

PASSAIC COUNTY UTILITIES AUTHORITY

SUMMARY OF SYNOPSIS OF AUDIT REPORT FOR PUBLICATION

Summary of synopsis of audit report of the Passaic County Utilities Authority for the fiscal years ended December 31, 2019 and 2018 as required by N.J.S. 40A:5A-16.

	<u>Fiscal Years Ended</u>	
	<u>Dec. 31, 2019</u>	<u>Dec. 31, 2018</u>
<u>ASSETS</u>		
Current Assets:		
Cash and Cash Equivalents - Unrestricted	29,804	29,429
Cash and Cash Equivalents - Restricted	488,627	488,627
	<u>518,431</u>	<u>518,056</u>
Capital Assets:		
Property, Plant and Equipment - Net		
Total Assets	<u>518,431</u>	<u>518,056</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Deferred Debits	<u>2,171,687</u>	<u>2,312,776</u>
Total Deferred Outflows of Resources	<u>2,171,687</u>	<u>2,312,776</u>
<u>LIABILITIES</u>		
Current Liabilities		
Current Liabilities Payable from Unrestricted Assets	1,795,705	1,795,705
Current Liabilities Payable from Restricted Assets	2,876,374	2,820,620
Long Term Debt, Net of Current Portion	44,515,000	46,770,000
Total Liabilities	<u>49,187,079</u>	<u>51,386,325</u>
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Unamortized Gain on Refunding	<u>442,086</u>	<u>468,401</u>
Total Deferred Inflows of Resources	<u>442,086</u>	<u>468,401</u>
<u>NET POSITION</u>		
Net Investment in Capital Assets	(45,040,399)	(47,105,625)
Restricted	488,627	488,627
Unrestricted	<u>(2,387,275)</u>	<u>(2,406,896)</u>
Total Net Position	<u>(46,939,047)</u>	<u>(49,023,894)</u>

PASSAIC COUNTY UTILITIES AUTHORITY

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

*Summary of synopsis of audit report of the Passaic County Utilities Authority for the
fiscal years ended December 31, 2019 and 2018 as required by N.J.S. 40A:5A-16.*

	<u>Fiscal Years Ended</u>	
	<u>Dec. 31, 2019</u>	<u>Dec. 31, 2018</u>
Operating Revenues (Expenses):		
Other Expenses	<u>(31,963)</u>	<u>(41,010)</u>
Total Operating Income (Loss)	<u>(31,963)</u>	<u>(41,010)</u>
Nonoperating Revenue (Expenses):		
County of Passaic Agreement	4,107,954	3,270,708
Other Nonoperating Revenues	26,690	31,160
Interest Expense	(1,876,745)	(1,970,858)
Bond Issuance Costs	-	(239,357)
Other Nonoperating Expenses	<u>(141,089)</u>	<u>(141,088)</u>
Total Operating Expenses	<u>2,116,810</u>	<u>950,565</u>
Change in Net Position	2,084,847	909,555
Net Position, January 1	<u>(49,023,894)</u>	<u>(49,933,449)</u>
Net Position, December 31	<u><u>(46,939,047)</u></u>	<u><u>(49,023,894)</u></u>

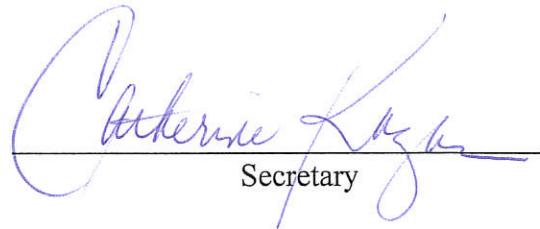
RECOMMENDATIONS

None

* * * * *

The above summary or synopsis was prepared from the report of audit of the Passaic County Utilities Authority, County of Passaic, for the calendar year 2019. This report of audit, submitted by Steven D. Wielkocz, Registered Municipal Accountant of the firm of Wielkocz & Company, LLC, is on file at the Authority's office and may be inspected by any interested person.

A corrective action plan, which outlines actions the Passaic County Utilities Authority will take to correct the findings listed above, will be prepared in accordance with federal and state requirements. A copy of it will be placed on file with Passaic County Utilities Authority, Secretary at the Passaic County Utilities Authority, Paterson, New Jersey 07505 within 60 days from the date of receipt of the audit report by the Authority.


Secretary

PASSAIC COUNTY UTILITIES AUTHORITY

RESOLUTION

WHEREAS, N.J.S.A. 40A:5A-15 requires the governing body of each local Authority to cause an annual audit of its accounts to be made, and

WHEREAS, the annual audit report for the fiscal year ended December 31, 2019 has been completed and filed with the Governing Body and the Director of the Division of Local Government Services pursuant to N.J.S.A. 40A:5A-15, and

WHEREAS, N.J.S.A. 40A:5A-17 requires the governing body of each Authority to, within 45 days of receipt of the annual audit, certify by resolution to the Local Finance Board that each member thereof has personally reviewed the annual audit report, and specifically the sections of the audit report entitled "General Comments" and "Recommendations", and has evidenced same by group affidavit in the form prescribed by the Local Finance Board, and

WHEREAS, the members of the governing body have received the annual audit and have personally reviewed the annual audit, and have specifically reviewed the sections of the annual audit report entitled "General Comments" and "Recommendations" in accordance with N.J.S.A. 40A:5A-17,

NOW, THEREFORE BE IT RESOLVED, that the governing body of the Passaic County Utilities Authority hereby certifies to the Local Finance Board of the State of New Jersey that each governing body member has personally reviewed the annual audit report for the fiscal year ended December 31, 2019, and specifically has reviewed the sections of the audit report entitled "General Comments" and "Recommendations", and has evidenced same by group affidavit in the form prescribed by the Local Finance Board.

BE IT FURTHER RESOLVED that the Secretary of the Authority is hereby directed to promptly submit to the Local Finance Board the aforesaid group affidavit, accompanied by a certified true copy of this resolution.

IT IS HEREBY CERTIFIED THAT THIS IS A TRUE COPY OF THE RESOLUTION PASSED AT THE MEETING HELD ON February 26, 2020.



Secretary
2/26/20

Date

LOCAL AUTHORITIES
GROUP AFFIDAVIT FORM

PRESCRIBED BY
THE NEW JERSEY LOCAL FINANCE BOARD

AUDIT REVIEW CERTIFICATE

We, the members of the governing body of the Passaic County Utilities Authority, being of full age and being duly sworn according to law, upon our oath depose and say:

1. We are duly appointed members of the Passaic County Utilities Authority.
2. We certify, pursuant to N.J.S.A. 40A:5A-17, that we have each reviewed the annual audit report for the fiscal year ended December 31, 2019 and specifically the sections of the audit report entitled "General Comments" and "Recommendations"

(Print)

Catherine Kazan
Maria DeLuca-Franzo
HARESH SHAH
GARY MARCHESE

(Signature)

Catherine Kazan
M. Franzo
H. Shah
Gary Marchese

Sworn to and subscribed before me

this 26 day of February, 2020

Notary Public of New Jersey

Thaddus J. Del Guercio, III
ATTORNEY-AT-LAW
STATE of New Jersey
(036901997)