

**TOWNSHIP OF WATERFORD
COUNTY OF CAMDEN
REPORT OF AUDIT
FOR THE YEAR 2023**

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TOWNSHIP OF WATERFORD
PART 1
REPORT OF AUDIT OF FINANCIAL STATEMENTS
FOR THE YEAR 2023

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Township Committee
Township of Waterford
Atco, New Jersey 08004

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 Township of Waterford, in the County of Camden, State of New Jersey, as of December 31, 2023 and 2022, 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, 2023, and the related notes to the financial statements, which collectively comprise the Township'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 Township of Waterford, in the County of Camden, State of New Jersey, as of December 31, 2023 and 2022, 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, 2023, 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 Township of Waterford, in the County of Camden, State of New Jersey, as of December 31, 2023 and 2022, 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 Township 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 Township 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.

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 Township'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 Township's internal control. Accordingly, no such opinion is expressed.
- 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 Township'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 Township'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 December 4, 2024 on our consideration of the Township of Waterford'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 Township of Waterford'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 Township of Waterford's internal control over financial reporting and compliance.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Daniel M. DiGangi

Daniel M. DiGangi
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
December 4, 2024

**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 Township Committee
Township of Waterford
Atco, New Jersey 08004

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 the 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 Township of Waterford, in the County of Camden, State of New Jersey, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated December 4, 2024. That report indicated that the Township of Waterford'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.

Report on Internal Control over Financial Reporting

In planning and performing our audit of the financial statements, we considered the Township'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 Township's internal control. Accordingly, we do not express an opinion on the effectiveness of the Township'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 Township'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

Daniel M. DiGangi

Daniel M. DiGangi
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
December 4, 2024

TOWNSHIP OF WATERFORD
CURRENT FUND
Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
As of December 31, 2023 and 2022

<u>ASSETS</u>	<u>Ref.</u>	<u>2023</u>	<u>2022</u>
Regular Fund:			
Cash--Chief Financial Officer	SA-1	\$ 8,988,417.40	\$ 7,939,488.59
Cash--Collector	SA-2	94,989.91	51,824.63
Cash--Change Fund	SA-3	395.00	395.00
Due from State of New Jersey, Ch. 20, P.L. 1971	SA-4	4,039.97	2,858.72
		<u>9,087,842.28</u>	<u>7,994,566.94</u>
Receivables with Full Reserves:			
Delinquent Property Taxes Receivable	SA-5	481,107.79	411,845.81
Tax Title Liens Receivable	SA-6	521,068.54	528,156.06
Property Acquired for Taxes--Assessed Valuation	A	1,111,000.00	1,111,000.00
Property Maintenance Liens Receivable	A	79,821.98	79,821.98
Revenue Accounts Receivable	SA-8	9,314.58	4,910.47
Due from Water & Sewer Utility Operating Fund	SD-15	263,254.64	340,130.73
Due from Trust Other Fund	SB-4	326,073.57	314,502.87
		<u>2,791,641.10</u>	<u>2,790,367.92</u>
		<u>11,879,483.38</u>	<u>10,784,934.86</u>
Federal and State Grant Fund:			
Cash	SA-1	518,571.68	656,754.04
Grants Receivable	SA-16	681,031.81	582,175.24
		<u>1,199,603.49</u>	<u>1,238,929.28</u>
		<u>\$ 13,079,086.87</u>	<u>\$ 12,023,864.14</u>

(Continued)

TOWNSHIP OF WATERFORD
CURRENT FUND

Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
As of December 31, 2023 and 2022

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2023</u>	<u>2022</u>
Regular Fund:			
Appropriation Reserves	A-3;SA-9	\$ 962,879.62	\$ 1,084,032.93
Reserve for Encumbrances	A-3;SA-9	271,205.54	156,164.48
Accounts Payable	SA-10	1,872.05	4,200.00
Prepaid Taxes	SA-11	216,018.79	329,182.15
Reserve for Sale of Municipal Assets	SA-1	8,000.10	7,859.10
Reserve for Municipal Relief Fund	SA-7	116,503.30	58,263.98
Tax Overpayments	SA-12		1,192.00
Due County for Added and Omitted Taxes	SA-16	10,422.15	9,917.58
Local District School Taxes Payable	SA-17	3,333,663.71	3,114,235.19
Due to State of New Jersey:			
State Training Fees	SA-13	5,956.00	2,471.00
Due to General Capital Fund	SC-6	1,150,878.17	1,147,827.02
		6,077,399.43	5,915,345.43
Reserves for Receivables and Other Assets	A	2,791,641.10	2,790,367.92
Fund Balance	A-1	3,010,442.85	2,079,221.51
		<u>11,879,483.38</u>	<u>10,784,934.86</u>
Federal and State Grant Fund:			
Reserve for Grants Unappropriated	SA-19	390,774.59	732,323.99
Reserve for Grants Appropriated	SA-20	525,929.64	209,035.79
Contracts Payable	SA-1;SA-20	242,964.00	255,567.00
Reserve for Encumbrances	SA-21	39,935.26	42,002.50
		<u>1,199,603.49</u>	<u>1,238,929.28</u>
		<u>\$ 13,079,086.87</u>	<u>\$ 12,023,864.14</u>

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

TOWNSHIP OF WATERFORD
CURRENT FUND
Statements of Operations and Changes in Fund Balance--Regulatory Basis
For the Years Ended December 31, 2023 and 2022

<u>Revenue and Other Income Realized</u>	<u>2023</u>	<u>2022</u>
Fund Balance Utilized	\$ 1,316,733.14	\$ 1,491,500.00
Miscellaneous Revenues Anticipated	3,786,280.40	2,593,622.43
Receipts from Current Taxes	29,937,060.95	28,568,311.42
Receipts from Delinquent Taxes	479,545.23	496,114.70
Non-Budget Revenue	283,950.25	148,413.29
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	1,012,255.17	859,068.42
Cancellation of Accounts Payable		6,138.52
Liquidation of Reserve:		
Due from Water & Sewer Utility Operating Fund	76,876.09	
Total Income	36,892,701.23	34,163,168.78
<u>Expenditures</u>		
Budget and Emergency Appropriations:		
Operations--Within "CAPS":		
Salaries and Wages	4,198,700.00	4,314,200.00
Other Expenses	4,427,595.00	4,300,925.00
Deferred Charges and Statutory Expenditures--		
Municipal--Within "CAPS"	1,210,570.00	1,158,717.00
Operations--Excluded from "CAPS":		
Salaries and Wages	210,650.00	173,421.92
Other Expenses	1,568,582.61	432,951.45
Capital Improvements--Excluded from "CAPS"	50,000.00	125,900.00
Municipal Debt Service--Excluded from "CAPS"	1,228,721.54	1,237,248.44
Deferred Charges--Municipal--Excluded from "CAPS"		
County Taxes	6,657,762.75	6,360,229.69
Due County for Added and Omitted Taxes	10,422.15	9,917.58
Local District School Tax	15,067,422.00	14,628,565.00
Other Debits to Expenditures:		
Prior Year Tax Deductions Disallowed	2,750.00	2,987.50
Refund of Prior Year Revenue		2,581.62
Creation of Reserve:		
Due from Water & Sewer Utility Operating Fund		289,868.23
Due from Trust Other Fund	11,570.70	314,502.87
Total Expenditures	34,644,746.75	33,352,016.30
Statutory Excess to Fund Balance	2,247,954.48	811,152.48
<u>Fund Balance</u>		
Balance Jan. 1	2,079,221.51	2,759,569.03
Decreased by:	4,327,175.99	3,570,721.51
Utilized as Revenue	1,316,733.14	1,491,500.00
Balance Dec. 31	\$ 3,010,442.85	\$ 2,079,221.51

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

TOWNSHIP OF WATERFORD
CURRENT FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2023

	Anticipated Budget	Special N.J.S.A. 40A:4-87	Realized	Excess or (Deficit)
Fund Balance Anticipated	\$ 1,316,733.14	-	\$ 1,316,733.14	-
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	4,000.00		6,820.00	\$ 2,820.00
Other	19,000.00		31,748.00	12,748.00
Fees and Permits -- Other	60,000.00		71,995.85	11,995.85
Fines and Costs -- Municipal Court	64,000.00		88,363.73	24,363.73
Interest and Costs on Taxes	60,000.00		112,645.66	52,645.66
Interest on Investments and Deposits	70,000.00		377,724.15	307,724.15
Energy Receipts Taxes	1,124,662.00		1,124,661.69	(0.31)
Garden State Preservation Trust Fund	187,735.00		231,184.00	43,449.00
Reserve for Municipal Relief Fund	58,263.98		58,263.98	
Waterford Board of Education - School Resource Officers	132,000.00		125,226.00	(6,774.00)
Gibbsboro - Court Administrator	43,000.00		25,745.85	(17,254.15)
Dedicated Uniform Construction Code Fees Offset with Appropriations (N.J.S.A. 40A:4-36 and N.J.A.C. 5:23-4.17)				
Uniform Construction Code Fees	120,000.00		151,827.00	31,827.00
Special Items of General Revenue Anticipated with Prior Written Consent of the Director of the Division of Local Government Services:				
Public and Private Revenue Off-Set with Appropriations:				
Clean Communities Grant	58,028.74		58,028.74	
Safe and Secure Communities Program-P.L.1993, Chapter 20	750.00	\$ 32,400.00	33,150.00	
Alcohol Education and Rehabilitation Fund	3,000.71		3,000.71	
Recycling Tonnage Grant	11,718.02		11,718.02	
Community Development Block Grant		94,925.00	94,925.00	
County Open Space Preservation Grant- Recreation		25,000.00	25,000.00	
NJ Department of Environmental Protection		15,000.00	15,000.00	
NJDOT - Stevens Ave and Church St		226,280.00	226,280.00	
NJDOT - Dayton Avenue	229,057.00		229,057.00	
Drunk Driving Enforcement Grant	2,500.00		2,500.00	
Recreation Grant - Hockey and Pickle Ball Grant	6,000.00		6,000.00	
Sustainable New Jersey Grant	22,680.00		22,680.00	
Opioid Settlement Funds	6,813.14		6,813.14	
Other Special Items:				
Liquidation of Interfund - Water & Sewer Operating Fund	125,000.00		125,000.00	
(ARP) American Rescue Plan (Police Salaries and Wages - FCOA 25-240-	330,800.42		330,800.42	
Reserve for Payment of Debt -- General Capital Fund	45,000.00		45,000.00	
Cable TV Franchise Fees	145,000.00		145,121.46	121.46
	<u>2,929,009.01</u>	<u>393,605.00</u>	<u>3,786,280.40</u>	<u>463,666.39</u>
Receipts from Delinquent Taxes	<u>400,000.00</u>	<u>-</u>	<u>479,545.23</u>	<u>79,545.23</u>
Amount to be Raised by Taxes for Support of Municipal Budget:				
Minimum Library Tax	327,204.48		327,204.48	
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	8,392,723.31		8,737,655.01	344,931.70
	<u>8,719,927.79</u>	<u>-</u>	<u>9,064,859.49</u>	<u>344,931.70</u>
Budget Totals	13,365,669.94	393,605.00	14,647,418.26	888,143.32
Non-Budget Revenue	-	-	283,950.25	283,950.25
	<u>\$ 13,365,669.94</u>	<u>\$ 393,605.00</u>	<u>\$ 14,931,368.51</u>	<u>\$ 1,172,093.57</u>

(Continued)

TOWNSHIP OF WATERFORD
CURRENT FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2023

Analysis of Realized Revenues

Allocation of Current Tax Collections:

Revenue from Collections		\$ 29,937,060.95
Allocated to:		
County Taxes		6,668,184.90
School Taxes		15,067,422.00
		8,201,454.05
Balance for Support of Municipal Budget Appropriations		8,201,454.05
Add: Appropriation "Reserve for Uncollected Taxes"		863,405.44
		\$ 9,064,859.49

Revenue from Delinquent Taxes:

Delinquent Tax Receipts		\$ 413,806.63
Tax Title Lien Receipts		65,738.60
		\$ 479,545.23

Fees and Permits--Other:

Revenue Accounts Receivable:		
Clerk		\$ 21,684.84
Planning Board		1,295.00
Zoning Board		6,670.00
Police Department		22,146.01
Property Maintenance		4,650.00
Vacant Property Registrations		13,500.00
Municipal Searches		10.00
Rental Registrations		2,040.00
		\$ 71,995.85

Miscellaneous Revenue not Anticipated:

Receipts - Chief Financial Officer:

Senior Citizens and Veterans Administrative Fee		\$ 1,626.38
Miscellaneous Sales and Refunds		29,964.32
State Marriage Fee Waiver		201.00
Miscellaneous Fees		15,541.13
Cancellation of Outstanding Checks		353.00
Refund of Prior Year Expenditures		35,055.88
Archway Service Payments		16,452.10
Rental of Cell Phone Tower		24,130.71
Insurance Refunds		9,500.00
Property Maintenance Administrative Fee		1,708.02
Sale of Recyclable Materials		635.25
Cannabis Transfer Tax		36,912.90
Police Outside Service Administrative Fees		102,875.00
		102,875.00

Receipts - Tax Collector:

Cost of Sale Fees		\$ 274,955.69
Property Maintenance Lien Collections		6,156.54
Miscellaneous Fees		1,708.02
		1,130.00
		\$ 8,994.56
		\$ 283,950.25

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

TOWNSHIP OF WATERFORD
CURRENT FUND

Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2023

	Appropriations		Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered Reserved	
OPERATIONS--WITHIN "CAPS"					
GENERAL GOVERNMENT FUNCTIONS					
Administration					
Salaries and Wages	\$ 40,000.00	\$ 39,400.00	\$ 39,391.74	\$ 8.26	
Other Expenses	78,500.00	100,000.00	90,621.24	8,927.59	451.17
Township Committee					
Salaries and Wages	24,000.00	24,000.00	23,751.00	130.00	249.00
Other Expenses	6,200.00	3,700.00	3,361.65		208.35
Municipal Clerk					
Salaries and Wages	128,000.00	128,000.00	114,346.76		13,653.24
Other Expenses	25,175.00	23,775.00	18,336.46	690.17	4,748.37
Elections					
Salaries and Wages	400.00	400.00	165.00		235.00
Other Expenses	8,200.00	8,200.00	6,851.54		1,348.46
Financial Administration					
Salaries and Wages	137,000.00	137,000.00	130,972.64		6,027.36
Other Expenses	43,400.00	38,400.00	34,220.02	1,664.98	2,515.00
Audit Services					
Other Expenses	80,000.00	80,000.00	77,074.92		2,925.08
Collection of Taxes					
Salaries and Wages	93,875.00	94,375.00	94,136.35		238.65
Other Expenses	14,380.00	14,380.00	9,988.84	35.00	4,356.16
Assessment of Taxes					
Salaries and Wages	28,300.00	28,300.00	25,260.40		3,039.60
Other Expenses	8,140.00	8,140.00	3,034.53	3,571.78	1,533.69
Legal Services and Costs					
Other Expenses	130,000.00	150,000.00	130,086.46		19,913.54
Engineering Services and Costs					
Other Expenses	40,000.00	40,000.00	32,436.25	1,200.00	6,363.75
Municipal Court					
Salaries and Wages	170,000.00	170,000.00	136,691.67		33,308.33
Other Expenses	16,650.00	16,650.00	8,475.70	328.01	7,846.29
Land Use Administration					
Municipal Land Use Law (N.J.S.A. 40:55D-1):					
Planning and Zoning Boards					
Salaries and Wages	77,225.00	77,225.00	71,218.30		6,006.70
Other Expenses	25,100.00	25,100.00	18,400.50	6,621.02	78.48
Public Defender					
Other Expenses	8,500.00	8,500.00			8,500.00
Economic Development Committee					
Salaries and Wages	30,500.00	30,500.00	30,000.10		499.90
Other Expenses	7,000.00	7,000.00			7,000.00

(Continued)

TOWNSHIP OF WATERFORD
CURRENT FUND

Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2023

	Appropriations		Budget After Modification	Paid or Charged	Expended		Unexpended Balance Canceled
	Budget				Encumbered	Reserved	
OPERATIONS--WITHIN "CAPS" (CONTD)							
GENERAL GOVERNMENT FUNCTIONS (CONTD)							
Insurance:							
Unemployment Compensation Insurance	\$ 20,000.00	\$	20,000.00	\$ 16,717.45		3,282.55	
Other Insurance	160,000.00		160,000.00	120,266.13		39,733.87	
Workers Compensation Insurance	290,000.00		290,000.00	287,500.00		2,500.00	
Group Insurance for Employees	1,251,120.00		1,251,120.00	1,125,851.02	\$ 22,184.19	103,084.79	
Health Benefit Waiver	25,000.00		25,000.00	19,136.51		5,863.49	
PUBLIC SAFETY FUNCTIONS							
Police							
Salaries and Wages	2,629,850.00		2,519,100.00	2,413,025.18		106,074.82	
Other Expenses	165,200.00		185,200.00	157,665.75	21,645.96	5,888.29	
Leases -- Police Vehicles	90,000.00		90,000.00	67,536.70	6,139.70	16,323.60	
Fire Hydrant Services	23,000.00		23,000.00	21,480.00		1,520.00	
Demolition of Buildings							
Other Expenses	12,500.00		12,500.00			12,500.00	
Aid to Volunteer Ambulance Association							
Other Expenses	60,000.00		80,000.00	80,000.00			
Fire							
Salaries and Wages	3,000.00		3,000.00	3,000.00			
Other Expenses	147,660.00		147,660.00	63,777.21	50,559.89	33,322.90	
Municipal Prosecutor							
Other Expenses	25,000.00		30,000.00	25,416.60	2,083.40	2,500.00	
Office of Emergency Management							
Salaries and Wages	5,500.00		5,600.00	5,500.04		99.96	
Other Expenses	5,000.00		5,000.00	2,801.83		2,198.17	
PUBLIC WORKS FUNCTIONS							
Road Repairs and Maintenance							
Salaries and Wages	630,925.00		630,925.00	608,860.59		22,064.41	
Other Expenses	108,450.00		108,450.00	35,507.14	5,375.34	67,567.52	
Snow Removal							
Salaries and Wages	10,000.00		10,000.00			10,000.00	
Other Expenses	36,000.00		36,000.00	3,849.21	491.03	31,659.76	
Garbage and Trash Collection							
Salaries and Wages	5,000.00		5,000.00	5,000.00			
Other Expenses	15,000.00		15,000.00	9,010.56		5,989.44	
Recycling							
Collection-Contractual	10,000.00		10,000.00		10,000.00		
Public Buildings and Grounds							
Salaries and Wages	164,500.00		164,500.00	115,652.44	20,113.16	28,734.40	
Other Expenses							
Municipal Garage	161,050.00		161,050.00	153,993.21		7,056.79	
Salaries and Wages	208,250.00		208,250.00	136,807.66	26,500.51	44,941.83	
Other Expenses							

(Continued)

TOWNSHIP OF WATERFORD
CURRENT FUND
 Statement of Expenditures--Regulatory Basis
 For the Year Ended December 31, 2023

	Appropriations		Expended			Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS--WITHIN "CAPS" (CONTD)						
HEALTH AND HUMAN SERVICES						
Environmental Commission						
Other Expenses	\$ 500.00	\$ 500.00	\$ 484.73		\$ 15.27	
Dog Regulation						
Other Expenses	5,000.00	5,800.00	5,718.20		81.80	
Board of Health						
Other Expenses	50.00	50.00			50.00	
PARK AND RECREATION FUNCTIONS						
Parks and Playgrounds						
Other Expenses	35,000.00	35,000.00	31,875.00		3,125.00	
Senior Citizens Activity						
Other Expenses	4,000.00	4,000.00	3,744.00		256.00	
Celebration of Public Event, Anniversary or Holiday						
Other Expenses	10,350.00	10,000.00	7,500.00		2,500.00	
Safety Projects	3,650.00	4,000.00		\$ 3,858.74	141.26	
State Uniform Construction Code Appropriations Offset by						
Dedicated Revenues (N.J.A.C. 5:23-4.17)						
Construction Official	96,425.00	100,425.00	100,314.57		110.43	
Salaries and Wages	6,350.00	5,350.00	2,976.56		1,260.80	
Other Expenses						
Unclassified						
Utilities:						
Electricity	119,000.00	119,000.00	92,412.12		15,936.97	10,650.91
Street Lighting	145,000.00	145,000.00	115,320.37		26,302.33	3,377.30
Telephone and Telegraph	56,375.00	56,375.00	44,335.51		1,471.41	10,568.08
Water	6,000.00	6,000.00	4,566.60			1,433.40
Natural Gas	16,200.00	16,200.00	7,033.78			9,166.22
Sewerage Processing and Disposal	7,075.00	7,075.00	2,944.05		441.55	3,689.40
Gasoline	210,000.00	210,000.00	167,588.90		14,645.25	27,765.85
Heating Oil	5,000.00	5,000.00				5,000.00
Solid Waste Disposal Fees	427,120.00	427,120.00	371,217.04		19,174.92	36,728.04
Accumulated Leave Compensation	20,000.00	20,000.00	20,000.00			
Total Operations -- Within "CAPS"	8,655,645.00	8,626,295.00	7,555,208.73	271,205.54	799,880.73	-
Salaries and Wages	4,316,050.00	4,198,700.00	3,984,264.02		214,435.98	
Other Expenses	4,339,595.00	4,427,595.00	3,570,944.71	271,205.54	585,444.75	

(Continued)

TOWNSHIP OF WATERFORD
CURRENT FUND

Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2023

	Budget	Appropriations		Expended		Unexpended Balance Canceled
		Budget After Modification	Paid or Charged	Encumbered	Reserved	
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES</u>						
<u>MUNICIPAL--WITHIN "CAPS"</u>						
Statutory Expenditures:						
Social Security System (O.A.S.I.)	\$ 365,000.00	\$ 365,000.00	\$ 321,862.84		\$ 43,137.16	
Public Employees Retirement System	201,310.00	202,810.00	202,773.91		36.09	
Police and Firemen's Retirement System	640,910.00	640,910.00	640,910.00			
Defined Contribution Retirement Program	1,500.00	1,850.00	1,802.97		47.03	
Total Statutory Expenditures	1,208,720.00	1,210,570.00	1,167,349.72	-	43,220.28	
Total General Appropriations for Municipal Purposes -- Within "CAPS"	9,864,365.00	9,836,865.00	8,722,558.45	\$ 271,205.54	843,101.01	
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>						
Maintenance of Free Public Library:						
Contribution	300,000.00	327,500.00	327,204.48		295.52	
Rent and Maintenance Charges	57,600.00	57,600.00	57,600.00			
Group Insurance	154,280.00	154,280.00	154,280.00			
Solid Waste Disposal Fees						
Recycling Tax	40,000.00	40,000.00	40,000.00			
Garbage and Trash Collection:						
Salaries and Wages	165,680.00	165,680.00	79,170.50		86,509.50	
Other Expenses	5,000.00	5,000.00			5,000.00	
Public Employees Retirement System						
Other Expenses	46,192.00	46,192.00	46,192.00			
Police and Fireman's Retirement System						
Other Expenses	73,728.00	73,728.00	73,728.00			
<u>Shared Municipal Service Agreements</u>						
Berlin Borough Contractual Fire Investigation Services						
Other Expenses	100.00	100.00			100.00	
Washington Twp Schools						
Police - School Resource Officers	132,000.00	132,000.00	104,126.41		27,873.59	
Gibbsboro						
Court Administrator	43,000.00	43,000.00	43,000.00			
<u>Public and Private Programs Off-Set by Revenues</u>						
Alcohol Education & Rehabilitation Fund						
Other Expenses	3,000.71	3,000.71	3,000.71			
Drunk Driving Enforcement Grant						
Salaries and Wages	2,500.00	2,500.00	2,500.00			
Recreation Grant - Hockey and Pickleball						
Other Expenses	6,000.00	6,000.00	6,000.00			
Opioid Settlement Funds						
Other Expenses	6,813.14	6,813.14	6,813.14			

(Continued)

TOWNSHIP OF WATERFORD
CURRENT FUND

Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2023

	Appropriations			Expended		Unexpended Balance Canceled
	Budget	Budget After Modification	Paid or Charged	Encumbered	Reserved	
OPERATIONS EXCLUDED FROM "CAPS" (CONTD)						
Public and Private Programs Off-Set by Revenues (Cont'd)						
Clean Communities Grant	\$	\$	\$			
Other Expenses	58,028.74	58,028.74	58,028.74			
2022 CDBG Funding- Senior Center Restroom		47,000.00	47,000.00			
Other Expenses (N.J.S.A. 40A:4-87 \$47,000.00)		47,925.00	47,925.00			
2023 CDBG Funding- Senior Center Restroom		33,150.00	33,150.00			
Other Expenses (N.J.S.A. 40A:4-87 \$47,925.00)		11,718.02	11,718.02			
Safe and Secure Communities Program	750.00	22,680.00	22,680.00			
Salaries and Wages (N.J.S.A. 40A:4-87 \$32,400.00)		25,000.00	25,000.00			
Recycling Tonnage Grant		15,000.00	15,000.00			
Other Expenses	11,718.02	229,057.00	229,057.00			
Sustainable New Jersey Grant		226,280.00	226,280.00			
Other Expenses	22,680.00	1,779,232.61	1,659,454.00		\$ 119,778.61	
County Open Space Preservation Grant - Recreation						
Other Expenses (N.J.S.A. 40A:4-87 \$25,000.00)						
Stormwater Management Grant						
Other Expenses (N.J.S.A. 40A:4-87 \$15,000.00)						
NJDOT - Dayton and Church Avenue						
Other Expenses	229,057.00	210,650.00	182,776.41		27,873.59	
NJDOT- Stevens & Church						
Other Expenses (N.J.S.A. 40A:4-87 \$226,280.00)		1,568,582.61	1,476,677.59		91,905.02	
Total Operations--Excluded from "CAPS"	1,358,127.61	1,779,232.61	1,659,454.00	-	\$ 119,778.61	-
Detail:						
Salaries and Wages	343,930.00	210,650.00	182,776.41		27,873.59	
Other Expenses	1,014,197.61	1,568,582.61	1,476,677.59		91,905.02	
CAPITAL IMPROVEMENT--EXCLUDED FROM "CAPS"						
Capital Improvement Fund	50,000.00	50,000.00	50,000.00			
MUNICIPAL DEBT SERVICE--EXCLUDED FROM "CAPS"						
Payment of Bond Principal	650,000.00	650,000.00	650,000.00			\$ 625.00
Payment of Bond Anticipation Notes and Capital Notes	105,000.00	105,000.00	104,375.00			0.01
Interest on Bonds	85,821.89	85,821.89	85,821.88			182.89
Interest on Notes	112,000.00	112,000.00	111,817.11			242.45
Camden County Improvement Authority Loan:						
Principal and Interest	276,950.00	276,950.00	276,707.55			242.45
Total Municipal Debt Service--Excluded from "CAPS"	1,229,771.89	1,229,771.89	1,228,721.54			1,050.35

(Continued)

TOWNSHIP OF WATERFORD
CURRENT FUND

Statement of Expenditures--Regulatory Basis
For the Year Ended December 31, 2023

	Appropriations		Expended		Unexpended Balance Canceled	
	Budget	Budget After Modification	Paid or Charged	Encumbered		Reserved
Total General Appropriations for Municipal Purposes--Excluded from "CAPS"	\$ 2,637,899.50	\$ 3,059,004.50	\$ 2,938,175.54	-	\$ 119,778.61	\$ 1,050.35
Subtotal General Appropriations	12,502,264.50	12,895,869.50	11,660,733.99	\$ 271,205.54	962,879.62	1,050.35
Reserve for Uncollected Taxes	863,405.44	863,405.44	863,405.44	-	-	-
Total General Appropriations	\$ 13,365,669.94	\$ 13,759,274.94	\$ 12,524,139.43	\$ 271,205.54	\$ 962,879.62	\$ 1,050.35
Appropriation by N.J.S.A. 40A:4-87 Adopted Budget		\$ 393,605.00				
		<u>13,365,669.94</u>				
		\$ 13,759,274.94				
Reserve for Uncollected Taxes			\$ 863,405.44			
Reserve for Grants Appropriated			734,152.61			
Due General Capital Fund - Capital Improvement Fund			50,000.00			
Reimbursements			(337,767.81)			
Disbursed			<u>11,214,349.19</u>			
			\$ 12,524,139.43			

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

**TOWNSHIP OF WATERFORD
TRUST FUND**

Statements of Assets, Liabilities and Reserves--Regulatory Basis
As of December 31, 2023 and 2022

<u>ASSETS</u>	<u>Ref.</u>	<u>2023</u>	<u>2022</u>
Animal Control Fund:			
Cash--Chief Financial Officer	SB-1	\$ 1,903.21	-
Other Funds:			
Cash--Chief Financial Officer	SB-1	1,221,226.87	\$ 703,029.55
Cash--Collector	SB-2	291,100.00	301,900.00
Police Outside Services Receivable	SB-5	13,362.82	32,347.75
		<u>1,525,689.69</u>	<u>1,037,277.30</u>
		<u>\$ 1,527,592.90</u>	<u>\$ 1,037,277.30</u>
 <u>LIABILITIES AND RESERVES</u>			
Animal Control Fund:			
Due State of New Jersey	SB-1	\$ 2.40	
Reserve for Encumbrances	SB-3	1,710.00	
Reserve for Dog Fund Expenditures	SB-3	190.81	
		<u>1,903.21</u>	<u>-</u>
Other Funds:			
Due to Current Fund	SB-4	326,073.57	\$ 314,502.87
Due to State of NJ - VCCB	B	27,319.00	27,319.00
Reserve for Recreation Contributions	SB-5	18,680.18	17,255.18
Reserve for Parking Offenses Adjudication Act	SB-5	526.00	526.00
Reserve for Celebration of Public Events	SB-5	9,743.69	12,483.10
Reserve for Payroll Deductions Payable	SB-5	40,125.00	47,769.54
Reserve for Developers' Escrow Deposits	SB-5	629,472.58	165,835.28
Reserve for Premiums Received at Tax Sale	SB-5	291,100.00	301,900.00
Reserve for Community Development Block Grant	SB-5	10,347.83	10,347.83
Reserve for Police Outside Services	SB-5	40,255.72	
Reserve for Public Defender	SB-5	4,311.10	10,461.07
Reserve for Maintenance Guarantees	SB-5	6,399.05	6,399.05
Reserve for Police Donations	SB-5	2,883.52	2,522.80
Reserve for Municipal Alliance	SB-5	6,163.96	7,235.55
Reserve for Forfeited Property	SB-5	27,889.86	26,495.18
Reserve for Uniform Fire Safety Act	SB-5	50.00	50.00
Reserve for Storm Recovery	SB-5	22,640.39	22,640.39
Reserve for Accumulated Absence	SB-5	44,797.80	41,477.54
Reserve for COAH Fees	SB-5	15,727.11	19,757.92
Reserve for Encumbrances	SB-5	1,183.33	2,299.00
		<u>1,525,689.69</u>	<u>1,037,277.30</u>
		<u>\$ 1,527,592.90</u>	<u>\$ 1,037,277.30</u>

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

TOWNSHIP OF WATERFORD
GENERAL CAPITAL FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
 As of December 31, 2023 and 2022

<u>ASSETS</u>	<u>Ref.</u>	<u>2023</u>	<u>2022</u>
Cash--Chief Financial Officer	SC-1	\$ 966,410.16	\$ 877,575.92
Deferred Charges to Future Taxation:			
Funded	SC-3	6,760,000.00	7,575,000.00
Unfunded	SC-4	5,828,400.00	4,828,775.00
Due from NJ Department of Transportation	C-1	164,351.36	262,499.90
Due from Current Fund	SC-6	1,150,878.17	1,147,827.02
		<u>\$ 14,870,039.69</u>	<u>\$ 14,691,677.84</u>
<u>LIABILITIES, RESERVES</u>			
<u>AND FUND BALANCE</u>			
General Serial Bonds	SC-10	\$ 3,870,000.00	\$ 4,520,000.00
Bond Anticipation Notes	SC-12	4,348,000.00	3,652,375.00
Camden County Improvement Authority Loan	SC-11	2,890,000.00	3,055,000.00
Improvement Authorizations:			
Funded	SC-7	343,815.86	406,942.53
Unfunded	SC-7	2,415,311.03	1,736,466.38
Due to Water & Sewer Utility Capital Fund	SC-1	75,289.50	75,000.00
Contracts Payable	SC-5	470,575.86	892,806.50
Reserve for Encumbrances	SC-8	279,004.71	137,327.98
Reserve for Payment of Debt	SC-6	112,828.05	157,828.05
Reserve for Capital Acquisition	C	20,000.00	20,000.00
Capital Improvement Fund	SC-9	21,501.70	31,001.70
Fund Balance	C-1	23,712.98	6,929.70
		<u>\$ 14,870,039.69</u>	<u>\$ 14,691,677.84</u>

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

TOWNSHIP OF WATERFORD
GENERAL CAPITAL FUND
Statement of Fund Balance--Regulatory Basis
For the Year Ended December 31, 2023

Balance Dec. 31, 2022	\$ 6,929.70
Increased by:	
Receipts - Premium Received on Sale of Notes	<u>16,783.28</u>
Balance Dec. 31, 2023	<u><u>\$ 23,712.98</u></u>

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

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
 As of December 31, 2023 and 2022

<u>ASSETS</u>	<u>Ref.</u>	<u>2023</u>	<u>2022</u>
Operating Fund:			
Cash--Chief Financial Officer	SD-1	\$ 1,798,688.11	\$ 1,443,465.96
Cash--Collector	SD-2	9,204.37	5,631.56
Cash--Change Fund	D	100.00	100.00
		<u>1,807,992.48</u>	<u>1,449,197.52</u>
Receivables with Full Reserves:			
Consumer Liens Receivable	SD-6	12,771.22	11,560.34
Consumer Accounts Receivable	SD-4	102,863.48	123,657.94
		<u>115,634.70</u>	<u>135,218.28</u>
Total Operating Fund		<u>1,923,627.18</u>	<u>1,584,415.80</u>
Capital Fund:			
Cash--Chief Financial Officer	SD-1	576,960.35	672,060.61
Fixed Capital	SD-8	13,138,079.85	13,138,079.85
Due from Water & Sewer Utility Operating Fund	SD-16	16,749.39	12,000.00
Due from General Capital Fund	D, SC-1	75,289.50	75,000.00
Fixed Capital Authorized and Uncompleted	SD-7	3,662,522.04	3,662,522.04
Total Capital Fund		<u>17,469,601.13</u>	<u>17,559,662.50</u>
		<u>\$ 19,393,228.31</u>	<u>\$ 19,144,078.30</u>

(Continued)

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY FUND
 Statements of Assets, Liabilities, Reserves and Fund Balance--Regulatory Basis
 As of December 31, 2023 and 2022

<u>LIABILITIES, RESERVES AND FUND BALANCE</u>	<u>Ref.</u>	<u>2023</u>	<u>2022</u>
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-3;SD-10	\$ 331,347.36	\$ 305,399.14
Reserve for Encumbrances	D-3;SD-10	31,966.53	13,650.10
Accounts Payable	SD-14	2,000.00	2,741.50
Water and Sewer Rent Overpayments	SD-5	5,155.01	1,571.53
Accrued Interest on Bonds, Loans and Notes	SD-9	14,511.79	16,840.71
Due to Water & Sewer Utility Capital Fund	SD-16	16,749.39	12,000.00
Due to Current Fund	SD-15	263,254.64	340,130.73
Reserve for Escrow Deposits	D	13,204.30	13,204.30
		<u>678,189.02</u>	<u>705,538.01</u>
Reserve for Receivables	D	115,634.70	135,218.28
Fund Balance	D-1	<u>1,129,803.46</u>	<u>743,659.51</u>
Total Operating Fund		<u>1,923,627.18</u>	<u>1,584,415.80</u>
Capital Fund:			
Serial Bonds	SD-19	1,136,000.00	1,371,000.00
USDA Loans	SD-20	2,315,361.97	2,353,483.47
Improvement Authorizations Funded	SD-11	188,032.82	543,954.91
Improvement Authorizations Unfunded	SD-11	83,700.00	83,700.00
Bond Anticipation Notes	SD-21	75,000.00	75,000.00
Reserve for Amortization	SD-13	13,223,239.92	12,950,118.42
Deferred Reserve for Amortization	SD-12	42,300.00	42,300.00
Contracts Payable	SD-1;SD-11	357,557.00	76,012.87
Reserve for Encumbrances	SD-17	38.62	22,011.53
Capital Improvement Fund	SD-18	47,700.00	41,700.00
Reserve for Payment of Debt	D	286.43	286.43
Fund Balance	D-4	384.37	94.87
Total Capital Fund		<u>17,469,601.13</u>	<u>17,559,662.50</u>
		<u>\$ 19,393,228.31</u>	<u>\$ 19,144,078.30</u>

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

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY FUND
 Statements of Operations and Changes in Fund Balance--Regulatory Basis
 For the Years Ended December 31, 2023 and 2022

<u>Revenue and Other</u> <u>Income Realized</u>	<u>2023</u>	<u>2022</u>
Fund Balance Realized	\$ 290,198.00	\$ 281,775.00
Water and Sewer Rents	1,259,743.44	1,193,045.56
Miscellaneous	65,422.32	21,147.53
Non Budget Revenue	105,162.49	34,056.89
Cancellation of Water and Sewer Overpayments	4,823.57	
Cancellation of Accounts Payable	741.50	
Unexpended Balance of Appropriation Reserves	276,758.31	167,169.93
	<hr/>	<hr/>
Total Income	2,002,849.63	1,697,194.91
	<hr/>	<hr/>
<u>Expenditures</u>		
Operating	890,000.00	870,550.00
Capital Improvements	6,000.00	6,000.00
Debt Service	371,809.68	400,897.45
Deferred Charges and Statutory Expenditures	58,698.00	34,745.00
	<hr/>	<hr/>
Total Expenditures	1,326,507.68	1,312,192.45
	<hr/>	<hr/>
Statutory Excess to Fund Balance	676,341.95	385,002.46
	<hr/>	<hr/>
<u>Fund Balance</u>		
Balance Jan. 1	743,659.51	640,432.05
	<hr/>	<hr/>
Utilized as Revenue:	1,420,001.46	1,025,434.51
Water & Sewer Operating Budget	290,198.00	281,775.00
	<hr/>	<hr/>
Balance Dec. 31	\$ 1,129,803.46	\$ 743,659.51
	<hr/>	<hr/>

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

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY OPERATING FUND
Statement of Revenues--Regulatory Basis
For the Year Ended December 31, 2023

	Anticipated Budget	Realized	Excess (Deficit)
Operating Surplus Anticipated	\$ 290,198.00	\$ 290,198.00	
Water Rents	450,000.00	571,856.61	\$ 121,856.61
Sewer Rents	580,000.00	687,886.83	107,886.83
Water Connection Fees	5,000.00	24,255.00	19,255.00
Water Miscellaneous	2,700.00	19,864.74	17,164.74
Sewer Miscellaneous	10,000.00	21,302.58	11,302.58
Budget Totals	1,337,898.00	1,615,363.76	277,465.76
Non-Budget Revenue	-	105,162.49	105,162.49
	<u>\$ 1,337,898.00</u>	<u>\$ 1,720,526.25</u>	<u>\$ 382,628.25</u>
 <u>Analysis of Realized Revenues</u>			
Water Rents Receivable:			
Collections		\$ 568,647.50	
Overpayments applied		3,209.11	
		<u>\$ 571,856.61</u>	
 Sewer Rents Receivable:			
Collections		\$ 672,892.26	
Overpayments applied		14,994.57	
		<u>\$ 687,886.83</u>	
 Water Miscellaneous:			
Receipts Collector:			
Interest on Delinquent Rents		\$ 9,884.74	
Other Miscellaneous Fees		9,980.00	
		<u>\$ 19,864.74</u>	
 Sewer Miscellaneous:			
Receipts Collector:			
Interest on Delinquent Rents		\$ 16,292.58	
Connection Fees		4,800.00	
Other Miscellaneous Fees		210.00	
		<u>\$ 21,302.58</u>	
 Miscellaneous Revenue Not Anticipated:			
Collector:			
Interest on Deposits	\$ 2,645.47		
NFS Fee	40.00		
			\$ 2,685.47
 Chief Financial Officer:			
Interest on Deposits:			
Water & Sewer Operating	87,709.87		
Water & Sewer Capital	1,250.61		
Refund of Prior Year Expenditures	2,535.04		
Miscellaneous	10,981.50		
			<u>102,477.02</u>
			<u>\$ 105,162.49</u>

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

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY OPERATING FUND
 Statement of Expenditures--Regulatory Basis
 For the Year Ended December 31, 2023

	Original Budget	Budget After Modification	Paid or Charged	Expended		Unexpended Balance Canceled
				Encumbered	Reserved	
Operating:						
Salaries and Wages	\$ 280,000.00	\$ 280,000.00	\$ 219,757.16		\$ 60,242.84	
Other Expenses	610,000.00	610,000.00	313,308.51	\$ 31,966.53	264,724.96	
Total Operating	890,000.00	890,000.00	533,065.67	31,966.53	324,967.80	-
Capital Improvements:						
Capital Improvement Fund	6,000.00	6,000.00	6,000.00	-	-	-
Debt Service:						
Payment of Bond Principal	235,000.00	235,000.00	235,000.00			
Interest on Bonds	33,000.00	33,000.00	32,361.26			\$ 638.74
Interest on Notes	11,700.00	11,700.00	2,000.37			9,699.63
Loan Principal and Interest	103,500.00	103,500.00	102,448.05			1,051.95
Total Debt Service	383,200.00	383,200.00	371,809.68	-	-	11,390.32
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Public Employees' Retirement System	36,368.00	36,368.00	36,368.00			
Social Security System (O.A.S.I.)	20,800.00	20,800.00	15,182.61		5,617.39	
Unemployment Compensation Insurance	1,530.00	1,530.00	767.83		762.17	
Total Deferred Charges and Statutory Expenditures	58,698.00	58,698.00	52,318.44	-	6,379.56	-
Total Water & Sewer Utility Appropriations	\$ 1,337,898.00	\$ 1,337,898.00	\$ 963,193.79	\$ 31,966.53	\$ 331,347.36	\$ 11,390.32
Disbursed - Utility Fund			\$ 845,694.34			
Due Current Fund - Disbursed on Behalf of Utility Operating:						
Payment of Debt Service Bond Principal			35,000.00			
Refunds			(22,188.73)			
Due Water & Sewer Utility Capital - Capital Improvement Fund			6,000.00			
Accrued Interest on Bonds and Notes			98,688.18			
			<u>\$ 963,193.79</u>			

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

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY CAPITAL FUND
Statement of Changes in Fund Balance--Regulatory Basis
For the Year Ended December 31, 2023

Balance Dec. 31, 2022	\$	94.87
Increased by:		
Due General Capital Fund:		
Premium on Sale of Bond Anticipation Notes		289.50
Balance Dec. 31, 2023	\$	384.37

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

TOWNSHIP OF WATERFORD
 GENERAL FIXED ASSET ACCOUNT GROUP
 Statement of General Fixed Asset Group of Accounts -- Regulatory Basis
 For the Year Ended December 31, 2023

	Balance <u>Dec. 31, 2022</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>Dec. 31, 2023</u>
General Fixed Assets:				
Land	\$ 2,290,700.00			\$ 2,290,700.00
Buildings	6,233,363.10			6,233,363.10
Machinery and Equipment	<u>6,793,896.51</u>	<u>\$ 596,734.29</u>		<u>7,390,630.80</u>
	<u>\$ 15,317,959.61</u>	<u>\$ 596,734.29</u>	<u>-</u>	<u>\$ 15,914,693.90</u>
Investment in General Fixed Assets:				
General Capital Fund	<u>\$ 15,317,959.61</u>	<u>\$ 596,734.29</u>	<u>-</u>	<u>\$ 15,914,693.90</u>

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

TOWNSHIP OF WATERFORD
Notes to Financial Statements
For the Year Ended December 31, 2023

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Township of Waterford (hereafter referred to as the "Township") was incorporated as a Township in 1798 and is located in southwest New Jersey approximately twenty miles southeast of the City of Philadelphia. The population according to the 2020 census is 10,421.

The form of Government is known as a Township pursuant to N.J.S.A. 40A:63-1 et seq. The government consists of five Committee Members who are elected at large to three year staggered terms. At an annual reorganization meeting, the Committee selects one of its members to serve as Mayor and another as Deputy Mayor. Under statute, the Mayor is the head of the government and acts as the executive branch. The Committee acts as the legislative branch of government and has executive powers not assigned to the Mayor. The implementation of the policies of the governing body and the day-to-day operations are handled by the Administration.

Component Units - The financial statements of the component unit of the Township is 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 Township, the primary government:

Waterford Township Free Public Library
386 White Horse Pike
Waterford, New Jersey 08004

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

Measurement Focus, Basis of Accounting and Financial Statement Presentation - The financial statements of the Township 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 Township 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.

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

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.

Water/Sewer Utility Operating and Capital Funds - The water/sewer utility operating and capital funds account for the operations and acquisition of capital facilities of the municipally owned water/sewer 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 Township must adopt an annual budget for its current and water/sewer utility 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 Township'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.

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.

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

Cash, Cash Equivalents and Investments (Cont'd) - The cash management plan adopted by the Township requires it to deposit funds in public depositories protected from loss under the provisions of the Act.

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 Township has adopted a capitalization threshold of \$5,000.00, the maximum amount allowed by the Circular. 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 Township 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 Township'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 include 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/sewer utility operating fund represent amounts available for anticipation as revenue in future years' 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 is realized when anticipated as such in the Township's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the Township's current fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the Township 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 Township's annual budget, but also the amounts required in support of the budgets of the County of Camden, the Township of Waterford School District. Unpaid property taxes are subject to tax sale in accordance with the statutes.

School Taxes - The Township is responsible for levying, collecting, and remitting school taxes for the Township of Waterford School District. Operations is charged for the full amount required to be raised by taxation for the period from July 1 to June 30, increased by the amount deferred at December 31, 2022 and decreased by the amount deferred at December 31, 2023.

County Taxes - The municipality is responsible for levying, collecting, and remitting county taxes for the County of Camden. 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 to 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.

Library Taxes - The municipality is responsible for levying, collecting and remitting library taxes for the Waterford Township Free Public Library. The amount of the library tax is a separate local levy tax and is remitted to the Library through the municipal budget.

Reserve for Uncollected Taxes - The inclusion of the "reserve for uncollected taxes" appropriation in the Township's annual budget protects the Township 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 vacation, sick 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 Accounting Pronouncements**

The Governmental Accounting Standards Board (GASB) has issued the following statement that have effective dates that may affect future financial presentations:

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. The Statement will become effective for the Township in the year ending December 31, 2024. As a result of the regulatory basis of accounting previously described in note 1, this Statement will have no impact on the financial statements of the Township, however management is currently evaluating whether or not this Statement will have an impact on the financial statement disclosures of the Township.

Note 2: CASH AND CASH EQUIVALENTS

Custodial Credit Risk Related to Deposits - Custodial credit risk is the risk that, in the event of a bank failure, the Township's deposits might not be recovered. Although the Township does not have a formal policy regarding custodial credit risk, N.J.S.A. 17:9-41 et seq. requires that governmental units shall deposit public funds in public depositories protected from loss under the provisions of the Governmental Unit Deposit Protection Act (GUDPA). Under the Act, the first \$250,000.00 of governmental deposits in each insured depository is protected by the Federal Deposit Insurance Corporation (FDIC). Public funds owned by the municipality in excess of FDIC insured amounts are protected by GUDPA. However, GUDPA does not protect intermingled agency funds such as salary withholdings, bail funds, or funds that may pass to the municipality relative to the happening of a future condition. Such funds are classified as uninsured and uncollateralized.

As of December 31, 2023, the Township's bank balances of \$14,485,457.28 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 13,483,267.93
Uninsured and Uncollateralized	<u>1,002,189.35</u>
Total	<u>\$ 14,485,457.28</u>

Note 3: PROPERTY TAXES

The following is a five-year comparison of certain statistical information relative to property taxes and property tax collections for the current and previous four calendar years:

Comparative Schedule of Tax Rates

	<u>Year Ended</u>				
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Tax Rate	<u>\$ 4.297</u>	<u>\$ 4.106</u>	<u>\$ 4.086</u>	<u>\$ 4.066</u>	<u>\$ 4.004</u>
Apportionment of Tax Rate:					
Municipal	\$ 1.185	\$ 1.100	\$ 1.100	\$ 1.101	\$ 1.101
Municipal Library	.046	.041	.038	.037	.036
County	.912	.874	.883	.862	.867
County Open Space	.028	.024	.023	.022	.022
Local School	2.126	2.067	2.042	2.044	1.978

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2023	\$ 708,649,972.00
2022	707,842,182.00
2021	707,639,000.00
2020	706,870,300.00
2019	707,475,300.00

Note 3: PROPERTY TAXES (CONT'D)

The following is a 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>
2023	\$ 30,497,832.25	\$ 29,937,060.95	98.16%
2022	29,109,336.48	28,568,311.42	98.14%
2021	28,977,033.62	28,404,540.86	98.02%
2020	28,799,709.11	28,156,111.77	97.77%
2019	28,360,319.58	27,640,887.84	97.46%

Delinquent Taxes and Tax Title Liens

	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2023	\$ 521,068.54	\$ 481,107.79	\$ 1,002,176.33	3.29%
2022	528,156.06	411,845.81	940,001.87	3.23%
2021	523,097.75	454,575.86	977,673.61	3.37%
2020	603,578.48	569,801.32	1,173,379.80	4.07%
2019	572,516.77	601,898.97	1,174,415.74	4.14%

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>
2023	38
2022	38
2021	39
2020	38
2019	37

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>
2023	\$ 1,111,000.00
2022	1,111,000.00
2021	1,111,000.00
2020	1,058,900.00
2019	1,018,900.00

Note 5: WATER/SEWER UTILITY SERVICE CHARGES

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

<u>Year</u>	<u>Balance Beginning of Year</u>		<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>
	<u>Receivable</u>	<u>Liens</u>			
2023	\$ 123,657.94	\$ 11,560.34	\$ 1,241,215.04	\$ 1,376,433.32	\$ 1,259,743.44
2022	78,479.46	11,907.22	1,240,811.90	1,331,198.58	1,193,045.56
2021	63,775.46	12,120.88	1,229,458.03	1,305,354.37	1,213,120.99
2020	36,444.68	11,688.88	1,219,509.09	1,267,642.65	1,191,358.97
2019	34,957.00	11,733.65	1,211,403.88	1,258,094.53	1,208,048.96

Note 6: LEASES RECEIVABLE

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

Cell Towers Lease - On November 8, 2016, the Township entered into a five-year lease agreement, with four optional, additional five-year terms, with Valore LLC for the lease of cell towers with an incremental borrowing rate of 2.00%. Based on this agreement, the Township is receiving payments of \$14,400.00, compounded annually at 3.00%, on a monthly basis through November 8, 2026.

Under the provisions of GASB 87, as of December 31, 2023, the balance of the lease's receivable is \$65,066.24. 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 leases as of December 31, 2023:

<u>Lease Description</u>	<u>Lease Receivable</u>	<u>Lease Revenue</u>	<u>Lease Interest Revenue</u>
Cell Towers	<u>\$ 65,066.24</u>	<u>\$ 55,885.50</u>	<u>\$ 2,569.90</u>

Under the provisions of GASB 87, for the year ended December 31, 2023, the Township would have recognized \$15,349.69 in a reduction of lease receivable and \$1,469.06 in interest revenue related to the leases. In addition, \$14,902.80 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 rental payments collected of \$16,818.75 were reported as revenue in the current fund.

Note 7: 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>
2023	\$ 3,010,442.85	\$ 1,000,000.00	33.22%
2022	2,079,221.51	1,316,733.14	63.33%
2021	2,759,569.03	1,491,500.00	54.05%
2020	1,614,187.39	1,000,000.00	61.95%
2019	1,541,464.09	1,000,000.00	64.87%

Water and Sewer 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>
2023	\$ 1,129,803.46	\$ 422,540.00	37.40%
2022	743,659.51	290,198.00	39.02%
2021	640,432.05	281,775.00	44.00%
2020	498,856.97	250,000.00	50.11%
2019	348,489.40	250,000.00	71.74%

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, 2023:

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 589,328.21	\$ 1,150,878.17
Trust Other		326,073.57
General Capital	1,150,878.17	75,289.50
Water/Sewer Utility - Operating		280,004.03
Water/Sewer Utility - Capital	92,038.89	
	<u>\$ 1,832,245.27</u>	<u>\$ 1,832,245.27</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 2024, the Township expects to liquidate such interfunds, depending upon the availability of cash flow.

Note 9: PENSION PLANS

A substantial number of the Township'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, certain Township employees may be eligible to 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 Township 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.

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.

Note 9: PENSION PLANS (CONT'D)

General Information about the Pension Plans (Cont'd)

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.

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.

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

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.

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 19.75% 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 \$302,397.00, 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 \$283,870.00, which was paid on April 1, 2023.

Employee contributions to the Plan for the year ended December 31, 2023 were \$115,058.88.

Note 9: PENSION PLANS (CONT'D)

General Information about the Pension Plans (Cont'd)

Contributions (Cont'd)

Public Employees' Retirement System (Cont'd) - 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 .67% 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 \$10,220.00. 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 \$7,148.00.

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 37.13% 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 \$717,087.00, 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 \$714,639.00, which was paid on April 1, 2023.

Employee contributions to the Plan for the year ended December 31, 2023 were \$198,991.16.

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 6.49% 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 \$125,417.00, 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 \$139,356.00, 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, 2023, there were no employee and employer payments.

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 \$3,277,173.00. 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 .0226255767%, which was an increase of .0001149352% 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 (\$45,146.00). 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 \$283,870.00, 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 \$10,220.00. 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	\$ 5,951,722.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Employer	<u>1,096,674.00</u>
	<u>\$ 7,048,396.00</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 .0538676700%, which was a decrease of .0010811700% 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 .0538675600%, which was a decrease of .0010811600% 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 \$453,265.00. 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 \$714,639.00, 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 \$124,744.00. 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		
	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
Differences between Expected and Actual Experience	\$ 31,334.00	\$ 254,841.00	\$ 286,175.00	\$ 13,396.00	\$ 283,844.00	\$ 297,240.00
Changes of Assumptions	7,199.00	12,846.00	20,045.00	198,611.00	401,884.00	600,495.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	15,092.00	303,110.00	318,202.00	-	-	-
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions	574,620.00	327,141.00	901,761.00	436,823.00	269,783.00	706,606.00
Contributions Subsequent to the Measurement Date	151,199.00	358,544.00	509,743.00	-	-	-
	<u>\$ 779,444.00</u>	<u>\$ 1,256,482.00</u>	<u>\$ 2,035,926.00</u>	<u>\$ 648,830.00</u>	<u>\$ 955,511.00</u>	<u>\$ 1,604,341.00</u>

Deferred outflows of resources in the amounts of \$151,199.00 and \$358,544.00 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)

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 <u>Dec 31,</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
2024	\$ (239,943.00)	\$ (177,984.00)	\$ (417,927.00)
2025	(71,187.00)	(173,566.00)	(244,753.00)
2026	302,904.00	322,870.00	625,774.00
2027	(13,071.00)	(24,451.00)	(37,522.00)
2028	712.00	(2,198.00)	(1,486.00)
Thereafter	-	(2,244.00)	(2,244.00)
	<u>\$ (20,585.00)</u>	<u>\$ (57,573.00)</u>	<u>\$ (78,158.00)</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	\$ 4,266,182.00	\$ 3,277,173.00	\$ 2,435,396.00

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 <u>(6.00%)</u>	Current Discount Rate <u>(7.00%)</u>	1% Increase <u>(8.00%)</u>
Proportionate Share of the Net Pension Liability	\$ 8,292,682.00	\$ 5,951,722.00	\$ 4,002,261.00
State of New Jersey's Proportionate Share of Net Pension Liability	<u>1,528,023.00</u>	<u>1,096,674.00</u>	<u>737,463.00</u>
	<u>\$ 9,820,705.00</u>	<u>\$ 7,048,396.00</u>	<u>\$ 4,739,724.00</u>

Note 9: PENSION PLANS (CONT'D)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.

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)

	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	0.0226255767%	0.0225106415%	0.0176683574%	0.0210283004%	0.0236474467%
Proportionate Share of the Net Pension Liability	\$ 3,277,173.00	\$ 3,397,166.00	\$ 2,093,082.00	\$ 3,429,166.00	\$ 4,260,911.00
Covered Payroll (Plan Measurement Period)	\$ 1,629,624.00	\$ 1,659,016.00	\$ 1,294,804.00	\$ 1,510,248.00	\$ 1,680,452.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	201.10%	204.77%	161.65%	227.06%	253.56%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	65.23%	62.91%	70.33%	58.32%	56.27%
	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	0.0232440299%	0.0213794553%	0.0196803029%	0.0195117825%	0.0211891140%
Proportionate Share of the Net Pension Liability	\$ 4,576,634.00	\$ 5,046,631.00	\$ 5,828,741.00	\$ 4,380,004.00	\$ 3,967,182.00
Covered Payroll (Plan Measurement Period)	\$ 1,610,300.00	\$ 1,402,724.00	\$ 1,327,336.00	\$ 1,323,212.00	\$ 1,368,748.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	284.21%	359.77%	439.13%	331.01%	289.84%
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)*

	Year Ended December 31,				
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually Required Contribution	\$ 302,397.00	\$ 283,870.00	\$ 206,917.00	\$ 230,039.00	\$ 230,020.00
Contribution in Relation to the Contractually Required Contribution	(302,397.00)	(283,870.00)	(206,917.00)	(230,039.00)	(230,020.00)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll (Calendar Year)	\$ 1,530,778.00	\$ 1,626,780.00	\$ 1,605,903.00	\$ 1,339,971.00	\$ 1,480,467.00
Contributions as a Percentage of Covered Payroll	19.75%	17.45%	12.88%	17.17%	15.54%
	Year Ended December 31,				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 231,203.00	\$ 200,837.00	\$ 174,837.00	\$ 167,749.00	\$ 174,680.00
Contribution in Relation to the Contractually Required Contribution	(231,203.00)	(200,837.00)	(174,837.00)	(167,749.00)	(174,680.00)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll (Calendar Year)	\$ 1,611,276.00	\$ 1,639,265.00	\$ 1,443,710.00	\$ 1,330,866.00	\$ 1,467,675.00
Contributions as a Percentage of Covered Payroll	14.35%	12.25%	12.11%	12.60%	11.90%

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	0.0538676700%	0.0549488400%	0.0532847718%	0.0552526946%	0.0518140293%
Proportionate Share of the Net Pension Liability	\$ 5,951,722.00	\$ 6,289,640.00	\$ 3,894,665.00	\$ 7,139,377.00	\$ 6,340,907.00
State's Proportionate Share of the Net Pension Liability	1,096,674.00	1,119,372.00	1,095,374.00	1,107,999.00	1,001,241.00
Total	<u>\$ 7,048,396.00</u>	<u>\$ 7,409,012.00</u>	<u>\$ 4,990,039.00</u>	<u>\$ 8,247,376.00</u>	<u>\$ 7,342,148.00</u>
Covered Payroll (Plan Measurement Period)	\$ 1,962,456.00	\$ 1,958,128.00	\$ 1,867,904.00	\$ 1,906,488.00	\$ 1,792,536.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	303.28%	321.21%	208.50%	374.48%	353.74%
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	0.0519910384%	0.0482362821%	0.0505093213%	0.0552903406%	0.0495153387%
Proportionate Share of the Net Pension Liability	\$ 7,035,245.00	\$ 7,446,749.00	\$ 9,648,572.00	\$ 9,209,443.00	\$ 6,228,570.00
State's Proportionate Share of the Net Pension Liability	955,622.00	834,099.00	810,241.00	807,637.00	670,712.00
Total	<u>\$ 7,990,867.00</u>	<u>\$ 8,280,848.00</u>	<u>\$ 10,458,813.00</u>	<u>\$ 10,017,080.00</u>	<u>\$ 6,899,282.00</u>
Covered Payroll (Plan Measurement Period)	\$ 1,724,828.00	\$ 1,561,396.00	\$ 1,651,524.00	\$ 1,715,940.00	\$ 1,563,936.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	407.88%	476.93%	584.22%	536.70%	398.26%
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)*

	Year Ended December 31,				
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>
Contractually Required Contribution	\$ 717,087.00	\$ 714,639.00	\$ 621,015.00	\$ 617,267.00	\$ 523,379.00
Contribution in Relation to the Contractually Required Contribution	(717,087.00)	(714,639.00)	(621,015.00)	(617,267.00)	(523,379.00)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll (Calendar Year)	\$ 1,931,106.00	\$ 1,941,174.00	\$ 1,950,628.00	\$ 1,873,740.00	\$ 1,830,960.40
Contributions as a Percentage of Covered Payroll	37.13%	36.81%	31.84%	32.94%	28.58%
	Year Ended December 31,				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 508,289.00	\$ 426,900.00	\$ 411,823.00	\$ 449,428.00	\$ 380,312.00
Contribution in Relation to the Contractually Required Contribution	(508,289.00)	(426,900.00)	(411,823.00)	(449,428.00)	(380,312.00)
Contribution Deficiency (Excess)	\$ -	\$ -	\$ -	\$ -	\$ -
Covered Payroll (Calendar Year)	\$ 1,765,029.00	\$ 1,747,746.00	\$ 1,622,019.00	\$ 1,593,421.00	\$ 1,674,608.00
Contributions as a Percentage of Covered Payroll	28.80%	24.43%	25.39%	28.21%	22.71%

Note 9: PENSION PLANS (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: ON-BEHALF PAYMENTS FOR PENSION COSTS

Certain Waterford Township Free Public Library employees are members of the Public Employees' Retirement System (PERS), which is administered by the New Jersey Division of Pensions and Benefits. The Library participates in PERS as part of the Township of Waterford. The Township does not require the Library to pay any portion of required employer contributions.

Payments made by the Township of Waterford, on-behalf of the Library, for the Library's share of employer contributions during the year ended December 31, 2023 totaled \$18,347.14. Due to the basis of accounting described in note 1, revenues and expenses for this on-behalf payment have not been recorded in the financial statements of the Library.

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS**General Information about the State Health Benefit Local Government Retired Employees Plan**

Plan Description and Benefits Provided - The Township 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 Township 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.

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.

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**General Information about the State Health Benefit Local Government Retired Employees Plan (Cont'd)**

Plan Description and Benefits Provided (Cont'd) - 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.

Contributions - The funding policy for the OPEB plan is pay-as-you-go; therefore, there is no prefunding of the liability. However, due to premium rates being set prior to each calendar year, there is a minimal amount of net position available to cover benefits in future years. Contributions to pay for the health benefit premiums of participating employees in the OPEB plan are collected from the State of New Jersey, participating local employers, and retired members.

The Employer was billed monthly by the Plan and paid \$456,456.71, for the year ended December 31, 2023, representing 13.19% of the Employer's covered payroll. During the year ended December 31, 2023, retirees were not required to contribute to the Plan.

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 (\$64,264.00) for the year ended December 31, 2023, representing (1.86%) of the Employer's covered payroll.

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)
OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources

OPEB Liability - At December 31, 2023, the Employer's and State's proportionate share of the net OPEB liability were as follows:

Proportionate Share of Net OPEB Liability	\$ 12,666,870.00
State of New Jersey's Proportionate Share of Net OPEB Liability Associated with the Employer	<u>354,422.00</u>
	<u>\$ 13,021,292.00</u>

The net OPEB liability was measured as of June 30, 2023, and the total OPEB liability used to calculate the net OPEB liability was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023.

The Employer's proportion of the net OPEB liability was based on the ratio of the Plan members of an individual employer to the total members of the Plan's nonspecial funding situation during the measurement period July 1, 2022 through June 30, 2023. For the June 30, 2023 measurement date, the Employer's proportion was .084409%, which was an increase of .011000% from its proportion measured as of the June 30, 2022 measurement date.

The State's proportion of the net OPEB liability, on-behalf of the Employer was based on the ratio of the Plan members of an individual employer to the total members of the Plan's special funding situation during the measurement period July 1, 2022 through June 30, 2023. For the June 30, 2023 measurement date, the State's proportion on-behalf of the Employer was .010158%, which was a decrease of .002007% from its proportion measured as of the June 30, 2022 measurement date.

OPEB (Benefit) Expense - At December 31, 2023, the Employer's proportionate share of the OPEB (benefit) expense, calculated by the Plan as of the June 30, 2023 measurement date, is \$364,090.00. 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 made contributions to the Plan totaling \$456,456.71.

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

OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd)

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

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between Expected and Actual Experience	\$ 584,131.00	\$ 3,439,908.00
Changes of Assumptions	1,640,835.00	3,580,519.00
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	-	2,090.00
Changes in Proportion	5,313,678.00	509,739.00
Contributions Subsequent to the Measurement Date	228,105.96	-
	<u>\$ 7,766,749.96</u>	<u>\$ 7,532,256.00</u>

Deferred outflows of resources in the amount of \$228,105.96 will be included as a reduction of the Employer's net OPEB liability during the year ending December 31, 2024. The Employer will amortize the above other deferred outflows of resources and deferred inflows of resources related to the OPEB liability over the following number of years:

	<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			Net Difference between Projected and Actual Investment Earnings on OPEB Plan Investments		
Year of OPEB Plan Deferral:			Year of OPEB Plan Deferral:		
June 30, 2018	-	8.14	June 30, 2018	5.00	-
June 30, 2019	-	8.05	June 30, 2019	5.00	-
June 30, 2020	7.87	-	June 30, 2020	5.00	-
June 30, 2021	-	7.82	June 30, 2021	5.00	-
June 30, 2022	7.82	-	June 30, 2022	5.00	-
June 30, 2023	-	7.89	June 30, 2023	5.00	-
Changes of Assumptions			Changes in Proportion		
Year of OPEB Plan Deferral:			Year of OPEB Plan Deferral:		
June 30, 2017	-	8.04	June 30, 2017	8.04	8.04
June 30, 2018	-	8.14	June 30, 2018	8.14	8.14
June 30, 2019	-	8.05	June 30, 2019	8.05	8.05
June 30, 2020	7.87	-	June 30, 2020	7.87	7.87
June 30, 2021	7.82	-	June 30, 2021	7.82	7.82
June 30, 2022	-	7.82	June 30, 2022	7.82	7.82
June 30, 2023	7.89	-	June 30, 2023	7.89	7.89

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

OPEB Liability, OPEB (Benefit) Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources (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 the OPEB liability will be recognized in future periods as follows:

<u>Year Ending</u> <u>Dec. 31,</u>		
2024	\$	(665,994.00)
2025		(344,054.00)
2026		204,548.00
2027		658,030.00
2028		198,502.00
Thereafter		<u>(44,644.00)</u>
	<u>\$</u>	<u>6,388.00</u>

Actuarial Assumptions

The actuarial assumptions vary for each plan member depending on the pension plan in which the member is enrolled. The actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023, used the following actuarial assumptions, applied to all periods in the measurement:

Salary Increases *

PERS - Rates for all future years	2.75% to 6.55% based on years of service
PFRS - Rates for all future years	3.25% to 16.25% based on years of service

Mortality:

PERS - Pub-2010 General classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2021

PFRS - Pub-2010 Safety classification headcount weighted mortality with fully generational mortality improvement projections from the central year using Scale MP-2021

* salary increases are based on years of service within the respective Plan

Actuarial assumptions used in the valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2018 to June 30, 2021.

100% of active members are considered to participate in the Plan upon retirement.

Note 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Actuarial Assumptions (Cont'd)**

All of the Plan's investments are in the State of New Jersey Cash Management Fund (the "CMF"). The New Jersey Division of Investments manages the CMF, which is available on a voluntary basis for investment by State and certain non-State participants. The CMF is considered to be an investment trust fund as defined in GASB Statement No. 31, *Certain Investments and External Investment Pools*. The CMF invests in U.S. government and agency obligations, commercial paper, corporate obligations and certificates of deposit. Units of ownership in the CMF may be purchased or redeemed on any given business day (excluding State holidays) are the unit cost of value of \$1.00. Participant shares are valued on a fair value basis. The CMF pay interest to participants on a monthly basis.

Discount Rate - The discount rate used to measure the OPEB liability at June 30, 2023 was 3.65%. This represents the municipal bond return rate as chosen by the State. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Health Care Trend Assumptions - 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 (2.65%)	Current Discount Rate (3.65%)	1% Increase (4.65%)
Proportionate Share of the Net OPEB Liability	\$ 14,672,273.00	\$ 12,666,870.00	\$ 11,053,833.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Employer	410,534.00	354,422.00	309,289.00
	<u>\$ 15,082,807.00</u>	<u>\$ 13,021,292.00</u>	<u>\$ 11,363,122.00</u>

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

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:

	<u>1% Decrease</u>	<u>Healthcare Cost Trend Rate</u>	<u>1% Increase</u>
Proportionate Share of the Net OPEB Liability	\$ 10,765,349.00	\$ 12,666,870.00	\$ 15,101,398.00
State of New Jersey's Proportionate Share of the Net OPEB Liability Associated with the Employer	<u>301,217.00</u>	<u>354,422.00</u>	<u>422,541.00</u>
	<u>\$ 11,066,566.00</u>	<u>\$ 13,021,292.00</u>	<u>\$ 15,523,939.00</u>

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 11: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (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 Proportionate Share of the Net OPEB Liability (Last Seven Plan Years)

	Measurement Date Ended June 30,			
	<u>2023</u>	<u>2022</u>	<u>2021 (a)</u>	<u>2020</u>
Proportion of the Net OPEB Liability	0.084409%	0.073409%	0.073357%	0.048777%
Proportionate Share of the Net OPEB Liability	\$ 12,666,870.00	\$ 11,855,257.00	\$ 13,204,100.00	\$ 8,753,775.00
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	354,422.00	410,424.00	462,243.00	5,396,209.00
Total	<u>\$ 13,021,292.00</u>	<u>\$ 12,265,681.00</u>	<u>\$ 13,666,343.00</u>	<u>\$ 14,149,984.00</u>
Covered Payroll (Plan Measurement Period)	\$ 3,500,002.00	\$ 3,527,797.00	\$ 3,289,680.00	\$ 3,108,326.00
Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	361.91%	336.05%	401.38%	281.62%
Plan Fiduciary Net Position (Deficit) as a Percentage of the Total OPEB Liability	-0.79%	-0.36%	0.28%	0.91%
	Measurement Date Ended June 30,			
	<u>2019</u>	<u>2018</u>	<u>2017</u>	
Proportion of the Net OPEB Liability	0.046058%	0.050639%	0.050879%	
Proportionate Share of the Net OPEB Liability	\$ 6,239,050.00	\$ 7,933,475.00	\$ 10,387,371.00	
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	4,633,812.00	5,248,151.00	7,185,020.00	
Total	<u>\$ 10,872,862.00</u>	<u>\$ 13,181,626.00</u>	<u>\$ 17,572,391.00</u>	
Covered Payroll (Plan Measurement Period)	\$ 3,279,756.00	\$ 3,327,165.00	\$ 3,174,773.00	
Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	190.23%	238.45%	327.18%	
Plan Fiduciary Net Position (Deficit) 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)**Supplementary OPEB Information (Cont'd)*****Schedule of Contributions (Last Seven Years)***

	<u>Year Ended December 31,</u>			
	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Required Contributions	\$ 456,456.71	\$ 396,148.62	\$ 336,791.05	\$ 302,165.71
Actual Contributions in Relation to the Required Contribution	<u>(456,456.71)</u>	<u>(396,148.62)</u>	<u>(336,791.05)</u>	<u>(302,165.71)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 3,461,884.00	\$ 3,473,022.00	\$ 3,462,472.00	\$ 3,417,875.00
Contributions as a Percentage of Covered Payroll	13.19%	11.41%	9.73%	8.84%

	<u>Year Ended December 31,</u>		
	<u>2019</u>	<u>2018</u>	<u>2017</u>
Required Contributions	\$ 319,820.28	\$ 536,123.26	\$ 561,021.59
Actual Contributions in Relation to the Required Contribution	<u>(319,820.28)</u>	<u>(536,123.26)</u>	<u>(561,021.59)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 3,217,070.00	\$ 3,307,734.00	\$ 3,290,100.00
Contributions as a Percentage of Covered Payroll	9.94%	16.21%	17.05%

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 and update.

There were no changes to mortality projections.

Note 12: COMPENSATED ABSENCES**Police Officers**

Vacation Time - All full-time police officers are entitled to vacation time varying from 120 working hours per year in the first year of employment to 360 working hours per year after completing 20 years of service plus 12 hours for each year over 20 years. Vacation time can be carried forward for a period of one year only.

Sick time - All police officers are entitled to 120 paid sick hours per year. Sick hours not taken may accrue and be carried forward. For officers hired prior to January 1, 2013 this amount may not exceed 720 hours. Officers hired after January 1, 2013 may carry forward up to 420 sick hours. Hours earned and not taken which exceed the maximum are paid currently.

Compensatory time - All police officers are entitled to accumulate compensatory time in lieu of overtime in an amount not to exceed 200 hours.

Other Personnel

Vacation time - Full-time Township employees with at least one year of service are entitled to 11 to 31 vacation days per year depending on length of service. Unused vacation days not used during the year may be accumulated and carried forward for one year. Vacation days not used in the following year are not accumulated. Employees whose employment has terminated with the Township are entitled to be paid for unused vacation time from the current year and one-year prior.

Sick time - Full-time employees are entitled to fifteen paid sick leave days each year.

Compensatory time - Employees have the option of taking compensatory time in lieu of cash payments for overtime. The employee may carry up to 40 hours of compensatory time to the following year. Compensatory time over 40 hours at December 31 are paid to the employee the following January.

The Township does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2023, accrued benefits for compensated absences are valued at \$869,837.57

Note 13: DEFERRED COMPENSATION SALARY ACCOUNT

The Township 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 Township or its creditors. Since the Township does not have a fiduciary relationship with the Plan, the balances and activities of the Plan are not reported in the Township's financial statements.

Note 14: FINANCED PURCHASE OBLIGATIONS

The Township has entered into the following agreements which meet the requirements of financed purchases under the provisions of GASB Statement No. 87, *Leases*.

Vehicles - As of December 31, 2023, the Township is financing three (3) 2021 Dodge Chargers with a total cost of \$101,695.02. The yearly payments are variable in nature. The agreement is for a term of three (3) years with a variable interest rate. The final maturity of the financed purchase is January 25, 2024.

The Township is also financing an additional three (3) 2021 Dodge Chargers with a total cost of \$101,694.99. The yearly payments are variable in nature. The agreement is for a term of three (3) years with a variable interest rate. The final maturity of the financed purchase is May 28, 2024.

The following is an analysis of the financed purchase obligation liability at December 31, 2023:

<u>Description</u>	<u>Balance at December 31,</u>	
	<u>2023</u>	<u>2022</u>
Vehicles	<u>\$ 18,170.94</u>	<u>\$ 88,443.49</u>

The following schedule represents the remaining future minimum payments under the financed purchase obligations, and the present value of the net minimum payments as of December 31, 2023:

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	<u>\$ 18,170.94</u>	<u>\$ 248.16</u>	<u>\$ 18,419.10</u>

Under the provisions of GASB 87, for the year ended December 31, 2023, the Township would have reported assets in the amount of \$203,390.01 and a financed purchase obligation in the amount of \$18,170.94. In addition, for the year ended December 31, 2023, the Township would have recognized a reduction of the financed purchase obligation of \$70,272.55 and interest expense of \$3,403.85.

As a result of the regulatory basis of accounting previously described in note 1, the above noted cost of the assets, along with the financed purchase obligation liability, have not been recorded on the Statements of Assets, Liabilities, Reserves and Fund Balance - Regulatory Basis of the current fund, instead, the annual payment of the financed purchase obligation of \$70,272.55 were budgeted and paid from the current fund. In addition, the assets have been recorded in the general fixed asset group of accounts at historical cost at the inception of each finance purchase agreement.

Note 15: CAPITAL DEBT

General Improvement Bonds

Water/Sewer Improvement Bonds, Series 2010 - On June 10, 2010, the Township issued \$636,000.00 of water/sewer improvement bonds, with interest rates ranging from 3.000% to 3.750%. The purpose of the bonds is to permanently fund various capital ordinances, specifically 2005-12, 2005-16, 2005-17, 2007-13, 2007-17, 2008-02, 2008-03, 2008-09 and 2009-14. The final maturity of the bonds is July 15, 2024.

General and Water/Sewer Improvement Bonds, Series 2015 - On September 16, 2015, the Township issued \$3,724,000.00 in general improvement bonds and \$1,286,000.00 of water/sewer improvement bonds, with interest rates ranging from 2.000% to 3.000%. The purpose of the bonds is to permanently fund various capital ordinances, specifically 2005-112, 2005-16, 2005-17, 2007-13, 2007-17, 2008-02, 2008-03, 2008-09 and 2009-14. The final maturity of the bonds is May 15, 2030.

General and Water/Sewer Improvement Bonds, Series 2020 - On October 29, 2020, the Township issued \$3,003,000.00 in general improvement bonds and \$435,000.00 of water/sewer improvement bonds, with interest rates ranging from 1.000% to 2.000%. The purpose of the bonds is to permanently fund various capital ordinances, specifically 2016-02, 2016-12, 2016-14, 2017-18, 2017-19, 2018-06, 2018-20, 2020-07 and 2020-08. The final maturity of the bonds is November 15, 2031.

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

<u>Year</u>	<u>General</u>		<u>Water/Sewer Utility</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2024	\$ 655,000.00	\$ 74,987.51	\$ 246,000.00	\$ 28,200.00	\$ 1,004,187.51
2025	660,000.00	62,962.51	140,000.00	21,325.00	884,287.51
2026	665,000.00	49,150.00	140,000.00	18,000.00	872,150.00
2027	670,000.00	34,450.00	140,000.00	14,500.00	858,950.00
2028	305,000.00	24,400.00	140,000.00	10,900.00	480,300.00
2029-2031	915,000.00	36,600.00	330,000.00	11,300.00	1,292,900.00
	<u>\$ 3,870,000.00</u>	<u>\$ 282,550.02</u>	<u>\$ 1,136,000.00</u>	<u>\$ 104,225.00</u>	<u>\$ 5,392,775.02</u>

Note 15: CAPITAL DEBT (CONT'D)**General Debt - Camden County Improvement Authority Loans**

On April 14, 2016, the Township entered into a loan agreement with the Camden County Improvement Authority to provide \$3,750,000.00, at interest rates varying from 3.00% to 5.00%. The proceeds were used to fund the construction of a public safety building. Annual debt payments are due March 15th with a final maturity of March 15, 2036.

The following schedule represents the remaining debt service, through maturity, for the Camden County Improvement Loans:

<u>Year</u>	<u>General</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 170,000.00	\$ 105,272.50	\$ 275,272.50
2025	180,000.00	98,222.50	278,222.50
2026	190,000.00	88,972.50	278,972.50
2027	200,000.00	79,222.50	279,222.50
2028	210,000.00	68,972.50	278,972.50
2029-2033	1,150,000.00	231,510.66	1,381,510.66
2034-2036	790,000.00	41,840.63	831,840.63
	<u>\$ 2,890,000.00</u>	<u>\$ 714,013.79</u>	<u>\$ 3,604,013.79</u>

General Debt – USDA Loan

On November 1, 2019, the Township entered into a loan agreement with the United States Department of Agriculture to provide \$2,479,000.00, at an interest rate 2.75%. The proceeds were used to fund various water/sewer utility projects. Debt payments are due May 15th and November 15th with a final the maturity on May 15, 2059.

The following schedule represents the remaining debt service, through maturity, for the USDA Loan:

<u>Year</u>	<u>Water/Sewer Utility</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$ 39,177.05	\$ 63,404.95	\$ 102,582.00
2025	40,261.83	62,320.17	102,582.00
2026	41,376.64	61,205.36	102,582.00
2027	42,522.32	60,059.68	102,582.00
2028	43,699.72	58,882.28	102,582.00
2029-2033	237,332.83	275,577.17	512,910.00
2034-2038	272,061.10	240,848.90	512,910.00
2039-2043	311,871.11	201,038.89	512,910.00
2044-2048	357,506.39	155,403.61	512,910.00
2049-2053	409,819.37	103,090.63	512,910.00
2054-2058	469,787.17	43,122.83	512,910.00
2059	49,646.44	686.76	50,333.20
	<u>\$ 2,315,061.97</u>	<u>\$ 1,325,641.23</u>	<u>\$ 3,640,703.20</u>

Note 15: CAPITAL DEBT (CONT'D)

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

	<u>2023</u>	<u>2022</u>	<u>2021</u>
<u>Issued</u>			
General:			
Bonds, Loans and Notes	\$ 11,108,000.00	\$ 11,227,375.00	\$ 11,356,911.13
Water/Sewer Utility:			
Bonds and Notes	<u>3,526,361.97</u>	<u>3,799,483.47</u>	<u>4,104,747.45</u>
Total Issued	<u>14,634,361.97</u>	<u>15,026,858.47</u>	<u>15,461,658.58</u>
<u>Authorized but not Issued</u>			
General:			
Bonds and Notes	1,480,400.00	1,176,400.00	376,400.00
Water/Sewer Utility:			
Bonds and Notes	<u>8,700.00</u>	<u>8,700.00</u>	<u>8,700.00</u>
Total Authorized but not Issued	<u>1,489,100.00</u>	<u>1,185,100.00</u>	<u>385,100.00</u>
Total Issued and Authorized but not Issued	<u>16,123,461.97</u>	<u>16,211,958.47</u>	<u>15,846,758.58</u>
<u>Deductions</u>			
Funds Temporarily Held to Pay Debt	112,828.05	157,828.05	157,828.05
Self-Liquidating	<u>3,535,061.97</u>	<u>3,808,183.47</u>	<u>4,113,447.45</u>
Total Deductions	<u>3,647,890.02</u>	<u>3,966,011.52</u>	<u>4,271,275.50</u>
Net Debt	<u>\$ 12,475,571.95</u>	<u>\$ 12,245,946.95</u>	<u>\$ 11,575,483.08</u>

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 1.282%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Water/Sewer Utility	\$ 3,535,061.97	\$ 3,535,061.97	
General	<u>12,588,400.00</u>	<u>112,828.05</u>	\$ 12,475,571.95
	<u>\$ 16,123,461.97</u>	<u>\$ 3,647,890.02</u>	<u>\$ 12,475,571.95</u>

Net debt \$12,475,571.95 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$972,932,961.33, equals 1.282%.

Note 15: CAPITAL DEBT (CONT'D)

Summary of Statutory Debt Condition - Annual Debt Statement

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 34,052,653.65
Less: Net Debt	<u>12,475,571.95</u>
Remaining Borrowing Power	<u><u>\$ 21,577,081.70</u></u>

**Calculation of "Self-Liquidating Purpose,"
Water/Sewer 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	\$ 1,720,526.25
Deductions:	
Operating and Maintenance Costs	\$ 948,698.00
Debt Service	<u>372,188.57</u>
Total Deductions	<u>1,320,886.57</u>
Excess in Revenue	<u><u>\$ 399,639.68</u></u>

The forgoing information is in agreement with the Annual Debt Statement filed by the Chief Financial Officer.

Note 16: SCHOOL TAXES

The Waterford Township Local School 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:

	<u>Balance December 31,</u>	
	<u>2023</u>	<u>2022</u>
Balance of Tax	\$ 7,533,663.71	\$ 7,314,235.19
Deferred	<u>4,200,000.00</u>	<u>4,200,000.00</u>
	<u><u>\$ 3,333,663.71</u></u>	<u><u>\$ 3,114,235.19</u></u>

Note 17: RISK MANAGEMENT

The Township 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.

Joint Insurance Pool - The Township of Waterford is a member of the Atlantic County Insurance Joint Insurance Fund. The Fund provides its members with the following coverage:

- Workers' Compensation and Employer's Liability
- Liability other than Motor Vehicles
- Property Damage other than Motor Vehicles
- Motor Vehicles

Note 17: RISK MANAGEMENT (CONT'D)

The following coverages are provided to the Fund's member local units by their membership in the Municipal Excess Liability Joint Insurance Fund (MEL):

Public Employee Dishonesty
Workers' Compensation
Employer's Liability
Public Officials Liability
Employment Practices Liability
Property - Blanket Building and Grounds
Boiler and Machinery
General and Automobile Liability
Crime and Excess Crime

Contributions to the Fund, including a reserve for contingencies, are payable in two installments and 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 Township's agreement with the Pool provides that the Pool will be self-sustaining through member premiums and will reinsure through the Municipal Excess Liability Joint Insurance Fund, which is an insurance pool formed by all the other joint insurance funds.

For more information regarding claims, coverages and deductibles, the Fund publishes its own financial report which can be obtained from:

Atlantic County Municipal Joint Insurance Fund
P.O. Box 488
Marlton, New Jersey 08053

Note 18: 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 Township expects such amount, if any, to be immaterial.

Litigation - The Township is a defendant in several legal proceedings that are in various stages of litigation. It is believed that the outcome, or exposure to the Township, from such litigation is either unknown or potential losses, if any, would not be material to the financial statements.

Note 19: CONCENTRATIONS

The Township 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 Township is subject to changes in specific flows of intergovernmental revenues based on modifications to federal and State laws and federal and State appropriations.

Note 20: SUBSEQUENT EVENTS

Authorization of Debt - Subsequent to December 31, the Township authorized additional bonds and notes as follows:

<u>Purpose</u>	<u>Date Adopted</u>	<u>Authorization</u>
Bonds & Notes:		
General Capital:		
Acquisition of Equipment and Various Improvements in and for the Township of Waterford	08-14-24	\$ 1,397,011.00
Water & Sewer Capital:		
Various Improvements to Sewer Utility System	04-24-24	1,100,000.00
Acquisition of Equipment and Various Improvements in and for the Township of Waterford	08-14-24	1,235,000.00

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS

CURRENT FUND

TOWNSHIP OF WATERFORD
CURRENT FUND
Statement of Current Cash
Per N.J.S.A.40A:5-5--Chief Financial Officer
For the Year Ended December 31, 2023

	<u>Current Fund</u>	<u>Federal and State Grant Fund</u>
Balance Dec. 31, 2022	\$ 7,939,488.59	\$ 656,754.04
Increased by Receipts:		
Received from Collector	\$ 30,234,280.02	
Revenue Accounts Receivable	787,725.62	
Due from State of New Jersey, Ch. 20, P.L. 1971	81,318.75	
Miscellaneous Revenue not Anticipated	274,955.69	
Energy Receipts Tax	1,124,661.69	
BOE SRO Agreement	125,226.00	
Shared Services: Gibbsboro Court	25,745.85	
Garden State Preservation Trust Fund	231,184.00	
Cable TV Franchise Fees	145,121.46	
Reserve for Sale of Municipal Assets	141.00	
Reserve for Municipal Relief Fund	116,503.30	
2023 Appropriation Refunds	337,767.81	
2022 Appropriation Reserve Refunds	6,591.76	
Due State of New Jersey:		
State Training Fees	10,976.00	
Due Trust Other Fund -- Chief Financial Officer	264,950.96	
Due Federal and State Grant Fund	330,800.42	
Due Water & Sewer Utility Operating Fund	251,945.19	
Grants Receivable		\$ 624,547.06
Reserve for Grants Appropriated		850.00
Contra	<u>4,420,495.88</u>	
	<u>38,770,391.40</u>	<u>625,397.06</u>
	46,709,879.99	1,282,151.10
Decreased by Disbursements:		
2023 Appropriations	11,214,349.19	
2022 Appropriation Reserves	233,216.95	
County Taxes Payable	6,657,762.75	
Due County for Added and Omitted Taxes	9,917.58	
Local School Taxes Payable	14,847,993.48	
Due State of New Jersey:		
State Training Fees	7,491.00	
Reserve for Grants Appropriated		157,329.00
Reserve for Encumbrances		33,790.00
Contracts Payable		241,660.00
Accounts Payable	3,645.00	
Due Trust Other Fund	276,490.84	
Due Water & Sewer Operating Fund	50,099.92	
Due Current Fund		330,800.42
Contra	<u>4,420,495.88</u>	
	<u>37,721,462.59</u>	<u>763,579.42</u>
Balance Dec. 31, 2023	<u>\$ 8,988,417.40</u>	<u>\$ 518,571.68</u>

TOWNSHIP OF WATERFORD
CURRENT FUND
Statement of Current Cash
Per N.J.S.A.40A:5-5--Collector
For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$	51,824.63
Increased by Receipts:			
Taxes Receivable	\$ 29,924,008.00		
Tax Title Liens	65,738.60		
Prepaid Taxes	216,018.79		
Tax Overpayments	11,235.43		
Revenue Accounts Receivable	51,449.92		
Due CCMUA	62,958.93		
Miscellaneous Revenue not Anticipated	8,994.56		
Contra	<u>17,578.93</u>		
			<u>30,357,983.16</u>
			30,409,807.79
Decreased by Disbursements:			
Payments to Chief Financial Officer	30,234,280.02		
Due CCMUA	62,958.93		
Contra	<u>17,578.93</u>		
			<u>30,314,817.88</u>
Balance Dec. 31, 2023		\$	<u><u>94,989.91</u></u>

TOWNSHIP OF WATERFORD
CURRENT FUND
Schedule of Change Funds
As of December 31, 2023

<u>Office</u>	<u>Amount</u>
Tax Collector	\$ 100.00
Municipal Clerk	75.00
Police Department	20.00
Municipal Court	200.00
	\$ 395.00

CURRENT FUND
Statement of Due From State of New Jersey CH. 20, P.L. 1971
For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 2,858.72
Increased by:		
2023 Senior Citizens' and Veterans' Deductions per Tax Billing	\$ 83,000.00	
2023 Senior Citizens' and Veterans' Deductions Allowed by Collector	3,500.00	
		\$ 86,500.00
Less:		
2023 Senior Citizens' and Veterans' Deductions Disallowed by Collector		1,250.00
Operations -- Prior Years Senior Citizens' and Veterans' Deductions Disallowed by Collector		2,750.00
		82,500.00
		85,358.72
Decreased by:		
Collections		81,318.75
Balance Dec. 31, 2023		\$ 4,039.97

TOWNSHIP OF WATERFORD
CURRENT FUND

Statement of Taxes Receivable and Analysis of Property Tax Levy
For the Year Ended December 31, 2023

Year	Balance Dec. 31, 2022	2023 Levy	Added Taxes	Collections		Due from State of New Jersey	Appeals	Canceled	Overpayments Applied	Transferred to Tax Title Liens	Balance Dec. 31, 2023
				2022	2023						
2021	\$ 2,017.88		\$ 14,122.08	\$	2,014.81				\$ 3.07		
2022	409,827.93				411,791.82				12,158.19		
	411,845.81	-	14,122.08	-	413,806.63	-	-	-	-	12,161.26	-
2023	-	\$ 30,497,832.25	3,743.86	\$ 329,182.15	29,510,201.37	\$ 85,250.00	\$ 6,767.78	\$ 30,582.49	\$ 12,427.43	46,057.10	\$ 481,107.79
	\$ 411,845.81	\$ 30,497,832.25	\$ 17,865.94	\$ 329,182.15	\$ 29,924,008.00	\$ 85,250.00	\$ 6,767.78	\$ 30,582.49	\$ 12,427.43	\$ 58,218.36	\$ 481,107.79

Analysis of 2023 Property Tax Levy

Tax Yield	
General Purpose Tax	\$ 30,450,691.24
Added / Omitted Taxes	47,141.01
	<u>\$ 30,497,832.25</u>

Tax Levy	
Local District School Tax	
County Taxes:	\$ 15,067,422.00
County Tax	6,461,331.34
Open Space Tax	196,431.41
County for Added and Omitted Taxes	10,422.15

Total County Taxes	6,668,184.90
Local Tax for Municipal Purposes	8,392,723.31
Minimum Tax for Library Purposes	327,204.48
Add: Additional Tax Levied	5,578.70
Add: Added and Omitted Tax	36,718.86

Local Tax for Municipal Purposes Levied	8,762,225.35
	<u>\$ 30,497,832.25</u>

14500

Exhibit SA-6

TOWNSHIP OF WATERFORD
CURRENT FUND
Statement of Tax Title Liens Receivable
For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 528,156.06
Increased by:		
Transfers from Taxes Receivable	\$ 58,218.36	
Interest and Costs on Taxes	432.72	
	<u>58,651.08</u>	
Transfers from Taxes Receivable		<u>58,651.08</u>
Decreased by:		
Receipts - Collector		<u>65,738.60</u>
		586,807.14
Balance Dec. 31, 2023		<u><u>\$ 521,068.54</u></u>

Exhibit SA-7

CURRENT FUND
Statement of Reserve for Municipal Relief Aid
For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 58,263.98
Increased by:		
Receipts		<u>116,503.30</u>
		174,767.28
Decreased by:		
Revenue Anticipated in the Budget		<u>58,263.98</u>
		116,503.30
Balance Dec. 31, 2023		<u><u>\$ 116,503.30</u></u>

**TOWNSHIP OF WATERFORD
CURRENT FUND**

Statement of Revenue Account Receivable
For the Year Ended December 31, 2023

	Balance Dec. 31, 2022	Accrued in 2023	Chief Financial Officer	Collected by Tax Collector	Due from General Capital Fund	Balance Dec. 31, 2023
Clerk:						
Licenses:						
Alcoholic Beverages		\$ 6,820.00	\$ 6,820.00			
Other		31,748.00	31,748.00			
Fees and Permits -- Other:						
Clerk		21,684.84	21,684.84			
Planning Board		1,295.00	1,295.00			
Zoning Board		6,670.00	6,670.00			
Police Department		22,146.01	22,146.01			
Property Maintenance		4,650.00	4,650.00			
Property Registrations		13,500.00	13,500.00			
Rental Registrations		2,040.00	2,040.00			
Municipal Searches		10.00	10.00			
Uniform Construction Code Fees		151,827.00	151,827.00			
Municipal Court Fines and Costs	\$ 4,910.47	92,767.84	88,363.73			\$ 9,314.58
Interest and Costs on Taxes		112,645.66	61,195.74	\$ 51,449.92		
Interest on Investments:						
Current Fund		375,775.30	375,775.30			
General Capital Fund		1,948.85			\$ 1,948.85	
	\$ 4,910.47	\$ 845,528.50	\$ 787,725.62	\$ 51,449.92	\$ 1,948.85	\$ 9,314.58

TOWNSHIP OF WATERFORD
CURRENT FUND
Statement of 2022 Appropriation Reserves
For the Year Ended December 31, 2023

	Balance Dec. 31, 2022		Balance After Modification	Decreased	Balance Lapsed
	Encumbered	Reserved			
OPERATIONS--WITHIN "CAPS"					
GENERAL GOVERNMENT FUNCTIONS					
General Administration					
Salaries and Wages		\$ 12,784.01	\$ 12,784.01	\$ 0.10	\$ 12,783.91
Other Expenses	\$ 533.61	27,048.27	27,581.88	699.75	26,882.13
Township Committee					
Salaries and Wages		999.00	999.00		999.00
Other Expenses	310.00	1,830.35	2,140.35	2,140.35	
Municipal Clerk					
Salaries and Wages		2,578.04	2,578.04		2,578.04
Other Expenses	891.95	4,302.75	5,194.70	1,006.31	4,188.39
Elections					
Salaries and Wages		17.50	17.50		17.50
Other Expenses		787.15	787.15		787.15
Financial Administration					
Salaries and Wages		15,477.28	15,477.28		15,477.28
Other Expenses	1,650.36	11,719.85	13,370.21	4,046.69	9,323.52
Audit Services					
Other Expenses		130.00	130.00		130.00
Collection of Taxes					
Salaries and Wages		6,198.17	6,198.17		6,198.17
Other Expenses	171.73	8,625.36	8,797.09	171.73	8,625.36
Assessment of Taxes					
Salaries and Wages		3,299.96	3,299.96		3,299.96
Other Expenses	211.41	3,044.60	3,256.01	211.41	3,044.60
Legal Services and Costs					
Other Expenses		23,923.77	22,423.77	1,809.00	20,614.77
Engineering Services and Costs					
Other Expenses	1,195.00	17,207.50	19,902.50	19,802.15	100.35
Municipal Court					
Salaries and Wages		592.77	592.77		592.77
Other Expenses	332.00	4,247.98	4,579.98	332.00	4,247.98
Land Use Administration					
Municipal Land Use Law (N.J.S.A.40:55D-1):					
Planning & Zoning Boards					
Salaries and Wages		15,567.03	15,567.03		15,567.03
Other Expenses	1,971.73	6,984.22	8,955.95	8,918.63	37.32
Economic Development Committee					
Other Expenses		18,831.90	18,831.90		18,831.90
INSURANCE					
Unemployment Compensation Insurance		5,038.02	5,038.02		5,038.02
Other Insurance		9,783.03	9,783.03		9,783.03
Workers Compensation Insurance		34,808.56	34,808.56		34,808.56
Group Insurance for Employees	10,041.36	96,704.06	106,745.42	10,041.36	96,704.06
Health Benefit Waiver		13,261.05	13,261.05		13,261.05
PUBLIC SAFETY FUNCTIONS					
Police					
Salaries and Wages		77,845.46	77,845.46		77,845.46
Other Expenses	11,304.81	28,457.85	39,762.66	14,935.60	24,827.06
Leases -- Police Vehicles		22,463.30	22,463.30	12,279.40	10,183.90
Fire Hydrant Services		3,295.00	3,295.00		3,295.00
Demolition of Buildings					
Other Expenses		17,360.31	17,360.31		17,360.31
Aid to Volunteer Ambulance Association					
Other Expenses		15,050.00	15,050.00	15,000.00	50.00

(Continued)

**TOWNSHIP OF WATERFORD
CURRENT FUND
Statement of 2022 Appropriation Reserves
For the Year Ended December 31, 2023**

	Balance Dec. 31, 2022		Balance After Modification	Decreased	Balance Lapsed
	Encumbered	Reserved			
<u>OPERATIONS--WITHIN "CAPS" (CONT'D)</u>					
<u>PUBLIC SAFETY FUNCTIONS (CONT'D)</u>					
Fire					
Other Expenses	\$ 31,670.42	\$ 18,445.95	\$ 50,116.37	\$ 30,046.25	\$ 20,070.12
Municipal Prosecutor					
Other Expenses		0.04	0.04		0.04
<u>PUBLIC WORKS FUNCTIONS</u>					
Office of Emergency Management					
Other Expenses		2,149.00	2,149.00		2,149.00
Road Repairs and Maintenance					
Salaries and Wages		54,775.41	54,775.41		54,775.41
Other Expenses	6,400.39	57,327.93	63,728.32	9,336.10	54,392.22
Snow Removal					
Salaries and Wages		12,322.50	12,322.50		12,322.50
Other Expenses		44,394.38	44,394.38		44,394.38
Recycling					
Collection - Contractual		892.20	892.20		892.20
Public Buildings and Grounds					
Other Expenses	5,798.83	40,767.32	46,566.15	6,972.18	39,593.97
Municipal Garage					
Salaries and Wages		1,403.25	1,403.25		1,403.25
Other Expenses	30,411.90	19,507.00	45,918.90	29,233.74	16,685.16
<u>HEALTH AND HUMAN SERVICES</u>					
Environmental Commission					
Other Expenses		700.00	700.00		700.00
Dog Regulation					
Other Expenses		250.00	4,250.00	4,055.00	195.00
Board of Health					
Other Expenses		500.00	500.00		500.00
<u>PARK AND RECREATION FUNCTIONS</u>					
Parks and Playgrounds					
Salaries and Wages		3,058.16	3,058.16		3,058.16
Senior Citizens Activity					
Other Expenses		3,670.90	3,670.90	2,500.00	1,170.90
Celebration of Public Event, Anniversary or Holiday					
Other Expenses	364.95	4,333.98	4,698.93		4,698.93
Safety Projects	2,241.25	1,408.75	3,650.00	2,241.25	1,408.75
<u>State Uniform Construction Code Appropriations</u>					
<u>Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17)</u>					
Construction Official					
Salaries and Wages		3,190.02	3,190.02	443.83	2,746.19
Other Expenses	216.87	3,566.01	3,782.88	216.87	3,566.01
<u>Unclassified</u>					
Utilities:					
Electricity		25,787.47	25,787.47		25,787.47
Street Lighting		17,808.91	17,808.91		17,808.91
Telephone and Telegraph	2,971.34	5,504.96	8,476.30	2,971.34	5,504.96
Water		2,895.80	2,895.80		2,895.80
Natural Gas		3,543.15	3,543.15	340.49	3,202.66
Sewerage Processing and Disposal		3,687.53	3,687.53		3,687.53
Gasoline	18,279.25	4,118.93	22,398.18	18,995.39	3,402.79
Heating Oil		5,000.00	5,000.00		5,000.00
Solid Waste Disposal Fees	22,475.29	101,554.27	124,029.56	22,475.29	101,554.27
Accumulated Leave		20,000.00	20,000.00		20,000.00
Total Operations --within "CAPS"	149,444.45	972,827.92	1,122,272.37	221,222.21	901,050.16

(Continued)

TOWNSHIP OF WATERFORD
CURRENT FUND
Statement of 2022 Appropriation Reserves
For the Year Ended December 31, 2023

	Balance Dec. 31, 2022		Balance After Modification	Decreased	Balance Lapsed
	<u>Encumbered</u>	<u>Reserved</u>			
<u>DEFERRED CHARGES AND STATUTORY EXPENDITURES --MUNICIPAL--WITHIN "CAPS"</u>					
Statutory Expenditures:					
Social Security System (O.A.S.I.)		\$ 28,497.60	\$ 28,497.60		\$ 28,497.60
Police and Firemen's Retirement System		1,778.28	1,778.28		1,778.28
Defined Contribution Retirement Program		1,787.28	1,787.28		1,787.28
		<u> </u>	<u> </u>		<u> </u>
Total Deferred Charges and Statutory Expenditures --Within "CAPS"	-	32,063.16	32,063.16	-	32,063.16
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>					
Solid Waste Disposal Fees					
Recycling Tax	\$ 6,620.05	4,473.79	11,093.84	\$ 6,620.05	4,473.79
Berlin Borough Contractual Fire Investigation Services					
Other Expenses		3,000.00	3,000.00		3,000.00
Maintenance of Free Public Library					
Contribution		147.46	147.46		147.46
Washington Twp Schools					
Police - School Resource Officers	99.98	62,001.47	62,101.45	99.98	62,001.47
Gibbsboro					
Court Administrator		9,519.13	9,519.13		9,519.13
		<u> </u>	<u> </u>		<u> </u>
Total Operations Excluded from "CAPS"	6,720.03	79,141.85	85,861.88	6,720.03	79,141.85
	<u>\$ 156,164.48</u>	<u>\$ 1,084,032.93</u>	<u>\$ 1,240,197.41</u>	<u>\$ 227,942.24</u>	<u>\$ 1,012,255.17</u>
Disbursed				\$ 233,216.95	
Reimbursements				(6,591.76)	
Transferred to Accounts Payable				1,317.05	
				<u>\$ 227,942.24</u>	

TOWNSHIP OF WATERFORD
CURRENT FUND
 Statement of Accounts Payable
 For the Year Ended December 31, 2023

Balance Dec. 31, 2022	\$	4,200.00
Increased by:		
Transferred from 2022 Appropriation Reserves		1,317.05
		5,517.05
Decreased by:		
Disbursements		3,645.00
Balance Dec. 31, 2023	\$	1,872.05

Exhibit SA-11

CURRENT FUND
 Statement of Prepaid Taxes
 For the Year Ended December 31, 2023

Balance Dec. 31, 2022 (2023 Taxes)	\$	329,182.15
Increased by:		
Receipts - Collector - 2024 Taxes		216,018.79
		545,200.94
Decreased by:		
Application to 2023 Taxes Receivable		329,182.15
Balance Dec. 31, 2023 (2024 Taxes)	\$	216,018.79

Exhibit SA-12

CURRENT FUND
 Statement of Tax Overpayments
 For the Year Ended December 31, 2023

Balance Dec. 31, 2022	\$	1,192.00
Increased by:		
Receipts - Collector		11,235.43
		12,427.43
Decreased by:		
Application to Taxes Receivable		12,427.43
Balance Dec. 31, 2023		-

14500

Exhibit SA-13

TOWNSHIP OF WATERFORD
CURRENT FUND
Statement of Due to State of New Jersey
Uniform Construction Code--State Training Fees
For the Year Ended December 31, 2023

Balance Dec. 31, 2022	\$ 2,471.00
Increased by:	
Collections	<u>10,976.00</u>
	13,447.00
Decreased by:	
Payments	<u>7,491.00</u>
Balance Dec. 31, 2023	<u><u>\$ 5,956.00</u></u>

TOWNSHIP OF WATERFORD
CURRENT FUND
 Statement of Due County for Added and Omitted Taxes
 For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 9,917.58
Increased by:		
County Share of Added and Omitted Taxes		<u>10,422.15</u>
		20,339.73
Decreased by:		
Payments		<u>9,917.58</u>
Balance Dec. 31, 2023		<u><u>\$ 10,422.15</u></u>

CURRENT FUND
 Statement of Local District School Tax
 For the Year Ended December 31, 2023

Balance Dec. 31, 2022:		
School Tax Payable	\$ 3,114,235.19	
School Tax Deferred	<u>4,200,000.00</u>	
		\$ 7,314,235.19
Increased by:		
Levy--School Year July 1, 2023 to June 30, 2024		<u>15,067,422.00</u>
		22,381,657.19
Decreased by:		
Payments		<u>14,847,993.48</u>
Balance Dec. 31, 2023:		
School Tax Payable	3,333,663.71	
School Tax Deferred	<u>4,200,000.00</u>	
		<u><u>\$ 7,533,663.71</u></u>
2023 Liability for Local District School Tax:		
Tax Paid		\$ 14,847,993.48
Tax Payable Dec. 31, 2023		<u>3,333,663.71</u>
		18,181,657.19
Less: Tax Payable Dec. 31, 2022		<u>3,114,235.19</u>
Amount Charged to 2023 Operations		<u><u>\$ 15,067,422.00</u></u>

TOWNSHIP OF WATERFORD
FEDERAL AND STATE GRANT FUND
Statement of Grants Receivable
For the Year Ended December 31, 2023

<u>Program</u>	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Accrued</u>	<u>Received</u>	<u>Balance</u> <u>Dec. 31, 2023</u>
Federal:				
Department of Environmental Protection - Wildfire	\$ 5,000.00			\$ 5,000.00
Federal Bullet Proof Vest Partnership	7,354.40			7,354.40
Community Development Block Grant - Senior Center	60,750.00	\$ 94,925.00	\$ 60,750.00	94,925.00
Total Federal Grants	73,104.40	94,925.00	60,750.00	107,279.40
State:				
NJDOT - Maple Avenue	69,023.62			69,023.62
NJDOT - Dayton Avenue	68,592.50	229,057.00	218,319.49	79,330.01
NJDOT - Clifford Avenue and School House Lane	276,820.00		207,615.00	69,205.00
NJDOT - Stevens Ave & Church Street		226,280.00		226,280.00
Clean Communities Grant		30,677.50	30,677.50	
Alcohol Education and Rehabilitation		12,297.95	12,297.95	
Drunk Driving Enforcement Grant		2,500.00		2,500.00
Municipal Alliance on Alcoholism and Drug Abuse	12,295.72			12,295.72
Safe and Secure Communities Program		29,610.00	29,610.00	
Recycling Tonnage Grant		10,968.02	9,439.96	1,528.06
NJ Body Worn Camera Assistance Grant	57,064.00			57,064.00
Sustainable New Jersey Grant		20,180.00		20,180.00
Stormwater Assistance Grant		15,000.00	15,000.00	
Lead Grant Assistance Program		3,200.00	3,200.00	
Body Armor Replacement Grant		1,843.75	1,843.75	
Total State Grants	483,795.84	581,614.22	528,003.65	537,406.41
Local:				
Opioid Settlement Funds		21,864.41	21,864.41	
Waterford Recreation Complex	275.00			275.00
County Open Space Preservation Grant - Recreation	25,000.00	25,000.00	13,929.00	36,071.00
Total Local Grants	25,275.00	46,864.41	35,793.41	36,346.00
Total All Grants	\$ 582,175.24	\$ 723,403.63	\$ 624,547.06	\$ 681,031.81

TOWNSHIP OF WATERFORD
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Grants Unappropriated
For the Year Ended December 31, 2023

<u>Program</u>	<u>Balance Dec. 31, 2022</u>	<u>Grants Receivable</u>	<u>Realized as Miscellaneous Revenue in 2023 Budget</u>	<u>Balance Dec. 31, 2023</u>
Federal:				
American Rescue Plan Funding	\$ 661,600.84		\$ 330,800.42	\$ 330,800.42
Low Income Household Water Assistance Program				
Community Development Block Grant - Senior Center		\$ 94,925.00	94,925.00	
Total Federal Grants	<u>661,600.84</u>	<u>94,925.00</u>	<u>425,725.42</u>	<u>330,800.42</u>
State:				
NJDOT - Stevens Ave and Church Street		226,280.00	226,280.00	
NJDOT - Dayton		229,057.00	229,057.00	
Clean Communities Grant	27,351.24	30,677.50	58,028.74	
Alcohol Education and Rehabilitation Fund	3,000.71	12,297.95	3,000.71	12,297.95
Drunk Driving Enforcement Grant		2,500.00	2,500.00	
Stormwater Assistance Grant		15,000.00	15,000.00	
Lead Grant Assistance Program		3,200.00		3,200.00
Sustainable New Jersey Grant	2,500.00	20,180.00	22,680.00	
Safe and Secure Communities Program	22,680.00	29,610.00	33,150.00	19,140.00
Recycling Tonnage Grant	750.00	10,968.02	11,718.02	
Body Armor Replacement Fund	1,628.06	1,843.75		3,471.81
Total State Grants	<u>57,910.01</u>	<u>581,614.22</u>	<u>601,414.47</u>	<u>38,109.76</u>
Local:				
Opioid Settlement Fund	6,813.14	21,864.41	6,813.14	21,864.41
Hockey Rink/Pickle Ball Grant	6,000.00		6,000.00	
County Open Space Preservation Grant - Recreation		25,000.00	25,000.00	
Total Local Grants	<u>12,813.14</u>	<u>46,864.41</u>	<u>37,813.14</u>	<u>21,864.41</u>
Total All Grants	<u>\$ 732,323.99</u>	<u>\$ 723,403.63</u>	<u>\$ 1,064,953.03</u>	<u>\$ 390,774.59</u>
Appropriated in the Grant Fund			\$ 734,152.61	
Appropriated in the Current Fund			330,800.42	
			<u>\$ 1,064,953.03</u>	

TOWNSHIP OF WATERFORD
FEDERAL AND STATE GRANT FUND
Statement of Reserve for Grants Appropriated
For the Year Ended December 31, 2023

<u>Program</u>	<u>Balance Dec. 31, 2022</u>	<u>Transferred from 2023 Budget Appropriation</u>	<u>Decreased</u>	<u>Encumbrances Canceled</u>	<u>Balance Dec. 31, 2023</u>
Federal Grants:					
Federal Bullet Proof Vest Partnership	\$ 4,343.06		\$ 2,238.45		\$ 2,104.61
Department of Environmental Protection - Wildfire				\$ 1,250.00	1,250.00
Community Development Block Grant - Senior Center		\$ 94,925.00	34,409.84	4,420.00	64,935.16
Total Federal Grants	<u>4,343.06</u>	<u>94,925.00</u>	<u>36,648.29</u>	<u>5,670.00</u>	<u>68,289.77</u>
State Grants:					
NJDOT - Maple Avenue	3,615.24				3,615.24
NJDOT - Dayton Avenue	290.00				290.00
NJDOT - Stevens & Church		229,057.00	229,057.00	822.50	1,112.50
Clean Communities Grant	12,278.07	226,280.00			226,280.00
Alcohol Education and Rehabilitation	10,228.97	58,028.74	22,508.44	190.00	47,988.37
Drunk Driving Enforcement Grant	10,891.95	3,000.71			13,229.68
Municipal Alliance on Alcoholism and Drug Abuse	18,378.56	2,500.00	713.04		12,678.91
Safe and Secure Communities Program		33,150.00	30,450.00		18,378.56
Recycling Tonnage Grant	47,005.70	11,718.02	58,723.72		2,700.00
Storm Water Regulation	5,590.57	15,000.00			20,590.57
Tree Planting Grant	4,315.91				4,315.91
Body Armor Replacement	3,244.36		2,300.90		943.46
Body Worn Camera Grant	57,064.00		21,018.03		36,045.97
Sustainable New Jersey Grant		22,680.00			22,680.00
Total State Grants	<u>172,903.33</u>	<u>601,414.47</u>	<u>364,771.13</u>	<u>1,012.50</u>	<u>410,559.17</u>
Local:					
County Open Space Preservation Grant - Recreation	25,000.00	25,000.00	22,521.84		27,478.16
Hockey Rink/Pickle Ball Grant		6,000.00			6,000.00
Waterford Recreation Complex	275.00				275.00
Opid Settlement Fund	6,514.40	6,813.14			13,327.54
Total Local Grants	<u>31,789.40</u>	<u>37,813.14</u>	<u>22,521.84</u>	<u>-</u>	<u>47,080.70</u>
Total All Grants	<u>\$ 209,035.79</u>	<u>\$ 734,152.61</u>	<u>\$ 423,941.26</u>	<u>\$ 6,682.50</u>	<u>\$ 525,929.64</u>
Disbursed			\$ 157,329.00		
Reserve for Encumbrances			38,405.26		
Contracts Payable			229,057.00		
Refunds			(850.00)		
			<u>\$ 423,941.26</u>		

TOWNSHIP OF WATERFORD
FEDERAL AND STATE GRANT FUND
 Statement of Reserve for Encumbrances
 For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 42,002.50
Increased by:		
Charges to Federal and State Grants--Appropriated		<u>38,405.26</u>
		80,407.76
Decreased by:		
Disbursed	\$ 33,790.00	
Encumbrances Canceled	<u>6,682.50</u>	
		<u>40,472.50</u>
Balance Dec. 31, 2023		<u><u>\$ 39,935.26</u></u>

SUPPLEMENTAL EXHIBITS

TRUST FUND

TOWNSHIP OF WATERFORD
TRUST FUNDS
 Statement of Trust Cash
 Per N.J.S.A.40A:5-5--Chief Financial Officer
 For the Year Ended December 31, 2023

	<u>Animal Control</u> <u>Trust Fund</u>	<u>Other Funds</u>
Balance Dec. 31, 2022	-	\$ 703,029.55
Increased by Receipts:		
Due Current Fund	\$ 415.12	\$ 276,521.66
Due State of New Jersey	1,422.60	
Reserve for Animal Control Expenditures	16,177.17	
Reserve for Celebration of Public Events		1,383.41
Reserve for Payroll Deductions Payable		2,915,980.84
Reserve for Net Payroll		3,037,128.22
Reserve for Developers' Escrow Deposits		607,673.48
Reserve for Police Outside Services		386,027.86
Reserve for Municipal Alliance		3,017.98
Reserve for Forfeited Property		1,394.68
Reserve for COAH Fees		689.81
Reserve for Recreation Contributions		1,425.00
Reserve for Police Donations		360.72
Reserve for Accumulated Absences		20,000.00
	<u>\$ 18,014.89</u>	<u>7,251,603.66</u>
	18,014.89	7,954,633.21
Decreased by Disbursements:		
Due Current Fund	415.12	264,950.96
Due State of New Jersey	1,420.20	
Expenditures Under R.S.4:19-15.11	14,276.36	
Reserve for Celebration of Public Events		4,122.82
Reserve for Payroll Deductions Payable		2,923,625.38
Reserve for Net Payroll		3,037,128.22
Reserve for Developers' Escrow Deposits		144,036.18
Reserve for Public Defender		5,466.64
Reserve for Municipal Alliance		3,589.57
Reserve for Police Outside Services		326,787.21
Reserve for Forfeited Property		2,299.00
Reserve for COAH Fees		4,720.62
Reserve for Accumulated Absence		16,679.74
	<u>16,111.68</u>	<u>6,733,406.34</u>
Balance Dec. 31, 2023	<u>\$ 1,903.21</u>	<u>\$ 1,221,226.87</u>

TOWNSHIP OF WATERFORD
TRUST FUNDS
 Statement of Trust Cash
 Per N.J.S.A.40A:5-5--Collector
 For the Year Ended December 31, 2023

		<u>Other Funds</u>
Balance Dec. 31, 2022		\$ 301,900.00
Increased by Receipts:		
Contra	\$ 104,200.01	
Reserve for Tax Title Lien Redemptions	155,034.77	
Reserve for Premiums Received at Tax Sale	<u>221,000.00</u>	
		<u>480,234.78</u>
		782,134.78
Decreased by Disbursements:		
Contra	104,200.01	
Reserve for Tax Title Lien Redemptions	155,034.77	
Reserve for Premiums Received at Tax Sale	<u>231,800.00</u>	
		<u>491,034.78</u>
Balance Dec. 31, 2023		<u><u>\$ 291,100.00</u></u>

ANIMAL CONTROL TRUST FUND
 Statement of Reserve For Animal Control Fund Expenditures
 For the Year Ended December 31, 2023

Increased by:		
Receipts:		
Animal Control Fees		\$ 16,177.17
Decreased by:		
Expenditures Under R.S.4:19-15.11:		
Disbursements	\$ 14,276.36	
Reserve for Encumbrances	<u>1,710.00</u>	
		<u>15,986.36</u>
Balance Dec. 31, 2023		<u><u>\$ 190.81</u></u>

License Fees Collected

<u>Year</u>	<u>Amount</u>
2021	\$ 15,543.60
2022	<u>16,877.80</u>
	<u><u>\$ 32,421.40</u></u>

TOWNSHIP OF WATERFORD
TRUST OTHER FUNDS
Statement of Due To Current Fund
For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 314,502.87
Increased by:		
Chief Financial Officer Receipts:		
Interest Earned - Current Budget Revenue	\$ 643.57	
Interfund Loans Received	<u>275,878.09</u>	
		<u>276,521.66</u>
Decreased by:		
Chief Financial Officer Disbursements:		591,024.53
Interfunds Liquidated		<u>264,950.96</u>
Balance Dec. 31, 2023		<u><u>\$ 326,073.57</u></u>

TOWNSHIP OF WATERFORD
TRUST OTHER FUND
 Statement of Trust Other Reserves
 For the Year Ended December 31, 2023

Reserve	Balance Dec. 31, 2022	Increased		Decreased		Balance Dec. 31, 2023
		Receipts	Disbursements	Encumbrance Adjustments	Applied to Receivable	
Reserve for Recreation Contributions	\$ 17,255.18	\$ 1,425.00				\$ 18,680.18
Reserve for Parking Offenses Adjudication Act	526.00					526.00
Reserve for Celebration of Public Events	12,483.10	1,383.41	\$ 4,122.82			9,743.69
Reserve for Payroll Deductions Payable	47,769.54	2,915,980.84	2,923,625.38			40,125.00
Reserve for Net Payroll		3,037,128.22	3,037,128.22			
Reserve for Developers' Escrow Deposits	165,835.28	607,673.48	144,036.18			629,472.58
Reserve for Tax Title Lien Redemptions		155,034.77	155,034.77			
Reserve for Premiums Received at Tax Sale	301,900.00	221,000.00	231,800.00			291,100.00
Reserve for Community Development Block Grant	10,347.83					10,347.83
Reserve for Retention Basin Maintenance						
Reserve for Police Outside Services		386,027.86	326,787.21		\$ 18,984.93	40,255.72
Reserve for Public Defender	10,461.07		5,466.64	\$ 683.33		4,311.10
Reserve for Maintenance Guarantees	6,399.05					6,399.05
Reserve for Police Donations	2,522.80	360.72				2,883.52
Reserve for Municipal Alliance	7,235.55	3,017.98	3,589.57	500.00		6,163.96
Reserve for Forfeited Property	26,495.18	1,394.68	2,299.00	(2,299.00)		27,889.86
Reserve for Uniform Fire Safety Act	50.00					50.00
Reserve for Storm Recovery	22,640.39					22,640.39
Reserve for Accumulated Absences	41,477.54	20,000.00	16,679.74			44,797.80
Reserve for COAH Fees	19,757.92	689.81	4,720.62			15,727.11
Reserve for Encumbrances	2,299.00			1,115.67		1,183.33
	<u>\$ 695,455.43</u>	<u>\$ 7,351,116.77</u>	<u>\$ 6,855,290.15</u>	<u>\$ -</u>	<u>\$ 18,984.93</u>	<u>\$ 1,172,297.12</u>
Chief Financial Officer		\$ 6,975,082.00	\$ 6,468,455.38			
Collector		376,034.77	386,834.77			
		<u>\$ 7,351,116.77</u>	<u>\$ 6,855,290.15</u>			

SUPPLEMENTAL EXHIBITS

GENERAL CAPITAL FUND

TOWNSHIP OF WATERFORD
GENERAL CAPITAL FUND
Statement of General Capital Cash
Per N.J.S.A.40A:5-5--Chief Financial Officer
For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 877,575.92
Increased by Receipts:		
Due Current Fund	\$ 1,948.85	
Fund Balance -- Premium on Sale of Notes	16,783.28	
Bond Anticipation Notes	800,000.00	
Due Water & Sewer Utility Capital Fund:		
Premium on Sale of Notes	289.50	
Due from NJ Department of Transportation	98,148.54	
Refunds of Improvement Authorizations	<u>21,078.03</u>	
		<u>938,248.20</u>
		1,815,824.12
Decreased by Disbursements:		
Improvement Authorizations	249,318.75	
Reserve for Encumbrances	70,683.71	
Contracts Payable	<u>529,411.50</u>	
		<u>849,413.96</u>
Balance Dec. 31, 2023		<u><u>\$ 966,410.16</u></u>

TOWNSHIP OF WATERFORD
 GENERAL CAPITAL FUND
 Analysis of General Capital Cash
 For the Year Ended December 31, 2023

	Balance (Deficit)		Receipts		Disbursements		Transfers		Balance (Deficit)	
	Dec. 31, 2022		Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	Dec. 31, 2023		
Reserve for Payment of Debt	\$ 157,828.05					\$ 45,000.00		\$ 112,828.05		
Reserve for Capital Acquisition	20,000.00							20,000.00		
Capital Improvement Fund	31,001.70					59,500.00	50,000.00	21,501.70		
Fund Balance	6,929.70	\$ 16,783.28						23,712.98		
Improvement Authorizations:										
14-11.2 Construction of Public Works Salt Storage and Lifts	9,985.05							9,985.05		
15-8.6 Various Improvements to Municipal Facilities	142,666.25							142,666.25		
15-8.8 Reconstruction of Drainage Systems	725.00							725.00		
16-14.5 Renovations to Various Municipal Facilities							4,717.92	4,717.92		
16-14.6 Various Improvements to Municipal Facilities							2,282.08	2,282.08		
16-15.3 Construction of Public Safety Building	20,000.00					5,000.00		15,000.00		
17-18.5 Various Improvements to Municipal Facilities	22,914.99			\$ 10,222.31				12,692.68		
17-18.6 Reconstruction and Resurfacing of Various Roads	17,499.90							17,499.90		
18-20.1 Reconstruction of Police Department Equipment	164.10	60.00						224.10		
18-20.2 Reconstruction and Resurfacing of Various Roads	57,830.08			7,500.00				50,330.08		
18-27.1 Acquisition of Real Property	(374,996.81)			30,741.43		30,302.80	90,000.00	(374,996.81)		
20-7.1 Acquisition of Public Works Equipment								28,955.77		
20-7.3 Acquisition of Various Office Equipment	854.05							854.05		
20-7.4 Acquisition of Fire Department Equipment	15,111.50			15,111.50			1,701.25	1,701.25		
20-7.5 Reconstruction of Various Twp Roads	54,555.40			28,580.40		25,975.00	472.22	(177.78)		
20-7.6 Various Improvements to Municipal Facilities	2,091.21			2,741.21				(250.00)		
20-9 Acquisition of Solid Waste Collection Equipment	(250.00)							96,903.86		
20-10 Various Improvements to Library	96,903.86			66,412.20		1,400.00	46,895.00	11,331.89		
21-12.1 Acquisition of Equipment for Public Works	32,249.09							2,491.34		
21-12.2 Acquisition of Equipment for Police Department	2,491.34							174,391.20		
21-12.3 Acquisition of Equipment for Fire Department	32,636.84			11,220.16		21,416.68		78,567.72		
21-12.4 Various Improvements to Municipal Buildings	200,000.00			18,107.92		7,500.88		172,152.85		
21-12.5 Reconstruction/Repaving of Various Roads	213,458.85			5,974.56		128,916.57		2,445.00		
22-19.1 Various Improvements to Recreation Facilities	210,000.00			25,847.15		90,000.00		50,000.00		
22-19.2 Acquisition of Equipment for Public Works	93,345.00			900.00				88,246.24		
22-19.3 Acquisition of Vehicles for Police Department	50,000.00		61,018.03					798,137.50		
22-19.4 Acquisition of Equipment for Police Department	27,228.21		760,000.00	1,407.50				18,000.00		
22-19.5 Reconstruction of Various Township Roads	39,545.00							9,000.00		
23-22.1 Acquisition of Heavy Equipment for Public Works								10,000.00		
23-22.2 Various Stormwater Improvements								(32,091.48)		
23-22.3 Reconstruction of Various Township Roads				1,074.50		35,916.98		7,500.00		
23-22.4 Acquisition of Equipment for Fire Department				23,477.91		107,180.86		(120,558.77)		
23-22.5 Acquisition of Equipment for Police Department								164,351.36		
23-22.6 Various Improvements to Atco Lake	(262,499.90)							75,289.50		
Due New Jersey Department of Transportation	75,000.00							45,000.00		
Due Water & Sewer Utility Capital Fund	(1,147,827.02)							268,428.91		
Due Current Fund	137,327.98				\$ 70,683.71	50,000.00		279,004.71		
Reserve for Encumbrances	892,806.50				529,411.50	56,068.47	107,180.86	470,575.86		
Contract Payable										
	\$ 877,575.92	\$ 938,248.20	\$ 249,318.75	\$ 600,095.21	\$ 676,178.24	\$ 676,178.24	\$ 966,410.16			

TOWNSHIP OF WATERFORD
GENERAL CAPITAL FUND
Statement of Deferred Charges to Future Taxation--Funded
For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 7,575,000.00
Decreased by:		
2023 Budget Appropriation:		
Serial Bonds	\$ 650,000.00	
Camden County Improvement Authority Loan	<u>165,000.00</u>	
		<u>815,000.00</u>
Balance Dec. 31, 2023		<u><u>\$ 6,760,000.00</u></u>

TOWNSHIP OF WATERFORD
GENERAL CAPITAL FUND
 Statement of Deferred Charges to Future Taxation—Unfunded
 For the Year Ended December 31, 2023

Ordinance Number	Improvement Description	Date of Ordinance	Balance		Notes Paid by Current Fund Budget Appropriation	Analysis of Balance Dec. 31, 2023		Unexpended Improvement Authorizations
			Dec. 31, 2022	2023 Authorizations		Balance Dec. 31, 2023	Bond Anticipation Notes	
18-27.1	Acquisition of Real Property	09-26-18	\$ 375,000.00			\$ 375,000.00		\$ 3.19
20-7.6	Various Improvements to Municipal Facilities	06-24-20	650.00			650.00		472.22
20-9	Acquisition of Solid Waste Collection Equipment	07-22-20	1,458,250.00		\$ 76,819.00	1,381,431.00	\$ 1,381,181.00	
20-10	Various Improvements to Library	09-09-20	522,500.00		27,556.00	494,944.00	494,444.00	500.00
21-12.1	Acquisition of Equipment for Public Works	09-08-21	114,000.00			114,000.00		
21-12.2	Acquisition of Equipment for Police Department	09-08-21	71,250.00			71,250.00		
21-12.3	Acquisition of Equipment for Fire Department	09-08-21	35,625.00			35,625.00		
21-12.4	Various Improvements to Municipal Buildings	09-08-21	256,500.00			256,500.00		
21-12.5	Reconstruction/Repaving of Various Roads	09-08-21	190,000.00			190,000.00		
22-19.1	Various Improvements to Recreation Facilities	09-14-22	199,500.00			199,500.00		
22-19.2	Acquisition of Equipment for Public Works	09-14-22	707,750.00			707,750.00		
22-19.3	Acquisition of Vehicles for Police Department	09-14-22	47,500.00			47,500.00		
22-19.4	Acquisition of Equipment for Police Department	09-14-22	90,250.00			90,250.00		
22-19.5	Reconstruction of Various Township Roads	09-14-22	760,000.00			760,000.00		
23-22.1	Acquisition of Heavy Equipment for Public Works	10-11-24		\$ 332,000.00		332,000.00		332,000.00
23-22.2	Various Stormwater Improvements	10-11-24		171,000.00		171,000.00		171,000.00
23-22.3	Reconstruction of Various Township Roads	10-11-24		190,000.00		190,000.00		190,000.00
23-22.4	Acquisition of Equipment for Fire Department	10-11-24		78,600.00		78,600.00		32,091.48
23-22.5	Acquisition of Equipment for Police Department	10-11-24		189,900.00		189,900.00		120,558.77
23-22.6	Various Improvements to Atco Lake	10-11-24		142,500.00		142,500.00		142,500.00
			<u>\$ 4,828,775.00</u>	<u>\$ 1,104,000.00</u>	<u>\$ 104,375.00</u>	<u>\$ 5,828,400.00</u>	<u>\$ 4,348,000.00</u>	<u>\$ 952,325.16</u>

Improvement Authorizations Unfunded

Less: Unexpended Proceeds of Bond Anticipation Note:		
Ordinance 20-07.1	\$ 28,995.77	
Ordinance 20-10	96,903.86	
Ordinance 21-12.1	11,331.89	
Ordinance 21-12.2	2,491.34	
Ordinance 21-12.4	174,391.20	
Ordinance 21-12.5	78,527.72	
Ordinance 22-19.1	172,152.85	
Ordinance 21-19.2	2,445.00	
Ordinance 21-19.3	47,500.00	
Ordinance 21-19.4	88,246.24	
	<u>1,462,985.87</u>	
		<u>\$ 2,415,311.03</u>

TOWNSHIP OF WATERFORD
GENERAL CAPITAL FUND
 Statement of Contracts Payable
 For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 892,806.50
Increased by:		
Contracts Awarded and Charged to Improvement Authorizations		107,180.86
		999,987.36
Decreased by:		
Disbursements		529,411.50
Balance Dec. 31, 2023		\$ 470,575.86

Schedule of Contracts Payable Dec. 31, 2023

<u>Vendor:</u>	<u>Ordinance Number</u>	<u>Amount</u>
McNeilus Truck & Manufacturing	22-19.2	\$ 363,095.00
Mall Chevrolet	23-22.5	50,092.70
Tactical Public Safety LLC	23-22.5	57,088.16
Command Company	18-6.2	300.00
		\$ 470,575.86

GENERAL CAPITAL FUND
 Statement of Due from Current Fund
 For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 1,147,827.02
Increased by:		
Budget Appropriation - Capital Improvement Fund		50,000.00
		1,197,827.02
Decreased by:		
Receipts:		
Interest Earnings	\$ 1,948.85	
Capital Fund Balance Anticipated as Miscellaneous Revenue	45,000.00	
		46,948.85
Balance Dec. 31, 2023		\$ 1,150,878.17

TOWNSHIP OF WATERFORD
 GENERAL CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2023

14500

Ordinance Number	Improvement Description	Date	Amount	2023 Authorizations		Down Payment	Deferred Charges	Paid or Charged	Reappropriated	Contracts and Encumbrances Canceled	Balance Dec. 31, 2023	
				Funded	Unfunded						Funded	Unfunded
14-11.2	Construction of Public Works Salt Storage and Lifts	08-13-14	\$ 81,000.00	\$ 9,985.05							\$ 9,985.05	
15-8.6	Various Improvements to Municipal Facilities	05-27-15	217,000.00	142,666.25							142,666.25	
15-8.8	Reconstruction of Drainage Systems	05-27-15	25,000.00	725.00							725.00	
16-14.5	Renovations to Various Municipal Facilities	06-22-16	50,000.00							\$ 4,717.92		
16-14.6	Various Improvements to Municipal Facilities	06-22-16	50,000.00							2,282.08		
16-15.3	Construction of Public Safety Building	06-22-16	25,000.00	20,000.00				\$ 5,000.00				
17-18.5	Various Improvements to Municipal Facilities	06-28-17	75,000.00	22,914.99				10,222.31				
17-18.6	Reconstruction and Resurfacing of Various Roads	08-28-17	250,000.00	17,499.90				(60.00)				
18-20.1	Acquisition of Police Department Equipment	08-22-18	45,000.00	164.10				7,500.00				
18-20.2	Reconstruction and Resurfacing of Various Roads	08-22-18	595,000.00	57,830.08								
18-27.1	Acquisition of Real Property	09-26-18	375,000.00	\$ 3.19				1,044.23	\$ (30,000.00)			\$ 3.19
20-07.1	Acquisition of Public Works Equipment	06-24-20	10,000.00	854.05							854.05	
20-07.4	Acquisition of Fire Department Equipment	06-24-20	122,000.00	15,111.50				15,111.50		1,701.25		
20-07.5	Reconstruction of Various Twp Roads	06-24-20	100,000.00	54,555.40				54,555.40		472.22		
20-07.6	Various Improvements to Municipal Facilities	06-24-20	100,000.00	2,091.21				2,741.21				
20-10	Various Improvements to Library	09-09-20	550,000.00		650.00			67,812.20		46,895.00		
21-12.1	Acquisition of Equipment for Public Works	09-08-21	120,000.00	97,403.86								472.22
21-12.2	Acquisition of Equipment for Police Department	09-08-21	75,000.00	32,249.09								97,403.86
21-12.3	Acquisition of Equipment for Fire Department	09-08-21	37,500.00	2,491.34								11,331.89
21-12.4	Various Improvements to Municipal Buildings	09-08-21	270,000.00	32,636.84				32,636.84				2,491.34
21-12.5	Reconstruction/Repaving of Various Roads	09-08-21	200,000.00	190,000.00				25,608.80		1,701.25		
22-19.1	Various Improvements to Recreation Facilities	09-14-22	210,000.00	213,458.85				134,891.13		472.22		
22-19.2	Acquisition of Equipment for Public Works	09-14-22	745,000.00	189,500.00				37,847.15				172,152.85
22-19.3	Acquisition of Vehicles for Police Department	09-14-22	50,000.00	93,345.00				60,900.00	30,000.00		2,500.00	47,500.00
22-19.4	Acquisition of Equipment for Police Department	09-14-22	95,000.00	47,500.00				(21,016.03)				88,246.24
22-19.5	Reconstruction of Various Township Roads	09-14-22	800,000.00	67,228.21				1,407.50				760,000.00
23-22.1	Acquisition of Heavy Equipment for Public Works	10-11-23	350,000.00	760,000.00								332,000.00
23-22.2	Stormwater Improvements	10-11-23	180,000.00	9,000.00				9,000.00				332,000.00
23-22.3	Reconstruction/Repaving of Various Roads	10-11-23	200,000.00	10,000.00				10,000.00				171,000.00
23-22.4	Acquisition of Equipment for Fire Department	10-11-23	83,500.00	4,900.00				36,991.48				190,000.00
23-22.5	Acquisition of Equipment for Police Department	10-11-23	200,000.00	10,100.00				130,658.77				46,508.52
23-22.6	Various Improvements to Atco Lake	10-11-23	150,000.00	7,500.00							7,500.00	69,341.23
												142,500.00
				\$ 406,942.53	\$ 1,736,466.38		\$ 59,500.00	\$ 603,850.49	\$ -	\$ 56,068.47	\$ 343,815.86	\$ 2,415,311.03

Reserve for Encumbrances
 Contracts Payable
 Disbursed
 Refunds

\$ 268,428.81
 107,180.86
 249,318.75
 (21,078.03)
 \$ 603,850.49

14500

Exhibit SC-8

TOWNSHIP OF WATERFORD
GENERAL CAPITAL FUND
Statement of Reserve For Encumbrances
For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 137,327.98
Increased by:		
Charges to Improvement Authorizations		268,428.91
		405,756.89
Decreased by:		
Disbursements	\$ 70,683.71	
Canceled	56,068.47	
		126,752.18
Balance Dec. 31, 2023		\$ 279,004.71

Exhibit SC-9

GENERAL CAPITAL FUND
Statement of Capital Improvement Fund
For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 31,001.70
Increased by:		
Due Current Fund:		
Current Fund Budget Appropriation		50,000.00
		81,001.70
Decreased by:		
Appropriation to Finance		
Improvement Authorizations		59,500.00
Balance Dec. 31, 2023		\$ 21,501.70

TOWNSHIP OF WATERFORD
 GENERAL CAPITAL FUND
 Statement of General Serial Bonds
 For the Year Ended December 31, 2023

14500

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2023</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2022</u>	<u>Bonds Issued</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2023</u>
General Bonds of 2015	09-16-15	\$ 3,724,000.00	05-15-24	2.250%	\$ 1,825,000.00		\$ 365,000.00	\$ 1,460,000.00
			05-15-25	2.750%				
			05-15-26/27	3.000%				
General Bonds of 2020	10-29-20	3,003,000.00	11-15-24	1.000%	2,695,000.00		285,000.00	2,410,000.00
			11-15-25	1.125%				
			11-15-26	1.250%				
			11-15-27	1.500%				
			11-15-28	2.000%				
			11-15-29	2.000%				
			11-15-30	2.000%				
11-15-31	2.000%							
					<u>2,695,000.00</u>		<u>285,000.00</u>	<u>2,410,000.00</u>
					<u>\$ 4,520,000.00</u>	<u>-</u>	<u>\$ 650,000.00</u>	<u>\$ 3,870,000.00</u>

TOWNSHIP OF WATERFORD
GENERAL CAPITAL FUND
 Statement of Camden County Improvement Authority Loan
 For the Year Ended December 31, 2023

<u>Purpose</u>	<u>Date of Issue</u>	<u>Loan Amount</u>	<u>Maturities of Loans</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2022</u>	<u>Increased</u>	<u>Paid by Camden County Improvement Authority</u>	<u>Balance Dec. 31, 2023</u>
			<u>Outstanding Date</u>	<u>Dec. 31, 2023 Amount</u>					
Public Safety Building	04-14-16	\$ 3,750,000.00	03-15-24	\$ 170,000.00	3.00%				
			03-15-25	180,000.00	5.00%				
			03-15-26	190,000.00	5.00%				
			03-15-27	200,000.00	5.00%				
			03-15-28	210,000.00	5.00%				
			03-15-29	215,000.00	3.00%				
			03-15-30	225,000.00	3.13%				
			03-15-31	230,000.00	3.13%				
			03-15-32	235,000.00	3.25%				
			03-15-33	245,000.00	3.30%				
			03-15-34	255,000.00	3.38%				
			03-15-35	265,000.00	3.50%				
			03-15-36	270,000.00	3.50%				
						<u>\$ 3,055,000.00</u>	<u>-</u>	<u>\$ 165,000.00</u>	<u>\$ 2,890,000.00</u>

TOWNSHIP OF WATERFORD
GENERAL CAPITAL FUND
 Statement of Bond Anticipation Notes
 For the Year Ended December 31, 2023

14500

Ordinance Number	Improvement Description	Date of Issue of Original Notes	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2022	Increased	Decreased	Balance Dec. 31, 2023
20-9	Acquisition of Solid Waste Collection Equipment	10-29-20	11-15-22	08-11-23	4.06%	\$ 1,458,000.00	\$ 1,381,181.00	\$ 1,458,000.00	\$ 1,381,181.00
20-9	Acquisition of Solid Waste Collection Equipment	10-29-20	08-10-23	05-03-24	4.50%	522,000.00		522,000.00	494,444.00
20-10	Various Improvements to Library	10-29-20	11-15-22	08-11-23	4.06%	114,000.00	494,444.00	114,000.00	114,000.00
20-10	Various Improvements to Library	10-29-20	08-10-23	05-03-24	4.50%	71,250.00		71,250.00	71,250.00
21-12.1	Acquisition of Equipment for Public Works	11-17-21	11-15-22	08-11-23	4.06%	35,625.00	35,625.00	35,625.00	35,625.00
21-12.1	Acquisition of Equipment for Police Department	11-17-21	08-10-23	05-03-24	4.50%	256,500.00	256,500.00	256,500.00	256,500.00
21-12.2	Acquisition of Equipment for Police Department	11-17-21	11-15-22	08-11-23	4.06%	190,000.00	190,000.00	190,000.00	190,000.00
21-12.2	Acquisition of Equipment for Police Department	11-17-21	08-10-23	05-03-24	4.50%	199,500.00	199,500.00	199,500.00	199,500.00
21-12.3	Acquisition of Equipment for Fire Department	11-17-21	11-15-22	08-11-23	4.06%	707,750.00	707,750.00	707,750.00	707,750.00
21-12.3	Acquisition of Equipment for Fire Department	11-17-21	08-10-23	05-03-24	4.50%	47,500.00	47,500.00	47,500.00	47,500.00
21-12.4	Various Improvements to Municipal Buildings	11-17-21	11-15-22	08-11-23	4.06%	50,250.00	50,250.00	50,250.00	50,250.00
21-12.4	Various Improvements to Municipal Buildings	11-17-21	08-10-23	05-03-24	4.50%	760,000.00	760,000.00	760,000.00	760,000.00
21-12.5	Reconstruction/Repaving of Various Roads	11-17-21	11-15-22	08-11-23	4.06%				
21-12.5	Reconstruction/Repaving of Various Roads	11-17-21	08-10-23	05-03-24	4.50%				
22-19.1	Various Improvements to Recreation Facilities	11-15-22	11-15-22	08-11-23	4.06%				
22-19.1	Various Improvements to Recreation Facilities	11-15-22	08-10-23	05-03-24	4.50%				
22-19.2	Acquisition of Equipment for Public Works	11-15-22	11-15-22	08-11-23	4.06%				
22-19.2	Acquisition of Equipment for Public Works	11-15-22	08-10-23	05-03-24	4.50%				
22-19.3	Acquisition of Vehicles for Police Department	11-15-22	11-15-22	08-11-23	4.06%				
22-19.3	Acquisition of Vehicles for Police Department	11-15-22	08-10-23	05-03-24	4.50%				
22-19.4	Acquisition of Equipment for Police Department	11-15-22	11-15-22	08-11-23	4.06%				
22-19.4	Acquisition of Equipment for Police Department	11-15-22	08-10-23	05-03-24	4.50%				
22-19.5	Reconstruction of Various Twp Roads	08-10-23	08-10-23	05-03-24	4.50%				
						<u>\$ 3,652,375.00</u>	<u>\$ 4,348,000.00</u>	<u>\$ 3,652,375.00</u>	<u>\$ 4,348,000.00</u>

Renewal
 Paid down from Current Fund Appropriation
 Issued for Cash

	\$ 3,548,000.00	\$ 3,548,000.00
	800,000.00	104,375.00
	<u>\$ 4,348,000.00</u>	<u>\$ 3,652,375.00</u>

TOWNSHIP OF WATERFORD
GENERAL CAPITAL FUND
Statement of Bonds and Notes Authorized But Not Issued
For the Year Ended December 31, 2023

Ordinance Number	Improvement Description	Date of Ordinance	Balance Dec. 31, 2022	2023 Authorizations	Notes Issued	Balance Dec. 31, 2023
General Improvements:						
18-27.1	Acquisition of Real Property	09-26-18	\$ 375,000.00			\$ 375,000.00
20-7.6	Various Improvements to Municipal Facilities	06-24-20	650.00			650.00
20-9	Acquisition of Solid Waste Collection Equipment	07-22-20	250.00			250.00
20-10	Various Improvements to Library	09-09-20	500.00			500.00
22-19.4	Acquisition of Equipment for Police Department	09-14-22	40,000.00		\$ 40,000.00	
22-19.5	Reconstruction of Various Township Roads	09-14-22	760,000.00		760,000.00	
23-22.1	Acquisition of Heavy Equipment for Public Works	10-11-24		\$ 332,000.00		332,000.00
23-22.2	Various Stormwater Improvements	10-11-24		171,000.00		171,000.00
23-22.3	Reconstruction of Various Township Roads	10-11-24		190,000.00		190,000.00
23-22.4	Acquisition of Equipment for Fire Department	10-11-24		78,600.00		78,600.00
23-22.5	Acquisition of Equipment for Police Department	10-11-24		189,900.00		189,900.00
23-22.6	Various Improvements to Atco Lake	10-11-24		142,500.00		142,500.00
			<u>\$ 1,176,400.00</u>	<u>\$ 1,104,000.00</u>	<u>\$ 800,000.00</u>	<u>\$ 1,480,400.00</u>

SUPPLEMENTAL EXHIBITS
WATER & SEWER UTILITY FUND

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY FUND
Statement of Water & Sewer Utility Cash
Per N.J.S.A.40A:5-5--Chief Financial Officer
For the Year Ended December 31, 2023

	<u>Operating</u>	<u>Capital</u>
Balance Dec. 31, 2022	\$ 1,443,465.96	\$ 672,060.61
Increased by Receipts:		
Miscellaneous Revenue Not Anticipated	\$ 101,226.41	
Received from Utility Collector	1,332,685.47	
Refund of 2023 Budget Appropriations	22,188.73	
Due Water & Sewer Utility Operating Fund	<u> </u>	<u>\$ 1,250.61</u>
	<u>1,456,100.61</u>	<u>1,250.61</u>
	2,899,566.57	673,311.22
Decreased by Disbursements:		
2023 Budget Appropriations	845,694.34	
2022 Appropriation Reserves	42,290.93	
Accrued Interest on Bonds, Loans and Notes	85,917.18	
Due Current Fund	126,976.01	
Improvement Authorizations		1,250.00
Reserve for Encumbrances		19,088.00
Contracts Payable	<u> </u>	<u>76,012.87</u>
	<u>1,100,878.46</u>	<u>96,350.87</u>
Balance Dec. 31, 2023	<u><u>\$ 1,798,688.11</u></u>	<u><u>\$ 576,960.35</u></u>

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY FUND
Statement of Water & Sewer Utility Cash
Per N.J.S.A.40A:5-5--Collector
For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$	5,631.56
Receipts:			
Water Rents Receivable	\$ 568,647.50		
Sewer Rents Receivable	672,892.26		
Water Overpayments	11,427.45		
Sewer Overpayments	15,183.28		
Water Connection Fees	24,255.00		
Water Miscellaneous Revenue	19,864.74		
Sewer Miscellaneous Revenue	21,302.58		
Miscellaneous Revenue Not Anticipated	<u>2,685.47</u>		
			<u>1,336,258.28</u>
			1,341,889.84
Decreased by Disbursements:			
Payments to Chief Financial Officer			<u>1,332,685.47</u>
Balance Dec. 31, 2023		\$	<u><u>9,204.37</u></u>

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY CAPITAL FUND
 Statement of Water & Sewer Utility Capital Cash
 For the Year Ended December 31, 2023

	Balance (Deficit)		Receipts		Disbursements		Transfers		Balance (Deficit)	
	Dec. 31, 2022		Miscellaneous		Improvement Authorizations	Miscellaneous	From	To	Dec. 31, 2023	
Improvement Authorizations:										
08-9 Sewer System Improvements	\$ 1,000.00							\$ 84.91	\$ 84.91	\$ 84.91
14-16 Sewer System Improvements	217,287.97					\$ 217,287.97			1,000.00	1,000.00
15-9.1 Sewer System Improvements	1,088.09								1,088.09	1,088.09
15-9.2 Utility Department Equipment	20,004.00						2,800.00		22,804.00	22,804.00
15-9.3 Infiltration and Inflow Study	9,032.00								9,032.00	9,032.00
16-12 Utility Department Equipment	130,777.04				\$ 1,250.00	129,527.04			18,480.37	18,480.37
16-13 Utility System Improvements	18,480.37								16,558.45	16,558.45
17-19.1 Utility Department Equipment	27,300.44					10,741.99			100,000.00	100,000.00
17-19.2 Utility System Improvements	100,000.00								18,985.00	18,985.00
20-8.1 Various Utility Equipment	18,985.00								75,000.00	75,000.00
20-8.2 Utility System Improvements	75,000.00								384.37	384.37
21-11.1 Utility Department Equipment	94.87							289.50	47,700.00	47,700.00
Fund Balance	41,700.00							6,000.00	(16,749.39)	(16,749.39)
Capital Improvement Fund	(12,000.00)		\$ 1,250.61			6,000.00			(75,289.50)	(75,289.50)
Due from Water / Sewer Utility Operating Fund	(75,000.00)					289.50			286.43	286.43
Due from General Capital Fund	286.43								38.62	38.62
Reserve for Payment of Debt	22,011.53									
Reserve for Encumbrances	76,012.87				\$ 19,088.00					
Contracts Payable					76,012.87			357,557.00		357,557.00
	\$ 672,060.61		\$ 1,250.61		\$ 1,250.00	\$ 366,731.41		\$ 366,731.41		\$ 576,960.35

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY OPERATING FUND
Statement of Consumer Accounts Receivable
For the Year Ended December 31, 2023

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
Balance Dec. 31, 2022	\$ 48,893.57	\$ 74,764.37	\$ 123,657.94
Increased by:			
Rents Levied	<u>557,214.32</u>	<u>684,000.72</u>	<u>1,241,215.04</u>
	606,107.89	758,765.09	1,364,872.98
Decreased by:			
Collections	568,647.50	672,892.26	1,241,539.76
Overpayments Applied	3,209.11	14,994.57	18,203.68
Canceled		1,834.06	1,834.06
Transferred to Township Liens		<u>432.00</u>	<u>432.00</u>
	<u>571,856.61</u>	<u>690,152.89</u>	<u>1,262,009.50</u>
Balance Dec. 31, 2023	<u>\$ 34,251.28</u>	<u>\$ 68,612.20</u>	<u>\$ 102,863.48</u>

WATER & SEWER UTILITY OPERATING FUND
Statement of Water & Sewer Overpayments
For the Year Ended December 31, 2023

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
Balance Dec. 31, 2022	\$ 475.33	\$ 1,096.20	\$ 1,571.53
Increased by:			
Receipts	<u>11,427.45</u>	<u>15,183.28</u>	<u>26,610.73</u>
	11,902.78	16,279.48	28,182.26
Decreased by:			
Canceled	4,634.86	188.71	4,823.57
Overpayments Applied	<u>3,209.11</u>	<u>14,994.57</u>	<u>18,203.68</u>
	<u>7,843.97</u>	<u>15,183.28</u>	<u>23,027.25</u>
Balance Dec. 31, 2023	<u>\$ 4,058.81</u>	<u>\$ 1,096.20</u>	<u>\$ 5,155.01</u>

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY OPERATING FUND
Statement of Consumer Liens Receivable
For the Year Ended December 31, 2023

	<u>Water</u>	<u>Sewer</u>	<u>Total</u>
Balance Dec. 31, 2022	\$ -	\$ 11,560.34	\$ 11,560.34
Increased by:			
Transferred from Rents Receivable		432.00	432.00
Interest & Costs		778.88	778.88
	<u>-</u>	<u>12,771.22</u>	<u>12,771.22</u>
Balance Dec. 31, 2023	<u>\$ -</u>	<u>\$ 12,771.22</u>	<u>\$ 12,771.22</u>

TOWNSHIP OF WATERFORD
 WATER & SEWER UTILITY CAPITAL FUND
 Statement of Fixed Capital Authorized and Uncompleted
 For the Year Ended December 31, 2023

Ordinance Number	Improvement Description	Date	<u>Ordinance</u> Amount	Balance Dec. 31, 2022	Costs to Fixed Capital	Balance Dec. 31, 2023
14-16	Sewer System Improvements	10-08-14	2,479,000.00	\$ 2,479,000.00		\$ 2,479,000.00
15-9.1	Sewer System Improvements	05-27-15	360,000.00	360,000.00		360,000.00
15-9.2	Utility Department Equipment	05-27-15	80,000.00	80,000.00		80,000.00
15-9.3	Infiltration and Inflow Study	05-27-15	60,000.00	60,000.00		60,000.00
16-12	Utility Department Equipment	06-22-16	140,000.00	140,000.00		140,000.00
16-13	Utility System Improvements	06-22-16	148,522.04	148,522.04		148,522.04
17-19.1	Utility Department Equipment	06-28-17	160,000.00	160,000.00		160,000.00
17-19.2	Utility System Improvements	06-28-17	40,000.00	40,000.00		40,000.00
20-8.1	Various Utility Equipment	06-24-20	100,000.00	100,000.00		100,000.00
20-8.2	Utility System Improvements	06-24-20	20,000.00	20,000.00		20,000.00
21-11.1	Utility Department Equipment	09-08-21	75,000.00	75,000.00		75,000.00
				<u>\$ 3,662,522.04</u>	<u>\$ -</u>	<u>\$ 3,662,522.04</u>

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY CAPITAL FUND
Statement of Fixed Capital
For the Year Ended December 31, 2023

<u>Description</u>	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Additions</u> <u>By Ordinance</u>	<u>Balance</u> <u>Dec. 31, 2023</u>
Sewer Utility:			
Land	\$ 37,859.79		\$ 37,859.79
Buildings	69,764.42		69,764.42
Equipment	195,430.53		195,430.53
Collection System	1,724,588.17		1,724,588.17
Pump Stations	2,235,117.84		2,235,117.84
Sewer Mains	213,575.42		213,575.42
Tractor	6,629.18		6,629.18
Trash Pump	5,280.00		5,280.00
Submersible Pumps	28,095.00		28,095.00
Storage Tank	14,402.00		14,402.00
Vehicles	61,838.35		61,838.35
Jet Truck	8,000.00		8,000.00
Office Equipment	19,523.62		19,523.62
	<u>4,620,104.32</u>	<u>-</u>	<u>4,620,104.32</u>
Water Utility:			
Land	6,681.14		6,681.14
Buildings	8,956.11		8,956.11
Equipment	141,437.81		141,437.81
Water Mains	4,440,803.75		4,440,803.75
Treatment Plants	1,584,266.79		1,584,266.79
Water Tank	2,276,188.64		2,276,188.64
Tractor	1,169.86		1,169.86
Vehicles	10,912.65		10,912.65
Office Equipment	47,558.78		47,558.78
	<u>8,517,975.53</u>	<u>-</u>	<u>8,517,975.53</u>
Total Fixed Capita	<u>\$ 13,138,079.85</u>	<u>\$ -</u>	<u>\$ 13,138,079.85</u>

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY OPERATING FUND
 Statement of Accrued Interest on Bonds, Loans and Notes
 For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 16,840.71
Increased by:		
Charges to Budget Appropriations		98,688.18
		115,528.89
Decreased by:		
Interest Paid:		
Water & Sewer Utility Operating Fund	\$ 85,917.18	
Current Fund	15,099.92	
		101,017.10
Balance Dec. 31, 2023		\$ 14,511.79

Analysis of Accrued Interest Dec. 31, 2023

Principal Outstanding Dec. 31, 2023	Interest Rate	From	To	Period	Amount
Serial Bonds:					
\$ 106,000.00	Various	07-15-23	12-31-23	166 Days	\$ 1,832.92
700,000.00	Various	11-15-23	12-31-23	46 Days	2,555.56
330,000.00	Various	11-19-23	12-31-23	42 Days	683.61
					5,072.09
USDA Loans:					
2,315,361.97	Various	11-15-23	12-31-23	46 Days	8,135.93
Bond Anticipation Notes:					
75,000.00	Various	11-17-23	12-31-23	44 Days	1,303.77
					\$ 14,511.79

WATER & SEWER UTILITY OPERATING FUND
 Statement of 2022 Appropriation Reserves
 For the Year Ended December 31, 2023

	Balance Dec. 31, 2022		Total	Disbursed	Balance Lapsed
	Encumbered	Reserved			
Operating:					
Salaries and Wages		\$ 17,891.14	\$ 17,891.14		\$ 17,891.14
Other Expenses	\$ 13,650.10	277,279.90	290,930.00	\$ 42,290.93	248,639.07
Capital Improvements:					
Capital Improvement Fund		6,000.00	6,000.00		6,000.00
Statutory Expenditures:					
Contribution to:					
Unemployment Compensation		649.57	649.57		649.57
Social Security System (O.A.S.I.)		3,578.53	3,578.53		3,578.53
	\$ 13,650.10	\$ 305,399.14	\$ 319,049.24	\$ 42,290.93	\$ 276,758.31
	\$ 13,650.10	\$ 305,399.14	\$ 319,049.24	\$ 42,290.93	\$ 276,758.31

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY CAPITAL FUND
 Statement of Improvement Authorizations
 For the Year Ended December 31, 2023

Ordinance Number	Improvement Description	Ordinance Date	Ordinance Amount	Balance Dec. 31, 2022		Decreased	Reserve for Encumbrances Canceled	Balance Dec. 31, 2023	
				Funded	Unfunded			Funded	Unfunded
08-09	Sewer System Improvements	08-27-08	\$ 50,000.00				\$ 84.91	\$ 84.91	
14-16	Sewer System Improvements	10-08-14	2,479,000.00	\$ 1,000.00				1,000.00	
15-9.1	Sewer System Improvements	05-27-15	360,000.00	217,287.97		\$ 217,287.97			
15-9.2	Utility Department Equipment	05-27-15	80,000.00	1,088.09				1,088.09	
15-9.3	Infiltration and Inflow Study	05-27-15	60,000.00	20,004.00			2,800.00	22,804.00	
16-12	Utility Department Equipment	06-22-16	140,000.00	9,032.00				9,032.00	
16-13	Utility System Improvements	06-22-16	148,522.04	130,777.04		130,777.04			
17-19.1	Utility Department Equipment	06-28-17	160,000.00	18,480.37				18,480.37	
17-19.2	Utility System Improvements	06-28-17	40,000.00	27,300.44	\$ 8,400.00	10,741.99		16,558.45	\$ 8,400.00
20-08.1	Utility Department Equipment	06-24-20	100,000.00	100,000.00				100,000.00	
20-08.2	Utility System Improvements	06-24-20	20,000.00	18,985.00	300.00			18,985.00	300.00
21-11.1	Utility Department Equipment	09-08-21	75,000.00	75,000.00					75,000.00
				<u>\$ 543,954.91</u>	<u>\$ 83,700.00</u>	<u>\$ 358,807.00</u>	<u>\$ 2,884.91</u>	<u>\$ 188,032.82</u>	<u>\$ 83,700.00</u>
Disbursed						\$ 1,250.00			
Contacts Payable						357,557.00			
						<u>\$ 358,807.00</u>			

WATER & SEWER UTILITY CAPITAL FUND
 Schedule of Deferred Reserve for Amortization
 For the Year Ended December 31, 2023

Ordinance Number	Improvement Description	Date of Ordinance	Balance Dec. 31, 2022		Fixed Capital Authorized	Transferred to Reserve for Amortization	Balance Dec. 31, 2023	
07-13.2	Sewer System Improvements	07-11-07	\$ 2,000.00				\$ 2,000.00	
15-9.1	Sewer System Improvements	05-27-15	17,200.00				17,200.00	
15-9.2	Utility Department Equipment	05-27-15	3,900.00				3,900.00	
15-9.3	Infiltration and Inflow Study	05-27-15	2,900.00				2,900.00	
16-12	Utility Department Equipment	06-22-16	6,700.00				6,700.00	
17-19.1	Utility Department Equipment	06-28-17	7,650.00				7,650.00	
17-19.2	Utility System Improvements	06-28-17	1,950.00				1,950.00	
			<u>\$ 42,300.00</u>	<u>\$ 42,300.00</u>	<u>-</u>	<u>-</u>	<u>\$ 42,300.00</u>	<u>\$ 42,300.00</u>

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY CAPITAL FUND
 Statement of Reserve for Amortization
 For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 12,950,118.42
Increased by:		
Payments by the Operating Budget:		
Serial Bonds	\$ 235,000.00	
USDA Loan	38,121.50	
		273,121.50
Balance Dec. 31, 2023		\$ 13,223,239.92

Exhibit SD-14

WATER & SEWER UTILITY OPERATING FUND
 Statement of Accounts Payable
 For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 2,741.50
Decreased by:		
Cancellations		741.50
Balance Dec. 31, 2023		\$ 2,000.00

Exhibit SD-15

WATER & SEWER UTILITY OPERATING FUND
 Statement of Due to Current Fund
 For the Year Ended December 31, 2023

Balance Dec. 31, 2022		\$ 340,130.73
Increased by:		
Disbursed by Current Fund on Behalf of Water & Sewer Operating Fund:		
Budget Appropriations	\$ 35,000.00	
Accrued Interest	15,099.92	
		50,099.92
Decreased by:		
Disbursements:		390,230.65
Anticipated Revenue	125,000.00	
Interfunds Liquidated	1,976.01	
		126,976.01
Balance Dec. 31, 2023		\$ 263,254.64

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY OPERATING FUND
 Statement of Due to Water & Sewer Utility Capital Fund
 For the Year Ended December 31, 2023

<hr/>	
Balance Dec. 31, 2022	\$ 12,000.00
Increased by:	
Budget Appropriation - Capital Improvement Fund	6,000.00
	18,000.00
Decreased by:	
Interest Earnings	1,250.61
Balance Dec. 31, 2023	\$ 16,749.39

WATER & SEWER UTILITY CAPITAL FUND
 Statement of Reserve for Encumbrances
 For the Year Ended December 31, 2023

<hr/>	
Balance Dec. 31, 2022	\$ 22,011.53
Decreased by:	
Disbursements	\$ 19,088.00
Cancellations	2,884.91
	21,972.91
Balance Dec. 31, 2023	\$ 38.62

WATER & SEWER UTILITY CAPITAL FUND
 Statement of Capital Improvement Fund
 For the Year Ended December 31, 2023

<hr/>	
Balance Dec. 31, 2022	\$ 41,700.00
Increased by:	
Budget Appropriation - Due Water and Sewer Utility Operating Fund	6,000.00
Balance Dec. 31, 2023	\$ 47,700.00

TOWNSHIP OF WATERFORD
 WATER & SEWER UTILITY CAPITAL FUND
 Statement of Serial Bonds
 For the Year Ended December 31, 2023

Purpose	Date of Issue	Amount of Original Issue	Maturities of Bonds Outstanding Dec. 31, 2023	Interest Rate	Balance Dec. 31, 2022	Increased	Paid by Budget Appropriation	Balance Dec. 31, 2023
			Date		Amount			
2010 Serial Bonds	06-10-10	\$ 636,000.00	07-15-24	3.75%	\$ 106,000.00		\$ 100,000.00	\$ 106,000.00
2015 Serial Bonds	09-16-15	1,286,000.00	05-15-24	2.25%	100,000.00			
			05-15-25	2.75%	100,000.00			
			05-15-26 to 30	3.00%	100,000.00		800,000.00	100,000.00
2020 Serial Bonds	10-19-20	435,000.00	11-15-24	1.00%	40,000.00			
			11-15-25	1.13%	40,000.00			
			11-15-26	1.25%	40,000.00			
			11-15-27	1.50%	40,000.00			
			11-15-28	2.00%	40,000.00			
			11-15-29	2.00%	40,000.00			
			11-15-30	2.00%	45,000.00			
			11-15-31	2.00%	45,000.00			
					365,000.00		35,000.00	330,000.00
					\$ 1,371,000.00	-	\$ 235,000.00	\$ 1,136,000.00

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY CAPITAL FUND
 Statement of USDA Loans
 For the Year Ended December 31, 2023

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Maturities of Loans Outstanding Dec. 31, 2023</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2022</u>	<u>Increased</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2023</u>
2019 Loan	11-01-19	\$ 2,479,000.00	\$ 19,454.77	2.75%				
			19,722.28	2.75%				
			19,993.46	2.75%				
			20,268.37	2.75%				
			20,547.06	2.75%				
			20,829.58	2.75%				
			21,115.99	2.75%				
			21,406.33	2.75%				
			21,700.67	2.75%				
			21,999.05	2.75%				
			22,301.54	2.75%				
			22,608.19	2.75%				
			22,919.05	2.75%				
			23,234.19	2.75%				
			23,553.66	2.75%				
			23,877.52	2.75%				
			24,205.83	2.75%				
			24,538.66	2.75%				
			24,876.07	2.75%				
			25,218.12	2.75%				
			25,564.87	2.75%				
			25,916.38	2.75%				
			26,272.73	2.75%				
			26,633.98	2.75%				
			27,000.20	2.75%				
			27,371.45	2.75%				
			27,747.81	2.75%				
			28,129.34	2.75%				
			28,516.12	2.75%				
			28,908.22	2.75%				
			29,305.71	2.75%				
			29,708.66	2.75%				
			30,117.15	2.75%				
			30,531.26	2.75%				
			30,951.07	2.75%				

(Continued)

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY CAPITAL FUND
 Statement of USDA Loans
 For the Year Ended December 31, 2023

<u>Purpose</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Maturities of Loans Outstanding Dec. 31, 2023</u>	<u>Interest Rate</u>	<u>Balance Dec. 31, 2022</u>	<u>Increased</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2023</u>
			\$					
2019 Loan (Cont'd)	11-15-41		31,376.65	2.75%				
	05-15-42		31,808.08	2.75%				
	11-15-42		32,245.44	2.75%				
	05-15-43		32,688.81	2.75%				
	11-15-43		33,138.28	2.75%				
	05-15-44		33,593.93	2.75%				
	11-15-44		34,055.85	2.75%				
	05-15-45		34,524.12	2.75%				
	11-15-45		34,988.82	2.75%				
	05-15-46		35,480.06	2.75%				
	11-15-46		35,967.91	2.75%				
	05-15-47		36,462.47	2.75%				
	11-15-47		36,963.83	2.75%				
	05-15-48		37,472.08	2.75%				
	11-15-48		37,987.32	2.75%				
	05-15-49		38,509.65	2.75%				
	11-15-49		39,039.15	2.75%				
	05-15-50		39,575.94	2.75%				
	11-15-50		40,120.11	2.75%				
	05-15-51		40,671.76	2.75%				
	11-15-51		41,231.00	2.75%				
	05-15-52		41,797.93	2.75%				
	11-15-52		42,372.65	2.75%				
	05-15-53		42,955.27	2.75%				
	11-15-53		43,545.91	2.75%				
	05-15-54		44,144.66	2.75%				
	11-15-54		44,751.65	2.75%				
	05-15-55		45,366.99	2.75%				
	11-15-55		45,990.78	2.75%				
	05-15-56		46,623.16	2.75%				
	11-15-56		47,264.22	2.75%				
	05-15-57		47,914.11	2.75%				
	11-15-57		48,572.93	2.75%				
	05-15-58		49,240.80	2.75%				
	11-15-58		49,917.87	2.75%				
	05-15-59		49,946.44	2.75%				
					\$ 2,353,483.47	-	\$ 38,121.50	\$ 2,315,361.97

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY CAPITAL FUND
 Statement of Bond Anticipation Notes
 For the Year Ended December 31, 2023

Ordinance Number	Improvement Description	Date of Issue of Original Notes	Date of Issue	Date of Maturity	Interest Rate	Balance	
						Dec. 31, 2022	Dec. 31, 2023
21-11.1	Utility Department Equipment	11-17-21	11-15-22	08-11-23	4.06%	\$ 75,000.00	\$ 75,000.00
21-11.1	Utility System Improvements	11-17-21	08-10-23	05-03-24	4.50%	\$ 75,000.00	\$ 75,000.00
						<u>\$ 75,000.00</u>	<u>\$ 75,000.00</u>
						<u>\$ 75,000.00</u>	<u>\$ 75,000.00</u>
						<u>\$ 75,000.00</u>	<u>\$ 75,000.00</u>
						<u>\$ 75,000.00</u>	<u>\$ 75,000.00</u>

TOWNSHIP OF WATERFORD
WATER & SEWER UTILITY CAPITAL FUND
 Schedule of Bonds and Notes Authorized But Not Issued
 For the Year Ended December 31, 2023

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Date of Ordinance</u>	<u>Balance Dec. 31, 2022</u>	<u>Increased</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2023</u>
17-19.2	Utility System Improvements	06-28-17	\$ 8,400.00			\$ 8,400.00
20-8.2	Utility System Improvements	06-24-20	300.00			300.00
			<u>\$ 8,700.00</u>	<u>-</u>	<u>-</u>	<u>\$ 8,700.00</u>

TOWNSHIP OF WATERFORD
PART 2
SCHEDULE OF FINDINGS AND RECOMMENDATIONS
FOR THE YEAR ENDED DECEMBER 31, 2023

14500

TOWNSHIP OF WATERFORD
Schedule of Findings and Recommendations
For the Year Ended December 31, 2023

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.

None.

TOWNSHIP OF WATERFORD
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

None.

TOWNSHIP OF WATERFORD
 Officials in Office and Surety Bonds

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

<u>Name</u>	<u>Title</u>	<u>Amount of Surety Bond</u>
Thomas Giangiulio	Mayor	\$1,000,000.00(A)
Andrew Wade	Committeeman	1,000,000.00(A)
Stephanie Jones-Frietag	Committeewoman	1,000,000.00(A)
Richard Yeatman	Committeeman	1,000,000.00(A)
Joel Thompson	Committeeman	1,000,000.00(A)
Dawn Liedtka	Township Clerk, Improvement Search Clerk, and Registrar of Vital Statistics	1,000,000.00(A)
Donna Condo	Certified Municipal Finance Officer(Until 10/25/23)	1,000,000.00(A)
Donnell Bright	Certified Municipal Finance Officer(11/8/23 Onward)	1,000,000.00(A)
Lisa Eggert	Tax Collector and Search Clerk	1,000,000.00(A)
Dawn Sayers	Treasurer	1,000,000.00(A)
John Holroyd	Electrical, Fire, and Plumbing Sub Code Official Construction and Building Sub Code Official	1,000,000.00(A)
Michael Diamond	Judge of Municipal Court (until 11/8/23)	1,000,000.00(A)
Carol Fabietti	Judge of Municipal Court(11/8/23 Onward)	1,000,000.00(A)
Heather Campbell	Court Administrator	1,000,000.00(A)
Karen Paullin	Deputy Court Administrator	1,000,000.00(A)
Daniel Cormaney	Police Chief and Gun Permit Clerk	1,000,000.00(A)
Rich Buscemi	Assessor	1,000,000.00(A)
ERI	Engineer	
David Patterson	Attorney	

(A) Public Employees' Dishonesty Blanket Position Bond, Aggregate Coverage, with a \$1,000.00 per loss deductible through the Atlantic County Municipal Joint Insurance Fund and the Municipal Excess Liability Joint Insurance Fund.

All of the bonds were examined and were properly executed.

APPRECIATION

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

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Daniel M. DiGangi

Daniel M. DiGangi
Certified Public Accountant
Registered Municipal Accountant