

BOROUGH OF WOODSTOWN
COUNTY OF SALEM
REPORT OF AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2024



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BOROUGH OF WOODSTOWN
PART I
REPORT OF AUDIT OF FINANCIAL STATEMENTS
FOR THE YEAR ENDED DECEMBER 31, 2024

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Woodstown
Woodstown, New Jersey 08098

Report on the Audit of the Financial Statements

Opinions

We have audited the accompanying statements of assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Woodstown, in the County of Salem, State of New Jersey, as of December 31, 2024 and 2023, and the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis, statement of expenditures - regulatory basis, and statement of general fixed asset group of accounts - regulatory basis for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

Unmodified Opinions on Regulatory Basis of Accounting

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the assets, liabilities, reserves and fund balance - regulatory basis of the various funds of the Borough of Woodstown, in the County of Salem, State of New Jersey, as of December 31, 2024 and 2023, and the results of its operations and changes in fund balance - regulatory basis of such funds for the years then ended, and the revenues - regulatory basis and expenditures - regulatory basis of the various funds, and general fixed asset group of accounts - regulatory basis, for the year ended December 31, 2024, in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, as described in note 1.

Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America* section of our report, the accompanying financial statements referred to above do not present fairly the financial position of the Borough of Woodstown, in the County of Salem, State of New Jersey, as of December 31, 2024 and 2023, or the results of its operations and changes in fund balance for the years then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for Opinions on Regulatory Basis of Accounting

We conducted our audit in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and in compliance with audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the Borough and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Basis for Adverse Opinion on Accounting Principles Generally Accepted in the United States of America

As described in note 1 to the financial statements, the financial statements are prepared by the Borough on the basis of the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the State of New Jersey. The effects on the financial statements of the variances between the regulatory basis of accounting described in note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Emphasis of Matter

Change in Accounting Principle

As discussed in note 1 to the financial statements, during the year ended December 31, 2024, the Borough adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. The adoption of this new accounting principle resulted in an updated measurement of compensated absences in accordance with the Statement (note 12). As a result of the regulatory basis of accounting, described in the previous paragraph, the implementation of this Statement only impacted financial statement disclosures. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of these financial statements in accordance with the financial reporting provisions of the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, no such opinion is expressed.

In performing an audit in accordance with auditing standards generally accepted in the United States of America and *Government Auditing Standards*, we (cont'd):

- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough's basic financial statements. The accompanying supplemental statements and schedules presented for the various funds, as listed in the table of contents, are presented for purposes of additional analysis as required by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the accompanying supplemental statements and schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 30, 2025, on our consideration of the Borough of Woodstown's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Borough of Woodstown's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Woodstown's internal control over financial reporting and compliance.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Fred S. Caltabiano

Fred S. Caltabiano
Certified Public Accountant
Registered Municipal Accountant

Woodbury, New Jersey
June 30, 2025

**REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE
AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS**

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Woodstown
Woodstown, New Jersey 08098

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, of the Borough of Woodstown, in the County of Salem, State of New Jersey, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements, and have issued our report thereon dated June 30, 2025. That report indicated that the Borough of Woodstown's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Our report on the financial statements included an emphasis of matter paragraph describing the adoption of a new accounting principle.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Borough's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, we do not express an opinion on the effectiveness of the Borough's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Fred S. Caltabiano

Fred S. Caltabiano
Certified Public Accountant
Registered Municipal Accountant

Woodbury, New Jersey
June 30, 2025

BOROUGH OF WOODSTOWN
CURRENT FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2024 and 2023

ASSETS:	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
Regular Fund:			
Cash - Chief Financial Officer	SA-1	\$ 4,727,397.43	\$ 4,009,572.25
Cash - Tax Collector	SA-1	183,636.99	140,984.33
Cash - Change Fund	A	25.00	25.00
		<u>4,911,059.42</u>	<u>4,150,581.58</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	SA-2	155,659.58	187,486.99
Tax Title Liens	SA-3	108,110.14	96,696.82
Property Acquired for Taxes -- Assessed Valuation	A	107,000.00	107,000.00
Revenue Accounts Receivable	SA-8	32,658.37	45,622.51
Due from Trust -- Other Funds	SB-5	130,896.48	134,180.51
Due from Trust -- Municipal Open Space Fund	SB-8	49,253.24	
		<u>583,577.81</u>	<u>570,986.83</u>
Deferred Charges:			
Emergency Appropriation	A-3		2,800.00
		<u>-</u>	<u>2,800.00</u>
Total Regular Fund		<u>5,494,637.23</u>	<u>4,724,368.41</u>
Federal and State Grant Fund:			
Due from Current Fund	SA-11	290,483.84	87,708.59
Grants Receivable	SA-12	211,006.47	796,423.62
Total Federal and State Grant Fund		<u>501,490.31</u>	<u>884,132.21</u>
		<u>\$ 5,996,127.54</u>	<u>\$ 5,608,500.62</u>

(Continued)

BOROUGH OF WOODSTOWN
CURRENT FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2024 and 2023

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Regular Fund:			
Liabilities:			
Appropriation Reserves	A-3,SA-7	\$ 250,852.51	\$ 195,508.76
Reserve for Encumbrances	A-3,SA-7	19,434.78	62,779.23
Accounts Payable	A-1, SA-1	2,652.72	4,346.13
Tax Overpayments	SA-4	12,880.74	13,946.64
Prepaid Taxes	SA-5	147,810.19	108,612.37
Due State of NJ - Senior Citizens & Veterans' Deductions	SA-6	10,810.17	8,401.66
County Taxes Payable	SA-9	12,390.66	111,186.23
Regional School District Tax Payable	SA-10	1,839,399.02	1,750,967.96
Due to Federal and State Grant Fund	SA-11	290,483.84	87,708.59
Due to Trust -- Animal Control Fund	SB-1	4,343.90	
Due to Trust -- Municipal Open Space Fund	SB-8		5,820.76
Due to General Capital Fund	SC-1	447,330.56	4,634.10
Due to Utility Operating Fund	SD-12		315,803.06
Due to Utility Capital Fund	SD-11	717,202.46	188,011.55
Due to Woodstown Sewerage Authority	A-1		8,317.75
Reserve for:			
County of Salem - PILOT Revenue	SA-14	15,427.95	14,050.70
Memorial Lake Dock Donations	A	1,463.50	1,463.50
Veterans Walk	A	3,893.26	3,893.26
Revaluation	A	8,272.41	8,272.41
Master Plan	A	2,294.00	2,294.00
Municipal Relief Fund Aid	A-2		25,978.49
Due State of New Jersey:			
Construction DCA Fees	SA-15	842.00	1,284.00
Marriage License Fees/Domestic Partnerships	SA-16	175.00	125.00
		3,787,959.67	2,923,406.15
Reserves for Receivables and Other Assets	A	583,577.81	570,986.83
Fund Balance	A-1	1,123,099.75	1,229,975.43
Total Regular Fund		5,494,637.23	4,724,368.41
Federal and State Grant Fund:			
Reserve for:			
Encumbrances	SA-13	309,896.33	
Appropriated Grants	SA-13	190,422.76	879,875.63
Unappropriated Grants	SA-17	1,171.22	4,256.58
Total Federal and State Grant Fund		501,490.31	884,132.21
		\$ 5,996,127.54	\$ 5,608,500.62

The accompanying Notes to Financial Statements are an integral part of these statements.

BOROUGH OF WOODSTOWN
CURRENT FUND
 Statements of Operations and Changes in Fund Balance -- Regulatory Basis
 For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
REVENUE AND OTHER INCOME REALIZED:		
Fund Balance Anticipated	\$ 580,000.00	\$ 497,518.00
Miscellaneous Revenues Anticipated	1,229,467.38	1,432,512.05
Receipts from Delinquent Taxes and Tax Title Liens	191,753.16	212,961.37
Receipts from Current Taxes	11,662,010.40	11,447,105.25
Non-Budget Revenue	64,830.29	119,564.49
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	152,315.79	135,930.92
Liquidation of Interfund/Accounts Receivable	3,277.69	
Accounts Payable/Reserves Canceled	9,899.38	
	<hr/>	<hr/>
Total Income	13,893,554.09	13,845,592.08
EXPENDITURES:		
Budget Appropriations:		
Within "CAPS":		
Operations:		
Salaries and Wages	1,517,159.01	1,441,177.00
Other Expenses	1,059,525.28	987,487.03
Deferred Charges and Statutory Expenditures	469,699.66	434,363.42
Excluded from "CAPS":		
Operations:		
Salaries and Wages	176,327.36	192,277.88
Other Expenses	495,201.44	678,043.95
Capital Improvements	125,000.00	80,000.00
Municipal Debt Service	145,956.25	144,612.50
Deferred Charges/Transfer to Board of Education	13,514.00	15,175.00
Regional School District Tax	5,268,084.00	5,090,761.00
County Taxes	4,040,761.06	3,983,936.90
Municipal Open Space Tax	58,827.52	57,216.00
Prior Year Seniors Citizens Deductions Disallowed	1,250.00	750.00
Creation of Interfunds Receivable	42,426.53	70,715.73
Canceled/Adjustments Grants Receivable/Appropriated	4,955.76	
Refund of Prior Year Revenue	1,741.90	615.05
	<hr/>	<hr/>
Total Expenditures	13,420,429.77	13,177,131.46
Excess in Revenue	473,124.32	668,460.62
Adjustments to Income Before Fund Balance:		
Expenditures Included Above Which are by Statute		
Deferred Charges to Budget of Succeeding Year		2,800.00
		<hr/>
Statutory Excess to Fund Balance	473,124.32	671,260.62
Fund Balance January 1,	1,229,975.43	1,056,232.81
	<hr/>	<hr/>
	1,703,099.75	1,727,493.43
Decreased by:		
Utilized as Anticipated Revenue	580,000.00	497,518.00
	<hr/>	<hr/>
Fund Balance December 31,	\$ 1,123,099.75	\$ 1,229,975.43

The accompanying Notes to Financial Statements are an integral part of these statements.

BOROUGH OF WOODSTOWN
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2024

	Original Budget	Special NJSA 40A: 4-87	Realized	Excess or (Deficit)
Fund Balance Anticipated	\$ 580,000.00		\$ 580,000.00	
Miscellaneous Revenues				
Local Revenues				
Licenses: Alcoholic Beverages	5,550.00		5,310.00	\$ (240.00)
Fees and Permits	33,200.00		43,558.47	10,358.47
Fines and Costs: Municipal Court	13,000.00		18,807.67	5,807.67
Interest and Costs on Taxes	39,250.00		44,124.79	4,874.79
Interest on Investments and Deposits	2,500.00		63,655.19	61,155.19
Anticipated Utility Operating Surplus	158,000.00		158,000.00	
Cell Tower Lease	60,000.00		69,193.55	9,193.55
State Aid Without Offsetting Appropriations				
Energy Receipts Tax	252,032.00		252,032.32	0.32
Reserve for Municipal Relief Fund	25,978.49		25,978.49	
Dedicated Uniform Construction Code Fees	70,000.00		52,278.00	(17,722.00)
Interlocal Municipal Service Agreements				
Offset with Appropriations				
Municipal Court	136,340.00		129,778.61	(6,561.39)
Woodstown Sewer Authority	210,000.00		192,933.65	(17,066.35)
Public and Private Revenues				
Offset with Appropriations				
Recycling Tonnage Grant	3,116.70	\$ 3,605.46	6,722.16	
Clean Communities		10,085.79	10,085.79	
Body Armor Replacement Fund	1,139.88		1,139.88	
Stormwater Assistance Grant	75,000.00		75,000.00	
Other Special Items				
Cable Franchise Fees	14,000.00		14,331.81	331.81
Sewer Authority Surplus as per N.J.S.A 40A: 5A-12.1	60,000.00		66,537.00	6,537.00
	<u>1,159,107.07</u>	<u>13,691.25</u>	<u>1,229,467.38</u>	<u>56,669.06</u>
Receipts from Delinquent Taxes	<u>175,000.00</u>		<u>191,753.16</u>	<u>16,753.16</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes including Reserve for Uncollected Taxes	<u>2,456,414.69</u>		<u>2,648,540.09</u>	<u>192,125.40</u>
Budget Totals	4,370,521.76	13,691.25	4,649,760.63	265,547.62
Non-Budget Revenue			<u>64,830.29</u>	<u>64,830.29</u>
	<u>\$ 4,370,521.76</u>	<u>\$ 13,691.25</u>	<u>\$ 4,714,590.92</u>	<u>\$ 330,377.91</u>

(Continued)

BOROUGH OF WOODSTOWN
CURRENT FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2024

Analysis of Realized Revenue

Allocation of Current Tax Collections:

Revenue from Collections	\$ 11,662,010.40
Allocated to:	
County, Municipal Open Space and School Taxes	9,367,672.58
Amount for Support of Municipal Budget Appropriations	2,294,337.82
Add: Appropriation "Reserve for Uncollected Taxes"	354,202.27
Amount for Support of Municipal Budget Appropriations	\$ 2,648,540.09

Receipts from Delinquent Taxes:

Delinquent Tax Collections	\$ 188,736.99
Tax Title Liens Collections	3,016.17
	\$ 191,753.16

Fees and Permits

Housing Officer Permits	\$ 12,350.00
Zoning Officer Permits	5,020.00
Certified Property Lists	30.00
Street Opening Permits	1,500.00
Yard Sale Permits	80.00
Planning Board Applications	1,785.00
Police Fees & Reports	4,310.00
Registrar Receipts	6,666.00
Cat Licenses	45.00
Raffles	100.00
Elevator Inspection Fees	6,762.00
Purchase Recycle or Trash Container	174.00
Sale of Recyclables	1,347.88
Meeting Room Fees	50.00
Clothing Drop Revenue	1,343.59
Refuse/Large Item Fees	1,995.00
	\$ 43,558.47

Analysis of Non-Budget Revenues

Chief Financial Officer - Miscellaneous Revenue not Anticipated:

Miscellaneous - Other	\$ 13,749.20
	13,749.20

Tax Collector - Miscellaneous Revenue not Anticipated:

Miscellaneous	24,913.34
PILOT - Bailey's Corner	5,149.00
PILOT - Project Freedom	21,018.75
	51,081.09

Total Miscellaneous Revenue not Anticipated	\$ 64,830.29
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The accompanying Notes to Financial Statements are an integral part of this statement.

BOROUGH OF WOODSTOWN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2024

	Appropriations		Expended			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS -- WITHIN "CAPS"						
<u>General Government Functions</u>						
Mayor and Council:						
Salaries and Wages	\$ 35,300.00	\$ 36,001.08	\$ 36,001.08			
Other Expenses	3,700.00	3,700.00	2,369.23	\$ 90.00	\$ 1,240.77	
Municipal Clerk:						
Salaries and Wages	42,000.00	42,000.00	39,582.23		2,417.77	
Other Expenses	12,000.00	14,500.00	7,084.98	7,299.00	116.02	
Grants Consultant	500.00	1,800.00	1,800.00			
Financial Administration (Treasury):						
Salaries and Wages	22,750.00	22,750.00	22,660.41		89.59	
Other Expenses	11,200.00	11,800.00	11,224.28		575.72	
Audit Services	16,750.00	16,750.00	16,750.00			
Computerized Data Processing						
Revenue Administration (Tax Collection):						
Salaries and Wages	24,200.00	24,234.96	24,234.96			
Other Expenses	9,000.00	7,528.54	6,973.03		555.51	
Tax Assessment Administration (Tax Assessor):						
Salaries and Wages	18,350.00	18,479.04	18,479.04			
Other Expenses	7,300.00	4,300.00	3,023.92		1,276.08	
Legal Services (Legal Dept.)	27,000.00	42,000.00	36,997.50		5,002.50	
Engineering Services	7,000.00	15,000.00	9,067.50		5,932.50	
<u>Land Use</u>						
Land Use Board:						
Salaries and Wages	7,000.00	8,161.18	8,161.18			
Other Expenses	8,000.00	8,000.00	2,576.91		5,423.09	
<u>Code Enforcement</u>						
Housing Officer:						
Salaries and Wages	15,000.00	15,000.00	9,861.82		5,138.18	
Other Expenses	1,000.00	1,000.00	534.58		465.42	
<u>Insurance</u>						
Liability Insurance	38,000.00	47,354.00	47,354.00			
Workers Compensation Insurance	18,000.00	21,991.20	21,991.20			
Employee Group Insurance	296,119.00	268,119.00	256,696.32		11,422.68	
Health Benefit Waiver	3,600.00	3,600.00	2,446.65		1,153.35	

(Continued)

BOROUGH OF WOODSTOWN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2024

	Appropriations		Expended			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
<u>Public Safety</u>						
Police:						
Salaries and Wages	\$ 1,136,440.00	\$ 1,124,440.00	\$ 1,102,978.28		\$ 21,461.72	
Other Expenses	64,900.00	69,900.00	59,728.63	\$ 9,126.10	1,045.27	
Salaries and Wages- Crossing Guards	69,560.00	69,560.00	68,318.70		1,241.30	
Vehicle Maintenance	15,000.00	9,200.00	4,685.22		4,514.78	
Radio and Communications - Police Dispatch	49,000.00	49,000.00	48,853.00		147.00	
Office of Emergency Management (OEM):						
Salaries and Wages	4,900.00	4,900.00	4,752.24		147.76	
Other Expenses	2,000.00	2,000.00	1,614.68	385.32		
Aid to Volunteer Fire Companies	40,190.00	40,190.00	40,189.92		0.08	
Aid to Volunteer Ambulance Companies	42,000.00	42,000.00	31,679.25		10,320.75	
Municipal Prosecutor's Office	3,564.00	3,564.00	3,564.00			
<u>Public Works</u>						
Streets and Road Maintenance:						
Salaries and Wages	140,000.00	119,611.75	101,339.56		18,272.19	
Other Expenses	33,500.00	34,640.29	32,659.23		1,981.06	
Recycling Fees:						
Other Expenses	36,000.00	36,000.00	22,585.59		13,414.41	
Storm Recovery:						
Salaries and Wages	5,000.00	5,000.00	2,098.40		2,901.60	
Other Expenses	2,000.00	2,000.00	1,813.74		186.26	
Buildings and Grounds:						
Other Expenses	25,000.00	29,000.00	27,240.88	135.68	1,623.44	
Vehicle Maintenance:						
Other Expenses	5,000.00	5,000.00	2,749.29		2,250.71	
<u>Health and Human Services</u>						
Registrar:						
Other Expenses	300.00	300.00	106.50		193.50	
Environmental Health Services:						
Other Expenses	500.00	500.00	212.50		287.50	
Animal Control Services:						
Salaries and Wages	5,800.00	5,800.00	5,748.96		51.04	
Other Expenses	3,500.00	3,500.00	2,950.00		550.00	
<u>Recreation</u>						
Recreation Services and Programs:						
Other Expenses	29,600.00	29,600.00	20,943.93		8,656.07	

(Continued)

BOROUGH OF WOODSTOWN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2024

	Appropriations		Expended			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
<u>Unclassified</u>						
Celebration of Public Events	\$ 1,000.00	\$ 1,000.00	\$ 400.00		\$ 600.00	
<u>Utilities and Bulk Purchases</u>						
Electricity	22,000.00	22,000.00	16,106.10		5,893.90	
Street Lighting	60,000.00	65,800.00	60,851.80		4,948.20	
Telephone	10,000.00	10,000.00	8,317.80		1,682.20	
Natural Gas	5,000.00	5,000.00	5,000.00			
Petroleum Products (Fuel Oil)	4,000.00	4,000.00	1,439.51		2,560.49	
Gasoline and Diesel Fuel	22,000.00	22,000.00	11,270.44		10,729.56	
<u>Landfill and Solid Waste Disposal Costs</u>						
Landfill/Solid Waste Disposal Cost	76,500.00	76,500.00	63,755.24		12,744.76	
Sanitary Landfill - Other Expenses	10,000.00	20,088.25	13,982.25		6,106.00	
<u>Municipal Court</u>						
Court Administration:						
Salaries and Wages	20,041.00	20,041.00	19,180.28		860.72	
Other Expenses	9,300.00	9,300.00	8,410.73		889.27	
Public Defender:						
Salaries and Wages	1,180.00	1,180.00	1,178.40		1.60	
Total Operations -- Within "CAPS"	2,578,544.00	2,576,684.29	2,382,575.87	\$ 17,036.10	177,072.32	-
Detail:						
Salaries and Wages	1,547,521.00	1,517,159.01	1,464,575.54	-	52,583.47	-
Other Expenses (Including Contingent)	1,031,023.00	1,059,525.28	918,000.33	17,036.10	124,488.85	-
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES -- WITHIN "CAPS"</u>						
<u>Statutory Expenditures</u>						
Public Employees Retirement System	35,000.00	35,000.00	34,051.00		949.00	
Social Security System (O.A.S.I.)	108,000.00	108,000.00	104,180.30		3,819.70	
Police and Firemen's Retirement System	313,627.00	313,627.00	313,627.00			
Defined Contribution Retirement Plan (DCRP)	500.00	500.00	151.44		348.56	
State Disability Insurance	1,000.00	1,000.00	901.95		98.05	
<u>Cash Deficit General Capital Ordinances</u>						
Ordinance 09-18	1,572.66	1,572.66	1,572.66			
Ordinance 12-10	10,000.00	10,000.00	10,000.00			
Total Deferred Charges and Statutory Expenditures -- Municipal -- Within "CAPS"	469,699.66	469,699.66	464,484.35	-	5,215.31	-
Total General Appropriations for Municipal Purposes Within -- "CAPS"	3,048,243.66	3,046,383.95	2,847,060.22	17,036.10	182,287.63	-

(Continued)

BOROUGH OF WOODSTOWN
CURRENT FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2024

	Appropriations		Expended			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS -- EXCLUDED FROM "CAPS"						
<u>Other</u>						
Length of Service Award Program (LOSAP)	\$ 14,000.00	\$ 14,000.00			\$ 14,000.00	
Aid to Library	5,000.00	5,000.00	\$ 5,000.00			
Recycling Tax Appropriations	3,750.00	3,750.00	3,185.16		564.84	
Employee Group Insurance	8,881.00	8,881.00	8,881.00			
Total Other Operations -- Excluded from "CAPS"	31,631.00	31,631.00	17,066.16	-	14,564.84	-
<u>Shared Service Agreements</u>						
Logan Township - Solid Waste	152,000.00	152,000.00	147,999.96		4,000.04	
Mid Salem County Joint Court:						
Salaries and Wages	80,164.00	80,164.00	76,830.64	\$ 80.00		\$ 3,253.36
Other Expenses	37,200.00	37,200.00	33,888.85	9.52		3,301.63
Prosecutor	14,256.00	14,256.00	14,256.00			
Public Defender	4,720.00	4,720.00	4,713.60			6.40
Oldmans Township - Uniform Construction Code	70,000.00	71,859.71	71,859.71			
Woodstown Sewer Authority:						
Salaries and Wages	110,000.00	110,000.00	94,703.12			15,296.88
Other Expenses	100,000.00	100,000.00	98,098.87	131.66		1,769.47
Total Shared Service Agreements	568,340.00	570,199.71	542,350.75	221.18	4,000.04	23,627.74
<u>Public and Private Programs Offset by Revenues</u>						
Recycling Tonnage Grant (NJSA 40A:4-87 \$3,605.46)	3,116.70	6,722.16	6,722.16			
Clean Communities Program (NJSA 40A:4-87 \$10,085.79)		10,085.79	10,085.79			
Body Armor Replacement Fund	1,139.88	1,139.88	1,139.88			
Municipal Alliance on Drug and Alcohol Abuse	378.00	378.00	378.00			
Stormwater Assistance Grant	75,000.00	75,000.00	75,000.00			
Total Public and Private Programs Offset by Revenues	79,634.58	93,325.83	93,325.83	-	-	-
Total Operations -- Excluded from "CAPS"	679,605.58	695,156.54	652,742.74	221.18	18,564.88	23,627.74
<u>Detail:</u>						
Salaries and Wages	194,884.00	194,884.00	176,247.36	80.00	-	18,556.64
Other Expenses	484,721.58	500,272.54	476,495.38	141.18	18,564.88	5,071.10
<u>CAPITAL IMPROVEMENTS -- EXCLUDED FROM "CAPS"</u>						
Capital Improvement Fund	50,000.00	50,000.00	50,000.00			
Police Equipment	25,000.00	25,000.00	22,822.50	2,177.50		
Municipal Property Improvements	50,000.00	50,000.00			50,000.00	
Total Capital Improvements -- Excluded from "CAPS"	125,000.00	125,000.00	72,822.50	2,177.50	50,000.00	-

(Continued)

BOROUGH OF WOODSTOWN
CURRENT FUND
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2024

	Appropriations		Expended			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
<u>MUNICIPAL DEBT SERVICE -- EXCLUDED FROM "CAPS"</u>						
Payment of Bond Principal	\$ 115,000.00	\$ 115,000.00	\$ 115,000.00			
Interest on Bonds	30,956.25	30,956.25	30,956.25			
Total Municipal Debt Service -- Excluded from "CAPS"	<u>145,956.25</u>	<u>145,956.25</u>	<u>145,956.25</u>	-	-	-
<u>DEFERRED CHARGES -- EXCLUDED FROM "CAPS"</u>						
Emergency Authorizations	2,800.00	2,800.00	2,800.00			
Special Emergency Authorizations- 5 Years (N.J.S.40A:4-55)	4,000.00	4,000.00				\$ 4,000.00
Total Deferred Charges - Municipal - Excluded from "CAPS"	<u>6,800.00</u>	<u>6,800.00</u>	<u>2,800.00</u>	-	-	<u>4,000.00</u>
Transferred to Board of Education for Use of Local Schools	10,714.00	10,714.00	10,714.00			
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	<u>968,075.83</u>	<u>983,626.79</u>	<u>885,035.49</u>	\$ 2,398.68	\$ 68,564.88	<u>\$ 27,627.74</u>
Subtotal General Appropriations	4,016,319.49	4,030,010.74	3,732,095.71	19,434.78	250,852.51	27,627.74
Reserve for Uncollected Taxes	354,202.27	354,202.27	354,202.27			
Total	<u>\$ 4,370,521.76</u>	<u>\$ 4,384,213.01</u>	<u>\$ 4,086,297.98</u>	<u>\$ 19,434.78</u>	<u>\$ 250,852.51</u>	<u>\$ 27,627.74</u>
Original Budget		\$ 4,370,521.76				
Appropriation by NJSA 40A:4-87		13,691.25				
Reserve for Federal and State Grant Fund--Appropriated			\$ 92,947.83			
Due to Federal and State Grant Fund			378.00			
Due to Trust Fund			4,342.70			
Due to General Capital Fund			61,572.66			
Deferred Charges			2,800.00			
Transferred to Regional School District Tax Payable			10,714.00			
Reserve for Uncollected Taxes			354,202.27			
Cash Disbursed			<u>3,559,340.52</u>			
		<u>\$ 4,384,213.01</u>	<u>\$ 4,086,297.98</u>			

The accompanying Notes to Financial Statements are an integral part of this statement.

BOROUGH OF WOODSTOWN
TRUST FUNDS
 Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
 As of December 31, 2024 and 2023

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
ASSETS:			
Animal Control Fund:			
Due from Current Fund	A	\$ 4,343.90	
Due from Trust - Other Funds	SB-1	<u> </u>	\$ 269.50
Total Animal Control Fund		<u>4,343.90</u>	<u>269.50</u>
Municipal Open Space Fund:			
Cash	SB-1	110,045.99	119,102.73
Due from Current Fund	SB-8		5,820.76
Due from Trust - Other Funds	SB-1	<u>53,274.00</u>	
Total Municipal Open Space Fund		<u>163,319.99</u>	<u>124,923.49</u>
Other Funds:			
Cash - Chief Financial Officer	SB-1	535,946.46	501,681.53
Cash - Tax Collector	SB-1	37,250.57	52,126.60
Due from Trust - Animal Control Fund	SB-1	<u>4,342.70</u>	
Total Other Funds		<u>577,539.73</u>	<u>553,808.13</u>
Length of Service Awards Program:			
Investments	SB-2	<u>1,066,967.16</u>	<u>903,340.29</u>
Total Length of Service Awards Program		<u>1,066,967.16</u>	<u>903,340.29</u>
		<u>\$ 1,812,170.78</u>	<u>\$ 1,582,341.41</u>

(Continued)

BOROUGH OF WOODSTOWN
TRUST FUNDS

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2024 and 2023

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Animal Control Fund:			
Due State of New Jersey Board of Health	SB-4	\$ 1.20	\$ 1.20
Due to Trust -- Other Funds	SB-1	4,342.70	
Reserve for Animal Control Fund	SB-3		268.30
Total Animal Control Fund		<u>4,343.90</u>	<u>269.50</u>
Municipal Open Space Fund:			
Due to Current Fund	SB-8	49,253.24	
Reserve for Future Use	SB-7	114,066.75	124,923.49
Total Municipal Open Space Fund		<u>163,319.99</u>	<u>124,923.49</u>
Other Funds:			
Due to Current Fund	SB-5	130,896.48	134,180.51
Due to Animal Control Fund	SB-1		269.50
Due to Municipal Open Space	SB-1	53,274.00	
Reserve for:			
Developers Escrow	SB-6	3,774.00	25,341.12
South Jersey Gas Escrow	SB-6	2,097.23	2,187.48
Water Escrow	SB-6	919.30	919.30
Landfill Closure	SB-6	91,662.14	91,662.14
Outside Employment of Police Officers	SB-6	21,954.07	14,987.07
Parking Offense Adjudication Act	SB-6	2,626.73	2,473.14
Net Payroll / Payroll Agency	SB-6	71,094.51	88,974.35
Performance Bond Escrow	SB-6	4,208.90	4,208.90
Public Defender	SB-6	3,862.09	2,472.00
Uniform Fire Safety Penalty	SB-6	1,502.73	1,502.73
Affordable Housing (COAH)	SB-6	17,307.47	16,925.90
Small Cities Revolving Loan Fund	SB-6	46,814.47	33,178.91
Storm Recovery	SB-6	6,503.50	4,403.50
Unemployment Compensation	SB-6	82,524.56	77,906.90
Shade Tree	SB-6	413.57	413.57
Miscellaneous	SB-6	21.00	21.00
Tax Sale Premium	SB-6	34,800.00	42,800.00
Tax Title Lien Redemption	SB-6	1,282.98	8,980.11
Total Other Funds		<u>577,539.73</u>	<u>553,808.13</u>
Length of Service Awards Program:			
Reserve for Length of Service Awards Program	SB-2	1,066,967.16	903,340.29
Total Length of Service Awards Program		<u>1,066,967.16</u>	<u>903,340.29</u>
		<u>\$ 1,812,170.78</u>	<u>\$ 1,582,341.41</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

BOROUGH OF WOODSTOWN
TRUST FUND -- MUNICIPAL OPEN SPACE
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2024

	<u>Original Budget</u>	<u>Realized</u>	<u>Excess / (Deficit)</u>
Amount to be Raised by Taxation	\$ 58,827.52	\$ 58,827.52	
Miscellaneous		<u>2,130.53</u>	<u>\$ 2,130.53</u>
Total Municipal Open Space Revenues	<u><u>\$ 58,827.52</u></u>	<u><u>\$ 60,958.05</u></u>	<u><u>\$ 2,130.53</u></u>

Analysis of Realized Revenues

Miscellaneous:

Receipts:

Interest Earned on Deposits

\$ 2,130.53

The accompanying Notes to Financial Statements are an integral part of this statement.

BOROUGH OF WOODSTOWN
 TRUST FUND -- MUNICIPAL OPEN SPACE
 Statement of Expenditures -- Regulatory Basis
 For the Year Ended December 31, 2024

	Appropriations		Expended		
	<u>Original Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbrances</u>	<u>Reserved for Future Use</u>
Development of Lands for Recreation and Conservation:					
Other Expenses	\$ 5,000.00	\$ 5,000.00			\$ 5,000.00
Maintenance of Lands for Recreation and Conservation:					
Other Expenses	37,090.02	37,090.02	\$ 3,003.29		34,086.73
Historic Preservation:					
Other Expenses	3,000.00	3,000.00			3,000.00
Debt Service:					
Payment of Bond Principal	10,000.00	10,000.00	10,000.00		
Interest on Bonds	3,737.50	3,737.50	3,737.50		
Total Municipal Open Space Appropriations	<u>\$ 58,827.52</u>	<u>\$ 58,827.52</u>	<u>\$ 16,740.79</u>	<u>\$ -</u>	<u>\$ 42,086.73</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

BOROUGH OF WOODSTOWN
GENERAL CAPITAL FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2024 and 2023

ASSETS:	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
Due from Current Fund	SC-1	\$ 447,330.56	\$ 4,634.10
Due from Pilesgrove Township	SC-2		11,572.66
Deferred Charges to Future Taxation:			
Unfunded	SC-3	537,875.00	537,875.00
Funded	SC-4	1,005,000.00	1,130,000.00
		<u>\$ 1,990,205.56</u>	<u>\$ 1,684,081.76</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Bonds Payable	SC-7	\$ 1,005,000.00	\$ 1,130,000.00
Bond Anticipation Notes	SC-8	490,000.00	
Improvement Authorizations:			
Funded	SC-6	75,407.22	143,410.14
Unfunded	SC-6	19,039.95	61,988.89
Encumbrances/Contracts Payable	SC-6	42,220.41	39,964.25
Capital Improvement Fund	SC-5	264,432.10	214,432.10
Reserve for Preliminary Costs:			
Landfill	C	14,541.20	14,541.20
Memorial Lake Dam	C	6,876.81	6,876.81
Safe Routes to Schools	C	7,180.25	7,180.25
Stormwater Improvements	C	1,440.00	1,440.00
Stormwater Improvements	C	2,388.53	2,388.53
Howard Avenue Drainage	SC-2	4,559.50	4,740.00
Reserve for:			
Purchase of Emergency Equipment	C	35,213.51	35,213.51
Reconstruction of Municipal Roads	C	20,000.00	20,000.00
Purchase of Furniture & Fixtures	C	1,906.08	1,906.08
		<u>\$ 1,990,205.56</u>	<u>\$ 1,684,081.76</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

BOROUGH OF WOODSTOWN
WATER UTILITY FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2024 and 2023

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
ASSETS:			
Operating Fund:			
Cash	SD-1	\$ 640,275.17	\$ 884,957.50
Change Fund	D	40.00	40.00
Due from Current Fund	SD-12		315,803.06
Due from Utility Capital Fund	SD-10	194,955.75	
		<u>835,270.92</u>	<u>1,200,800.56</u>
Receivables with Full Reserves:			
Water Rents Receivable	SD-3	84,344.15	89,586.01
Water Liens Receivable	SD-4	5,886.11	5,036.11
		<u>90,230.26</u>	<u>94,622.12</u>
Total Operating Fund		<u>925,501.18</u>	<u>1,295,422.68</u>
Capital Fund:			
Cash	SD-1	18,818.89	53,818.89
Fixed Capital	SD-5	6,747,235.66	6,747,235.66
Fixed Capital Authorized and Uncompleted	SD-6	3,302,168.29	3,187,168.29
Due from Current Fund	SD-11	717,202.46	188,011.55
Total Capital Fund		<u>10,785,425.30</u>	<u>10,176,234.39</u>
		<u>\$ 11,710,926.48</u>	<u>\$ 11,471,657.07</u>

(Continued)

BOROUGH OF WOODSTOWN
WATER UTILITY FUND

Statements of Assets, Liabilities, Reserves and Fund Balance -- Regulatory Basis
As of December 31, 2024 and 2023

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
LIABILITIES, RESERVES AND FUND BALANCE:			
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-4, SD-7	\$ 30,529.52	\$ 80,222.79
Reserve for Encumbrances	D-4, SD-7	5,994.82	49,984.31
Accounts Payable	SD-1	6,905.00	106,507.00
Accrued Interest on Bonds and Notes	SD-8	24,738.33	24,738.44
Utility Rent Overpayments	SD-1	14,655.10	9,980.79
		<u>82,822.77</u>	<u>271,433.33</u>
Reserve for Receivables	D	90,230.26	94,622.12
Fund Balance	D-1	<u>752,448.15</u>	<u>929,367.23</u>
Total Operating Fund		<u>925,501.18</u>	<u>1,295,422.68</u>
Capital Fund:			
Bonds Payable	SD-9	2,435,000.00	2,625,000.00
Bond Anticipation Notes	SD-17	500,000.00	
Improvement Authorizations:			
Funded	SD-13	81,047.00	100,000.00
Unfunded	SD-13	1,063,236.67	1,148,447.67
Encumbrances / Contract Payable	SD-13	156,018.60	137,619.44
Due to Utility Operating Fund	SD-10	194,955.75	
Capital Improvement Fund	SD-14	195,775.42	310,775.42
Reserve for Amortization	SD-15	5,419,403.95	5,344,403.95
Reserve for Deferred Amortization	SD-16	739,987.91	315,000.00
Reserve for Payment of Debt	D-3		189,332.93
Fund Balance	D-2		<u>5,654.98</u>
Total Capital Fund		<u>10,785,425.30</u>	<u>10,176,234.39</u>
		<u>\$ 11,710,926.48</u>	<u>\$ 11,471,657.07</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

BOROUGH OF WOODSTOWN
WATER UTILITY OPERATING FUND
 Statements of Operations and Changes in Fund Balance -- Regulatory Basis
 For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
REVENUE AND OTHER INCOME REALIZED:		
Fund Balance Anticipated	\$ 515,655.00	\$ 228,700.00
Water Rents	1,323,538.34	1,280,589.66
Miscellaneous	246,827.92	47,884.15
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	63,357.46	53,791.21
	<u>2,149,378.72</u>	<u>1,610,965.02</u>
Total Income		
EXPENDITURES:		
Operating	687,551.10	616,200.00
Capital Improvements	458,500.00	185,000.00
Debt Service	263,444.64	256,972.96
Deferred Charges and Statutory Expenditures	243,147.06	67,500.00
Surplus - Anticipated in General Budget	158,000.00	158,000.00
	<u>1,810,642.80</u>	<u>1,283,672.96</u>
Total Expenditures		
Excess in Revenue	338,735.92	327,292.06
Fund Balance January 1	929,367.23	830,775.17
	<u>1,268,103.15</u>	<u>1,158,067.23</u>
Decreased by:		
Utilized as Anticipated Revenue	515,655.00	228,700.00
	<u>752,448.15</u>	<u>929,367.23</u>
Fund Balance December 31	<u>\$ 752,448.15</u>	<u>\$ 929,367.23</u>

The accompanying Notes to Financial Statements are an integral part of these statements.

BOROUGH OF WOODSTOWN
WATER UTILITY CAPITAL FUND
 Statements of Operations and Changes in Fund Balance -- Regulatory Basis
 For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
Fund Balance January 1	\$ 5,654.98	\$ 5,654.98
Expenditures		
Due Utility Operating Fund - Anticipated Revenue	5,654.98	
Fund Balance December 31	\$ -	\$ 5,654.98

The accompanying Notes to Financial Statements are an integral part of these statements.

BOROUGH OF WOODSTOWN
WATER UTILITY OPERATING FUND
Statement of Revenues -- Regulatory Basis
For the Year Ended December 31, 2024

	<u>Anticipated Budget</u>	<u>Realized</u>	<u>Excess / (Deficit)</u>
Fund Balance Anticipated	\$ 515,655.00	\$ 515,655.00	
Water Rents	1,100,000.00	1,323,538.34	\$ 223,538.34
Reserve for Payment of Debt	189,332.93	189,332.93	
Capital Fund Balance	5,654.98	5,654.98	
Miscellaneous		<u>51,840.01</u>	<u>51,840.01</u>
 Total Utility Revenues	 <u>\$ 1,810,642.91</u>	 <u>\$ 2,086,021.26</u>	 <u>\$ 275,378.35</u>
 <u>Analysis of Realized Revenues</u>			
Water Rents:			
Rents Receivable	\$ 1,323,538.34		
Liens Receivable	-		
	<u> </u>	<u>\$ 1,323,538.34</u>	
 Miscellaneous:			
Receipts:			
Interest on Water Rents	\$ 22,563.60		
Interest on Investments	21,893.51		
Connection Fees	2,396.22		
Miscellaneous	<u>4,986.68</u>		
		<u>\$ 51,840.01</u>	

The accompanying Notes to Financial Statements are an integral part of this statement.

BOROUGH OF WOODSTOWN
WATER UTILITY OPERATING FUND
Statement of Expenditures -- Regulatory Basis
For the Year Ended December 31, 2024

	Appropriations		Expended			Unexpended Balance Canceled
	Original Budget	Budget After Modification	Paid or Charged	Encumbrances	Reserved	
Operating:						
Salaries and Wages	\$ 205,000.00	\$ 203,344.19	\$ 176,047.40		\$ 27,296.79	
Other Expenses	475,000.00	484,160.25	475,207.51	\$ 5,846.35	3,106.39	
Health Benefit Waiver	1,200.00	46.66	46.66			
Total Operating	681,200.00	687,551.10	651,301.57	5,846.35	30,403.18	-
Capital Improvements:						
Capital Outlay	205,000.00	205,000.00	204,851.53	148.47		
Capital Outlay Water Tower	253,500.00	253,500.00	253,500.00			
Total Capital Improvements	458,500.00	458,500.00	458,351.53	148.47	-	-
Debt Service:						
Payment of Bond Principal	190,000.00	190,000.00	190,000.00			
Interest on Bonds	72,605.00	73,444.75	73,444.64			\$ 0.11
Total Debt Service	262,605.00	263,444.75	263,444.64	-	-	0.11
Deferred Charges and Statutory Expenditures:						
Deferred Charges:						
Cost of Improvements Authorized - Ordinance 2021-11	194,987.91	194,987.91	194,987.91			
Statutory Expenditures:						
Public Employees' Retirement System	35,000.00	35,000.00	35,000.00			
Social Security System	20,000.00	12,809.15	12,809.15			
Unemployment Compensation Insurance	200.00	200.00	143.38		56.62	
Disability Insurance	150.00	150.00	80.28		69.72	
Total Deferred Charges and Statutory Expenditures	250,337.91	243,147.06	243,020.72	-	126.34	-
Surplus (General Budget)	158,000.00	158,000.00	158,000.00			
Total Utility Appropriations	\$ 1,810,642.91	\$ 1,810,642.91	\$ 1,774,118.46	\$ 5,994.82	\$ 30,529.52	\$ 0.11
Accrued Interest on Bonds and Notes			\$ 73,444.64			
Deferred Charge - Due to Utility Capital Fund			194,987.91			
Due Current Fund			286,132.15			
Cash Disbursements			1,219,553.76			
			\$ 1,774,118.46			

The accompanying Notes to Financial Statements are an integral part of this statement.

BOROUGH OF WOODSTOWN
GENERAL FIXED ASSET ACCOUNT GROUP
Statement of General Fixed Asset Group of Accounts - Regulatory Basis
For the Year Ended December 31, 2024

	<u>Balance</u> <u>Dec. 31, 2023</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>Dec. 31, 2024</u>
GENERAL FIXED ASSETS:				
Buildings	\$ 2,535,375.00			\$ 2,535,375.00
Land and Improvements	1,348,721.48			1,348,721.48
Machinery and Equipment	4,158,935.03			4,158,935.03
	<hr/>	<hr/>	<hr/>	<hr/>
Total General Fixed Assets	<u>\$ 8,043,031.51</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,043,031.51</u>
Investment in General Fixed Assets	<u>\$ 8,043,031.51</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,043,031.51</u>

The accompanying Notes to Financial Statements are an integral part of this statement.

BOROUGH OF WOODSTOWN
Notes to Financial Statements
For the Year Ended December 31, 2024

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Borough of Woodstown (hereafter referred to as the "Borough") was created in 1882 from portions of Pilesgrove Township and was incorporated in 1925. The Borough, located in the County of Salem in the State of New Jersey is approximately thirty-three miles southeast of the City of Philadelphia and fifty-five miles west of Atlantic City New Jersey. The population according to the 2020 census is 3,678.

The Borough is governed under the Mayor-Council form of government, with a Mayor and six-member Council. The Mayor and Council are elected directly by the voters in partisan elections, the Mayor serves a four-year term in office and the Council serves three-year terms in office on a staggered basis, with two seats coming up for election each year. Executive and administrative responsibility rests with the Mayor, who is assisted by the Borough Clerk. Legislative responsibility is vested with the Council.

Component Units - The financial statements of the component units of the Borough are not presented in accordance with Governmental Accounting Standards Board (GASB) Statement No. 14, *The Financial Reporting Entity*, as amended. If the provisions of the aforementioned GASB Statement, as amended had been complied with, the financial statements of the following component unit would have been either blended or discretely presented with the financial statements of the Borough, the primary government:

Woodstown Sewage Authority
25 West Avenue
Woodstown, New Jersey 08098

Annual financial reports may be inspected directly at the office of this component unit during regular business hours.

Measurement Focus, Basis of Accounting and Financial Statement Presentation - The financial statements of the Borough contain all funds and account groups in accordance with the *Requirements of Audit* (the "Requirements") as promulgated by the State of New Jersey, Department of Community Affairs, Division of Local Government Services. The principles and practices established by the *Requirements* are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Generally, the financial statements are presented using the flow of current financial resources measurement focus and modified accrual basis of accounting with minor exceptions as mandated by these *Requirements*. In addition, the prescribed accounting principles previously referred to differ in certain respects from accounting principles generally accepted in the United States of America applicable to local government units. The more significant differences are explained in this note.

In accordance with the *Requirements*, the Borough accounts for its financial transactions through the use of separate funds and an account group which are described as follows:

Current Fund - The current fund accounts for resources and expenditures for governmental operations of a general nature, including federal and state grant funds.

Trust Funds - The various trust funds account for receipts, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

General Capital Fund - The general capital fund accounts for receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the current fund.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)**Measurement Focus, Basis of Accounting and Financial Statement Presentation (Cont'd)**

Water Utility Operating and Capital Funds - The water utility operating and capital funds account for the operations and acquisition of capital facilities of the municipally owned water operations.

General Fixed Asset Group of Accounts - The general fixed asset group of accounts is utilized to account for property, land, buildings, and equipment that have been acquired by other governmental funds.

Budgets and Budgetary Accounting - The Borough must adopt an annual budget for its current, water utility and open space funds in accordance with N.J.S.A. 40A:4 et seq. N.J.S.A. 40A:4-5 requires the governing body to introduce and approve the annual municipal budget no later than February 10 of each year. At introduction, the governing body shall fix the time and place for a public hearing on the budget and must advertise the time and place at least ten days prior to the hearing in a newspaper published and circulating in the municipality. The public hearing must not be held less than twenty-eight days after the date the budget was introduced. After the hearing has been held, the governing body may, by majority vote, adopt the budget or may amend the budget in accordance with N.J.S.A. 40A:4-9. Amendments to adopted budgets, if any, are detailed in the statements of revenues and expenditures.

An extension of the statutory dates for introduction, approval, and adoption of the municipal budget may be granted by the Director of the Division of Local Government Services, with the permission of the Local Finance Board.

Budgets are adopted on the same basis of accounting utilized for the preparation of the Borough's financial statements.

Cash, Cash Equivalents and Investments - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost; therefore, unrealized gains or losses on investments have not been recorded. Investments recorded in the trust fund for the Borough's length of service awards program, however, are stated at fair value.

New Jersey municipal units are required by N.J.S.A. 40A:5-14 to deposit public funds in a bank or trust company having its place of business in the State of New Jersey and organized under the laws of the United States or of the State of New Jersey or in the New Jersey Cash Management Fund. N.J.S.A. 40A:5-15.1 provides a list of investments which may be purchased by New Jersey municipal units. In addition, other State statutes permit investments in obligations issued by local authorities and other state agencies.

N.J.S.A. 17:9-41 et seq. establishes the requirements for the security of deposits of governmental units. The statute requires that no governmental unit shall deposit public funds in a public depository unless such funds are secured in accordance with the Governmental Unit Deposit Protection Act ("GUDPA"), a multiple financial institutional collateral pool, which was enacted in 1970 to protect governmental units from a loss of funds on deposit with a failed banking institution in New Jersey. Public depositories include State or federally chartered banks, savings banks or associations located in or having a branch office in the State of New Jersey, the deposits of which are federally insured. All public depositories must pledge collateral, having a market value at least equal to five percent of the average daily balance of collected public funds, to secure the deposits of Governmental Units. If a public depository fails, the collateral it has pledged, plus the collateral of all other public depositories, is available to pay the amount of their deposits to the governmental units.

The cash management plan adopted by the Borough requires it to deposit funds in public depositories protected from loss under the provisions of the Act.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Interfunds - Interfund receivables and payables that arise from transactions between funds are recorded by all funds affected by such transactions in the period in which the transaction is executed. Interfund receivables in the current fund are recorded with offsetting reserves which are created by charges to operations. Income is recognized in the year the receivables are liquidated. Interfund receivables in the other funds are not offset by reserves.

Inventories of Supplies - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various statements of assets, liabilities, reserves and fund balance.

General Fixed Assets - Accounting for governmental fixed assets, as required by N.J.A.C. 5:30-5.6, differs in certain respects from accounting principles generally accepted in the United States of America. In accordance with the regulations, all local units, including municipalities, must maintain a general fixed assets reporting system that establishes and maintains a physical inventory of nonexpendable, tangible property as defined and limited by the U.S. Office of Management and *Budget's Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (2 CFR Part 225), except that the useful life of such property is at least five years. The Borough has adopted a capitalization threshold of \$5,000.00, the maximum amount allowed by the Uniform Guidance. Generally, assets are valued at historical cost; however, assets acquired prior to December 31, 1985 are valued at actual historical cost or estimated historical cost. No depreciation of general fixed assets is recorded. Donated general fixed assets are recorded at acquisition value as of the date of the transaction. Interest costs relative to the acquisition of general fixed assets are recorded as expenditures when paid. Public domain ("infrastructure") general fixed assets consisting of certain improvements such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. Expenditures for construction in progress are recorded in the capital funds until such time as the construction is completed and put into operation. The Borough is required to maintain a subsidiary ledger detailing fixed assets records to control additions, retirements and transfers of fixed assets. In addition, a statement of general fixed asset group of accounts, reflecting the activity for the year, must be included in the Borough's basic financial statements.

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that includes accurate records indicating asset description, source, ownership, acquisition cost and date, the percentage of Federal participation (if any), and the location, use, and condition of the asset. Periodically, physical inventories must be taken and reconciled with these records. Lastly, all fixed assets must be adequately controlled to safeguard against loss, damage or theft.

Utility Fixed Assets - Property and equipment purchased by a utility fund are recorded in the utility capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not represent replacement cost or current value. The reserve for amortization and deferred reserve for amortization accounts in the utility capital fund represent charges to operations for the cost of acquisition of property and equipment, improvements and contributed capital.

Foreclosed Property - Foreclosed property is recorded in the current fund at the assessed valuation when such property was acquired and is fully reserved. Ordinarily it is the intention of the municipality to resell foreclosed property in order to recover all or a portion of the delinquent taxes or assessments and to return the property to a taxpaying basis. For this reason, the value of foreclosed property has not been included in the general fixed asset group of accounts. If such property is converted to a municipal use, it will be recorded in the general fixed asset group of accounts.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Deferred Charges - The recognition of certain expenditures is deferred to future periods. These expenditures, or deferred charges, are generally overexpenditures of legally adopted budget appropriations or emergency appropriations made in accordance with N.J.S.A. 40A:4-46 et seq. Deferred charges are subsequently raised as items of appropriation in budgets of succeeding years.

Liens Sold for Other Governmental Units - Liens sold on behalf of other governmental units are not recorded on the records of the tax collector until such liens are collected. Upon their collection, such liens are recorded as a liability due to the governmental unit net of the costs of the initial sale. The related costs of sale are recognized as revenue when received.

Fund Balance - Fund Balances included in the current fund and water utility operating fund represent amounts available for anticipation as revenue in future year's budgets, with certain restrictions.

Revenues - Revenues are recorded when received in cash except for certain amounts which are due from other governmental units. Revenue from Federal and State grants are realized when anticipated as such in the Borough's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the Borough's current fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the Borough which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

Property Tax Revenues - Property tax revenues are collected in quarterly installments due February 1, May 1, August 1, and November 1. The amount of tax levied includes not only the amount required in support of the Borough's annual budget, but also the amounts required in support of the budgets of the County of Salem and the Woodstown-Pilesgrove Regional School District. Unpaid property taxes are subject to tax sale in accordance with the statutes.

School Taxes - The Borough is responsible for levying, collecting, and remitting school taxes for the Woodstown-Pilesgrove Regional School District. Operations is charged for the full amount required to be raised from taxation to operate the local school district for the period from July 1 to June 30, increased by the amount deferred at December 31, 2023 and decreased by the amount deferred at December 31, 2024.

County Taxes - The municipality is responsible for levying, collecting and remitting county taxes for the County of Salem. County taxes are determined on a calendar year by the County Board of Taxation based upon the ratables required to be certified to them on January 10 of each year. Operations is charged for the amount due the County for the year, based upon the ratables required to be certified to the County Board of Taxation by January 10 of the current year. In addition, operations is charged for the County share of added and omitted taxes certified to the County Board of Taxation by October 10 of the current year and due to be paid to the County by February 15 of the following year.

Reserve for Uncollected Taxes - The inclusion of the "reserve for uncollected taxes" appropriation in the Borough's annual budget protects the Borough from taxes not paid currently. The reserve, the minimum amount of which is determined on the percentage of collections experienced in the immediately preceding year, with certain exceptions, is required to provide assurance that cash collected in the current year will provide sufficient cash flow to meet expected obligations.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONT'D)

Expenditures - Expenditures are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when paid. However, for charges to amounts appropriated for "other expenses", an amount is encumbered through the issuance of a numerically controlled purchase order or when a contract is executed in accordance with N.J.A.C. 5:30-5.2. When encumbered charges are paid, the amount encumbered is simultaneously liquidated in its original amount. Encumbrances are offset by an account entitled reserve for encumbrances. The reserve is classified as a cash liability under New Jersey municipal accounting. At December 31, this reserve represents the portion of appropriation reserves that has been encumbered and is subject to the same statutory provisions as appropriation reserves.

Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis, whereas interest on utility indebtedness is on the accrual basis.

Appropriation Reserves - Appropriation reserves covering unexpended appropriation balances are automatically created at year-end and recorded as liabilities, except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments, or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as income.

Long-Term Debt - Long-term debt, relative to the acquisition of capital assets, is recorded as a liability in the general capital and utility capital funds. Where an improvement is a "local Improvement", i.e., assessable upon completion, long-term debt associated with that portion of the cost of the improvement to be funded by assessments is transferred to the trust fund upon the confirmation of the assessments or when the improvement is fully and permanently funded.

Compensated Absences and Postemployment Benefits - Compensated absences for paid time off (PTO), sick leave, vacation leave, compensatory time, and certain types of sabbatical leave, and other compensated absences are recorded and provided for in the annual budget in the year in which they are paid, on a pay-as-you-go basis. Likewise, no accrual is made for postemployment benefits, if any, which are also funded on a pay-as-you-go basis.

Impact of Recently Issued Accounting Principles**Recently Issued and Adopted Accounting Pronouncements**

The Borough implemented the following GASB Statement for the year ended December 31, 2024:

Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. As a result of the regulatory basis of accounting previously described in note 1, the implementation of this Statement only impacted financial statement disclosures. There exists no impact on the financial statements of the Borough.

Because of the implementation of GASB Statement No. 101, the Borough has updated the measurement of compensated absences in accordance with the Statement (note 12).

Note 3: PROPERTY TAXES (CONT'D)

Five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four calendar years (cont'd):

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2024	\$ 11,848,885.64	\$ 11,662,010.40	98.42%
2023	11,672,667.05	11,447,105.25	98.07%
2022	11,197,102.83	10,961,494.85	97.90%
2021	10,704,985.44	10,498,283.94	98.07%
2020	10,352,677.74	10,134,455.15	97.89%

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2024	\$ 108,110.14	\$ 155,659.58	\$ 263,769.72	2.23%
2023	96,696.82	187,486.99	284,183.81	2.43%
2022	82,050.38	212,483.69	294,534.07	2.63%
2021	67,621.82	173,705.20	241,327.02	2.25%
2020	75,142.49	176,310.87	251,453.36	2.43%

The following comparison is made of the number of tax title liens receivable on December 31 for the current and previous four calendar years:

<u>Year</u>	<u>Number</u>
2024	5
2023	5
2022	6
2021	6
2020	6

Note 4: PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of property acquired by liquidation of tax title liens on December 31, on the basis of the last assessed valuation of such properties, for the current and previous four years was as follows:

<u>Year</u>	<u>Amount</u>
2024	\$ 107,000.00
2023	107,000.00
2022	107,000.00
2021	107,000.00
2020	107,000.00

Note 5: WATER UTILITY SERVICE CHARGES

The following is a five-year comparison of water utility service charges (rents) for the current and previous four years.

<u>Year</u>	<u>Balance Beginning of Year Receivable</u>	<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>
2024	\$ 89,586.01	\$ 1,319,146.48	\$ 1,408,732.49	\$ 1,323,538.34
2023	85,873.12	1,283,624.50	1,369,497.62	1,279,911.61
2022	115,853.94	1,232,170.10	1,348,024.04	1,258,179.12
2021	76,469.20	1,071,230.78	1,147,699.98	1,031,846.04
2020	80,863.43	1,064,022.37	1,144,885.80	1,067,182.13

Note 6: FUND BALANCES APPROPRIATED

The following schedules detail the amount of fund balances available at the end of the current year and four previous years and the amounts utilized in the subsequent year's budgets.

Current Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2024	\$ 1,123,099.75	\$ 580,000.00	51.64%
2023	1,229,975.43	580,000.00	47.16%
2022	1,056,232.81	497,518.00	47.10%
2021	800,787.61	344,800.00	43.06%
2020	719,632.16	313,875.00	43.62%

Water Utility Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2024	\$ 752,448.15	\$ 515,655.00	68.53%
2023	929,367.23	515,655.00	55.48%
2022	830,775.17	228,700.00	27.53%
2021	661,277.60	251,000.00	37.96%
2020	583,434.11	170,000.00	29.14%

Note 7: LEASES RECEIVABLE

The Borough, as lessor, has entered into the following leases which meet the requirements of GASB Statement No. 87, Leases:

Cell Towers Lease #1 - On April 11, 2012, the Borough entered into a five-year lease agreement with 4 five-year options for the lease of space for cell towers with an incremental borrowing rate of 3.00%. Based on this agreement, the Borough is receiving payments on a monthly basis to October 31, 2037.

Cell Towers Lease #2 - On September 19, 2001, the Borough entered into a five-year lease agreement with 4 five-year options for the lease of space for cell towers with an incremental borrowing rate of 3.00%. Based on this agreement, the Borough is receiving payments on a monthly basis to January 31, 2027.

Under the provisions of GASB 87, as of December 31, 2024, the total balance of the lease's receivable is \$484,435.16. As a result of the regulatory basis of accounting previously described in note 1, such balance is not recorded on the Statements of Assets, Liabilities, Reserves and Fund Balance – Regulatory Basis of the current fund.

The following is a summary of the total leases as of December 31, 2024:

<u>Lease Description</u>	<u>Lease Revenue /</u>		
	<u>Lease Receivable</u>	<u>Deferred Inflow of Resources</u>	<u>Lease Interest Receivable</u>
Cell Tower Lease #1	\$ 407,427.95	\$ 289,146.18	\$ 89,357.00
Cell Tower Lease #2	77,007.21	39,054.10	2,548.84
	<u>\$ 484,435.16</u>	<u>\$ 328,200.28</u>	<u>\$ 91,905.84</u>

Under the provisions of GASB 87, for the year ended December 31, 2024, the Borough would have recognized a total of \$53,781.47 in a reduction of lease receivable and a total of \$15,412.20 in interest revenue related to the leases. In addition, a total of \$41,276.40 would have been recognized as both lease revenue and a reduction in deferred inflows of resources related to leases.

As a result of the regulatory basis of accounting previously described in note 1, the total rental payments collected of \$69,193.55 were reported as revenue in the current fund.

The following is a summary of the future payments as of December 31, 2024:

<u>Year Ending Dec. 31,</u>	<u>Lease Revenue /</u>		
	<u>Principal Lease Receivable</u>	<u>Deferred Inflow of Resources</u>	<u>Lease Interest Receivable</u>
2025	\$ 56,527.50	\$ 41,276.40	\$ 13,761.26
2026	59,390.34	41,276.40	12,026.32
2027	26,079.96	24,093.08	10,664.43
2028	27,701.72	22,530.96	9,894.28
2029	28,544.30	22,530.96	9,051.70
2030-2034	168,893.14	112,654.80	31,305.56
2035-2037	117,298.20	63,837.68	5,202.29
	<u>\$ 484,435.16</u>	<u>\$ 328,200.28</u>	<u>\$ 91,905.84</u>

Note 8: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances were recorded on the various statements of assets, liabilities, reserves and fund balance as of December 31, 2024:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current - Regular	\$ 180,149.72	\$ 1,459,360.76
Current - Federal and State Grant	290,483.84	
Trust - Animal Control Fund	4,343.90	4,342.70
Trust - Municipal Open Space	53,274.00	49,253.24
Trust - Other	4,342.70	184,170.48
General Capital	447,330.56	
Water Utility - Operating	194,955.75	
Water Utility - Capital	717,202.46	194,955.75
	<u>\$ 1,892,082.93</u>	<u>\$ 1,892,082.93</u>

The interfund receivables and payables above predominately resulted from collections and payments made by certain funds on behalf of other funds. During the year 2025, the Borough expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 9: PENSION PLANS

N.J.A.C. 5:30-6.1 allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension's reporting on GASB No. 68, *Accounting and Financial Reporting for Pensions*. As of the date of this report, the information for the measurement period ended June 30, 2024 was not available; therefore, the information from the measurement period June 30, 2023 is disclosed below.

A substantial number of the Borough's employees participate in one of the following defined benefit pension plans: the Public Employees' Retirement System ("PERS") and the Police and Firemen's Retirement System ("PFRS"), which are administered by the New Jersey Division of Pensions and Benefits. In addition, several Borough employees participate in the Defined Contribution Retirement Program ("DCRP"), which is a defined contribution pension plan. This Plan is administered by Empower (formerly Prudential Financial) for the New Jersey Division of Pensions and Benefits. Each Plan has a Board of Trustees that is primarily responsible for its administration. As a local participation employer of these pension plans, the Borough is referred to as "Employer" throughout this note. The Division issues a publicly available financial report that includes financial statements, required supplementary information and detailed information about the PERS and PFRS plans' fiduciary net position which can be obtained by writing to or at the following website:

State of New Jersey
Division of Pensions and Benefits
P.O. Box 295
Trenton, New Jersey 08625-0295
<https://www.state.nj.us/treasury/pensions/financial-reports.shtml>

General Information about the Pension Plans**Plan Descriptions**

Public Employees' Retirement System - The Public Employees' Retirement System is a cost-sharing multiple-employer defined benefit pension plan, which was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A. The PERS' designated purpose is to provide retirement, death, and disability benefits to certain qualified members. Membership in the PERS is mandatory for substantially all full-time employees of the Employer, provided the employee is not required to be a member of another state-administered retirement system or other state pensions fund or local jurisdiction's pension fund. The PERS' Board of Trustees is primarily responsible for the administration of the PERS.

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Plan Descriptions (Cont'd)**

Police and Firemen's Retirement System - The Police and Firemen's Retirement System is a cost-sharing multiple-employer defined benefit pension plan, which was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A. The PFRS' designated purpose is to provide retirement, death, and disability benefits to certain qualified members. Membership in the PFRS is mandatory for substantially all full-time police and firemen of the Employer. The PFRS' Board of Trustees is primarily responsible for the administration of the PFRS.

Defined Contribution Retirement Program - The Defined Contribution Retirement Program is a multiple-employer defined contribution pension fund established on July 1, 2007 under the provisions of P.L. 2007, c. 92 and P.L. 2007, c. 103, and expanded under the provisions of P.L. 2008, c. 89 and P.L. 2010, c. 1. The DCRP is a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) § 401(a) et seq., and is a "governmental plan" within the meaning of IRC § 414(d). The DCRP provides retirement benefits for eligible employees and their beneficiaries. Individuals covered under DCRP are state or local officials who are elected or appointed on or after July 1, 2007; employees enrolled in PERS on or after July 1, 2007, who earn salary in excess of established "maximum compensation" limits; employees enrolled in New Jersey State Police Retirement System (SPRS) or the Police and Firemen's Retirement System (PFRS) after May 21, 2010, who earn salary in excess of established "maximum compensation" limits; employees otherwise eligible to enroll in PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least \$5,000.00 annually; and employees otherwise eligible to enroll in PERS after May 21, 2010 who do not work the minimum number of hours per week required for tiers 4 or 5 enrollment, but who earn salary of at least \$5,000.00 annually.

Vesting and Benefit Provisions

Public Employees' Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:15A. The PERS provides retirement, death and disability benefits. All benefits vest after ten years of service.

The following represents the membership tiers for PERS:

Tier Definition

- 1 Members who were enrolled prior to July 1, 2007
- 2 Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
- 3 Members who were eligible to enroll on or after November 2, 2008 and prior to May 22, 2010
- 4 Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
- 5 Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits of 1/55th of final average salary for each year of service credit is available to tiers 1 and 2 members upon reaching age 60 and to tier 3 members upon reaching age 62. Service retirement benefits of 1/60th of final average salary for each year of service credit is available to tier 4 members upon reaching age 62 and tier 5 members upon reaching age 65. Early retirement benefits are available to tiers 1 and 2 members before reaching age 60, tiers 3 and 4 with 25 years or more of service credit before age 62, and tier 5 with 30 or more years of service credit before age 65. Benefits are reduced by a fraction of a percent for each month that a member retires prior to the age at which a member can receive full early retirement benefits in accordance with their respective tier. Tier 1 members can receive an unreduced benefit from age 55 to age 60 if they have at least 25 years of service. Deferred retirement is available to members who have at least 10 years of service credit and have not reached the service retirement age for the respective tier.

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Vesting and Benefit Provisions (Cont'd)**

Police and Firemen's Retirement System - The vesting and benefit provisions are set by N.J.S.A. 43:16A. The PFRS provides retirement, death and disability benefits. All benefits vest after 10 years of service, except disability benefits, which vest after four years of service.

The following represents the membership tiers for PFRS:

Tier Definition

- 1 Members who were enrolled prior to May 22, 2010
- 2 Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
- 3 Members who were eligible to enroll on or after June 28, 2011

Service retirement benefits are available at age 55 and are generally determined to be 2% of final compensation for each year of creditable service up to 30 years plus 1% for each year of service in excess of 30 years. Members may seek special retirement after achieving 25 years of creditable service, in which benefits would equal 65% (tiers 1 and 2 members) and 60% (tier 3 members) of final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. Members may elect deferred retirement benefits after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

Defined Contribution Retirement Program - Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable. A participant's interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

Contributions

Public Employees' Retirement System - The contribution policy is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate is currently 7.50% of base salary, effective July 1, 2018. The rate for members who are eligible for the Prosecutors Part of PERS (P.L. 2001, C. 366) is 10.0%. Employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability.

Special Funding Situation Component - Under N.J.S.A. 43:15A, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. One of such legislations, which legally obligate the State, is Chapter 133, P.L. 2001. This legislation increased the accrual rate from 1/60 to 1/55. In addition, it lowered the age required for a veteran benefit equal to 1/55 of highest 12-month compensation for each year of service from 60 to 55. Chapter 133, P.L. 2001 also established the Benefit Enhancement Fund (BEF) to fund the additional annual employer normal contribution due to the State's increased benefits. If the assets in the BEF are insufficient to cover the normal contribution for the increased benefits for a valuation period, the State will pay such amount for both the State and local employers.

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)****Public Employees' Retirement System (Cont'd) - Special Funding Situation Component (Cont'd) -**

The amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the Plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the local participating employers related to this legislation.

The Employer's contractually required contribution rate for the year ended December 31, 2023 was 17.71% of the Employer's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, including an additional amount to finance any unfunded accrued liability.

Based on the most recent PERS measurement date of June 30, 2023, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2023 is \$88,051.00 and is payable by April 1, 2024. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2022, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2022 was \$94,886.00, which was paid on April 1, 2023.

Employee contributions to the Plan for the year ended December 31, 2023 were \$39,920.01.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Employer, under Chapter 133, P.L. 2001, for the year ended December 31, 2023 was .60% of the Employer's covered payroll.

Based on the most recent PERS measurement date of June 30, 2023, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the Employer, to the pension plan for the year ended December 31, 2023 was \$2,976.00. For the prior year measurement date of June 30, 2022, the State's contractually required contribution, under Chapter 133, P.L. 2001, on-behalf of the Employer, to the pension plan for the year ended December 31, 2022 was \$2,389.00.

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

Police and Firemen's Retirement System - The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. Pursuant to the provisions of P.L. 2011, C. 78, the member contribution rate is currently 10.0% of base salary. State legislation has modified the amount that is contributed by the State. The State's contribution amount is based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability.

Special Funding Situation Component - Under N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation, which legally obligates the State, is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the local participating employers under this legislation is considered to be a *special funding situation* as defined by GASB Statement No. 68 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the Plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the local participating employers related to this legislation.

The Employer's contractually required contribution rate for the year ended December 31, 2023 was 34.65% of the Employer's covered payroll. This amount was actuarially determined as the amount that, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability.

Based on the most recent PFRS measurement date of June 30, 2023, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2023 is \$313,627.00 and is payable by April 1, 2024. Due to the basis of accounting described in note 1, no liability has been recorded in the financial statements for this amount. For the prior year measurement date of June 30, 2022, the Employer's contractually required contribution to the pension plan for the year ended December 31, 2022 was \$302,984.00, which was paid on April 1, 2023.

Employee contributions to the Plan for the year ended December 31, 2023 were \$92,099.60.

The amount of contractually required contribution for the State of New Jersey's proportionate share, associated with the Employer, for the year ended December 31, 2023 was 6.06% of the Employer's covered payroll.

Based on the most recent PFRS measurement date of June 30, 2023, the State's contractually required contribution, on-behalf of the Employer, to the pension plan for the year ended December 31, 2023 was \$54,853.00 and is payable by April 1, 2024. For the prior year measurement date of June 30, 2022, the State's contractually required contribution, on-behalf of the Employer, to the pension plan for the year ended December 31, 2022 was \$59,083.00, which was paid on April 1, 2023.

Note 9: PENSION PLANS (CONT'D)**General Information about the Pension Plans (Cont'd)****Contributions (Cont'd)**

Defined Contribution Retirement Program - The contribution policy is set by N.J.S.A. 43:15C-3 and requires contributions by active members and contributing employers. In accordance with Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, Plan members are required to contribute 5.5% of their annual covered salary. In addition to the employee contributions, the Employer contributes 3% of the employees' base salary, for each pay period.

For the year ended December 31, 2024, employee contributions totaled \$277.44, and the Employer's contributions were \$166.46. There were no forfeitures during the year.

Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions**Public Employees' Retirement System**

Pension Liability - As of December 31, 2023, there is no net pension liability associated with the special funding situation under Chapter 133, P.L. 2001, as there was no accumulated difference between the annual additional normal cost and the actual State contribution through the valuation date. The Employer's proportionate share of the PERS net pension liability was \$954,237.00. The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2023. The Employer's proportion of the net pension liability was based on a projection of the Employer's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. For the June 30, 2023 measurement date, the Employer's proportion was .0065880437%, which was a decrease of .0009363327% from its proportion measured as of June 30, 2022.

Pension (Benefit) Expense - For the year ended December 31, 2023, the Employer's proportionate share of the PERS pension (benefit) expense, calculated by the Plan as of the June 30, 2023 measurement date was \$(125,441.00). This (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2023, the Employer's contribution to PERS was \$94,886.00, and was paid on April 1, 2023.

For the year ended December 31, 2023, the State's proportionate share of the PERS pension (benefit) expense, associated with the Employer, under Chapter 133, P.L. 2001, calculated by the Plan as of the June 30, 2023 measurement date, was \$2,976.00. This on-behalf (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in note 1.

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)****Police and Firemen's Retirement System**

Pension Liability - As of December 31, 2023, the Employer's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Proportionate Share of Net Pension Liability	\$ 2,603,060.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Employer	<u>479,644.00</u>
	<u>\$ 3,082,704.00</u>

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2023. The Employer's proportion of the net pension liability was based on a projection of the Employer's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers and the State of New Jersey, actuarially determined. For the June 30, 2023 measurement date, the Employer's proportion was .0235597000%, which was an increase of .0002631500% from its proportion measured as of June 30, 2022. Likewise, at June 30, 2023, the State of New Jersey's proportion, on-behalf of the Employer, was .0235597800%, which was an increase of .0002630800% from its proportion, on-behalf of the Employer, measured as of June 30, 2022.

Pension (Benefit) Expense - For the year ended December 31, 2023, the Employer's proportionate share of the PFRS pension (benefit) expense, calculated by the Plan as of the June 30, 2023 measurement date was \$190,360.00. This (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in note 1; however, as previously mentioned, for the year ended December 31, 2023, the Employer's contribution to PFRS was \$302,984.00, and was paid on April 1, 2023.

For the year ended December 31, 2023, the State's proportionate share of the PFRS pension (benefit) expense, associated with the Employer, calculated by the Plan as of the June 30, 2023 measurement date, was \$54,559.00. This on-behalf (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in note 1.

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources - As of December 31, 2023, the Employer had deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	PERS	PFRS	Total	PERS	PFRS	Total
Differences between Expected and Actual Experience	\$ 9,124.00	\$ 111,458.00	\$ 120,582.00	\$ 3,901.00	\$ 124,143.00	\$ 128,044.00
Changes of Assumptions	2,096.00	5,618.00	7,714.00	57,831.00	175,769.00	233,600.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	4,394.00	132,569.00	136,963.00	-	-	-
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions	36,134.00	394,519.00	430,653.00	339,921.00	227,827.00	567,748.00
Contributions Subsequent to the Measurement Date	44,026.00	156,814.00	200,840.00	-	-	-
	<u>\$ 95,774.00</u>	<u>\$ 800,978.00</u>	<u>\$ 896,752.00</u>	<u>\$ 401,653.00</u>	<u>\$ 527,739.00</u>	<u>\$ 929,392.00</u>

Deferred outflows of resources in the amounts of \$44,026.00 and \$156,814.00 for PERS and PFRS, respectively, will be included as a reduction of the net pension liability during the year ending December 31, 2024. These amounts were based on an estimated April 1, 2025 contractually required contribution, prorated from the pension plans' measurement date of June 30, 2023 to the Employer's year end of December 31, 2023.

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - The Employer will amortize the other deferred outflows of resources and deferred inflows of resources related to pensions over the following number of years:

	PERS		PFRS	
	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience				
Year of Pension Plan Deferral:				
June 30, 2018	-	5.63	5.73	-
June 30, 2019	5.21	-	-	5.92
June 30, 2020	5.16	-	5.90	-
June 30, 2021	-	5.13	-	6.17
June 30, 2022	-	5.04	6.22	-
June 30, 2023	5.08	-	6.16	-
Changes of Assumptions				
Year of Pension Plan Deferral:				
June 30, 2018	-	5.63	-	5.73
June 30, 2019	-	5.21	-	5.92
June 30, 2020	-	5.16	-	5.90
June 30, 2021	5.13	-	6.17	-
June 30, 2022	-	5.04	-	6.22
Difference between Projected and Actual Earnings on Pension Plan Investments				
Year of Pension Plan Deferral:				
June 30, 2019	5.00	-	5.00	-
June 30, 2020	5.00	-	5.00	-
June 30, 2021	5.00	-	5.00	-
June 30, 2022	5.00	-	5.00	-
June 30, 2023	5.00	-	5.00	-
Changes in Proportion				
Year of Pension Plan Deferral:				
June 30, 2018	5.63	5.63	5.73	5.73
June 30, 2019	5.21	5.21	5.92	5.92
June 30, 2020	5.16	5.16	5.90	5.90
June 30, 2021	5.13	5.13	6.17	6.17
June 30, 2022	5.04	5.04	6.22	6.22
June 30, 2023	5.08	5.08	6.16	6.16

Note 9: PENSION PLANS (CONT'D)**Pension Liabilities, Pension (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Cont'd)**

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - Other amounts included as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in future periods as follows:

Year Ending Dec 31,	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
2024	\$ (143,134.00)	\$ (51,261.00)	\$ (194,395.00)
2025	(137,540.00)	(52,266.00)	(189,806.00)
2026	(27,962.00)	152,597.00	124,635.00
2027	(38,929.00)	42,295.00	3,366.00
2028	(2,340.00)	23,748.00	21,408.00
Thereafter	-	1,312.00	1,312.00
	<u>\$ (349,905.00)</u>	<u>\$ 116,425.00</u>	<u>\$ (233,480.00)</u>

Actuarial Assumptions

The net pension liability was measured as of June 30, 2023, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The total pension liability was calculated through the use of updated procedures to roll forward from the actuarial valuation date to the measurement date of June 30, 2023. This actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

	<u>PERS</u>	<u>PFRS</u>
Inflation Rate:		
Price	2.75%	2.75%
Wage	3.25%	3.25%
Salary Increases:	2.75% - 6.55%	3.25% - 16.25%
	Based on Years of Service	Based on Years of Service
Investment Rate of Return	7.00%	7.00%
Period of Actuarial Experience		
Study upon which Actuarial		
Assumptions were Based	July 1, 2018 - June 30, 2021	July 1, 2018 - June 30, 2021

Note 9: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)****Public Employees' Retirement System**

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non-Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement is based on Scale MP-2021.

Police and Firemen's Retirement System

Pre-retirement mortality rates were based on the PubS-2010 amount-weighted mortality table with a 105.6% adjustment for males and 102.5% adjustment for females. For healthy annuitants, mortality rates were based on the PubS-2010 amount-weighted mortality table with a 96.7% adjustment for males and 96.0% adjustment for females. Disability rates were based on the PubS-2010 amount-weighted mortality table with a 152.0% adjustment for males and 109.3% adjustment for females. Mortality improvement is based on Scale MP-2021.

For both PERS and PFRS, in accordance with State statute, the long-term expected rate of return on Plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension Plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PERS' and PFRS' target asset allocation as of June 30, 2023 are summarized in the table that follows:

<u>Asset Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
U.S. Equity	28.00%	8.98%
Non-US Developed Markets Equity	12.75%	9.22%
International Small Cap Equity	1.25%	9.22%
Emerging Market Equity	5.50%	11.13%
Private Equity	13.00%	12.50%
Real Estate	8.00%	8.58%
Real Assets	3.00%	8.40%
High Yield	4.50%	6.97%
Private Credit	8.00%	9.20%
Investment Grade Credit	7.00%	5.19%
Cash Equivalents	2.00%	3.31%
U.S. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%
	<u>100.00%</u>	

Note 9: PENSION PLANS (CONT'D)**Actuarial Assumptions (Cont'd)****Discount Rate -**

For both PERS and PFRS, the discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from Plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity would be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the Plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on Plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of Proportionate Share of Net Pension Liability to Changes in the Discount Rate

Public Employees' Retirement System (PERS) - The following presents the Employer's proportionate share of the net pension liability as of the June 30, 2023 measurement date, calculated using a discount rate of 7.00%, as well as what the Employer's proportionate share of the net pension liability would be if it were calculated using a discount rate that is 1% lower or 1% higher than the current rates used:

	1% Decrease <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
Proportionate Share of the Net Pension Liability	<u>\$ 1,242,213.00</u>	<u>\$ 954,237.00</u>	<u>\$ 709,131.00</u>

Note 9: PENSION PLANS (CONT'D)**Sensitivity of Proportionate Share of Net Pension Liability to Changes in the Discount Rate (Cont'd)**

Police and Firemen's Retirement System (PFRS) - As previously mentioned, PFRS has a special funding situation, where the State of New Jersey pays a portion of the Employer's annual required contribution. As such, the net pension liability as of the June 30, 2023 measurement date, for the Employer and the State of New Jersey, calculated using a discount rate of 7.00%, as well as using a discount rate that is 1% lower or 1% higher than the current rates used, is as follows:

	1% Decrease (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate Share of the Net Pension Liability	\$ 3,626,908.00	\$ 2,603,060.00	\$ 1,750,439.00
State of New Jersey's Proportionate Share of Net Pension Liability	<u>668,300.00</u>	<u>479,644.00</u>	<u>322,539.00</u>
	<u>\$ 4,295,208.00</u>	<u>\$ 3,082,704.00</u>	<u>\$ 2,072,978.00</u>

Pension Plan Fiduciary Net Position

For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension (benefit) expense, information about the respective fiduciary net position of the PERS and PFRS and additions to/deductions from PERS and PFRS' respective fiduciary net position have been determined on the same basis as they are reported by PERS and PFRS. Accordingly, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information**

In accordance with GASBS 68, the following information is also presented for the PERS and PFRS pension plans. These schedules are presented to illustrate the requirements to show information for 10 years.

Schedule of the Proportionate Share of the Net Pension Liability - Public Employees' Retirement System (PERS) (Last Ten Plan Years)

	<u>Measurement Date Ended June 30,</u>				
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Proportion of the Net Pension Liability	0.0065880437%	0.0075243764%	0.0083058366%	0.0095805148%	0.0086666103%
Proportionate Share of the Net Pension Liability	\$ 954,237.00	\$ 1,135,532.00	\$ 983,951.00	\$ 1,562,331.00	\$ 1,597,629.00
Covered Payroll (Plan Measurement Period)	\$ 485,572.00	\$ 606,992.00	\$ 608,680.00	\$ 673,288.00	\$ 630,080.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	196.52%	187.08%	161.65%	232.04%	253.56%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65.23%	62.91%	70.33%	58.32%	56.27%
	<u>Measurement Date Ended June 30,</u>				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Proportion of the Net Pension Liability	0.0099069354%	0.0094051856%	0.0104742792%	0.0095487918%	0.0112742147%
Proportionate Share of the Net Pension Liability	\$ 1,950,626.00	\$ 2,189,377.00	\$ 3,102,181.00	\$ 2,143,512.00	\$ 2,110,841.00
Covered Payroll (Plan Measurement Period)	\$ 695,716.00	\$ 651,592.00	\$ 720,564.00	\$ 647,348.00	\$ 672,808.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	280.38%	336.00%	430.52%	331.12%	313.74%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	53.60%	48.10%	40.14%	47.93%	52.08%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of Contributions - Public Employees' Retirement System (PERS) (Last Ten Years)***

	<u>Year Ended December 31,</u>				
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually Required Contribution	\$ 88,051.00	\$ 94,886.00	\$ 97,271.00	\$ 104,806.00	\$ 86,246.00
Contribution in Relation to the Contractually Required Contribution	(88,051.00)	(94,886.00)	(97,271.00)	(104,806.00)	(86,246.00)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 497,198.00	\$ 454,516.00	\$ 558,099.00	\$ 608,680.00	\$ 652,201.00
Contributions as a Percentage of Covered Payroll	17.71%	20.88%	17.43%	17.22%	13.22%
	<u>Year Ended December 31,</u>				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 98,542.00	\$ 87,129.00	\$ 93,052.00	\$ 82,094.00	\$ 92,943.00
Contribution in Relation to the Contractually Required Contribution	(98,542.00)	(87,129.00)	(93,052.00)	(82,094.00)	(92,943.00)
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 640,006.00	\$ 670,052.00	\$ 664,927.00	\$ 697,778.00	\$ 665,074.00
Contributions as a Percentage of Covered Payroll	15.40%	13.00%	13.99%	11.77%	13.97%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of Proportionate Share of the Net Pension Liability - Police and Firemen's Retirement System (PFRS) (Last Ten Plan Years)***

	Measurement Date Ended June 30,				
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Proportion of the Net Pension Liability	0.0235597000%	0.0232965500%	0.0203731678%	0.0232277811%	0.0212187656%
Proportionate Share of the Net Pension Liability	\$ 2,603,060.00	\$ 2,666,606.00	\$ 1,489,106.00	\$ 3,001,336.00	\$ 2,596,714.00
State's Proportionate Share of the Net Pension Liability	<u>479,644.00</u>	<u>474,578.00</u>	<u>418,811.00</u>	<u>465,794.00</u>	<u>410,026.00</u>
Total	<u>\$ 3,082,704.00</u>	<u>\$ 3,141,184.00</u>	<u>\$ 1,907,917.00</u>	<u>\$ 3,467,130.00</u>	<u>\$ 3,006,740.00</u>
Covered Payroll (Plan Measurement Period)	\$ 858,304.00	\$ 787,624.00	\$ 714,184.00	\$ 801,472.00	\$ 719,172.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	303.28%	338.56%	208.50%	374.48%	361.07%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	70.16%	68.33%	77.26%	63.52%	65.00%
	Measurement Date Ended June 30,				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Proportion of the Net Pension Liability	0.0212321962%	0.0213135668%	0.0208033307%	0.0207243434%	0.0201584736%
Proportionate Share of the Net Pension Liability	\$ 2,873,066.00	\$ 3,290,403.00	\$ 3,973,968.00	\$ 3,451,953.00	\$ 2,535,749.00
State's Proportionate Share of the Net Pension Liability	<u>390,259.00</u>	<u>368,553.00</u>	<u>333,715.00</u>	<u>302,725.00</u>	<u>273,058.00</u>
Total	<u>\$ 3,263,325.00</u>	<u>\$ 3,658,956.00</u>	<u>\$ 4,307,683.00</u>	<u>\$ 3,754,678.00</u>	<u>\$ 2,808,807.00</u>
Covered Payroll (Plan Measurement Period)	\$ 704,388.00	\$ 689,916.00	\$ 664,924.00	\$ 656,300.00	\$ 602,204.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	407.88%	476.93%	597.66%	525.97%	421.08%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	62.48%	58.60%	52.01%	56.31%	62.41%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)*****Schedule of Contributions - Police and Firemen's Retirement System (PFRS) (Last Ten Years)***

	<u>Year Ended December 31,</u>				
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually Required Contribution	\$ 313,627.00	\$ 302,984.00	\$ 237,442.00	\$ 259,494.00	\$ 214,333.00
Contribution in Relation to the Contractually Required Contribution	<u>(313,627.00)</u>	<u>(302,984.00)</u>	<u>(237,442.00)</u>	<u>(259,494.00)</u>	<u>(214,333.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 905,228.00	\$ 853,258.00	\$ 802,675.00	\$ 713,714.00	\$ 800,409.00
Contributions as a Percentage of Covered Payroll	34.65%	35.51%	29.58%	36.36%	26.78%
	<u>Year Ended December 31,</u>				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 207,576.00	\$ 188,629.00	\$ 169,618.00	\$ 168,458.00	\$ 154,831.00
Contribution in Relation to the Contractually Required Contribution	<u>(207,576.00)</u>	<u>(188,629.00)</u>	<u>(169,618.00)</u>	<u>(168,458.00)</u>	<u>(154,831.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 726,826.00	\$ 705,340.00	\$ 690,652.00	\$ 671,036.00	\$ 658,994.00
Contributions as a Percentage of Covered Payroll	28.56%	26.74%	24.56%	25.10%	23.50%

Note 9: PENSION PLANS (CONT'D)**Supplementary Pension Information (Cont'd)****Other Notes to Supplementary Pension Information*****Public Employees' Retirement System (PERS)*****Changes in Benefit Terms**

The Division of Pensions and Benefits adopted a new policy regarding the crediting of interest on member contributions for the purpose of refund of accumulated deductions. Previously, after termination of employment, but prior to retirement or death, interest was credited on member accumulated deductions at the valuation interest rate for the entire period. Effective July 1, 2018, interest is only credited at the valuation interest rate for the first two years of inactivity prior to retirement or death.

Changes in Assumptions

The discount rate and long-term expected rate of return used as of June 30 measurement date are as follows:

<u>Discount Rate</u>				<u>Long-term Expected Rate of Return</u>			
<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2023	7.00%	2018	5.66%	2023	7.00%	2018	7.00%
2022	7.00%	2017	5.00%	2022	7.00%	2017	7.00%
2021	7.00%	2016	3.98%	2021	7.00%	2016	7.65%
2020	7.00%	2015	4.90%	2020	7.00%	2015	7.90%
2019	6.28%	2014	5.39%	2019	7.00%	2014	7.90%

Police and Firemen's Retirement System (PFRS)**Changes in Benefit Terms**

The June 30, 2023 measurement date include the following plan amendment: Chapter 92, P.L. 2023 establishing an extension of the previous plan amendment Chapter 52, P.L. 2021, allowing members enrolled between January 18, 2000 and April 19, 2021 to retire prior to age 55 if they have attained 20 years of creditable service and retire by May 1, 2026.

Changes in Assumptions

The discount rate and long-term expected rate of return used as of June 30 measurement date are as follows:

<u>Discount Rate</u>				<u>Long-term Expected Rate of Return</u>			
<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2023	7.00%	2018	6.51%	2023	7.00%	2018	7.00%
2022	7.00%	2017	6.14%	2022	7.00%	2017	7.00%
2021	7.00%	2016	5.55%	2021	7.00%	2016	7.65%
2020	7.00%	2015	5.79%	2020	7.00%	2015	7.90%
2019	6.85%	2014	6.32%	2019	7.00%	2014	7.90%

Note 10: LENGTH OF SERVICE AWARDS PROGRAM

Plan Description - The Borough's and Township of Pilesgrove's length of service awards program (the "Plan"), which is a defined contribution plan reported in the Borough's trust fund, was created by Borough and Township of Pilesgrove Ordinances pursuant to Section 457 (e)(11)(B) of the Internal Service Code of 1986, as amended, except for provisions added by reason of the length of service award program as enacted into federal law in 1997. The accumulated assets of the Plan are not administered through a trust that meets the criteria of paragraph 4 of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions - an amendment of GASB Statement No. 27*.

The voters of the Borough and the voters of the Township of Pilesgrove approved the adoption of the Plan at the general election held on November 4, 2003, and the first year of eligibility for entrance into the length of service awards program by qualified volunteers was calendar year 2004. The Plan provides tax deferred income benefits to active volunteer firefighters and emergency personnel and is administered by Lincoln National Life Insurance Company ("Plan Administrator"), a State of New Jersey approved length of service awards program provider. The Borough's practical involvement in administering the Plan is essentially limited to verifying the eligibility of each participant and remitting the funds to the Plan Administrator.

The tax deferred income benefits for emergency service volunteers of the Reliance Fire Company, consisting of a volunteer fire department, come from contributions made solely by the governing bodies of the Borough and the Township of Pilesgrove, on behalf of those volunteers who meet the criteria of the Plan created by that governing body. Participants should refer to the Plan agreement for a more complete description of the Plan's provisions.

Plan Amendments - The Borough and the Township of Pilesgrove may make minor amendments to the provisions of the Plan at any time, provided, however, that no amendment affects the rights of participants or their beneficiaries regarding vested accumulated deferrals at the time of the amendment. The Plan can only be amended by resolution of the governing bodies of the Borough and the Township of Pilesgrove, and the following procedures must be followed: (a) any amendment to the Plan shall be submitted for review and approval by the Director of Local Government Services, State of New Jersey (the "Director") prior to implementation by the Borough's and Township of Pilesgrove's governing bodies, provided, however, that any amendment required by the IRS, may be adopted by the Borough's and Township of Pilesgrove's governing bodies without the advance approval of the Director (although such amendment shall be filed with the Director); (b) the documentation submitted to the Director shall identify the regulatory authority for the amendment and the specific language of the change; and (c) the Borough and Township of Pilesgrove shall adopt the amendment by resolution of the governing bodies, and a certified copy of the resolution shall be forwarded to the Director. The Borough and Township of Pilesgrove may amend the Plan agreement to accommodate changes in the Internal Revenue Code, Federal statutes, state laws or rules or operational experience. In cases of all amendments to the Plan, the Borough and Township of Pilesgrove shall notify all participants in writing prior to making any amendment to the Plan.

Contributions - If an active member meets the year of active service requirement, a length of service awards program must provide a benefit between the minimum contribution of \$100.00 and a maximum contribution of \$1,150.00 per year. While the maximum amount is established by statute, it is subject to periodic increases that are related to the consumer price index (N.J.S.A. 40A:14-185(f)). The Division of Local Government Services of the State of New Jersey will issue the permitted maximum annually.

The Borough and the Township of Pilesgrove elected to contribute \$800.00 for the year ended December 31, 2024, per eligible volunteer, into the Plan. Participants direct the investment of the contributions into various investment options offered by the Plan. The Borough and the Township of Pilesgrove have no authorization to direct investment contributions on behalf of eligible volunteers nor has the ability to purchase or sell investment options offered by the Plan. The types of investment options, and the administering of such investments, rests solely with the Plan Administrator.

Note 10: LENGTH OF SERVICE AWARDS PROGRAM (CONT'D)

Contributions (Cont'd) - For the year ended December 31, 2024, the Borough's total expenditure to the Plan was \$9,600.00, and the Township of Pilesgrove's total expenditures to the Plan was \$10,000.00, and there were no forfeitures.

Participant Accounts - Each qualifying participant's account is credited with a contribution and Plan earnings and charged with administrative expenses. The benefit to which a participant is entitled is the benefit that can be provided from the participant's vested account. The Borough has placed the amounts deferred, including earnings, in an account maintained by a third-party administrator for the exclusive benefit of the Plan participants and their beneficiaries. The contributions to the Plan, and the related earnings, are not irrevocable, and such funds are not legally protected from the creditors of the Borough. These funds, however, are not available for funding the operations of the Borough.

Vesting - The Borough and Township of Pilesgrove, in accordance with N.J.S.A. 40A:14-188 and N.J.A.C. 5:30-11.63 may make a yearly contribution to the length of service awards program account in the deferred income program for an active volunteer who has satisfied the requirements for receipt of an award, but the volunteer shall not be able to receive a distribution of the funds until the completion of a five year vesting period or be in accordance with changes to vesting conveyed through the issuance of a Local Finance Notice and/or publication of a public notice in the New Jersey Register, with payment of that benefit only being as otherwise permitted by the Plan.

Payment of Benefits - Upon separation from volunteer service, retirement or disability, termination of the Plan, participants may select various payout options of vested accumulated deferrals, which include lump sum, periodic, or annuity payments. In the case of death, with certain exceptions, any amount invested under the participant's account is paid to the beneficiary or the participant's estate.

In the event of an unforeseeable emergency, as outlined in the Plan document, a participant or a beneficiary entitled to vested accumulated deferrals may request the local plan administrator to payout a portion of vested accumulated deferrals.

Forfeited Accounts - For the year ended December 31, 2024, no accounts were forfeited.

Investments - The investments of the length of service awards program reported in the trust - other funds on the statements of assets, liabilities, reserves, and fund balance - regulatory basis are recorded at fair value.

Plan Information - Additional information about the Borough's and Township of Pilesgrove's length of service awards program can be obtained by contacting the Plan Administrator.

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

A. BOROUGH OF WOODSTOWN POSTEMPLOYMENT BENEFIT PLAN

Plan Description and Benefits Provided - The Borough provides postretirement benefits through a plan for eligible retirees, which includes medical and prescription drug benefits. The Borough provides a single employer post-employment healthcare plan, which is not administered through a trust that meets the criteria in paragraph 4 of the GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. The plan is administered by the Borough; therefore, premium payments are made directly to the insurance carriers.

Employees Covered by Benefit Terms - As of December 31, 2024, the most recent actuarial valuation date, the following employees were covered by the benefit terms:

Inactive Employees or Beneficiaries Currently Receiving Benefit Payments	1
Inactive Employees Entitled to but Not Yet Receiving Benefit Payments	-
Active Employees	<u>8</u>
	<u>9</u>

Total OPEB Liability

The Borough's total OPEB liability of \$1,267,754.00 was measured as of December 31, 2024, and was determined by an actuarial valuation as of December 31, 2024.

Actuarial Assumptions and Other Inputs - The following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Mortality	PUB 2010 "General" classification headcount weighted mortality with generational improvements using Scale MP-2021
Turnover	NJ State Pension Ultimate Withdrawal Rates - prior to benefits eligibility
Assumed Retirement Age	December 31, 2024 - At first eligibility after completing of age 62 and 15 years of service, CWA. Benefits end at age 65. First eligibility after completing of age 62 and 15 years of service or 25 years of service, if sooner, non-bargained. Not covered, police.
Full Attribution Period	Service to Assumed Retirement Age
Annual Discount Rate	3.26% Based on the Bond Buyer 20 Index Dec. 31, 2023 4.08% Based on the Bond Buyer 20 Index Dec. 31, 2024
CPI Increase	2.50%
Rate of Salary Increase	2.50%
Medical Trend	Medical: 6.50% in 2024, reducing by 0.25% per annum, leveling at 4.50% per annum in 2032 Drug: 14.00% in 2024, 10.00% in 2025, 7.50% in 2026, reducing by 0.75% per annum, leveling at 4.50% per annum in 2030 Medicare Advantage 4.50% per annum Dental and Vision: 3.50% per annum
Medical Cost Aging Factor	NJ SHBP Medical Morbidity Rates

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

A. BOROUGH OF WOODSTOWN POSTEMPLOYMENT BENEFIT PLAN (CONT'D)

Actuarial Assumptions and Other Inputs (Cont'd) - An experience study was not performed on the actuarial assumptions used in the December 31, 2024 valuation since the Plan had insufficient data to produce a study with credible results. Mortality rates, termination rates and retirement rates were based on standard tables issued by the SOA or developed for the applicable State Pension system in which the Borough participates. The actuary has used their professional judgement in applying these assumptions to this Plan.

Changes in Total OPEB Liability

Balance at December 31, 2023		\$ 1,167,110.00
Changes for the Year:		
Service Cost	\$ 51,357.00	
Interest Cost	39,463.00	
Changes of Benefit Terms	-	
Benefit Payments	(15,888.00)	
Changes in Assumptions	(35,016.00)	
Difference between Expected and Actual Experience	<u>60,728.00</u>	
Net Changes		<u>100,644.00</u>
Balance at December 31, 2024		<u>\$ 1,267,754.00</u>

Changes of benefit terms reflect no increase in the retirees' share of health insurance premiums.

Changes of assumptions and other inputs reflect a change in the discount rate from 3.26% at December 31, 2023 to 4.08% at December 31, 2024.

Sensitivity of Total OPEB Liability to Changes in Discount Rate - The following presents the total OPEB liability of the Borough, as well as what the Borough's total OPEB liability would be if it were calculated for using a discount rate that is 1-percentage -point lower or 1-percentage-point higher than the current discount rate:

	<u>December 31, 2024</u>		
	1.00% Decrease <u>(3.08%)</u>	Current Discount Rate <u>(4.08%)</u>	1.00% Increase <u>(5.08%)</u>
Total OPEB Liability	<u>\$ 1,452,490.00</u>	<u>\$ 1,267,754.00</u>	<u>\$ 1,115,938.00</u>

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

A. BOROUGH OF WOODSTOWN POSTEMPLOYMENT BENEFIT PLAN (CONT'D)

Sensitivity of Total OPEB Liability to Changes in Healthcare Cost Trend Rates - The following presents the total OPEB liability of the Borough, as well as what the Borough's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	December 31, 2024		
	<u>1.00% Decrease</u>	<u>Healthcare Cost Trend Rates</u>	<u>1.00% Increase</u>
Total OPEB Liability	\$ 1,154,473.00	\$ 1,267,754.00	\$ 1,404,715.00

OPEB (Benefit) Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB - For the year ended December 31, 2024, the Borough recognized OPEB (benefit) expense of \$89,515.00. As of December 31, 2024, the Borough reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Changes of Assumptions	\$ 256,572.00	\$ -
Difference Between Expected and Actual Experience	-	423,736.00
	\$ 256,572.00	\$ 423,736.00

Amounts reported as deferred outflows or resources and deferred inflows of resources related to OPEB will be recognized in OPEB (benefit) expense as follows:

Year Ending <u>Dec 31,</u>	
2025	\$ 20,883.00
2026	(49,573.00)
2027	(115,057.00)
2028	(37,314.00)
2029	2,363.00
Thereafter	11,534.00
	\$ (167,164.00)

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**A. BOROUGH OF WOODSTOWN POSTEMPLOYMENT BENEFIT PLAN (CONT'D)****Other Notes to Supplementary OPEB Information**

Changes of Benefit Terms:

Effective December 31, 2021, retirees Medicare eligible are no longer covered under the Plan.

Changes of Assumptions:

The discount rate changed from 3.26% as of December 31, 2023 to 4.08% as of December 31, 2024.

The discount rate changed from 3.72% as of December 31, 2022 to 3.26% as of December 31, 2023.

The discount rate changed from 2.06% as of December 31, 2021 to 3.72% as of December 31, 2022.

The discount rate changed from 2.12% as of December 31, 2020 to 2.06% as of December 31, 2021.

The discount rate changed from 2.74% as of December 31, 2019 to 2.12% as of December 31, 2020.

The discount rate changed from 4.10% as of December 31, 2018 to 2.74% as of December 31, 2019.

B. STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN

N.J.A.C. 5:30-6.1 allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pension's reporting on GASB No. 75, *Accounting and Financial Reporting for Postemployment Benefits other than Pensions*. As of the date of this report, the information for the measurement period ended June 30, 2024 was not available; therefore, the information from the measurement period June 30, 2023 is disclosed below.

General Information about the State Health Benefit Local Government Retired Employees Plan

Plan Description and Benefits Provided - The Borough does not provide postemployment benefits to its retirees; however, the State of New Jersey (the "State") provides these benefits to certain Borough retirees and their dependents under a special funding situation as described below.

The State, on-behalf of the Borough, contributes to the State Health Benefits Local Government Retired Employees Plan (the "Plan"), which is a cost-sharing multiple-employer defined benefit other postemployment benefit ("OPEB") plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan. The Plan meets the definition of an equivalent arrangement as defined in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions* (GASB Statement No. 75); therefore, assets are accumulated to pay associated benefits. For additional information about the Plan, please refer to the State of New Jersey (the "State"), Division of Pensions and Benefits' (the "Division") annual financial statements, which can be found at <https://www.state.nj.us/treasury/pensions/financial-reports.shtml>. As a local participating employer of the Plan, the Borough is referred to as "Employer" throughout this note.

The Plan provides medical and prescription drug to retirees and their covered dependents of the participating employers. Under the provisions of Chapter 88, P.L. 1974 and Chapter 48, P.L. 1999, local government employers electing to provide postretirement medical coverage to their employees must file a resolution with the Division. Under Chapter 88, local employers elect to provide benefit coverage based on the eligibility rules and regulations promulgated by the State Health Benefits Commission. Chapter 48 allows local employers to establish their own age and service eligibility for employer paid health benefits coverage for retired employees. Under Chapter 48, the employer may assume the cost of postretirement medical coverage for employees and their dependents who: 1) retired on a disability pension; or 2) retired with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 3) retired and reached the age of 65 with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 4) retired and reached age 62 with at least 15 years of service with the employer. Further, the law provides that the employer paid obligations for retiree coverage may be determined by means of a collective negotiations agreement.

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**B. STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****General Information about the State Health Benefit Local Government Retired Employees Plan (Cont'd)**

Plan Description and Benefits Provided (Cont'd) - In accordance with Chapter 330, P.L. 1997, which is codified in N.J.S.A 52:14-17.32i, the State provides medical and prescription coverage to local police officers and firefighters, who retire with 25 years of service or on a disability from an employer who does not provide postretirement medical coverage. Local employers were required to file a resolution with the Division in order for their employees to qualify for State-paid retiree health benefits coverage under Chapter 330. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989.

Pursuant to Chapter 78, P.L. 2011, future retirees eligible for postretirement medical coverage who have less than 20 years of creditable service on June 28, 2011 will be required to pay a percentage of the cost of their health care coverage in retirement provided they retire with 25 or more years of pension service credit. The percentage of the premium for which the retiree will be responsible will be determined based on the retiree's annual retirement benefit and level of coverage.

Special Funding Situation Component - The State of New Jersey makes contributions to cover those employees eligible under Chapter 330, P.L. 1997. Local employers remit employer contributions on a monthly basis. Retired member contributions are generally received on a monthly basis. Partially funded benefits are also available to local police officers and firefighters who retire with 25 years of service or on disability from an employer who does not provide coverage under the provisions of Chapter 330, P.L. 1997. Upon retirement, these individuals must enroll in the OPEB Plan.

Under Chapter 330, P.L. 1997, the State shall pay the premium or periodic charges for the qualified local police and firefighter retirees and dependents equal to 80% of the premium or periodic charge for the category of coverage elected by the qualified retiree under the State managed care plan or a health maintenance organization participating in the program providing the lowest premium or periodic charge. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989.

Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No. 75 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the Plan, there is no net OPEB liability, deferred outflows of resources or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation. However, the notes to the financial statements of the local participating employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net OPEB liability that is associated with the local participating employer. The participating employer is required to disclose in their respective notes to the financial statements, an expense and corresponding revenue, and their proportionate share of the OPEB expense allocated to the State under the special funding situation.

The amount of actual contributions to the OPEB Plan made by the State, on-behalf of the Employer, is not known; however, under the special funding situation, the State's OPEB expense, on-behalf of the Employer, is \$(482,003.00) for the year ended December 31, 2023, representing -53.25% of the Employer's covered payroll.

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**B. STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****Actuarial Assumptions (Cont'd)**

The health care trend assumptions used is as follows:

Fiscal Year Ending	Annual Rate of Increase					
	Medical Trend			Prescription Drug Trend		
	Pre-65	PPO Post-65	HMO Post-65	Pre-65	Post-65	EGWP
2024	6.50%	-5.63%	-6.04%	14.00%	9.50%	14.28%
2025	6.25%	8.22%	8.33%	10.00%	8.75%	11.21%
2026	6.00%	16.85%	17.28%	7.50%	7.50%	7.50%
2027	5.75%	14.31%	14.65%	6.75%	6.75%	6.75%
2028	5.50%	12.43%	12.71%	6.00%	6.00%	6.00%
2029	5.25%	11.02%	11.24%	5.25%	5.25%	5.25%
2030	5.00%	9.91%	10.09%	4.50%	4.50%	4.50%
2031	4.75%	8.98%	9.14%	4.50%	4.50%	4.50%
2032	4.50%	6.46%	6.53%	4.50%	4.50%	4.50%
2033 and Later	4.50%	4.50%	4.50%	4.50%	4.50%	4.50%

Sensitivity of the Net OPEB Liability to Changes in the Discount Rate

The net OPEB liability, calculated using a discount rate of 3.65%, as well as using a discount rate that is 1% lower or 1% higher than the current rate used, is as follows:

1% Decrease <u>(2.65%)</u>	Current Discount Rate <u>(3.65%)</u>	1% Increase <u>(4.65%)</u>
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State of New Jersey's Proportionate Share
of the Net OPEB Liability Associated
with the Employer

\$ 3,079,165.00	\$ 2,658,305.00	\$ 2,319,788.00
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Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

The net OPEB liability, using a healthcare cost trend rate that is 1% lower or 1% higher than the current healthcare cost trend rate used, is as follows:

1% Decrease	Healthcare Cost Trend Rate	1% Increase
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State of New Jersey's Proportionate Share
of the Net OPEB Liability Associated
with the Employer

\$ 2,259,246.00	\$ 2,658,305.00	\$ 3,169,222.00
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Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**B. STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****Supplementary OPEB Information**

In accordance with GASBS No. 75, the following information is also presented for the State Health Benefits Local Government Retired Employees Plan. These schedules are presented to illustrate the requirements to show information for 10 years; however, until a full 10-year trend is compiled, this presentation will only include information for those years for which information is available.

Schedule of the State's Proportionate Share of the Net OPEB Liability Associated with the Employer (Last Seven Plan Years)

	<u>Measurement Date Ended June 30,</u>			
	<u>2023</u>	<u>2022</u>	<u>2021 (a)</u>	<u>2020</u>
Proportion of the Net OPEB Liability	0.00%	0.00%	0.00%	0.00%
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	100.00%	100.00%	100.00%	100.00%
Total	100.00%	100.00%	100.00%	100.00%
Proportionate Share of the Net OPEB Liability	\$ -	\$ -	\$ -	\$ -
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	2,658,305.00	3,078,298.00	3,466,843.00	3,147,761.00
Total	<u>\$ 2,658,305.00</u>	<u>\$ 3,078,298.00</u>	<u>\$ 3,466,843.00</u>	<u>\$ 3,147,761.00</u>
Covered Payroll (Plan Measurement Period)	\$ 871,236.00	\$ 838,740.00	\$ 744,675.00	\$ 757,356.00
Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	0.00%
State's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	305.12%	367.01%	465.55%	415.63%
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	-0.79%	-0.36%	0.28%	0.91%
	<u>Measurement Date Ended June 30,</u>			
	<u>2019</u>	<u>2018</u>	<u>2017</u>	
Proportion of the Net OPEB Liability	0.00%	0.00%	0.00%	
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	100.00%	100.00%	100.00%	
Total	100.00%	100.00%	100.00%	
Proportionate Share of the Net OPEB Liability	\$ -	\$ -	\$ -	
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	2,594,933.00	2,842,772.00	4,061,106.00	
Total	<u>\$ 2,594,933.00</u>	<u>\$ 2,842,772.00</u>	<u>\$ 4,061,106.00</u>	
Covered Payroll (Plan Measurement Period)	\$ 766,913.00	\$ 712,732.00	\$ 697,888.00	
Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	0.00%	0.00%	0.00%	
State's Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	338.36%	398.86%	581.91%	
Plan Fiduciary Net Position as a Percentage of the Total OPEB Liability	1.98%	1.97%	1.03%	

(a) The Proportionate Share of the June 30, 2021 Net OPEB Liability was adjusted within the June 30, 2022 Plan Audit.

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**B. STATE HEALTH BENEFITS LOCAL GOVERNMENT RETIRED EMPLOYEES PLAN (CONT'D)****Supplementary OPEB Information (Cont'd)****Other Notes to Supplementary OPEB Information**

Changes in Benefit Terms - The actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023, included changes due to employers adopting and /or changing Chapter 48 provisions.

Changes in Assumptions - The discount rate used as of the June 30 measurement date is as follows:

<u>Year</u>	<u>Rate</u>	<u>Year</u>	<u>Rate</u>
2023	3.65%	2019	3.50%
2022	3.54%	2018	3.87%
2021	2.16%	2017	3.58%
2020	2.21%		

The expected investment rate of return is based on guidance provided by the State. These expected rates of return are the same as the discount rates listed above.

In addition to changes in the discount rate, other factors that affected the valuation of the net OPEB liability included changes in the trend update.

There were no changes to mortality projections.

OPEB Plan Fiduciary Net Position

For purposes of measuring the net OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB (benefit) expense, information about the respective fiduciary net position of the State Health Benefits Local Government Retired Employees Plan and additions to/deductions from the Plan's respective fiduciary net position have been determined on the same basis as they are reported by the Plan. Accordingly, contributions (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

Note 12: COMPENSATED ABSENCES

Borough employees are entitled to paid vacation and sick time depending on length of service, job classification, and other factors. Employees are represented by a number of labor unions, and each contract contains different provisions for employee compensated absences.

The Borough does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2024, accrued benefits for compensated absences are valued at \$12,950.18 under New Jersey regulations and GASB 101.

Note 13: DEFERRED COMPENSATION SALARY ACCOUNT

The Borough offers its employees a Deferred Compensation Plan in accordance with Internal Revenue Code Section 457 which has been approved by the Director of the Division of Local Government Services. The Plan, available to all full-time employees at their option, permits employees to defer a portion of their salary to future years. The deferred compensation is not available to participants until termination, retirement, death or unforeseeable emergency.

Amounts deferred under Section 457 plans must be held in trust for the exclusive benefit of participating employees and not be accessible by the Borough or its creditors. Since the Borough does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Borough's financial statements.

Note 14: SANITARY LANDFILL ESCROW CLOSURE FUND

The Borough of Woodstown operated a municipal landfill located in the Borough. The Sanitary Landfill Facility Closure and Contingency Fund Act of 1981 was enacted to provide funding, during the life of the landfill, of costs associated with the closure of sanitary landfills. The Act requires the owner or operator of every sanitary landfill to establish an escrow account for closure and deposit, on a monthly basis, an amount equal to \$1.00 per ton of solid waste accepted for disposal. No withdrawals may be made from the fund without written approval from the State Department of Environmental Protection and Energy.

The landfill is closed and capped. The escrow closure fund balance at year-end does not necessarily represent the estimated cost of post-closure as of that date. The required balance of the fund merely represents the amount required to be escrowed in accordance with the statute. Actual costs associated with post-closure are not known.

Note 15: CAPITAL DEBT**General Improvement Bonds**

General Improvement Bonds, Series 2020 - On March 26, 2020, the Borough issued \$1,325,000.00 of general improvement bonds, with an interest rate of 3.25%. The bonds were issued for the purpose of funding various capital projects in the Borough. The final maturity of the bonds is March 15, 2031.

The following schedule represents the remaining debt service, through maturity, for the general improvement bonds:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 115,000.00	\$ 27,218.75	\$ 142,218.75
2026	120,000.00	23,400.00	143,400.00
2027	125,000.00	19,418.75	144,418.75
2028	130,000.00	15,275.00	145,275.00
2029	130,000.00	11,050.00	141,050.00
2030-2031	275,000.00	9,018.75	284,018.75
	<u>\$ 895,000.00</u>	<u>\$ 105,381.25</u>	<u>\$ 1,000,381.25</u>

Note 15: CAPITAL DEBT (CONT'D)**Open Space Bonds**

Open Space Bonds, Series 2020 - On March 26, 2020, the Borough issued \$150,000.00 of open space bonds, with an interest rate of 3.25%. The bonds were issued for the purpose of funding various open space projects in the Borough. The final maturity of the bonds is March 15, 2035.

The following schedule represents the remaining debt service, through maturity, for the open space bonds:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 10,000.00	\$ 3,412.50	\$ 13,412.50
2026	10,000.00	3,087.50	13,087.50
2027	10,000.00	2,762.50	12,762.50
2028	10,000.00	2,437.50	12,437.50
2029	10,000.00	2,112.50	12,112.50
2030-2034	50,000.00	5,687.50	55,687.50
2035	10,000.00	162.50	10,162.50
	<u>\$ 110,000.00</u>	<u>\$ 19,662.50</u>	<u>\$ 129,662.50</u>

Water Improvement Bonds

Water Improvement Bonds, Series 2020 - On March 26, 2020, the Borough issued \$1,950,000.00 of water improvement bonds, with an interest rate of 3.25%. The bonds were issued for the purpose of funding various capital projects in the Borough. The final maturity of the bonds is March 15, 2035.

Water Improvement Refunding Bonds, Series 2020 - On March 27, 2020, the Borough issued \$1,230,000.00 of water improvement refunding bonds, with an interest rate of 2.24%. The bonds were issued for the purpose of refunding a USDA Loan that funded various capital projects in the Borough. The final maturity of the bonds is August 1, 2035.

The following schedule represents the remaining debt service, through maturity, for the water improvement bonds:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 195,000.00	\$ 67,946.00	\$ 262,946.00
2026	195,000.00	62,366.00	257,366.00
2027	205,000.00	56,704.75	261,704.75
2028	210,000.00	50,769.00	260,769.00
2029	215,000.00	44,670.75	259,670.75
2030-2034	1,165,000.00	126,260.50	1,291,260.50
2035	250,000.00	4,616.00	254,616.00
	<u>\$ 2,435,000.00</u>	<u>\$ 413,333.00</u>	<u>\$ 2,848,333.00</u>

Note 15: CAPITAL DEBT (CONT'D)

The following schedule represents the Borough's summary of debt for the current and two previous years:

	<u>2024</u>	<u>2023</u>	<u>2022</u>
<u>Issued</u>			
General:			
Bonds, Loans and Notes	\$ 1,495,000.00	\$ 1,130,000.00	\$ 1,250,000.00
Water Utility:			
Bonds, Loans and Notes	<u>2,935,000.00</u>	<u>2,625,000.00</u>	<u>2,805,000.00</u>
Total Issued	<u>4,430,000.00</u>	<u>3,755,000.00</u>	<u>4,055,000.00</u>
<u>Authorized but not Issued</u>			
General:			
Bonds, Loans and Notes	47,875.00	537,875.00	537,875.00
Water Utility:			
Bonds, Loans and Notes	<u>955,012.09</u>	<u>1,650,000.00</u>	<u>1,800,000.00</u>
Total Authorized but not Issued	<u>1,002,887.09</u>	<u>2,187,875.00</u>	<u>2,337,875.00</u>
Total Issued and Authorized but not Issued	<u>5,432,887.09</u>	<u>5,942,875.00</u>	<u>6,392,875.00</u>
<u>Deductions</u>			
Water Utility:			
Self-Liquidating	<u>3,890,012.09</u>	<u>4,275,000.00</u>	<u>4,605,000.00</u>
Total Deductions	<u>3,890,012.09</u>	<u>4,275,000.00</u>	<u>4,605,000.00</u>
Net Debt	<u>\$ 1,542,875.00</u>	<u>\$ 1,667,875.00</u>	<u>\$ 1,787,875.00</u>

Summary of Statutory Debt Condition - Annual Debt Statement

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicated a statutory net debt of 0.446%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Purposes	\$ 4,789,321.74	\$ 4,789,321.74	
Self-Liquidating	3,890,012.09	3,890,012.09	
General	<u>1,542,875.00</u>		\$ 1,542,875.00
	<u>\$ 10,222,208.83</u>	<u>\$ 8,679,333.83</u>	<u>\$ 1,542,875.00</u>

Net Debt \$1,542,875.00 divided by the Equalized Valuation Basis per N.J.S.A.40A:2-2 as amended, \$345,623,198.33 equals 0.446%.

Note 15: CAPITAL DEBT (CONT'D)

Borrowing Power Under N.J.S.A. 40A:2-6 as Amended

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 12,096,811.94
Less: Net Debt	<u>1,542,875.00</u>
Remaining Borrowing Power	<u>\$ 10,553,936.94</u>

**Calculation of "Self-Liquidating Purpose,"
Water Utility Per N.J.S.A. 40:2-45**

Cash Receipts from Fees, Rents, Fund Balance Anticipated, Interest and Other Investment Income, and Other Charges for the Year	\$ 2,086,021.26
Deductions:	
Operating and Maintenance Costs	\$ 735,710.25
Debt Service	<u>263,444.64</u>
Total Deductions	<u>999,154.89</u>
Excess (Deficit) in Revenue	<u>\$ 1,086,866.37</u>

Note 16: SCHOOL TAXES

Woodstown-Pilesgrove Regional School District tax has been raised and the liability deferred by statutes, resulting in the school tax payable set forth in the current fund liabilities as follows:

	Balance December 31,	
	<u>2024</u>	<u>2023</u>
Balance of Tax	\$ 2,639,399.02	\$ 2,550,967.96
Deferred	<u>800,000.00</u>	<u>800,000.00</u>
Taxes Payable	<u>\$ 1,839,399.02</u>	<u>\$ 1,750,967.96</u>

Note 17: RISK MANAGEMENT

The Borough is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters.

New Jersey Unemployment Compensation Insurance - The Borough has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this Plan, the Borough is required to reimburse the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State. The Borough is billed quarterly for amounts due to the State.

The following is a summary of the activity and the ending balance of the Borough's trust fund for the current and previous two years:

<u>Year</u>	<u>Borough Contributions</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2024	\$ -	\$ 7,116.10	\$ 1,870.56	\$ 4,369.00	\$ 82,524.56
2023	-	-	255.46	1,117.54	77,906.90
2022	-	1,862.78	-	-	78,768.98

Joint Insurance Pool - The Borough is a member of the Statewide Insurance Fund. The Fund provides its members with the following coverage:

Workers' Compensation and Employer's Liability General Liability and Auto Liability Property Damage Boiler and Machinery Law Enforcement Liability Public Officials' Liability Employment Practice Liability	Crime Umbrella Liability Environmental Impairment Liability Excess Liability Non-owned Aircraft Liability Cyber Liability
--	--

Contributions to the Fund, including a reserve for contingencies, are based on actuarial assumptions determined by the Fund's actuary. The Commissioner of Banking and Insurance may order additional assessments to supplement the Fund's claim, loss retention or administrative accounts to assure the payment of the Fund's obligations.

The Fund publishes its own financial report, which can be obtained from:

Statewide Insurance Fund
 One Sylvan Way, Suite 100
 Parsippany, NJ 07054

Note 18: OPEN SPACE FUND

In 2005 pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of the Borough approved a referendum which approved establishment of a dedicated tax in an amount not to exceed 2 cents per one hundred dollars of assessed value, to be used to establish an Open Space Fund for preservation of open space, creation and maintenance of recreation areas and/or for public historic preservation within the Borough. The funds could also be spent for the creation of greenways and trails to promote passive recreation opportunities for the residents of the Borough. In 2024, the Borough levied a tax rate not to exceed 2.0 cents per one hundred dollars of assessed value. Amounts raised by taxation are assessed, levied, and collected in the same manner and at the same time as other taxes. All revenue received is accounted for in a trust fund dedicated by rider (N.J.S.A. 40A:4-39) for the purposed stated. Interest earned on the investment of these funds is credited to the Borough of Woodstown Open Space Fund.

Note 19: CONTINGENCIES

Grantor Agencies - Amounts received or receivable from grantor agencies could be subject to audit and adjustment by grantor agencies. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time, although the Borough expects such amount, if any, to be immaterial.

Note 20: CONCENTRATIONS

The Borough depends on financial resources flowing from, or associated with, both the federal government and the State of New Jersey. As a result of this dependency, the Borough is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

Note 21: SUBSEQUENT EVENTS

In April/May of 2025, Borough Council adopted an Ordinance creating a Municipal Utility Authority. It is anticipated the Woodstown Sewerage Authority will reorganize as a Municipal Utility Authority. It is then anticipated the Water Utility Operations of the Borough will be leased to the Municipal Utility Authority who would then be responsible for both water and sewer operations of the Borough.

SUPPLEMENTAL EXHIBITS
CURRENT FUND

BOROUGH OF WOODSTOWN
CURRENT FUND
Statement of Current Cash
For the Year Ended December 31, 2024

	Chief Financial Officer	Tax Collector
Balance December 31, 2023	\$ 4,009,572.25	\$ 140,984.33
Increased by Receipts:		
Received from Tax Collector	\$ 11,915,184.17	
Taxes Receivable		\$ 11,706,978.22
Tax Title Liens		3,016.17
Prepaid Taxes		147,810.19
Tax Overpayments		3,449.12
Due State of NJ - Senior Citizens & Veterans' Deductions	31,800.29	
Revenue Accounts Receivable	1,069,695.16	44,124.79
Miscellaneous Revenue Not Anticipated	13,749.20	51,081.09
Due Federal and State Grant Fund (Received for)	684,459.57	
Due Trust -- Other Fund (Received for)	127,062.00	
Due Trust -- Other Fund (Received from)	9,292.46	
Bond Anticipation Notes	990,000.00	
County of Salem - PILOT Revenue		1,377.25
Due to State of New Jersey:		
Construction DCA Fees	3,566.00	
Marriage License Fees/Domestic Partnerships	550.00	
	14,845,358.85	11,957,836.83
	18,854,931.10	12,098,821.16
Decreased by Disbursements:		
Appropriations	3,559,340.52	
Appropriation Reserves	105,972.20	
County Taxes Payable	4,139,556.63	
Regional School District Tax Payable	5,190,366.94	
Municipal Open Space Fund Tax	58,827.52	
Accounts Payable	111.78	
Due Federal and State Grant Fund (Disbursed for)	487,018.08	
Due Trust -- Other Funds (Disbursed for)	129,527.75	
Due to Trust -- Municipal Open Space Fund (Disbursed for)	55,074.00	
Due General Capital Fund (Disbursed for)	108,876.20	
Due Utility Operating Fund (Disbursed to)	480.00	
Due Utility Operating Fund (Disbursed for)	286,132.15	
Refund of Prior Year Revenue	1,741.90	
Due to State of New Jersey:		
Construction DCA Fees	4,008.00	
Marriage License Fees/Domestic Partnerships	500.00	
Disbursed to Chief Financial Officer		11,915,184.17
	14,127,533.67	11,915,184.17
Balance December 31, 2024	\$ 4,727,397.43	\$ 183,636.99

BOROUGH OF WOODSTOWN
CURRENT FUND
 Statement of Taxes Receivable and Analysis of Property Tax Levy
 For the Year Ended December 31, 2024

	Balance	Levy	Added, Omitted and Rollback Taxes	Collected		Due from State of New Jersey	Overpayments Applied	Adjustments and Canceled	Transferred to Liens	Balance
	Dec. 31, 2023			2023	2024					Dec. 31, 2024
Prior 2024	\$ 187,486.99			\$ 188,736.99	\$ (1,250.00)					
		\$ 11,812,566.11	\$ 36,319.53	\$ 108,612.37	11,518,241.23	30,641.78	\$ 4,515.02	\$ 16,786.17	\$ 14,429.49	\$ 155,659.58
	<u>\$ 187,486.99</u>	<u>\$ 11,812,566.11</u>	<u>\$ 36,319.53</u>	<u>\$ 108,612.37</u>	<u>\$ 11,706,978.22</u>	<u>\$ 29,391.78</u>	<u>\$ 4,515.02</u>	<u>\$ 16,786.17</u>	<u>\$ 14,429.49</u>	<u>\$ 155,659.58</u>

Analysis of Property Tax Levy

Tax Yield:

General Purpose	\$ 11,812,566.11
Added, Omitted and Rollback Taxes	<u>36,319.53</u>
	<u>\$ 11,848,885.64</u>

Tax Levy:

Regional School District Tax	\$ 5,268,084.00
Municipal Open Space Fund Tax	58,827.52
County Taxes:	
County Tax	\$ 3,958,143.42
County Open Space Tax	70,226.98
Due County Tax for Added, Omitted and Rollback Taxes	12,173.89
Due County Open Space Tax for Added, Omitted and Rollback Taxes	<u>216.77</u>
	4,040,761.06
Local Tax for Municipal Purposes	2,456,414.69
Add: Rounding	869.50
Add: Added, Omitted and Rollback Taxes	<u>23,928.87</u>
	<u>2,481,213.06</u>
	<u>\$ 11,848,885.64</u>

BOROUGH OF WOODSTOWN
CURRENT FUND
Statement of Tax Title Liens
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 96,696.82
Increased by:	
Transfers from Taxes Receivable	<u>14,429.49</u>
	111,126.31
Decreased by:	
Collected	<u>3,016.17</u>
Balance December 31, 2024	<u><u>\$ 108,110.14</u></u>

BOROUGH OF WOODSTOWN
CURRENT FUND
 Statement of Tax Overpayments
 For the Year Ended December 31, 2024

Balance December 31, 2023	\$	13,946.64
Increased by:		
Receipts		3,449.12
		17,395.76
Decreased by:		
Applied		4,515.02
Balance December 31, 2024	\$	12,880.74

Exhibit SA-5

CURRENT FUND
 Statement of Prepaid Taxes
 For the Year Ended December 31, 2024

Balance December 31, 2023	\$	108,612.37
Increased by:		
Collections		147,810.19
		256,422.56
Decreased by:		
Applied to Taxes Receivable		108,612.37
Balance December 31, 2024	\$	147,810.19

BOROUGH OF WOODSTOWN
CURRENT FUND
Statement of Due to State of New Jersey
Senior Citizens' and Veterans' Deductions
For the Year Ended December 31, 2024

Balance December 31, 2023		\$	8,401.66
Increased by:			
Cash Received	\$		31,800.29
Senior Citizens' and Veterans' Deductions Disallowed by Tax Collector		<u>358.22</u>	
		\$	32,158.51
Prior Year Senior Citizens' and Veterans' Deductions (Allowed) Disallowed by Tax Collector		<u>1,250.00</u>	
			<u>33,408.51</u>
			41,810.17
Decreased by:			
Levy -- Deductions per Tax Billing			30,750.00
Senior Citizens' and Veterans' Deductions Allowed by Tax Collector		<u>250.00</u>	
			<u>31,000.00</u>
Balance December 31, 2024		\$	<u><u>10,810.17</u></u>

BOROUGH OF WOODSTOWN
CURRENT FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2024

	Balance December 31, 2023		Balance After Modification	Disbursed	Lapsed to Fund Balance
	<u>Encumbered</u>	<u>Reserved</u>			
OPERATIONS -- WITHIN "CAPS"					
General Government Functions					
Mayor and Council:					
Salaries and Wages		\$ 65.12	\$ 65.12		\$ 65.12
Other Expenses		638.34	638.34	\$ 190.00	448.34
Municipal Clerk:					
Salaries and Wages		2,288.99	2,288.99		2,288.99
Other Expenses	\$ 6,522.06	5,566.01	12,088.07	5,806.73	6,281.34
Grants Consultant		500.00	500.00		500.00
Financial Administration (Treasury):					
Salaries and Wages		752.49	752.49		752.49
Other Expenses	725.17	318.48	1,043.65	1,033.92	9.73
Revenue Administration (Tax Collection):					
Salaries and Wages		5.92	5.92		5.92
Other Expenses		2,668.68	2,668.68		2,668.68
Tax Assessment Administration (Tax Assessor):					
Salaries and Wages		1.92	1.92		1.92
Other Expenses	11.04	35.25	46.29	11.04	35.25
Legal Services (Legal Dept.)	90.00	2,666.71	2,756.71	1,630.00	1,126.71
Engineering Services		2,778.75	4,778.75	4,778.75	
Land Use					
Land Use Board:					
Salaries and Wages		1.96	1.96		1.96
Other Expenses		2,755.16	755.16	95.00	660.16
Code Enforcement					
Housing Officer:					
Salaries and Wages		1,327.56	1,327.56		1,327.56
Other Expenses		686.93	686.93		686.93
Insurance					
Liability Insurance		105.68	105.68		105.68
Employee Group Insurance	1,044.24	26,740.07	22,784.31	1,044.24	21,740.07
Health Benefit Waiver		1,100.02	1,100.02		1,100.02
Public Safety					
Police:					
Salaries and Wages		2,438.07	2,438.07		2,438.07
Other Expenses	7,605.65	7,081.40	14,687.05	8,160.71	6,526.34
Salaries and Wages- Crossing Guards		3,233.78	3,233.78		3,233.78
Vehicle Maintenance	11,725.35	1,207.77	12,933.12	11,824.35	1,108.77
Radio and Communications - Police Dispatch		3,271.03	3,271.03		3,271.03
Office of Emergency Management (OEM):					
Salaries and Wages		90.49	90.49		90.49
Other Expenses		1,487.41	1,487.41	90.07	1,397.34
Aid to Volunteer Fire Companies		0.08	0.08		0.08
Municipal Prosecutor's Office		1,298.58	1,298.58		1,298.58
Public Works					
Street and Road Maintenance:					
Salaries and Wages		1,275.97	1,275.97		1,275.97
Other Expenses	2,853.11	6,911.31	9,764.42	3,549.51	6,214.91
Recycling Fees:					
Other Expenses	2,635.41	1,894.90	4,530.31	2,635.41	1,894.90
Storm Recovery:					
Salaries and Wages		100.00	100.00	100.00	
Other Expenses		2,000.00	2,000.00	2,000.00	
Buildings & Grounds:					
Other Expenses	2,499.57	4,932.51	7,432.08	4,748.79	2,683.29
Vehicle Maintenance:					
Other Expenses	105.78	483.19	588.97	105.78	483.19

(Continued)

BOROUGH OF WOODSTOWN
CURRENT FUND
Statement of Appropriation Reserves
For the Year Ended December 31, 2024

	Balance December 31, 2023		Balance After Modification	Disbursed	Lapsed to Fund Balance
	Encumbered	Reserved			
<u>Health and Human Services</u>					
Registrar:					
Other Expenses		\$ 147.25	\$ 147.25		\$ 147.25
Environmental Health Services:					
Other Expenses		300.00	300.00		300.00
Animal Control Services:					
Salaries and Wages		4.96	4.96		4.96
Other Expenses		1,900.00	1,900.00		1,900.00
<u>Recreation</u>					
Recreations Services and Programs:					
Other Expenses		4,374.58	4,374.58		4,374.58
<u>Utility Expenses and Bulk Purchases</u>					
Electricity		4,818.44	4,818.44		4,818.44
Street lighting		2,561.88	7,561.88	\$ 5,543.17	2,018.71
Telephone	\$ 292.03	2,583.35	2,875.38	292.03	2,583.35
Gas (Natural or Propane)		341.10	341.10		341.10
Petroleum Products (Fuel Oil)		1,992.36	1,992.36		1,992.36
Gasoline and Diesel Fuel		6,958.48	6,958.48	2,593.67	4,364.81
<u>Landfill and Solid Waste Disposal Costs</u>					
Landfill/Solid Waste Disposal Cost	5,381.06	5,676.94	11,058.00	5,381.06	5,676.94
Sanitary Landfill - Other Expenses		8,750.00	8,750.00	7,646.12	1,103.88
<u>Municipal Court</u>					
Court Administration:					
Salaries and Wages		1,516.56	1,516.56		1,516.56
Other Expenses	78.42	73.37	151.79	96.47	55.32
<u>Unclassified</u>					
Celebration of Public Events		100.00	100.00		100.00
<u>Statutory Expenditures</u>					
Public Employees Retirement System		776.42	776.42		776.42
Social Security System (O.A.S.I.)		8,287.11	8,287.11		8,287.11
Defined Contribution Retirement Program (DCRP)		123.27	123.27		123.27
State Disability Insurance		222.76	222.76		222.76
<u>OPERATIONS -- EXCLUDED FROM "CAPS"</u>					
<u>Other</u>					
Length of Service Award Program (LOSAP)		14,000.00	14,000.00	9,600.00	4,400.00
Recycling Tax Appropriations	264.00	1.43	265.43	264.00	1.43
<u>Shared Service Agreements</u>					
Logan Township - Solid Waste	12,007.89	6,203.25	18,211.14	12,007.89	6,203.25
Oldmans Township - Uniform Construction Code	5,149.26	35,082.72	40,231.98	10,954.30	29,277.68
Mid Salem County Joint Court:					
Other Expenses	334.33		334.33	334.33	
Woodstown Sewer Authority					
Other Expenses	131.86		131.86	131.86	
<u>Public and Private Programs Offset by Revenues</u>					
American Rescue Plan Firefighter Grant		2.00	2.00		2.00
<u>CAPITAL IMPROVEMENTS -- EXCLUDED FROM "CAPS"</u>					
Purchase of Police Vehicle	3,323.00		3,323.00	3,323.00	
	<u>\$ 62,779.23</u>	<u>\$ 195,508.76</u>	<u>\$ 258,287.99</u>	<u>\$ 105,972.20</u>	<u>\$ 152,315.79</u>

BOROUGH OF WOODSTOWN
CURRENT FUND
 Statement of Revenue Accounts Receivable
 For the Year Ended December 31, 2024

	<u>Balance</u> <u>Dec. 31, 2023</u>	<u>Accrued</u>	<u>Collected</u>	<u>Applied /</u> <u>Other</u>	<u>Balance</u> <u>Dec. 31, 2024</u>
Local Revenues					
Licenses: Alcoholic Beverages		\$ 5,310.00	\$ 5,310.00		
Fees and Permits		43,558.47	43,558.47		
Fines and Costs: Municipal Court		18,807.67	18,807.67		
Interest and Costs on Taxes		44,124.79	44,124.79		
Interest on Investments and Deposits		63,655.19	63,655.19		
Anticipated Utility Operating Surplus		158,000.00	158,000.00		
Cell Tower Lease		69,193.55	69,193.55		
State Aid Without Offsetting Appropriations					
Energy Receipts Tax		252,032.32	252,032.32		
Reserve for Municipal Relief Fund		25,978.49		\$ 25,978.49	
Dedicated Uniform Construction Code Fees					
		52,278.00	52,278.00		
Interlocal Municipal Service Agreements Offset with Appropriations					
Municipal Court	\$ 32,200.13	129,778.61	123,977.16	(5,343.21)	\$ 32,658.37
Woodstown Sewer Authority	13,422.38	192,933.65	202,013.99	(4,342.04)	
Grants					
		92,947.83		92,947.83	
Other Special Items					
Cable Franchise Fees		14,331.81	14,331.81		
Sewer Authority Surplus as per N.J.S.A 40A: 5A-12.1		66,537.00	66,537.00		
	<u>\$ 45,622.51</u>	<u>\$ 1,229,467.38</u>	<u>\$ 1,113,819.95</u>	<u>\$ 109,241.07</u>	<u>\$ 32,658.37</u>
Chief Financial Officer			\$ 1,069,695.16		
Tax Collector			<u>44,124.79</u>		
			<u>\$ 1,113,819.95</u>		

BOROUGH OF WOODSTOWN
CURRENT FUND
 Statement of Due County Taxes
 For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 111,186.23
Increased by:		
County General Share of Levy	\$ 3,958,143.42	
County Open Space Preservation Share of Levy	70,226.98	
County General Share of Added/Omitted Taxes	12,173.89	
County Open Space Preservation Share of Added/Omitted Taxes	216.77	
		4,040,761.06
		4,151,947.29
Decreased by:		
Payments		4,139,556.63
Balance December 31, 2024		\$ 12,390.66

CURRENT FUND
 Statement of Regional School District Tax
 For the Year Ended December 31, 2024

Balance December 31, 2023		
School Tax Payable	\$ 1,750,967.96	
School Tax Deferred	800,000.00	
		\$ 2,550,967.96
Increased by:		
Transferred from Budget Appropriation	10,714.00	
July-June Year School Levy	5,268,084.00	
		5,278,798.00
		7,829,765.96
Decreased by:		
Payments		5,190,366.94
Balance December 31, 2024		
School Tax Payable	1,839,399.02	
School Tax Deferred	800,000.00	
		\$ 2,639,399.02

BOROUGH OF WOODSTOWN
FEDERAL AND STATE GRANT FUND
 Statement of Due Current Fund
 For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 87,708.59
Increased by:		
Collected for Federal & State Grant Fund - Unappropriated Grants	\$ 1,171.22	
Collected for Federal & State Grant Fund - Grants Receivable	<u>683,288.35</u>	
		\$ 684,459.57
Adjustment/Canceled		4,955.76
Matching Funds		<u>378.00</u>
		<u>689,793.33</u>
		777,501.92
Decreased by:		
Disbursed for Federal & State Grant Fund		<u>487,018.08</u>
Balance December 31, 2024		<u><u>\$ 290,483.84</u></u>

BOROUGH OF WOODSTOWN
FEDERAL AND STATE GRANT FUND
Statement of Grants Receivable
For the Year Ended December 31, 2024

<u>Program</u>	<u>Balance Dec. 31, 2023</u>	<u>Increased By Revenue Anticipated</u>	<u>Decreased By</u>	<u>Balance Dec. 31, 2024</u>
Federal Grants:				
Safe Routes to Schools	\$ 205,431.49		\$ 205,431.49	
Watson Park Grant	400,000.00		381,374.53	\$ 18,625.47
Total Federal Grants	605,431.49	-	586,806.02	18,625.47
State Grants:				
Clean Communities		\$ 10,085.79	10,085.79	
Recycling Tonnage		6,722.16	6,722.16	
Body Armor		1,139.88	1,139.88	
NJ Storm Water Assistance Grant		75,000.00	25,000.00	50,000.00
Municipal Alliance Program	2,268.00		2,268.00	
NJDOT 2020	45,000.00		45,000.00	
NJDOT 2021	48,500.00			48,500.00
NJDOT 2022	93,881.00			93,881.00
Total State Grants	189,649.00	92,947.83	90,215.83	192,381.00
Other Grants:				
Joint Insurance Fund	1,343.13		1,343.13	
Total Other Grants	1,343.13	-	1,343.13	-
Total Federal, State and Other Grants	\$ 796,423.62	\$ 92,947.83	\$ 678,364.98	\$ 211,006.47
Cash Receipts			\$ 683,288.35	
Adjustment/Canceled			(9,179.95)	
Transferred from Unappropriated Reserve			4,256.58	
			\$ 678,364.98	

BOROUGH OF WOODSTOWN
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Appropriated Grants
For the Year Ended December 31, 2024

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2023</u>	<u>Increased By</u> <u>Budget</u> <u>Appropriation</u>	<u>(Increased)</u> <u>Decreased By</u>	<u>Balance</u> <u>Dec. 31, 2024</u>
<u>Federal Grants:</u>				
Small Cities Rehabilitation	\$ 17,297.00			\$ 17,297.00
Safe Routes to Schools	33,542.21		\$ 33,542.21	
Click It or Ticket	395.19			395.19
Watson Park Grant	369,035.28		369,035.28	
American Recovery Funds	347,141.15		346,161.08	980.07
Total Federal Grants	<u>767,410.83</u>	<u>-</u>	<u>748,738.57</u>	<u>18,672.26</u>
<u>State Grants:</u>				
Clean Communities	4,343.53	\$ 10,085.79	11,429.16	3,000.16
Drunk Driving Enforcement Fund	29.38			29.38
Recycling Tonnage	117.33	6,722.16	5,104.30	1,735.19
Body Armor Fund	1,458.29	1,139.88	79.00	2,519.17
NJ Environmental Commission	534.80			534.80
Municipal Stormwater Regulation Program	825.00		825.00	
NJ Storm Water Assistance Grant		75,000.00	10,879.50	64,120.50
Municipal Alliance Program	8,189.24	378.00	4,233.24	4,334.00
Domestic Violence	1,270.00			1,270.00
NJDOT 2020				
NJDOT 2021				
NJDOT 2022	93,881.00			93,881.00
Total State Grants	<u>110,648.57</u>	<u>93,325.83</u>	<u>32,550.20</u>	<u>171,424.20</u>
<u>Other Grants:</u>				
Joint Insurance Fund	1,489.93		1,489.93	
Comcast Technology Grant	326.30			326.30
Total Other Grants	<u>1,816.23</u>	<u>-</u>	<u>1,489.93</u>	<u>326.30</u>
Total Federal, State and Other Grants	<u>\$ 879,875.63</u>	<u>\$ 93,325.83</u>	<u>\$ 782,778.70</u>	<u>\$ 190,422.76</u>
Revenues		\$ 92,947.83		
Matching Fund		378.00		
Cash Disbursements			\$ 487,018.08	
Reserve for Encumbrances			309,896.33	
Adjustment/Canceled			(14,135.71)	
		<u>\$ 93,325.83</u>	<u>\$ 782,778.70</u>	

BOROUGH OF WOODSTOWN
CURRENT FUND
 Statement of Reserve for County of Salem - PILOT Revenue
 For the Year Ended December 31, 2024

Balance December 31, 2023	\$	14,050.70
Increased by:		
Receipts		1,377.25
Balance December 31, 2024	\$	15,427.95

Exhibit SA-15

CURRENT FUND
 Statement of Due State of New Jersey - Construction DCA Fees
 For the Year Ended December 31, 2024

Balance December 31, 2023	\$	1,284.00
Increased by:		
Receipts		3,566.00
		4,850.00
Decreased by:		
Disbursements		4,008.00
Balance December 31, 2024	\$	842.00

Exhibit SA-16

CURRENT FUND
 Statement of Due State of New Jersey - Marriage License Fees/Domestic Partnerships
 For the Year Ended December 31, 2024

Balance December 31, 2023	\$	125.00
Increased by:		
Receipts		550.00
		675.00
Decreased by:		
Disbursements		500.00
Balance December 31, 2024	\$	175.00

BOROUGH OF WOODSTOWN
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Unappropriated Grants
For the Year Ended December 31, 2024

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2023</u>	<u>Collected by</u> <u>Current Fund</u>	<u>Realized as</u> <u>Revenue</u>	<u>Balance</u> <u>Dec. 31, 2024</u>
Body Armor Fund	\$ 1,139.88	\$ 1,171.22	\$ 1,139.88	\$ 1,171.22
Recycling Tonnage Grant	3,116.70		3,116.70	
	<u>\$ 4,256.58</u>	<u>\$ 1,171.22</u>	<u>\$ 4,256.58</u>	<u>\$ 1,171.22</u>

SUPPLEMENTAL EXHIBITS
TRUST FUND

BOROUGH OF WOODSTOWN
TRUST FUNDS
 Statement of Trust Cash
 For the Year Ended December 31, 2024

	<u>Municipal Open Space</u>	<u>Tax Collector</u>	<u>Other</u>	<u>Chief Financial Officer</u>
Balance December 31, 2023	\$ 119,102.73	\$ 52,126.60		\$ 501,681.53
Increased by Receipts:				
Reserve for Animal Control Fund Expenditures				
Due Current Fund		\$ 821.10	\$ 2,721.58	
Due Animal Control Fund			3,486.00	
Due Municipal Open Space			53,274.00	
Tax Levy	\$ 58,827.52			
Reserve for:				
Developers Escrow			63,738.63	
Outside Employment of Police Officers			9,204.00	
Parking Offense Adjudication Act			153.59	
Net Payroll / Payroll Agency			1,967,119.28	
Public Defender			1,390.09	
Affordable Housing (COAH)			381.57	
Storm Recovery			2,100.00	
Unemployment Compensation			8,986.66	
Tax Sale Premium		11,800.00		
Tax Title Lien Redemption		122,412.87		
Reserve for Future Use	2,130.53			
	<u>60,958.05</u>	<u>135,033.97</u>		<u>2,112,555.40</u>
	180,060.78	187,160.57		2,614,236.93
Decreased by Disbursements:				
Due Current Fund (Trust - Other Fund)			9,292.46	
Due Current Fund (Trust - Animal Control Fund)			4,342.70	
Due Animal Control Fund			3,755.50	
Due Trust Other	53,274.00			
Reserve for:				
Developers Escrow			70,725.25	
Outside Employment of Police Officers			2,237.00	
Net Payroll / Payroll Agency			1,984,999.12	
Small Cities Revolving Loan Fund			12.44	
Unemployment Compensation			2,926.00	
Tax Sale Premium		19,800.00		
Tax Title Lien Redemption		130,110.00		
Reserve for Future Use	16,740.79			
	<u>70,014.79</u>	<u>149,910.00</u>		<u>2,078,290.47</u>
Balance December 31, 2024	<u>\$ 110,045.99</u>	<u>\$ 37,250.57</u>		<u>\$ 535,946.46</u>

BOROUGH OF WOODSTOWN
 TRUST -- LENGTH OF SERVICE AWARDS PROGRAM
 Statement of Investments - Length of Service Awards Program
 For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 903,340.29
Increased by:		
Woodstown Borough Contributions	\$ 9,600.00	
Pilesgrove Township Contributions	10,000.00	
Unrealized Gain (Loss) on Investments	159,765.32	
		179,365.32
		1,082,705.61
Decreased by:		
Withdrawals	13,763.45	
Administration Expenses	1,975.00	
		15,738.45
Balance December 31, 2024		\$ 1,066,967.16

Schedule of Investments, December 31, 2024

<u>Description</u>	<u>Amount</u>
Mutual Funds	\$ 1,066,967.16

BOROUGH OF WOODSTOWN
TRUST -- ANIMAL CONTROL FUND
Statement of Reserve for Animal Control Fund Expenditures
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 268.30
Increased by:		
Receipts		3,486.00
		3,754.30
Decreased by:		
Transferred to Due to State of New Jersey	\$ 232.20	
Expenditures Under R.S.4:19- 15.11	3,522.10	
		3,754.30
Balance December 31, 2024		\$ -

License Fees Collected

<u>Year</u>	<u>Amount</u>
2023	\$ 4,493.00
2022	5,594.00
	\$ 10,087.00

Exhibit SB-4

TRUST -- ANIMAL CONTROL FUND
Statement of Due From State of New Jersey
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 1.20
Increased by:		
Transferred from Reserve for Animal Control Fund Expenditures		232.20
		233.40
Decreased by:		
Payments		232.20
Balance December 31, 2024		\$ 1.20

BOROUGH OF WOODSTOWN
 TRUST -- OTHER FUNDS
 Statement of Due to (from) Current Fund
 For the Year Ended December 31, 2024

	Balance <u>Dec. 31, 2023</u>	<u>Increased by:</u>		<u>Decreased by:</u>			Balance <u>Dec. 31, 2024</u>
		<u>Receipts</u>	<u>Disbursed by Current Fund</u>	<u>Received by Current Fund</u>	<u>Reallocated</u>	<u>Disbursed to Current Fund</u>	
Developers Escrow	\$ 2,125.00	\$ 556.93	\$ 14,670.75				\$ 17,352.68
Outside Employment of Police Officers	5,047.05				\$ 5,047.05		
Small Cities Revolving Loan	24,979.56		113,414.00	\$ 127,062.00	11,331.56		
Others	251.36	2,164.65			(16,378.61)	\$ 9,292.46	9,502.16
Parking Offense Adjudication Act	(77.61)						(77.61)
Net Payroll / Payroll Agency	91,947.82						91,947.82
Public Defender	(200.00)						(200.00)
Unemployment Compensation	9,760.84		1,443.00				11,203.84
Tax Sale Premium	280.26	691.12					971.38
Tax Title Lien Redemption	66.23	129.98					196.21
	<u>\$ 134,180.51</u>	<u>\$ 3,542.68</u>	<u>\$ 129,527.75</u>	<u>\$ 127,062.00</u>	<u>\$ -</u>	<u>\$ 9,292.46</u>	<u>\$ 130,896.48</u>
Total Receipts							
Net Current Fund			<u>\$ 120,235.29</u>				

BOROUGH OF WOODSTOWN
TRUST -- OTHER FUNDS
Statement of Changes in Reserves
For the Year Ended December 31, 2024

<u>Reserve for:</u>	Balance Dec. 31, 2023	Increased by:		Decreased by:		Balance Dec. 31, 2024
		<u>Receipts</u>	<u>Due from Current Fund</u>	<u>Disbursed by Current Fund</u>	<u>Expenditures</u>	
Developers Escrow	\$ 25,341.12	\$ 63,738.63		\$ 14,580.50	\$ 70,725.25	\$ 3,774.00
South Jersey Gas Escrow	2,187.48			90.25		2,097.23
Water Escrow	919.30					919.30
Performance Bond Escrow	4,208.90					4,208.90
Others:						
Outside Employment of Police Officers	14,987.07	9,204.00			2,237.00	21,954.07
Uniform Fire Safety Penalty	1,502.73					1,502.73
Small Cities Revolving Loan	33,178.91		\$ 127,062.00	113,414.00	12.44	46,814.47
Storm Recovery	4,403.50	2,100.00				6,503.50
Shade Tree	413.57					413.57
Miscellaneous	21.00					21.00
Landfill Closure	91,662.14					91,662.14
Parking Offense Adjudication Act	2,473.14	153.59				2,626.73
Net Payroll / Payroll Agency	88,974.35	1,967,119.28			1,984,999.12	71,094.51
Public Defender	2,472.00	1,390.09				3,862.09
Affordable Housing (COAH)	16,925.90	381.57				17,307.47
Unemployment Compensation	77,906.90	8,986.66		1,443.00	2,926.00	82,524.56
Tax Sale Premium	42,800.00	11,800.00			19,800.00	34,800.00
Tax Title Lien Redemption	8,980.11	122,412.87			130,110.00	1,282.98
	<u>\$ 419,358.12</u>	<u>\$ 2,187,286.69</u>	<u>\$ 127,062.00</u>	<u>\$ 129,527.75</u>	<u>\$ 2,210,809.81</u>	<u>\$ 393,369.25</u>

BOROUGH OF WOODSTOWN
TRUST -- MUNICIPAL OPEN SPACE FUND
Statement of Reserve for Future Use
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 124,923.49
Increased by:		
Interest Earnings	\$ 2,130.53	
Tax Levy	<u>58,827.52</u>	
		<u>60,958.05</u>
		185,881.54
Decreased by:		
Due to Current Fund	55,074.00	
Cash Disbursements	<u>16,740.79</u>	
		<u>71,814.79</u>
Balance December 31, 2024		<u><u>\$ 114,066.75</u></u>

Exhibit SB-8

TRUST -- MUNICIPAL OPEN SPACE FUND
Statement of Due Current Fund
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 5,820.76
Decreased by:		
Disbursements made by Current Fund		<u>55,074.00</u>
Balance December 31, 2024		<u><u>\$ 49,253.24</u></u>

SUPPLEMENTAL EXHIBITS
GENERAL CAPITAL FUND

BOROUGH OF WOODSTOWN
GENERAL CAPITAL FUND
Statement of Due from Current Fund
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 4,634.10
Increased by:		
Bond Anticipation Notes (Collected by Current Fund)	\$ 490,000.00	
Budget Appropriations:		
Capital Improvement Fund	50,000.00	
Due from Pilesgrove Township	11,572.66	
		551,572.66
		556,206.76
Decreased by:		
Improvement Authorizations Disbursed by Current Fund	108,695.70	
Reserve for Preliminary Expenses	180.50	
		108,876.20
Balance December 31, 2024		\$ 447,330.56

BOROUGH OF WOODSTOWN
GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2024

	Balance (Deficit) <u>Dec. 31, 2023</u>	Receipts		Disbursements		Transfers		Balance (Deficit) <u>Dec. 31, 2024</u>
		Miscellaneous <u>Receipts</u>	Improvement <u>Authorizations</u>	Miscellaneous	<u>To</u>	<u>From</u>		
Due Current Fund	\$ (4,634.10)				\$ 108,876.20	\$ 551,572.66		\$ (447,330.56)
Capital Improvement Fund	214,432.10				50,000.00			264,432.10
Reserve for:								
Purchase of Emergency Equipment	35,213.51							35,213.51
Reconstruction of Municipal Roads	20,000.00							20,000.00
Purchase of Furniture & Fixtures	1,906.08							1,906.08
Reserve for Preliminary Costs:								
Landfill	14,541.20							14,541.20
Memorial Lake Dam	6,876.81							6,876.81
Safe Routes to Schools	7,180.25							7,180.25
Stormwater Improvements	1,440.00							1,440.00
Stormwater Improvements	2,388.53							2,388.53
Howard Avenue Drainage	4,740.00					180.50		4,559.50
Improvement Authorizations:								
<u>Ordinance Number</u>								
09-18	(1,572.66)				1,572.66			
12-10	(10,000.00)				10,000.00			
15-03	13,092.98							13,092.98
15-08	1,293.52							1,293.52
19-09, 20-03	103,273.64					43,032.50		60,241.14
20-11	25,750.00							25,750.00
22-05	(379,528.50)				380,000.00			471.50
22-07	(56,393.36)				110,000.00	65,663.20		(12,056.56)
	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 660,448.86</u>	<u>\$ 660,448.86</u>		<u>\$ -</u>

BOROUGH OF WOODSTOWN
GENERAL CAPITAL FUND
 Statement of Deferred Charges to Future Taxation -- Unfunded
 For the Year Ended December 31, 2024

Ordinance Number	Improvement Description	Balance Dec. 31, 2023	Increased by Authorizations	Decreased by	Balance Dec. 31, 2024	Analysis of Balance Dec. 31, 2024		
						Expenditures	Financed by Bond Anticipation Notes	Unexpended Improvement Authorization
19-09, 20-03	Various Capital Improvements and Equipment	\$ 15,375.00			\$ 15,375.00			\$ 15,375.00
22-05	Purchase of Fire Truck	380,000.00			380,000.00		\$ 380,000.00	
22-07	Watson Park Improvements	142,500.00			142,500.00	\$ 29,306.55	110,000.00	3,193.45
		<u>\$ 537,875.00</u>	\$ -	\$ -	<u>\$ 537,875.00</u>	<u>\$ 29,306.55</u>	<u>\$ 490,000.00</u>	<u>\$ 18,568.45</u>
						Improvement Authorizations		\$ 19,039.95
						Excess Note Cash		(471.50)
						Ordinance 22-05		<u>(471.50)</u>
								<u>\$ 18,568.45</u>

BOROUGH OF WOODSTOWN
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation -- Funded
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 1,130,000.00
Decreased by:	
Payment of Serial Bonds	125,000.00
Balance December 31, 2024	\$ 1,005,000.00

Exhibit SC-5

GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 214,432.10
Increased by:	
Budget Appropriation	50,000.00
Balance December 31, 2024	\$ 264,432.10

BOROUGH OF WOODSTOWN
 GENERAL CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2024

Improvement Description	Ordinance		Amount	Balance Dec. 31, 2023		Increased by:		Decreased by:		Balance Dec. 31, 2024	
	Number	Date		Funded	Unfunded	Authorizations	Prior Year Encumbrances	Paid or Charged	Reserve for Encumbrances	Funded	Unfunded
Improvements to Borough Hall	15-03	04/14/15	\$ 300,000.00	\$ 13,092.98							\$ 13,092.98
Improvements to Borough Hall	15-08	11/10/15	45,000.00	1,293.52							1,293.52
Various Capital Improvements and Equipment	19-09, 20-03, 24-07	10/8/19, 1/28/20	582,500.00	103,273.64	\$ 15,375.00			\$ 43,032.50	\$ 24,970.42	35,270.72	\$ 15,375.00
Improvements and Renovations to Borough Facilities	20-11	12/28/20	75,000.00	25,750.00							25,750.00
Purchase of Fire Truck	22-05	05/10/22	400,000.00		471.50						471.50
Watson Park Improvements	22-07	07/12/22	150,000.00		46,142.39		\$ 39,964.25	65,663.20	17,249.99		3,193.45
				<u>\$ 143,410.14</u>	<u>\$ 61,988.89</u>	<u>\$ -</u>	<u>\$ 39,964.25</u>	<u>\$ 108,695.70</u>	<u>\$ 42,220.41</u>	<u>\$ 75,407.22</u>	<u>\$ 19,039.95</u>

BOROUGH OF WOODSTOWN
GENERAL CAPITAL FUND
Statement of Bonds Payable
For the Year Ended December 31, 2024

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturity Outstanding</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2023</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2024</u>
			<u>Date</u>	<u>Amount</u>				
Various Capital Improvements	03/26/20	\$ 1,325,000.00	3/15/2025	\$ 115,000.00	3.25%	\$ 1,010,000.00	\$ 115,000.00	\$ 895,000.00
			3/15/2026	120,000.00	3.25%			
			3/15/2027	125,000.00	3.25%			
			3/15/2028	130,000.00	3.25%			
			3/15/2029	130,000.00	3.25%			
			3/15/2030	135,000.00	3.25%			
			3/15/2031	140,000.00	3.25%			
Municipal Open Space	03/26/20	150,000.00	3/15/2025	10,000.00	3.25%	120,000.00	10,000.00	110,000.00
			3/15/2026	10,000.00	3.25%			
			3/15/2027	10,000.00	3.25%			
			3/15/2028	10,000.00	3.25%			
			3/15/2029	10,000.00	3.25%			
			3/15/2030	10,000.00	3.25%			
			3/15/2031	10,000.00	3.25%			
			3/15/2032	10,000.00	3.25%			
			3/15/2033	10,000.00	3.25%			
			3/15/2034	10,000.00	3.25%			
			3/15/2035	10,000.00	3.25%			
						<u>120,000.00</u>	<u>10,000.00</u>	<u>110,000.00</u>
						<u>\$ 1,130,000.00</u>	<u>\$ 125,000.00</u>	<u>\$ 1,005,000.00</u>

BOROUGH OF WOODSTOWN
GENERAL CAPITAL FUND
 Statement of Bond Anticipation Notes
 For the Year Ended December 31, 2024

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Original Amount Issued</u>	<u>Original Date of Issue</u>	<u>Date of Issue</u>	<u>Date of Maturity</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2023</u>	<u>Increase</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2024</u>
22-05	Purchase of Fire Truck	\$ 380,000.00	11/01/24	11/01/24	10/31/25	3.57%	\$ -	\$ 380,000.00	\$ -	\$ 380,000.00
22-07	Watson Park Improvements	110,000.00	11/01/24	11/01/24	10/31/25	3.57%		110,000.00		110,000.00
							<u>\$ -</u>	<u>\$ 490,000.00</u>	<u>\$ -</u>	<u>\$ 490,000.00</u>

BOROUGH OF WOODSTOWN
GENERAL CAPITAL FUND
Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2024

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2023</u>	<u>Authorizations</u>	<u>Decreases</u>	<u>Balance Dec. 31, 2024</u>
19-09	Various Capital Improvements and Equipment	\$ 15,375.00	\$ -	\$ -	\$ 15,375.00
22-05	Purchase of Fire Truck	380,000.00		380,000.00	
22-07	Watson Park Improvements	142,500.00		110,000.00	32,500.00
		<u>\$ 537,875.00</u>	<u>\$ -</u>	<u>\$ 490,000.00</u>	<u>\$ 47,875.00</u>

SUPPLEMENTAL EXHIBITS
WATER UTILITY FUND

BOROUGH OF WOODSTOWN
WATER UTILITY FUND
Statement of Water Utility Cash
For the Year Ended December 31, 2024

	Operating		Capital
Balance December 31, 2023	\$ 884,957.50		\$ 53,818.89
Increased by Receipts:			
Water Rents Receivable	\$ 1,323,538.34		
Utility Rent Overpayments	4,674.31		
Miscellaneous Revenue	51,840.01		
Due Current Fund (Received from)	480.00		
Due Utility Capital Fund (Received from)	35,000.00		
	1,415,532.66		-
	2,300,490.16		53,818.89
Decreased by Disbursements:			
Appropriations	1,219,553.76		
Appropriation Reserves	66,849.64		
Accounts Payable	99,602.00		
Accrued Interest on Bonds and Notes	73,444.75		
Due Utility Operating Fund (Disbursed to)		\$ 35,000.00	
Due Utility Capital Fund (Disbursed for)	200,764.84		
	1,660,214.99		35,000.00
Balance December 31, 2024	\$ 640,275.17		\$ 18,818.89

BOROUGH OF WOODSTOWN
WATER UTILITY CAPITAL FUND
 Analysis of Water Utility Capital Cash
 For the Year Ended December 31, 2024

	Balance	Miscellaneous	Disbursements		Transfers		Balance
	(Deficit)		Receipts	Improvement	Miscellaneous	From	To
	<u>Dec. 31, 2023</u>		<u>Authorizations</u>				<u>Dec. 31, 2024</u>
Fund Balance	\$ 5,654.98				\$ 5,654.98		
Capital Improvement Fund	310,775.42				115,000.00		\$ 195,775.42
Due Current Fund	(188,011.55)				529,190.91		(717,202.46)
Due Utility Operating Fund				\$ 35,000.00		\$ 229,955.75	194,955.75
Reserve for Payment of Debt	189,332.93				189,332.93		
Improvement Authorizations:							
Ordinance							
<u>Number</u>							
18-11	12,739.50						12,739.50
21-11	(376,487.22)				139,746.26	694,987.91	178,754.43
21-13	(185.17)						(185.17)
23-01	100,000.00				27,065.58		72,934.42
24-11					33,953.00	115,000.00	81,047.00
	<u>\$ 53,818.89</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 35,000.00</u>	<u>\$ 1,039,943.66</u>	<u>\$ 1,039,943.66</u>	<u>\$ 18,818.89</u>

BOROUGH OF WOODSTOWN
WATER UTILITY OPERATING FUND
Statement of Water Rents Receivable
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 89,586.01
Increased by:		
Water Rents Levied - Net of Adjustments		1,319,146.48
		1,408,732.49
Decreased by:		
Collections	\$ 1,323,538.34	
Transferred to Water Liens Receivable	850.00	
		1,324,388.34
Balance December 31, 2024		\$ 84,344.15

Exhibit SD-4

WATER UTILITY OPERATING FUND
Statement of Due Water Liens Receivable
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 5,036.11
Increased by:		
Transferred from Rents Receivable		850.00
Balance December 31, 2024		\$ 5,886.11

BOROUGH OF WOODSTOWN
WATER UTILITY CAPITAL FUND
 Schedule of Fixed Capital
 As of December 31, 2024

<u>Account</u>	<u>Balance</u> <u>Dec. 31, 2024</u>
Springs and Wells	\$ 2,167,227.36
Pumping Station Structure	84,379.76
Power Supply Equipment	27,726.56
Storage Reservoirs & Tanks	120,764.00
Distribution Mains and Accessories	2,821,457.81
Service Pipes and Stops	65,042.45
Meters and Meter Boxes	481,080.25
General Equipment	25,261.39
Chlorinator	17,473.50
Computer/Software	10,356.00
Backhoe	72,291.23
Utility Truck	76,512.99
Fire Hydrants	28,175.78
Replacement of Water Mains at Liberty & Spring Garden (18-05)	576,569.30
Pump Replacement of Well No. 5 (17-17)	57,452.40
Miscellaneous	115,464.88
	115,464.88
	\$ 6,747,235.66

BOROUGH OF WOODSTOWN
WATER UTILITY CAPITAL FUND
 Statement of Fixed Capital Authorized and Uncompleted
 For the Year Ended December 31, 2024

Ordinance Number	<u>Improvement Description</u>	Ordinance Date	Balance <u>Dec. 31, 2023</u>	<u>Authorizations</u>	Balance <u>Dec. 31, 2024</u>
18-11	Replacement of Water and Sewer Mains	11/27/18	\$ 1,437,168.29		\$ 1,437,168.29
21-11	Marlton Road, East Grant Street	07/13/21	700,000.00		700,000.00
21-13	Water Tower Improvements	11/19/21	950,000.00		950,000.00
23-01	Water Meters & Install	01/24/23	100,000.00		100,000.00
24-11	Improvements to Utility Pumps and System	09/10/24		\$ 115,000.00	115,000.00
			\$ 3,187,168.29	\$ 115,000.00	\$ 3,302,168.29

BOROUGH OF WOODSTOWN
WATER UTILITY OPERATING FUND
 Statement of Appropriation Reserves
 For the Year Ended December 31, 2024

	Balance Dec. 31, 2023		Balance After Transfers	Paid or Charged	Lapsed to Fund Balance
	<u>Encumbrances</u>	<u>Reserved</u>			
Operating:					
Salaries and Wages		\$ 3,275.53	\$ 5.53		\$ 5.53
Other Expenses	\$ 3,525.31	3.85	7,794.16	\$ 7,794.16	
Health Benefit Waiver		1,000.02	5.02		5.02
Capital Improvements:					
Capital Outlay	46,459.00	73,541.00	120,000.00	59,033.15	60,966.85
Statutory Expenditures:					
Social Security System		2,159.04	2,159.04	22.33	2,136.71
Unemployment Compensation Insurance		12.98	12.98		12.98
Disability Insurance		230.37	230.37		230.37
	<u>\$ 49,984.31</u>	<u>\$ 80,222.79</u>	<u>\$ 130,207.10</u>	<u>\$ 66,849.64</u>	<u>\$ 63,357.46</u>

BOROUGH OF WOODSTOWN
WATER UTILITY OPERATING FUND
Statement of Accrued Interest on Bonds and Notes
For the Year Ended December 31, 2024

Balance December 31, 2023	\$	24,738.44
Increased by:		
Charged to Budget Appropriation - Interest on Bonds		73,444.64
		98,183.08
Decreased by:		
Cash Disbursements		73,444.75
Balance December 31, 2024	\$	24,738.33

Analysis of Accrued Interest December 31, 2024

	<u>Principal Outstanding Dec. 31, 2024</u>	<u>Interest Rate</u>	<u>From</u>	<u>To</u>	<u>Period</u>	<u>Amount</u>
Bonds						
\$ 915,000.00	2.24%	8/1/24	12/31/24	152 days	\$ 8,540.00	
1,520,000.00	3.25%	9/15/24	12/31/24	107 days	14,408.33	
Notes						
500,000.00	3.57%	11/1/24	12/31/24	60 days	1,790.00	
					\$ 24,738.33	

BOROUGH OF WOODSTOWN
WATER UTILITY CAPITAL FUND
Statement of Bonds Payable
For the Year Ended December 31, 2024

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturity Outstanding</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2023</u>	<u>Decrease</u>	<u>Balance Dec. 31, 2024</u>
			<u>Date</u>	<u>Amount</u>				
Refunding Bonds Replacement of Various Water Mains	03/27/20	\$ 1,230,000.00	8/1/2025	\$ 75,000.00	2.24%			
			8/1/2026	75,000.00	2.24%			
			8/1/2027	80,000.00	2.24%			
			8/1/2028	80,000.00	2.24%			
			8/1/2029	80,000.00	2.24%			
			8/1/2030	85,000.00	2.24%			
			8/1/2031	85,000.00	2.24%			
			8/1/2032	85,000.00	2.24%			
			8/1/2033	90,000.00	2.24%			
			8/1/2034	90,000.00	2.24%			
			8/1/2035	90,000.00	2.24%			
Various Capital Improvements	3/26/2020	1,950,000.00	3/15/2025	120,000.00	3.25%			
			3/15/2026	120,000.00	3.25%			
			3/15/2027	125,000.00	3.25%			
			3/15/2028	130,000.00	3.25%			
			3/15/2029	135,000.00	3.25%			
			3/15/2030	140,000.00	3.25%			
			3/15/2031	140,000.00	3.25%			
			3/15/2032	145,000.00	3.25%			
			3/15/2033	150,000.00	3.25%			
			3/15/2034	155,000.00	3.25%			
			3/15/2035	160,000.00	3.25%			
						<u>\$ 2,625,000.00</u>	<u>\$ 190,000.00</u>	<u>\$ 2,435,000.00</u>

BOROUGH OF WOODSTOWN
WATER UTILITY OPERATING FUND
Statement of Due Utility Capital Fund
For the Year Ended December 31, 2024

Balance December 31, 2023		\$	-
Increased by:			
Anticipated Revenue:			
Reserve for Payment of Debt	\$ 189,332.93		
Capital Fund Balance	<u>5,654.98</u>		
		\$	194,987.91
Interfund Combining			29,190.91
Utility Operating Fund Cash Disbursements for Utility Capital Fund			<u>200,764.84</u>
			<u>424,943.66</u>
			424,943.66
Decreased by:			
Cash Received from Utility Capital Fund			35,000.00
Budget Appropriations:			
Deferred Charges - Cost of Improvements Authorized - Ordinance 2021-11			<u>194,987.91</u>
			<u>229,987.91</u>
Balance December 31, 2024		\$	<u><u>194,955.75</u></u>

Exhibit SD-11

WATER UTILITY CAPITAL FUND
Statement of Due Current Fund
For the Year Ended December 31, 2024

Balance December 31, 2023		\$	188,011.55
Increased by:			
Interfund Combining	\$ 29,190.91		
Bond Anticipation Notes (Collected by Current Fund)	<u>500,000.00</u>		
			<u>529,190.91</u>
Balance December 31, 2024		\$	<u><u>717,202.46</u></u>

Exhibit SD-12

WATER UTILITY OPERATING FUND
Statement of Due Current Fund
For the Year Ended December 31, 2024

Balance December 31, 2023		\$	315,803.06
Decreased by:			
Interfund Combining	\$ 29,190.91		
Current Fund Cash Disbursements to Utility Operating Fund	480.00		
Current Fund Cash Disbursements for Utility Operating Fund	<u>286,132.15</u>		
			<u>315,803.06</u>
Balance December 31, 2024		\$	<u><u>-</u></u>

BOROUGH OF WOODSTOWN
 WATER UTILITY CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2024

<u>Improvement Description</u>	<u>Ordinance</u>		<u>Balance Dec. 31, 2023</u>		<u>Increased by:</u>		<u>Decreased by:</u>		<u>Balance Dec. 31, 2024</u>	
	<u>Number</u>	<u>Amount</u>	<u>Funded</u>	<u>Unfunded</u>	<u>Prior Year Encumbrances</u>	<u>Authorizations</u>	<u>Paid or Charged</u>	<u>Current Year Encumbrances</u>	<u>Funded</u>	<u>Unfunded</u>
Replacement of Water and Sewer Mains	18-11	\$ 2,250,000.00			\$ 12,739.50			\$ 12,739.50		
Marlton Road, East Grant Street	21-11	700,000.00		\$ 198,632.84	124,879.94		\$ 139,746.26	70,344.68		\$ 113,421.84
Water Tower Improvements	21-13	950,000.00		949,814.83						949,814.83
Water Meters & Install	23-01	100,000.00	\$ 100,000.00				27,065.58	72,934.42		
Improvements to Utility Pumps and System	24-11	115,000.00				\$ 115,000.00	33,953.00		\$ 81,047.00	
			<u>\$ 100,000.00</u>	<u>\$ 1,148,447.67</u>	<u>\$ 137,619.44</u>	<u>\$ 115,000.00</u>	<u>\$ 200,764.84</u>	<u>\$ 156,018.60</u>	<u>\$ 81,047.00</u>	<u>\$ 1,063,236.67</u>

BOROUGH OF WOODSTOWN
WATER UTILITY CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2024

Balance December 31, 2023	\$	310,775.42
Decreased by:		
Improvement Authorizations		115,000.00
Balance December 31, 2024	\$	195,775.42

Exhibit SD-15

WATER UTILITY CAPITAL FUND
Statement of Reserve for Amortization
For the Year Ended December 31, 2024

Balance December 31, 2023	\$	5,344,403.95
Increased by:		
Bonds Payable		75,000.00
Balance December 31, 2024	\$	5,419,403.95

Exhibit SD-16

WATER UTILITY CAPITAL FUND
Statement of Reserve for Deferred Amortization
For the Year Ended December 31, 2024

Balance December 31, 2023	\$	315,000.00
Increased by:		
Bonds Payable	\$	115,000.00
Budget Appropriation		194,987.91
Improvement Authorization Funded		115,000.00
		424,987.91
Balance December 31, 2024	\$	739,987.91

Analysis of Balance

Ordinance 18-11 Replacement of Water and Sewer Mains	\$	330,000.00
Ordinance 21-11 Marlton Road, East Grant Street		194,987.91
Ordinance 23-01 Water Meters & Install		100,000.00
Ordinance 24-11 Improvements to Utility Pumps and System		115,000.00
	\$	739,987.91

BOROUGH OF WOODSTOWN
 WATER UTILITY CAPITAL FUND
 Statement of Bond Anticipation Notes
 For the Year Ended December 31, 2024

Ordinance Number	Improvement Description	Original Amount Issued	Original Date of Issue	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2023	Increase	Decrease	Balance Dec. 31, 2024
21-11	Marlton Road, East Grant Street	\$ 500,000.00	11/01/24	11/01/24	10/31/25	3.57%	\$ -	\$ 500,000.00	\$ -	\$ 500,000.00

BOROUGH OF WOODSTOWN
WATER UTILITY CAPITAL FUND
 Statement of Bonds and Notes Authorized but not Issued
 For the Year Ended December 31, 2024

Ordinance Number	<u>Improvement Description</u>	Ordinance Date	Balance <u>Dec. 31, 2023</u>	<u>Decreased by:</u>		Balance <u>Dec. 31, 2024</u>
				<u>Notes Issued</u>	<u>Budget Appropriation</u>	
21-11	Marlton Road, East Grant Street	07/13/21	\$ 700,000.00	\$ 500,000.00	\$ 194,987.91	\$ 5,012.09
21-13	Water Tower Improvements	11/19/21	950,000.00			950,000.00
			\$ 1,650,000.00	\$ 500,000.00	\$ 194,987.91	\$ 955,012.09
			\$ 1,650,000.00	\$ 500,000.00	\$ 194,987.91	\$ 955,012.09

PART II
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2024

BOROUGH OF WOODSTOWN
Schedule of Findings and Recommendations
For the Year Ended December 31, 2024

Schedule of Financial Statement Findings

This section identifies the significant deficiencies, material weaknesses, fraud, noncompliance with provisions of laws, regulations, contracts, and grant agreements related to financial statements for which *Government Auditing Standards* and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, requires.

No Current Year Findings

BOROUGH OF WOODSTOWN
Summary Schedule of Prior Year Audit Findings
and Recommendations as Prepared by Management

This section identifies the status of prior year findings related to the financial statements that are required to be reported in accordance with *Government Auditing Standards*.

FINANCIAL STATEMENT FINDINGS

No Prior Year Findings

BOROUGH OF WOODSTOWN
Officials in Office and Surety Bonds

The following officials were in office during the period under audit:

<u>Name</u>	<u>Title</u>
Joseph Hiles	Mayor
Heather Bobbitt	Council Member
James Hackett	Council Member
Bertha Hyman	Council Member
Glenn Merkle	Council Member
Kristin Nixon	Council Member
Stacy Shorter-Carney	Council Member
Cynthia Dalessio	Borough Clerk
Lois Yarrington	Chief Financial Officer
Suzanne Pierce	Tax Collector
Gregory Busa	Tax Assessor
Martin Whitcraft	Municipal Judge
Barbara Garozzo	Court Administrator
Joseph M. DiNicola, Jr.	Solicitor
Sickel & Associates	Engineer

All employees are covered under a Blanket Surety Bond from the Joint Insurance Fund in the amount of \$1,000,000.

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APPRECIATION

I express my appreciation for the assistance and courtesies rendered by the Borough officials during the course of the audit.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Fred S. Caltabiano

Fred S. Caltabiano
Certified Public Accountant
Registered Municipal Accountant