<u>287,454,189</u>	<u>81,937,474</u>	<u>(204,483)</u>	<u>369,187,180</u>
Deferred outflows of resources:				
Cost recovery	(7,585,087)	11,665,509	-	4,080,422
Pension related	2,373,143	643,436	-	3,016,579
OPEB related	8,288,866	2,396,188	-	10,685,054
Total deferred outflows of resources	<u>3,076,922</u>	<u>14,705,133</u>	<u>-</u>	<u>17,782,055</u>
Total assets and deferred outflows of resources	<u>\$ 290,531,111</u>	<u>\$ 96,642,607</u>	<u>\$ (204,483)</u>	<u>\$ 386,969,235</u>
Liabilities				
Current liabilities:				
Accounts payable	\$ 4,154,566	\$ 1,033,285	\$ (204,483)	\$ 4,983,368
Accrued liabilities	1,985,842	364,248	-	2,350,090
Unearned revenue	906,653	5,491,382	-	6,398,035
Total current liabilities	<u>7,047,061</u>	<u>6,888,915</u>	<u>(204,483)</u>	<u>13,731,493</u>
Non-current liabilities:				
Non-current portion of bonds, notes and loans payable	110,942,268	39,365,424	-	150,307,692
Non-current lease liability	19,178	5,706	-	24,884
Net pension liability	12,667,363	3,434,535	-	16,101,898
Total OPEB liability	21,761,820	5,900,338	-	27,662,158
Total non-current liabilities	<u>145,390,629</u>	<u>48,706,003</u>	<u>-</u>	<u>194,096,632</u>
Total liabilities	<u>152,437,690</u>	<u>55,594,918</u>	<u>(204,483)</u>	<u>207,828,125</u>
Deferred inflows of resources				
Pension related	2,199,886	596,460	-	2,796,346
OPEB related	13,003,153	3,525,579	-	16,528,732
Gain on refunding	-	195,342	-	195,342
Total deferred inflow of resources	<u>15,203,039</u>	<u>4,317,381</u>	<u>-</u>	<u>19,520,420</u>
Net position				
Net investment in capital assets	89,091,344	30,803,185	-	119,894,529
Restricted for cash, investments and unearned revenue	15,786,168	698,423	-	16,484,591
Unrestricted	18,012,870	5,228,700	-	23,241,570
Total net position	<u>122,890,382</u>	<u>36,730,308</u>	<u>-</u>	<u>159,620,690</u>
Total liabilities, deferred inflows of resources, and net position	<u>\$ 290,531,111</u>	<u>\$ 96,642,607</u>	<u>\$ (204,483)</u>	<u>\$ 386,969,235</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 NINE MONTHS ENDED MARCH 31, 2024

	Unaudited			
	Raritan Basin System	Manasquan Reservoir System	Manasquan Water Treatment Plant	Combined Total
Operating revenue:				
Water sales	\$ 19,135,112	\$ 5,617,728	\$ -	\$ 24,752,840
Reimbursement of operating expenses	-	-	1,935,000	1,935,000
Total operating revenue	<u>19,135,112</u>	<u>5,617,728</u>	<u>1,935,000</u>	<u>26,687,840</u>
Operating expenses:				
Payroll	5,098,340	792,687	691,642	6,582,669
Operations and maintenance (direct)	4,117,191	930,662	836,895	5,884,748
Operations and maintenance (general and administrative)	-	84,079	53,772	137,851
Fringe benefits	3,335,333	532,674	481,793	4,349,800
Headquarters overhead	(670,501)	577,500	93,001	-
Depreciation	<u>2,301,874</u>	<u>1,391,801</u>	<u>-</u>	<u>3,693,675</u>
Total operating expenses	<u>14,182,237</u>	<u>4,309,403</u>	<u>2,157,103</u>	<u>20,648,743</u>
Income from operations	<u>4,952,875</u>	<u>1,308,325</u>	<u>(222,103)</u>	<u>6,039,097</u>
Non-operating revenue:				
State of New Jersey - Grant Programs	194,169	-	-	194,169
Investment and interest income	2,233,005	625,432	74,902	2,933,339
Rental income	61,900	-	-	61,900
Other income/(loss)	72,035	(32,009)	-	40,026
Recovery of deferred outflows of resources	<u>608,639</u>	<u>829,390</u>	<u>-</u>	<u>1,438,029</u>
Total non-operating revenue	<u>3,169,748</u>	<u>1,422,813</u>	<u>74,902</u>	<u>4,667,463</u>
Non-operating expenses:				
Interest component of debt service to the State of New Jersey	2,253,423	57,005	-	2,310,428
SMMUA operations, net	-	-	(147,201)	(147,201)
Total non-operating expenses	<u>2,253,423</u>	<u>57,005</u>	<u>(147,201)</u>	<u>2,163,227</u>
Changes in net position	5,869,200	2,674,133	-	8,543,333
Net position, beginning of year	117,021,182	34,056,175	-	151,077,357
Net position, end of year	<u>\$ 122,890,382</u>	<u>\$ 36,730,308</u>	<u>\$ -</u>	<u>\$ 159,620,690</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 NINE MONTHS ENDED MARCH 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, 2023	\$ 1,420,368	\$ 2,041,134	\$ 177,800	\$ 4,134,865	\$ 3,650,437	\$ 915,414	\$ 4,770,561	\$ 19,989,762	\$ 1,860,870	\$ 6,920,011	\$ 4,193,362	\$ 50,074,584
Cash receipts:												
Water sales operations and maintenance	8,407,780	-	-	-	-	-	-	-	-	-	-	8,407,780
Water sales NJEIFP	4,469,331	-	-	-	-	-	-	-	-	-	-	4,469,331
Water sales capital fund	1,399,332	-	-	-	-	-	-	-	-	-	-	1,399,332
Water sales source water protection fund	873,531	-	-	-	-	-	-	-	-	-	-	873,531
Water sales overdrafts	1,036,152	-	-	-	-	-	-	-	-	-	-	1,036,152
Rental income	33,757	-	-	-	-	-	-	-	-	-	-	33,757
Manasquan reservoir support	114,159	-	-	-	-	-	-	-	-	-	-	114,159
Headquarters overhead	-	-	-	639,501	-	-	-	-	-	-	-	639,501
Disposition of property	110,501	-	-	-	-	-	-	-	-	-	-	110,501
Recycling revenue	1,003	-	-	-	-	-	-	-	-	-	-	1,003
Investment securities	-	-	-	-	-	-	-	12,149,833	-	1,638,188	-	13,788,021
Grant Programs	3,937	37,484	-	-	-	-	-	-	-	-	-	41,421
Insurance reimbursement	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous expense reimbursement	236,177	-	-	42	-	-	-	-	-	-	-	236,219
Transfers:												
Contributions from operating fund	1,662,950	23,087,411	3,258,004	(37,768,022)	-	-	542,522	-	112,500	-	319,941	(8,784,694)
Contributions to operating fund	-	-	-	17,356,010	-	-	(632,884)	-	(418,166)	-	(292,835)	16,012,125
Transfers for operations	(20,281,520)	-	-	20,281,520	-	-	-	-	-	-	-	-
Transfers for investments	-	-	-	-	-	-	-	-	-	-	-	-
Distribution from reserves to operations	200,000	7,858	-	-	-	-	-	-	-	-	(200,000)	7,858
Investment income	257,214	42,168	-	76,486	43,893	7,055	57,102	7,743	37,379	94,573	87,260	710,873
Per resolution, Section 603:												
Investment income, transfer from	372,773	-	-	(76,486)	(77,030)	(14,430)	(67,448)	(1)	-	(137,378)	-	-
Investment income, transfer to	(105,792)	-	-	-	105,792	-	-	-	-	-	-	-
Unrealized gain/(loss) on fair value	-	-	-	-	57,136	15,699	70,465	(81,473)	-	95,760	-	157,587
Total cash receipts	(1,208,715)	23,174,921	3,258,004	509,051	129,791	8,324	(30,243)	12,076,102	(268,287)	1,691,143	(85,634)	39,254,457
Total available cash and investments	\$ 211,653	\$ 25,216,055	\$ 3,435,804	\$ 4,643,916	\$ 3,780,228	\$ 923,738	\$ 4,740,318	\$ 32,065,864	\$ 1,592,583	\$ 8,611,154	\$ 4,107,728	\$ 89,329,041

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 NINE MONTHS ENDED MARCH 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, 2023	\$ 50,074,584	\$ 348,851	\$ 683,838	\$ 1,435,398	\$ 9,224,410	\$ 582,910	\$ 12,827,270	\$ 1,397,333	\$ 88,865	\$ 1,917,964	\$ 78,581,423
Cash receipts:											
Water sales operations and maintenance	8,407,780	-	-	-	-	-	-	-	-	-	8,407,780
Water sales NJEIFP	4,469,331	-	-	-	-	-	-	-	-	-	4,469,331
Water sales capital fund	1,399,332	-	-	-	-	-	-	-	-	-	1,399,332
Water sales source water protection fund	873,531	-	-	-	-	-	-	-	-	-	873,531
Water sales overdrafts	1,036,152	-	-	-	-	-	-	-	-	-	1,036,152
Rental income	33,757	-	-	-	-	-	-	-	-	-	33,757
Manasquan reservoir support	114,159	-	-	-	-	-	-	-	-	-	114,159
Headquarters overhead	639,501	-	-	-	-	-	-	-	-	-	639,501
Disposition of property	110,501	-	-	-	-	-	-	-	-	-	110,501
Recycling revenue	1,003	-	-	-	-	-	-	-	-	-	1,003
Investment securities	13,788,021	-	-	-	-	-	-	-	-	-	13,788,021
Grant Programs	41,421	-	-	-	-	-	-	-	-	-	41,421
Insurance reimbursement	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous expense reimbursement	236,219	-	-	-	11,777,115	-	-	-	-	7,867	12,021,001
Transfers:											
Contributions from operating fund	(8,784,694)	161,655	519,447	-	1,651,718	-	5,455,674	112,500	-	883,700	-
Contributions to operating fund	16,012,125	-	-	-	(14,905,568)	(6,000)	-	-	-	(1,100,557)	-
Transfers for operations	-	-	-	-	-	-	-	-	-	-	-
Transfers for investments	-	-	-	-	-	-	-	-	-	-	-
Distribution from reserves to operations	7,858	-	-	-	-	-	-	-	-	(7,858)	-
Investment income	710,873	4,510	7,767	30,585	243,869	11,904	296,815	30,749	1,243	45,309	1,383,624
Per resolution, Section 603:											
Investment income, transfer from	-	-	-	-	-	-	-	-	-	-	-
Investment income, transfer to	-	-	-	-	-	-	-	-	-	-	-
Unrealized gain/(loss) on fair value	157,587	-	-	-	-	-	-	-	-	-	157,587
Total cash receipts	39,254,457	166,165	527,214	30,585	(1,232,866)	5,904	5,752,489	143,249	1,243	(171,739)	44,476,701
Total available cash and investments	\$ 89,329,041	\$ 515,016	\$ 1,211,052	\$ 1,465,983	\$ 7,991,544	\$ 588,814	\$ 18,579,759	\$ 1,540,582	\$ 90,108	\$ 1,746,225	\$ 123,058,124

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 NINE MONTHS ENDED MARCH 31, 2024

	Operating Fund											
	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 II	Source Water Protection Fund	Subtotal
Total available cash and investments	\$ 211,653	\$ 25,216,055	\$ 3,435,804	\$ 4,643,916	\$ 3,780,228	\$ 923,738	\$ 4,740,318	\$ 32,065,864	\$ 1,592,583	\$ 8,611,154	\$ 4,107,728	\$ 89,329,041
Cash disbursements:												
Payroll	-	-	3,258,004	-	-	-	-	-	-	-	-	3,258,004
Fringe benefits	-	20,191	-	1,400,361	-	-	-	-	-	-	-	1,420,552
Employee deferred compensation and credit union	-	1,976,121	-	(91,348)	-	-	-	-	-	-	-	1,884,773
Operations and maintenance	-	20,592,080	-	(734,770)	-	-	-	-	-	-	-	19,857,310
Prepaid insurance	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous disbursements	1,671	-	-	-	-	-	-	-	-	-	-	1,671
Watershed Management Fund	-	-	-	-	-	-	-	-	-	-	-	-
Capital improvements:												
Capital assets	-	-	-	-	-	-	-	-	-	-	-	-
New five year construction project	-	-	-	-	-	-	-	-	-	-	-	-
Maturity of investments securities	-	-	-	-	-	-	-	12,084,099	-	1,673,409	-	13,757,508
Principal on NJEIT bonds	-	-	-	-	-	-	-	-	-	-	-	-
Interest, Fees, and Credits on NJIB loans	-	-	-	-	-	-	-	-	-	-	-	-
Total cash disbursements	1,671	22,588,392	3,258,004	574,243	-	-	-	12,084,099	-	1,673,409	-	40,179,818
Cash and investments - March 31, 2024	\$ 209,982	\$ 2,627,663	\$ 177,800	\$ 4,069,673	\$ 3,780,228	\$ 923,738	\$ 4,740,318	\$ 19,981,765	\$ 1,592,583	\$ 6,937,745	\$ 4,107,728	\$ 49,149,223
Summary of cash and investments:												
Cash	\$ 209,982	\$ 2,627,663	\$ 177,800	\$ -	\$ -	\$ 48	\$ 42	\$ 53,655	\$ -	\$ 15,346	\$ -	\$ 3,084,536
Short-term investments	-	-	-	4,069,673	1,315,421	181,682	1,288,153	-	1,592,583	77,780	4,107,728	12,633,020
Long-term investments	-	-	-	-	2,464,807	742,008	3,452,123	19,928,110	-	6,844,619	-	33,431,667
Restricted investments (current)	-	-	-	-	-	-	-	-	-	-	-	-
Restricted investments (long-term)	-	-	-	-	-	-	-	-	-	-	-	-
Total cash and investments	\$ 209,982	\$ 2,627,663	\$ 177,800	\$ 4,069,673	\$ 3,780,228	\$ 923,738	\$ 4,740,318	\$ 19,981,765	\$ 1,592,583	\$ 6,937,745	\$ 4,107,728	\$ 49,149,223

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 NINE MONTHS ENDED MARCH 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	\$ 89,329,041	\$ 515,016	\$ 1,211,052	\$ 1,465,983	\$ 7,991,544	\$ 588,814	\$ 18,579,759	\$ 1,540,582	\$ 90,108	\$ 1,746,225	\$ 123,058,124
Cash disbursements:											
Payroll	3,258,004	-	-	-	-	-	-	-	-	-	3,258,004
Fringe benefits	1,420,552	-	-	-	-	-	-	-	-	-	1,420,552
Employee deferred compensation and credit union	1,884,773	-	-	-	-	-	-	-	-	-	1,884,773
Operations and maintenance	19,857,310	-	-	-	-	-	1,210,618	-	-	-	21,067,928
Prepaid insurance	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous disbursements	1,671	-	-	-	-	-	-	-	-	50,501	52,172
Watershed Management Fund	-	-	-	-	-	-	-	-	-	-	-
Capital improvements:											
Capital assets	-	-	-	-	-	-	-	-	-	-	-
New five year construction project	-	-	-	-	-	-	-	-	-	-	-
Maturity of investments securities	13,757,508	-	-	-	-	-	-	-	-	-	13,757,508
Principal on NJEIT bonds	-	205,015	622,400	-	-	-	1,232,439	-	-	-	2,059,854
Interest, Fees, and Credits on NJIB loans	-	3,267	55,587	-	-	-	151,837	-	-	-	210,691
Total cash disbursements	40,179,818	208,282	677,987	-	-	-	2,594,894	-	-	50,501	43,711,482
Cash and investments - March 31, 2024	\$ 49,149,223	\$ 306,734	\$ 533,065	\$ 1,465,983	\$ 7,991,544	\$ 588,814	\$ 15,984,865	\$ 1,540,582	\$ 90,108	\$ 1,695,724	\$ 79,346,642
Summary of cash and investments:											
Cash	\$ 3,084,536	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 50,050	\$ 3,134,586
Short-term investments	12,633,020	306,734	533,065	1,465,983	7,991,544	588,814	15,984,865	1,540,582	90,108	1,645,674	42,780,389
Long-term investments	33,431,667	-	-	-	-	-	-	-	-	-	33,431,667
Restricted investments (current)	-	-	-	-	-	-	-	-	-	-	-
Restricted investments (long-term)	-	-	-	-	-	-	-	-	-	-	-
Total cash and investments	\$ 49,149,223	\$ 306,734	\$ 533,065	\$ 1,465,983	\$ 7,991,544	\$ 588,814	\$ 15,984,865	\$ 1,540,582	\$ 90,108	\$ 1,695,724	\$ 79,346,642

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 NINE MONTHS ENDED MARCH 31, 2024

	Operating Fund													
	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
Cash and investments - July 1, 2023	\$ 41,511	\$ 1,548,883	\$ 55,872	\$ 6,777,349	\$ 1,582,306	\$ 214,540	\$ 3,950,762	\$ 30,401	\$ 1,469,820	\$ 627,302	\$ 152,513	\$ 8,927,090	\$ 256,325	\$ 25,634,674
Cash receipts:														
Water sales operations and maintenance	2,389,276	-	-	-	-	-	-	-	-	-	-	-	-	2,389,276
Water sales capital fund	2,418,330	-	-	-	-	-	-	-	-	-	-	-	-	2,418,330
Water sales debt service	533,857	-	-	-	-	-	-	-	-	-	-	-	-	533,857
Source water protection	80,387	-	-	-	-	-	-	-	-	-	-	-	-	80,387
Water sales debt service NJEIT	133,605	-	-	-	-	-	-	-	-	-	-	-	-	133,605
Water sales overdrafts	83,753	-	-	-	-	-	-	-	-	-	-	-	-	83,753
NJ-American pumping costs	204,000	-	-	-	-	-	-	-	-	-	-	-	-	204,000
Headquarters overhead	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reimbursement of WTP capital expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Disposition of assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reimbursement from/(to) Raritan Basin	44,652	-	-	-	-	-	-	-	-	-	-	-	-	44,652
Sale/Transfer for investment securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonrefundable bid deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous reimbursement	4,395	-	-	-	-	-	-	-	-	-	-	-	-	4,395
Transfers:														
Contributions from operating fund	-	4,656,679	938,087	(9,613,824)	-	-	90,000	-	79,985	46,169	-	2,404,130	22,500	(1,376,274)
Contributions to operating fund	-	-	-	1,912,905	-	-	(293,948)	-	(395,093)	(22,649)	-	-	-	1,201,215
Transfers for operations	(6,389,405)	-	-	6,389,405	-	-	-	-	-	-	-	-	-	-
Distribution from reserves to operations	587,180	1,101	-	-	-	-	-	-	-	-	-	-	-	588,281
Investment income	3,458	54,857	-	118,625	27,929	3,399	86,130	3	29,111	10,233	2,242	220,240	5,111	561,338
Per resolution, Section 603:														
Investment income, transfer from	179,982	-	-	(118,625)	(38,473)	(5,583)	-	-	-	(8,271)	(3,697)	-	(5,111)	202
Investment income, transfer to	(137,637)	-	-	137,637	-	-	-	-	-	-	-	-	-	-
Unrealized gain/(loss) on fair value	-	-	-	-	20,590	3,647	-	-	-	7,240	2,431	-	-	33,908
Total cash receipts	135,813	4,712,637	938,087	(1,173,877)	10,046	1,463	(117,818)	3	(285,997)	32,722	976	2,624,370	22,500	6,900,925
Total cash and investments	\$ 177,324	\$ 6,261,520	\$ 993,959	\$ 5,603,472	\$ 1,592,352	\$ 216,003	\$ 3,832,944	\$ 30,404	\$ 1,183,823	\$ 660,024	\$ 153,489	\$ 11,551,460	\$ 278,825	\$ 32,535,599

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 NINE MONTHS ENDED MARCH 31, 2024

	Water Treatment Plant/Transmission System							NJ/EIT Debt Service	2016 Debt Service Account	2016 Debt Service Reserve	Rebate Fund	General Reserve Fund	Employment Benefit Funds	Totals
	Subtotal	Operating Account	Operating Fund	Residuals Reserve	Carbon Filter Reserve	Self - Insurance Reserve	Capital Improvement Reserve							
Cash and investments - July 1, 2023	\$ 25,634,674	\$ 233,176	\$ 2,872,520	\$ 9,480	\$ 99,175	\$ 255,540	\$ 151,453	\$ 178,803	\$ 563,421	\$ 1,746,553	\$ 254,242	\$ 41,197	\$ 527,206	\$ 32,567,440
Cash receipts:														
Water sales operations and maintenance	2,389,276	-	-	-	-	-	-	-	-	-	-	-	-	2,389,276
Water sales capital fund	2,418,330	-	-	-	-	-	-	-	-	-	-	-	-	2,418,330
Water sales debt service	533,857	-	-	-	-	-	-	-	-	-	-	-	-	533,857
Source water protection	80,387	-	-	-	-	-	-	-	-	-	-	-	-	80,387
Water sales debt service NJEIT	133,605	-	-	-	-	-	-	-	-	-	-	-	-	133,605
Water sales overdrafts	83,753	-	-	-	-	-	-	-	-	-	-	-	-	83,753
NJ-American pumping costs	204,000	-	-	-	-	-	-	-	-	-	-	-	-	204,000
Headquarters overhead	-	-	1,935,000	-	-	-	-	-	-	-	-	-	-	1,935,000
Reimbursement of WTP capital expenses	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Disposition of assets	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Reimbursement from/(to) Raritan Basin	44,652	-	-	-	-	-	-	-	-	-	-	-	-	44,652
Sale/Transfer for investment securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Nonrefundable bid deposits	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Miscellaneous reimbursement	4,395	-	40,691	-	-	-	-	-	-	-	-	-	-	45,086
Transfers:														
Contributions from operating fund	(1,376,274)	600,000	(626,370)	-	-	-	-	132,932	442,378	-	-	587,180	240,154	-
Contributions to operating fund	1,201,215	-	(1,197,611)	-	-	-	(3,604)	-	-	-	-	-	-	-
Transfers for operations	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Distribution from reserves to operations	588,281	-	-	-	-	-	-	-	-	-	-	(587,180)	(1,101)	-
Investment income	561,338	3,006	63,016	-	1,458	4,845	2,576	2,197	-	-	4,847	203	10,673	654,159
Per resolution, Section 603:														
Investment income, transfer from	202	-	6,785	-	(1,590)	(5,194)	-	-	-	-	-	(203)	-	-
Investment income, transfer to	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Unrealized gain/(loss) on fair value	33,908	-	-	-	-	-	-	-	-	-	-	-	-	33,908
Total cash receipts	6,900,925	603,006	221,511	-	(132)	(349)	(1,028)	135,129	442,378	-	4,847	-	249,726	8,556,013
Total cash and investments	\$ 32,535,599	\$ 836,182	\$ 3,094,031	\$ 9,480	\$ 99,043	\$ 255,191	\$ 150,425	\$ 313,932	\$ 1,005,799	\$ 1,746,553	\$ 259,089	\$ 41,197	\$ 776,932	\$ 41,123,453

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 NINE MONTHS ENDED MARCH 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	
Total available cash and investments	\$ 177,324	\$ 6,261,520	\$ 993,959	\$ 5,603,472	\$ 1,592,352	\$ 216,003	\$ 3,832,944	\$ 30,404	\$ 1,183,823	\$ 660,024	\$ 153,489	\$ 11,551,460	\$ 278,825	\$ 32,535,599
Cash disbursements:														
Payroll	-	-	938,087	-	-	-	-	-	-	-	-	-	-	938,087
Fringe benefits	-	1,765,550	-	(1,400,361)	-	-	-	-	-	-	-	-	-	365,189
Employee deferred compensation and credit union	-	(1,078)	-	177,524	-	-	-	-	-	-	-	-	-	176,446
Operations and maintenance	-	1,698,980	-	734,770	-	-	-	-	-	-	-	-	-	2,433,750
NJ-American pumping costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Prepaid insurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Headquarters overhead	-	-	-	546,500	-	-	-	-	-	-	-	-	-	546,500
Capital assets reservoir	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Capital improvement program (reservoir)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Purchase of Investments securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Principal on bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Interest, Fees, and Credits on NJIB loans and bonds	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total cash disbursements	-	3,463,452	938,087	58,433	-	-	-	-	-	-	-	-	-	4,459,972
Cash and investments - March 31, 2024	\$ 177,324	\$ 2,798,068	\$ 55,872	\$ 5,545,039	\$ 1,592,352	\$ 216,003	\$ 3,832,944	\$ 30,404	\$ 1,183,823	\$ 660,024	\$ 153,489	\$ 11,551,460	\$ 278,825	\$ 28,075,627
Cash (Manasquan)	\$ 177,324	\$ 2,798,068	\$ 55,872	\$ -	\$ 779	\$ -	\$ -	\$ -	\$ -	\$ 345	\$ -	\$ -	\$ -	\$ 3,032,388
Cash (Water Treatment Plant/TS)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Short-term investments	-	-	-	5,545,039	604,940	67,959	3,832,944	30,404	1,183,823	264,087	54,793	11,551,460	278,825	23,414,274
Short-term investments (Water Treatment Plant/TS)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Long-term investments	-	-	-	-	986,633	148,044	-	-	-	395,592	98,696	-	-	1,628,965
Restricted investments (current)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Restricted investments (long-term)	-	-	-	-	-	-	-	-	-	-	-	-	-	-
Total cash and investments	\$ 177,324	\$ 2,798,068	\$ 55,872	\$ 5,545,039	\$ 1,592,352	\$ 216,003	\$ 3,832,944	\$ 30,404	\$ 1,183,823	\$ 660,024	\$ 153,489	\$ 11,551,460	\$ 278,825	\$ 28,075,627

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 NINE MONTHS ENDED MARCH 31, 2024

	Water Treatment Plant/Transmission System											Rebate Fund	General Reserve Fund	Employment Benefit Funds	Totals
	Subtotal	Operating Account	Operating Fund	Residuals Reserve	Carbon Filter Reserve	Self - Insurance Reserve	Capital Improvement Reserve	NJEIT Debt Service	2016 Debt Service Account	2016 Debt Service Reserve					
Total available cash and investments	\$ 32,535,599	\$ 836,182	\$ 3,094,031	\$ 9,480	\$ 99,043	\$ 255,191	\$ 150,425	\$ 313,932	\$ 1,005,799	\$ 1,746,553	\$ 259,089	\$ 41,197	\$ 776,932	\$ 41,123,453	
Cash disbursements:															
Payroll	938,087	-	-	-	-	-	-	-	-	-	-	-	-	938,087	
Fringe benefits	365,189	-	-	-	-	-	-	-	-	-	-	-	302,568	667,757	
Employee deferred compensation and credit union	176,446	-	-	-	-	-	-	-	-	-	-	-	1,078	177,524	
Operations and maintenance	2,433,750	734,864	-	-	-	-	-	-	-	-	-	-	-	3,168,614	
NJ-American pumping costs	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Prepaid insurance	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Headquarters overhead	546,500	-	93,001	-	-	-	-	-	-	-	-	-	-	639,501	
Capital assets reservoir	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Capital improvement program (reservoir)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Purchase of investments securities	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Principal on bonds	-	-	-	-	-	-	-	157,572	435,000	-	-	-	-	592,572	
Interest, Fees, and Credits on NJIB loans and bonds	-	-	-	-	-	-	-	14,894	145,712	-	-	-	-	160,606	
Total cash disbursements	4,459,972	734,864	93,001	-	-	-	-	172,466	580,712	-	-	-	303,646	6,344,661	
Cash and investments - March 31, 2024	\$ 28,075,627	\$ 101,318	\$ 3,001,030	\$ 9,480	\$ 99,043	\$ 255,191	\$ 150,425	\$ 141,466	\$ 425,087	\$ 1,746,553	\$ 259,089	\$ 41,197	\$ 473,286	\$ 34,778,792	
Cash (Manasquan)	\$ 3,032,388	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,032,388	
Cash (Water Treatment Plant/TS)	-	101,318	-	-	-	-	-	-	-	-	-	-	-	101,318	
Short-term investments	23,414,274	-	-	-	-	-	-	-	-	-	-	-	-	23,414,274	
Short-term investments (Water Treatment Plant/TS)	-	-	3,001,030	9,480	99,043	255,191	150,425	-	-	-	-	41,197	473,286	3,515,169	
Long-term investments	1,628,965	-	-	-	-	-	-	-	-	-	-	-	-	1,628,965	
Restricted investments (current)	-	-	-	-	-	-	-	141,466	425,087	1,746,553	259,089	-	-	2,572,195	
Restricted investments (long-term)	-	-	-	-	-	-	-	-	-	-	-	-	-	-	
Total cash and investments	\$ 28,075,627	\$ 101,318	\$ 3,001,030	\$ 9,480	\$ 99,043	\$ 255,191	\$ 150,425	\$ 141,466	\$ 425,087	\$ 1,746,553	\$ 259,089	\$ 41,197	\$ 473,286	\$ 34,778,792	