

SALEM COUNTY IMPROVEMENT AUTHORITY

RESOLUTION 2023-83

September 14, 2023

**RESOLUTION OF THE SALEM COUNTY IMPROVEMENT AUTHORITY
ACCEPTING AND ACKNOWLEDGING THE 2022 AUDIT REPORT, AND
AUTHORIZING RELEASE OF THE AUDIT REPORT TO THE STATE OF NEW JERSEY**

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 audit report for the year ended December 31, 2022, has been completed and filed with the Salem County Improvement Authority, County of Salem 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 report of audit, and specifically the section entitled "Schedule of Findings 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 report of audit, and have specifically reviewed the section entitled "Schedule of Findings and Recommendations", in accordance with N.J.S.A. 40A:5A-17;

NOW, THEREFORE BE IT RESOLVED, that the governing body of the Salem County Improvement Authority, County of Salem, hereby certifies to the Local Finance Board of the State of New Jersey that each governing body member has personally reviewed the report of audit for the year ended December 31, 2022, and specifically has reviewed the sections of the report of audit entitled "Schedule of Findings and Recommendations", and has evidenced same by group affidavit in the form prescribed by the Local Finance Board.

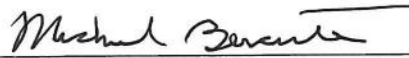
BE IT FURTHER RESOLVED, that the Secretary of the Authority is hereby directed to promptly submit to the Local Finance Board the aforesaid group affidavit, accompanied by a certified true copy of this resolution.

BE IT FURTHER RESOLVED, that the Secretary of the Authority is hereby authorized to release the 2022 audit to the State of New Jersey.

Recorded Vote

	Moved	2 nd	Yes	No	Absent	Abstain
Bestwick			✓			
Schneider					✓	
Crane	✓		✓			
Davis					✓	
Bercute		✓	✓			

ATTEST:



Michael Bercute, Alt. Treasurer/Secretary



Susan Bestwick, Chairperson

CERTIFICATION

I certify that the foregoing is a true copy of a Resolution adopted by the Salem County Improvement Authority at a meeting thereof held on September 14, 2023.



Michael Bercute, Alt. Treasurer/Secretary

SUMMARY OR SYNOPSIS OF AUDIT REPORT FOR PUBLICATION

Summary or Synopsis of the Audit Report of
The Salem County Improvement Authority
as Required by N.J.S. 40A:5A-7
Comparative Statements of Net Position
As of December 31, 2022 and 2021

	<u>2022</u>	<u>2021</u> (Restated)
<u>ASSETS</u>		
Current Assets:		
Unrestricted Assets:		
Cash and Cash Equivalents	\$ 6,706,570.16	\$ 8,535,459.03
Investments	6,647,429.99	3,387,444.48
Service Fees Receivable, Net of an Allowance for Doubtful Accounts of \$26,173.83 in 2022 and \$4,520.49 in 2021	607,890.95	528,483.66
Accrued Interest Receivable	23,385.49	1,301.20
Total Unrestricted Assets	<u>13,985,276.59</u>	<u>12,452,688.37</u>
Restricted Assets:		
Cash and Cash Equivalents	7,780,524.67	3,233,932.07
Investments	5,133,457.19	4,916,736.72
Grant Receivable	324,000.00	162,000.00
Accrued Interest Receivable	8,033.25	10,177.58
Total Restricted Assets	<u>13,246,015.11</u>	<u>8,322,846.37</u>
Total Current Assets	<u>27,231,291.70</u>	<u>20,775,534.74</u>
Noncurrent Assets:		
Unrestricted Assets:		
Investments		1,839,414.95
Restricted Assets:		
Investments	718,889.85	5,074,359.71
Total Investments	<u>718,889.85</u>	<u>6,913,774.66</u>
Capital Assets:		
Capital Assets, net of Accumulated Depreciation and Amortization	28,286,704.16	24,255,377.92
Construction in Progress		4,520,635.43
Total Capital Assets	<u>28,286,704.16</u>	<u>28,776,013.35</u>
Total Noncurrent Assets	<u>29,005,594.01</u>	<u>35,689,788.01</u>
Total Assets	<u>56,236,885.71</u>	<u>56,465,322.75</u>
<u>DEFERRED OUTFLOWS OF RESOURCES</u>		
Related to Pensions	<u>215,749.00</u>	<u>123,023.00</u>

(Continued)

	<u>2022</u>	<u>2021</u> (Restated)
<u>LIABILITIES</u>		
Current Liabilities:		
Accounts Payable - Operating	\$ 382,484.61	\$ 276,400.93
Accounts Payable - Capital	46,682.00	441,616.93
Accounts Payable - Related to Pensions	114,128.00	100,429.00
Payroll Taxes Payable	22,083.13	11,980.46
Accrued Wages	36,939.39	35,096.20
Accrued Interest Payable	58,040.69	66,107.34
Unearned Revenue	93,967.78	104,270.26
Compensated Absences Payable - Current Portion	13,466.21	12,752.79
Lease Liability - Current Portion	125,874.89	120,755.83
NJIB Loan Payable - Current Portion	651,335.83	636,335.83
Financed Purchase - Current Portion		125,000.00
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Total Current Liabilities	1,545,002.53	1,930,745.57
Noncurrent Liabilities:		
Landfill Closure and Post-Closure Costs	16,492,600.78	14,991,782.45
Net Pension Liability	1,365,807.00	1,015,896.00
Lease Liability	831,603.09	957,477.98
Accrued Liabilities - Related to Pensions	57,064.00	50,215.00
Compensated Absences Payable - Noncurrent Portion	121,195.85	114,775.12
NJIB Loan Payable - Noncurrent Portion	10,786,254.08	11,482,150.23
Financed Purchase - Noncurrent Portion		855,000.00
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Total Noncurrent Liabilities	29,654,524.80	29,467,296.78
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Total Liabilities	31,199,527.33	31,398,042.35
<u>DEFERRED INFLOWS OF RESOURCES</u>		
Related to Pensions	<hr/>	<hr/>
	275,894.00	737,866.00
<u>NET POSITION</u>		
Net Investment in Capital Assets	16,234,764.86	14,569,656.42
Restricted:		
Unemployment Trust	21,732.28	21,732.28
Unrestricted	<hr/>	<hr/>
	8,720,716.24	9,861,048.70
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Total Net Position	\$ 24,977,213.38	\$ 24,452,437.40

The Salem County Improvement Authority
Comparative Statements of Revenues, Expenses and Changes in Net Position
For the Years Ended December 31, 2022 and 2021


	<u>2022</u>	<u>2021</u> (Restated)
Operating Revenues:		
Landfill Fees	\$ 7,571,902.10	\$ 7,545,789.78
State Grants	288,562.05	284,230.58
Other Revenues	87,985.23	84,569.16
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Total Operating Revenues	7,948,449.38	7,914,589.52
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Operating Expenses:		
Administrative:		
Salaries and Wages	243,050.85	253,079.07
Employee Benefits	84,773.34	54,603.35
Other Expenses	432,117.18	454,681.05
Cost of Providing Service:		
Salaries and Wages	540,699.66	537,912.44
Employee Benefits	114,559.14	27,483.53
Other Expenses	1,975,782.87	2,209,262.90
Landfill Closure and Post-Closure	1,500,818.33	1,515,830.81
Depreciation and Amortization	2,303,763.64	1,756,732.02
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Total Operating Expenses	7,195,565.01	6,809,585.17
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Operating Income	752,884.37	1,105,004.35
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Non-Operating Revenues (Expenses):		
Investment Income Including Net Realized and		
Unrealized Gains on Investments	95,715.53	25,649.77
Investment Expenses	(8,453.51)	(18,257.32)
Interest Expense	(114,074.28)	(133,250.75)
Interest Expense on Leases	(42,559.13)	(47,506.07)
Gain on Sale of Capital Assets		25,727.75
Cost of Issuance		(94,999.10)
Net Unemployment Activity		1,019.06
Contribution to County of Salem	(158,737.00)	(184,618.00)
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Total Non-Operating Expenses	(228,108.39)	(426,234.66)
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Change in Net Position	524,775.98	678,769.69
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Net Position - Beginning, As Originally Stated	24,452,437.40	23,986,512.89
Restatement (See Note 12)	-	(212,845.18)
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Net Position - Beginning, As Restated	24,452,437.40	23,773,667.71
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Change in Net Position	524,775.98	678,769.69
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Net Position - Ending	\$ 24,977,213.38	\$ 24,452,437.40
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The accompanying Notes to Financial Statements are an integral part of these statements.

FINDINGS AND RECCOMENDATIONS

None.

The above summary or synopsis was prepared from the report of audit of the Salem County Improvement Authority, County of Salem, State of New Jersey, for the year ended December 31, 2022. This report of audit, submitted by Michael P. Cragin Jr., Registered Municipal Accountant, is on file at the Authority office and may be inspected by any interested person.


Executive Director