

BOROUGH OF CLEMENTON
COUNTY OF CAMDEN
REPORT OF AUDIT
FOR THE YEAR ENDED DECEMBER 31, 2024



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BOROUGH OF CLEMENTON

PART I

REPORT OF AUDIT OF FINANCIAL STATEMENTS

FOR THE YEAR ENDED DECEMBER 31, 2024

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Clementon
Clementon, New Jersey 08021

Report on the Audit of the Financial Statements

Opinions

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

Unmodified Opinions on Regulatory Basis of Accounting

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

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

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

Basis for Opinions on Regulatory Basis of Accounting

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

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

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

Emphasis of Matter

Change in Accounting Principle

As discussed in note 1 to the financial statements, during the year ended December 31, 2024, the Borough adopted new accounting guidance, Governmental Accounting Standards Board (GASB) Statement No. 101, *Compensated Absences*. The adoption of this new accounting principle resulted in an updated measurement of compensated absences in accordance with the Statement (note 11). As a result of the regulatory basis of accounting, described in the previous paragraph, the implementation of this Statement only impacted financial statement disclosures. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

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

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

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

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

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

- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

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

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

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated September 3, 2025 on our consideration of the Borough of Clementon's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Borough of Clementon's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Clementon's internal control over financial reporting and compliance.

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Todd R. Saler

Todd R. Saler
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
September 3, 2025

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

INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and
Members of the Borough Council
Borough of Clementon
Clementon, New Jersey 08021

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the standards applicable to financial statement audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, and audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, the financial statements prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, of the Borough of Clementon, in the County of Camden, State of New Jersey, as of and for the year ended December 31, 2024, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements, and have issued our report thereon dated September 3, 2025. That report indicated that the Borough of Clementon's financial statements were not prepared in accordance with accounting principles generally accepted in the United States of America, but were prepared on a regulatory basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Our report on the financial statements included an emphasis of matter paragraph describing the adoption of a new accounting principle.

Report on Internal Control over Financial Reporting

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

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

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

Report on Compliance and Other Matters

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

Purpose of this Report

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

Respectfully submitted,



BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants



Todd R. Saler
Certified Public Accountant
Registered Municipal Accountant

Voorhees, New Jersey
September 3, 2025

BOROUGH OF CLEMENTON
CURRENT FUND

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

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
<u>ASSETS</u>			
Regular Fund:			
Cash--Treasurer	SA-1	\$ 2,632,015.99	\$ 3,013,947.69
Cash--Change Funds	SA-2	175.00	175.00
		<u>2,632,190.99</u>	<u>3,014,122.69</u>
Receivables and Other Assets with Full Reserves:			
Taxes Receivable	SA-4	441,918.32	508,169.48
Tax Title Liens Receivable	SA-5	660,352.54	616,749.73
Property Acquired for Taxes - Assessed Valuation	A	984,600.00	984,600.00
Revenue Accounts Receivable	SA-6	20,564.36	16,867.42
Due from Animal Control Fund	SB-3	17,500.19	20,430.95
Due from Trust Other Fund	SB-6	32,697.52	
Due from General Capital Fund	SC-5	28,610.10	2,834.53
Due from Sewer Utility Operating Fund	SA-1	100,000.00	
		<u>2,286,243.03</u>	<u>2,149,652.11</u>
		<u>4,918,434.02</u>	<u>5,163,774.80</u>
Federal, State and Local Grant Fund:			
Cash--Treasurer	SA-1	72,211.74	170,534.30
Federal, State and Local Grants Receivable	SA-18	2,167,852.17	2,183,811.14
		<u>2,240,063.91</u>	<u>2,354,345.44</u>
		<u>\$ 7,158,497.93</u>	<u>\$ 7,518,120.24</u>

(Continued)

BOROUGH OF CLEMENTON
CURRENT FUND

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

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Regular Fund:			
Appropriation Reserves	A-3; SA-7	\$ 256,761.80	\$ 475,807.60
Reserve for Encumbrances	A-3; SA-7	61,956.36	49,412.89
Accounts Payable	SA-9	21,104.00	15,834.00
Prepaid Taxes	SA-10	106,418.70	77,691.10
Tax Overpayments	SA-11	24,377.65	16,274.02
Due to State of New Jersey:			
State Training Fees	SA-12	3,204.00	1,772.00
Marriage & Civil Union Fees and Burial Permits	SA-13	150.00	150.00
Veterans' and Senior Citizens' Deductions	SA-8	283.61	241.83
Due County for Added and Omitted Taxes	SA-16	3,186.57	3,582.13
Due to Trust Other Funds	SB-6		2,418.27
Due to Municipal Open Space Trust Fund	SB-8	51,502.87	51,489.35
Reserve for Municipal Relief Fund Aid	A-2		44,911.48
Reserve for Tax Map Digitization	A	584.00	584.00
Reserve for Fire Hall Roof	A	4,000.00	4,000.00
Reserve for Library Aid	A	559.00	559.00
Road Appropriation Reserves--State Aid Projects	A	4,237.99	4,237.99
		<u>538,326.55</u>	<u>748,965.66</u>
Reserves for Receivables	A	2,286,243.03	2,149,652.11
Fund Balance	A-1	<u>2,093,864.44</u>	<u>2,265,157.03</u>
		<u>4,918,434.02</u>	<u>5,163,774.80</u>
Federal, State and Local Grant Fund:			
Reserve for Federal, State and Local Grants:			
Unappropriated	SA-19	7,390.08	6,459.82
Appropriated	SA-20	1,833,376.83	1,757,327.27
Reserve for Encumbrances	SA-20	399,297.00	71,716.35
Due to Water Utility Capital Fund	SA-1		518,842.00
		<u>2,240,063.91</u>	<u>2,354,345.44</u>
		<u>\$ 7,158,497.93</u>	<u>\$ 7,518,120.24</u>

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

BOROUGH OF CLEMENTON
CURRENT FUND

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

	<u>2024</u>	<u>2023</u>
<u>Revenue and Other Income Realized:</u>		
Fund Balance Utilized	\$ 1,338,000.00	\$ 1,250,000.00
Miscellaneous Revenues Anticipated	1,759,729.85	2,117,313.78
Receipts from Delinquent Taxes	414,636.72	400,576.63
Receipts from Current Taxes	11,167,505.19	10,869,368.39
Nonbudget Revenues	247,763.17	163,345.97
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	418,406.72	609,084.27
Statutory Excess in Animal Control Fund		19,331.32
Cancellation of:		
Reserve for Federal, State and Local Grants - Appropriated		25,000.00
Due to State of NJ - State Training Fees		1,773.00
Accounts Payable		3,223.48
Liquidation of Reserves for:		
Interfunds:		
Due Animal Control Fund	2,930.76	
Due Trust Other Fund		11,782.90
Due Sewer Operating Fund		21,000.00
	15,348,972.41	15,491,799.74
<u>Expenditures:</u>		
Budget and Emergency Appropriations:		
Appropriations Within "CAPS"		
Operations:		
Salaries and Wages	2,195,833.00	2,180,100.00
Other Expenses	2,505,486.00	2,388,291.00
Deferred Charges and Statutory Expenditures	686,865.40	584,139.39
Appropriations Excluded from "CAPS"		
Operations:		
Salaries and Wages	102,962.00	95,962.00
Other Expenses	86,535.43	308,257.17
Capital Improvements	599,913.85	1,064,770.00
Municipal Debt Service	907,137.44	744,413.35
Deferred Charges		55,000.00

(Continued)

BOROUGH OF CLEMENTON
CURRENT FUND

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

	<u>2024</u>	<u>2023</u>
Expenditures (Cont'd):		
County Taxes	\$ 2,243,925.36	\$ 2,279,187.27
Municipal Open Space Taxes	51,502.87	51,489.35
Due County for Added and Omitted Taxes	3,186.57	3,582.13
Local District School Tax	4,592,539.00	4,502,490.00
Senior Citizens Deductions Disallowed - Prior Year Taxes	2,000.00	750.00
Refund of Prior Year Revenue:		
Prior Year Tax Overpayments	45,904.49	
Refund of Prior Year Revenue	0.50	56.04
Creation of Reserves:		
Due Animal Control Fund		19,420.11
Due Trust Other Funds	32,697.52	
Due General Capital Fund	25,775.57	1,469.35
Due Sewer Utility Operating Fund	100,000.00	
	<u>14,182,265.00</u>	<u>14,279,377.16</u>
Excess in Revenues	1,166,707.41	1,212,422.58
Fund Balance January 1	<u>2,265,157.03</u>	<u>2,302,734.45</u>
	3,431,864.44	3,515,157.03
Decreased by:		
Utilization as Anticipated Revenue	<u>1,338,000.00</u>	<u>1,250,000.00</u>
Fund Balance December 31	<u><u>\$ 2,093,864.44</u></u>	<u><u>\$ 2,265,157.03</u></u>

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

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

	Anticipated <u>Budget</u>	Special <u>N.J.S.A. 40A:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Fund Balance Anticipated	\$ 1,338,000.00	-	\$ 1,338,000.00	-
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	7,500.00		9,881.94	\$ 2,381.94
Other	33,500.00		43,627.00	10,127.00
Fees and Permits	122,000.00		157,485.26	35,485.26
Fines and Costs:				
Municipal Court	34,000.00		66,117.34	32,117.34
Interest and Costs on Taxes	92,000.00		133,888.42	41,888.42
Energy Receipts Tax (P.L. 1997, Chapters 162 & 167)	435,714.00		435,714.08	0.08
Reserve for Municipal Aid Relief Fund	44,911.48		44,911.48	
Uniform Construction Code Fees	75,000.00		170,771.00	95,771.00
Public and Private Revenues Offset With Appropriations:				
Recycling Tonnage Grant	5,300.36		5,300.36	
Clean Communities Program		\$ 14,465.25	14,465.25	
Body Armor Replacement Fund	1,459.82		1,459.82	
Distracted Driving Crackdown Grant	7,000.00		7,000.00	
Safe and Secure Communities Program	19,558.00		19,558.00	
County of Camden Recreation Enhancement Grant		25,000.00	25,000.00	
NJDOT Municipal Aid Program	268,146.00		268,146.00	
Safe Routes to School Program		311,767.85	311,767.85	
Sumner Police Grant	5,000.00		5,000.00	

(Continued)

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

	Anticipated <u>Budget</u>	Special <u>N.J.S.A. 40A:4-87</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Miscellaneous Revenues (Cont'd):				
Special Items of General Revenue Anticipated with Prior Written Consent of Director of Local Government Services:				
Uniform Fire Safety Act Fees	\$ 25,000.00		\$ 39,636.05	\$ 14,636.05
Total Miscellaneous Revenues	1,176,089.66	\$ 351,233.10	1,759,729.85	232,407.09
Receipts from Delinquent Taxes	250,000.00	-	414,636.72	164,636.72
Subtotal General Revenues	2,764,089.66	351,233.10	3,512,366.57	397,043.81
Amount to be Raised by Taxes for Support of Municipal Budget--				
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	4,713,719.34	-	4,918,165.75	204,446.41
Budget Totals	7,477,809.00	351,233.10	8,430,532.32	601,490.22
Nonbudget Revenues	-	-	247,763.17	247,763.17
	<u>\$ 7,477,809.00</u>	<u>\$ 351,233.10</u>	<u>\$ 8,678,295.49</u>	<u>\$ 849,253.39</u>

(Continued)

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

Analysis of Realized Revenue:

Allocation of Current Tax Collections:

Revenue from Collections	\$ 11,167,505.19
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Allocated to:

School, County and Municipal Open Space Taxes	6,891,153.80
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Balance for Support of Municipal Budget Revenues	4,276,351.39
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Add:

Appropriation: "Reserve for Uncollected Taxes"	641,814.36
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Amount for Support of Municipal Budget Appropriations	\$ 4,918,165.75
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Receipts from Delinquent Taxes:

Tax Title Lien Collections	\$ 19,920.17
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Delinquent Tax Collections	394,716.55
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	\$ 414,636.72
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Licenses--Other:

Amusement Games	\$ 1,750.00
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Bingo Raffle	20.00
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Taxi	293.00
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Mercantile	3,580.00
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Registrar	984.00
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Vacant Property	37,000.00
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	\$ 43,627.00
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Fees and Permits:

Apartment Code Inspection	\$ 9,520.00
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Liability Registrations	3,640.00
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Cable Franchise Fees	13,784.40
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Certificates of Occupancy Fees	6,410.00
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Other	345.00
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Zoning Fence Permits	1,875.00
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Rental Registration Fees	27,680.00
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Street Opening Fees	3,475.00
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Tower Rental Fees	87,065.86
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Towing Permits	400.00
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Variance Fees	3,290.00
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	\$ 157,485.26
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(Continued)

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

Analysis of Non-Budget Revenue:

Miscellaneous Revenue not Anticipated:

Revenue Accounts Receivable:

Interest Earned on Deposits:

Collected	\$ 39,815.93
Interfunds Receivable	<u>37,183.71</u>

\$ 76,999.64

Treasurer:

Payments in Lieu of Taxes (PILOT)	76,320.68
Sale of Borough Assets	38,705.99
Municipal Facility Rentals	27,250.00
200' List	150.00
Restitution	235.00
JIF Safety Award	1,000.00
Return Check Fee	186.00
Scrap Metal Proceeds	988.00
Firearms ID/Permit	7,200.00
Police Reports	1,600.00
Maps	525.00
Yard Sale	120.00
Right of Way	500.00
Insurance Refunds	8,007.06
Various Refunds	634.81
Outstanding Checks Canceled	1,080.00
Miscellaneous Other	456.37
NJDMV Inspection Fines	400.00
Lien Redemptions	1,483.47
Administrative Fees:	
Senior Citizens' and Veterans Deductions	<u>635.00</u>

167,477.38

Due Trust Other Funds:

Administrative Fees:

Police Outside Services	<u>3,286.15</u>
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3,286.15

\$ 247,763.17

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

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

	Appropriations		Expended			Unexpended
	<u>Budget</u>	<u>Budget After</u>	<u>Paid or</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance</u>
		<u>Modification</u>	<u>Charged</u>			<u>Canceled</u>
<u>OPERATIONS WITHIN "CAPS"</u>						
GENERAL GOVERNMENT:						
Administrative						
Salaries and Wages	\$ 16,500.00	\$ 17,640.00	\$ 17,632.11		\$ 7.89	
Other Expenses	7,750.00	7,750.00	7,357.96		392.04	
Mayor and Council						
Salaries and Wages	52,000.00	52,000.00	52,000.00			
Other Expenses	4,100.00	4,100.00	1,928.82		2,171.18	
Municipal Clerk						
Salaries and Wages	128,000.00	128,000.00	127,773.34		226.66	
Other Expenses	42,700.00	42,700.00	23,384.59	\$ 666.83	18,648.58	
Elections						
Other Expenses	3,000.00	3,000.00	3,000.00			
Financial Administration						
Salaries and Wages	95,000.00	95,000.00	91,603.40		3,396.60	
Other Expenses	22,150.00	22,150.00	19,669.17	1,370.22	1,110.61	
Audit Services						
Other Expenses	35,000.00	35,000.00	35,000.00			
Collection of Taxes						
Salaries and Wages	79,600.00	79,600.00	77,931.67		1,668.33	
Other Expenses	9,800.00	9,800.00	8,647.97	262.36	889.67	
Assessment of Taxes						
Salaries and Wages	13,230.00	13,230.00	13,230.00			
Other Expenses	5,255.00	5,255.00	3,497.78		1,757.22	
Legal Services and Costs						
Other Expenses	80,000.00	30,000.00	28,157.95		1,842.05	
Engineering Services and Costs						
Other Expenses	30,000.00	26,410.00	16,776.19	2,632.50	7,001.31	
Economic Development						
Other Expenses	100.00	100.00			100.00	
Historic Commission						
Other Expenses	100.00	100.00			100.00	
Maintenance of Foreclosed Property						
Other Expenses	1,100.00	1,100.00	1,046.55		53.45	

(Continued)

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

	Appropriations		Expended			Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance Canceled</u>
<u>OPERATIONS WITHIN "CAPS" (CONT'D)</u>						
GENERAL GOVERNMENT (CONT'D):						
Liquidation of Tax Title Liens and Foreclosed Property						
Other Expenses	\$ 1.00	\$ 1.00			\$ 1.00	
LAND USE ADMINISTRATION:						
Planning Board						
Salaries and Wages	15,275.00	17,775.00	\$ 17,547.13		227.87	
Other Expenses	2,380.00	2,380.00	1,221.37		1,158.63	
INSURANCE:						
General Liability	267,356.00	267,356.00	267,356.00			
Employee Group Health	750,000.00	750,000.00	747,373.53		2,626.47	
Health Benefit Waiver	7,000.00	7,000.00	6,582.78		417.22	
PUBLIC SAFETY:						
Police						
Salaries and Wages	1,484,038.00	1,418,438.00	1,402,690.53		15,747.47	
Other Expenses	134,100.00	134,100.00	97,762.36	\$ 5,458.09	30,879.55	
Office of Emergency Management						
Salaries and Wages	3,600.00	3,600.00	3,307.52		292.48	
Other Expenses	2,000.00	2,000.00	555.92	1,011.48	432.60	
First Aid						
Contribution to Pine Hill	8,001.00	16,001.00	7,333.37		8,667.63	
Fire						
Salaries and Wages	6,000.00	6,000.00	3,810.24		2,189.76	
Other Expenses	69,750.00	69,750.00	34,848.17	24,021.46	10,880.37	
Uniform Fire Safety Code (Ch. 383 P.L. 1985)						
Fire Official						
Salaries and Wages	30,000.00	30,000.00	29,767.38		232.62	
Other Expenses	13,780.00	13,780.00	8,476.91	926.24	4,376.85	
Municipal Prosecutor						
Other Expenses	15,000.00	15,000.00	14,996.88		3.12	

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

	Appropriations		Expended			Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance Canceled</u>
<u>OPERATIONS WITHIN "CAPS" (CONT'D)</u>						
PUBLIC WORKS:						
Streets and Roads						
Salaries and Wages	\$ 80,500.00	\$ 80,500.00	\$ 69,926.32		\$ 10,573.68	
Other Expenses	41,850.00	41,850.00	17,889.40	\$ 4,831.88	19,128.72	
Shade Tree Commission						
Other Expenses	3,500.00	3,500.00			3,500.00	
Solid Waste Collection						
Other Expenses	311,750.00	324,750.00	324,442.68		307.32	
Public Buildings and Grounds						
Other Expenses	45,500.00	45,500.00	40,398.27	1,381.50	3,720.23	
Vehicle Maintenance	9,500.00	9,500.00	4,278.57	900.00	4,321.43	
HEALTH AND HUMAN SERVICES:						
Board of Health						
Other Expenses	1.00	1.00			1.00	
Services of Visiting Nurse						
Other Expenses	1.00	1.00			1.00	
Registrar of Vital Statistics						
Salaries and Wages	9,000.00	9,450.00	9,450.00			
Environmental Commission (N.J.S.A. 40:56A-1 et seq.)						
Other Expenses	1,000.00	1,000.00	610.00		390.00	
Animal Control						
Other Expenses	40,000.00	68,100.00	68,100.00			
PARKS AND RECREATION:						
Parks and Playgrounds						
Other Expenses	12,000.00	12,000.00	7,853.57	435.00	3,711.43	
LANDFILL/SOLID WASTE DISPOSAL:						
Garbage and Trash Removal						
Landfill/Solid Waste	165,600.00	203,100.00	177,192.12	2,068.51	23,839.37	

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

	<u>Appropriations</u>		<u>Expended</u>			<u>Unexpended</u>
	<u>Budget</u>	<u>Budget After</u>	<u>Paid or</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance</u>
		<u>Modification</u>	<u>Charged</u>			<u>Canceled</u>
<u>OPERATIONS WITHIN "CAPS" (CONT'D)</u>						
MUNICIPAL COURT:						
Municipal Court						
Salaries and Wages	\$ 101,500.00	\$ 107,000.00	\$ 106,492.00		\$ 508.00	
Other Expenses	21,100.00	21,100.00	16,909.58		4,190.42	
Public Defender						
Salaries and Wages						
Other Expenses	8,000.00	8,000.00	7,999.92		0.08	
CODE ENFORCEMENT AND ADMINISTRATION:						
Construction Official						
Salaries and Wages	42,000.00	42,000.00	35,003.89		6,996.11	
Other Expenses	8,700.00	8,700.00	1,978.33	\$ 3,800.00	2,921.67	
Fire Inspector						
Salaries and Wages	5,000.00	5,000.00	4,499.99		500.01	
Plumbing Inspector						
Salaries and Wages	7,000.00	7,000.00	6,708.29		291.71	
Electrical Inspector						
Salaries and Wages	7,000.00	7,000.00	6,999.97		0.03	
Code Enforcement Officer						
Salaries and Wages	68,000.00	69,500.00	68,369.14		1,130.86	
Other Expenses	4,700.00	3,200.00	1,342.32		1,857.68	
UTILITY EXPENSES AND BULK PURCHASES:						
Electric	40,000.00	40,000.00	32,284.19	1,989.66	5,726.15	
Street Lighting	105,000.00	113,000.00	103,274.54		9,725.46	
Maintenance of Traffic Lights	4,500.00	4,500.00	706.00	3,794.00		
Telephone	35,000.00	36,000.00	34,305.67	1,077.75	616.58	
Hydrant	100.00	100.00			100.00	
Oil	25,000.00	25,000.00	12,167.91	2,075.39	10,756.70	
Sewer	3,000.00	3,000.00	1,463.76		1,536.24	
Gasoline	40,000.00	40,000.00	25,585.97	2,644.50	11,769.53	

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

	Appropriations		Expended		Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Balance Canceled</u>
<u>OPERATIONS WITHIN "CAPS" (CONT'D)</u>					
OTHER COMMON OPERATING FUNCTIONS:					
Compensated Absences	\$ 100.00	\$ 100.00			\$ 100.00
Celebration of Public Events, Holidays, or Anniversaries					
Other Expenses	35,750.00	35,750.00	\$ 30,256.94	\$ 608.99	4,884.07
Total Operations Within "CAPS"	4,715,318.00	4,701,318.00	4,388,756.93	61,956.36	250,604.71
Contingent	1.00	1.00	-	-	1.00
Total Operations Including Contingent - within "CAPS"	4,715,319.00	4,701,319.00	4,388,756.93	61,956.36	250,605.71
Detail:					
Salaries and Wages	2,250,343.00	2,195,833.00	2,151,325.70	-	44,507.30
Other Expenses (Including Contingent)	2,464,976.00	2,505,486.00	2,237,431.23	61,956.36	206,098.41
Deferred Charges:					
Anticipated Deficit in Sewer Utility Operations	100,000.00	100,000.00			100,000.00
Statutory Expenditures:					
Contribution to:					
Public Employees' Retirement System	90,980.40	90,980.40	90,980.40		
Social Security System (O.A.S.I.)	170,000.00	184,000.00	181,167.54		2,832.46
Unemployment Insurance	2,250.00	2,250.00	1,763.64		486.36
Defined Contribution Retirement System	5,000.00	5,000.00	4,885.74		114.26
Police and Fireman's Retirement System of NJ	404,635.00	404,635.00	404,635.00		
Total Deferred Charges and Statutory Expenditures					
Municipal--Within "CAPS"	772,865.40	786,865.40	683,432.32	-	3,433.08
Total General Appropriations for Municipal Purposes Within "CAPS"	5,488,184.40	5,488,184.40	5,072,189.25	61,956.36	254,038.79
					100,000.00

(Continued)

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

	Appropriations		Expended			Unexpended Balance
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Canceled</u>
<u>OPERATIONS EXCLUDED FROM "CAPS"</u>						
Recycling Tax	\$ 7,500.00	\$ 7,500.00	\$ 4,776.99		\$ 2,723.01	
General Liability	27,810.00	27,810.00	27,810.00			
Public and Private Programs Offset by Revenues:						
Recycling Tonnage Grant	5,300.36	5,300.36	5,300.36			
Clean Communities Program (N.J.S.A. 40A:4-87, \$14,465.25+)		14,465.25	14,465.25			
County of Camden Recreation Enhancement Grants (N.J.S.A. 40A:4-87, \$25,000.00+)		25,000.00	25,000.00			
Safe and Secure Communities Program						
State Share	19,558.00	19,558.00	19,558.00			
Borough Share	76,404.00	76,404.00	76,404.00			
Body Armor Replacement	1,459.82	1,459.82	1,459.82			
Distracted Driving Crackdown Grant	7,000.00	7,000.00	7,000.00			
Sumner Station Foundation--Police Grant	5,000.00	5,000.00	5,000.00			
Total Operations--Excluded from "CAPS"	150,032.18	189,497.43	186,774.42	\$ -	2,723.01	\$ -
Detail:						
Salaries and Wages	102,962.00	102,962.00	102,962.00	-	-	-
Other Expenses	47,070.18	86,535.43	83,812.42	-	2,723.01	-
<u>CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</u>						
Capital Improvement Fund	20,000.00	20,000.00	20,000.00			
Public and Private Programs Offset by Revenues:						
Safe Routes to Schools (40A:4-87, \$311,767.85+)		311,767.85	311,767.85			
NJDOT Municipal Aid Program	268,146.00	268,146.00	268,146.00			
Total Capital Improvements Excluded from "CAPS"	288,146.00	599,913.85	599,913.85	-	-	-

(Continued)

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

	Appropriations		Expended		Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Balance Canceled</u>
				<u>Reserved</u>	
<u>MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"</u>					
Payment of Bond Principal	\$ 615,000.00	\$ 615,000.00	\$ 615,000.00		
Interest on Bonds	183,098.06	183,098.06	183,098.06		
New Jersey Environmental Infrastructure Trust Loan:					
Loan Repayments for Principal and Interest					
Principal	74,346.00	74,346.00	74,039.38		\$ 306.62
Interest	2,188.00	2,188.00			2,188.00
Recapture Agreement - CCIA	35,000.00	35,000.00	35,000.00		
Total Municipal Debt Service--Excluded from "CAPS"	909,632.06	909,632.06	907,137.44	\$ -	\$ 2,494.62
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	1,347,810.24	1,699,043.34	1,693,825.71	-	2,723.01
Subtotal General Appropriations	6,835,994.64	7,187,227.74	6,766,014.96	61,956.36	256,761.80
Reserve for Uncollected Taxes	641,814.36	641,814.36	641,814.36		
Total General Appropriations	<u>\$ 7,477,809.00</u>	<u>\$ 7,829,042.10</u>	<u>\$ 7,407,829.32</u>	<u>\$ 61,956.36</u>	<u>\$ 256,761.80</u>
Budget		\$ 7,477,809.00			
Appropriations by N.J.S.A. 40A:4-87		351,233.10			
		<u>\$ 7,829,042.10</u>			
Federal, State and Local Grants - Appropriated			\$ 734,101.28		
Due to Animal Control Fund			3,100.00		
Reserve for Uncollected Taxes			641,814.36		
Refunded			(294,596.40)		
Disbursed			6,323,410.08		
			<u>\$ 7,407,829.32</u>		

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

BOROUGH OF CLEMENTON
TRUST FUND
 Statements of Assets, Liabilities and Reserves - Regulatory Basis
 As of December 31, 2024 and 2023

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
<u>ASSETS</u>			
Animal Control Fund:			
Cash	SB-1	<u>\$ 17,647.07</u>	<u>\$ 22,710.90</u>
Other Funds:			
Cash	SB-1	652,724.82	502,163.54
Other Accounts Receivable	SB-5	18,668.10	11,302.79
Due from Current Fund	SB-6		2,418.27
Due from Municipal Open Space Trust Fund	B	<u>6,950.50</u>	<u>6,950.50</u>
		<u>678,343.42</u>	<u>522,835.10</u>
Municipal Open Space Fund:			
Cash	SB-1	162,489.14	109,613.63
Due from Current Fund	SB-8	<u>51,502.87</u>	<u>51,489.35</u>
		<u>213,992.01</u>	<u>161,102.98</u>
		<u><u>\$ 909,982.50</u></u>	<u><u>\$ 706,648.98</u></u>

(Continued)

BOROUGH OF CLEMENTON
TRUST FUND
Statements of Assets, Liabilities and Reserves - Regulatory Basis
As of December 31, 2024 and 2023

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
<u>LIABILITIES AND RESERVES</u>			
Animal Control Fund:			
Reserve for Animal Control Expenditures	SB-2	\$ 136.68	\$ 2,264.35
Due to Current Fund	SB-3	17,500.19	20,430.95
Due to State of New Jersey	SB-4	10.20	15.60
		<u>17,647.07</u>	<u>22,710.90</u>
Other Funds:			
Due to Current Fund	SB-6	32,697.52	
Reserve for Payroll Deductions Payable	SB-9	24,337.56	49,836.71
Reserve for Accumulated Absences	SB-10	26,512.89	26,512.89
Reserve for Brick Fund	SB-10	1,946.90	1,946.90
Reserve for Community Events	SB-10	6,079.12	6,079.12
Reserve for DARE Program	SB-10	7,022.63	6,935.00
Reserve for Developer's Escrow Deposits	SB-10	134,423.25	149,382.64
Reserve for Federal Drug Enforcement Fund	SB-10	2,129.60	2,103.04
Reserve for Flexible Spending	SB-10	0.99	0.99
Reserve for Municipal Alliance	SB-10	3,449.19	3,449.19
Reserve for Municipal Forfeiture Fund	SB-10	1,321.01	1,304.52
Reserve for Parking Offenses Adjudication Act	SB-10	722.00	702.00
Reserve for Police K-9	SB-10	10,546.37	10,546.37
Reserve for Police Outside Employment	SB-10	384.93	3,154.13
Reserve for Premiums Received at Tax Sales	SB-10	292,700.00	137,100.00
Reserve for Public Defender Fees	SB-10	12,918.00	10,913.00
Reserve for Recreation	SB-10	56,196.87	32,196.87
Reserve for Street Opening Deposits	SB-10	3,566.50	3,566.50
Reserve for Tax Title Lien Redemption	SB-10	1,089.15	1,089.15
Reserve for Unemployment Compensation	SB-10	22,740.29	32,825.65
Reserve for Uniform Fire Safety Act Penalties	SB-10	37,558.65	43,190.43
		<u>678,343.42</u>	<u>522,835.10</u>
Municipal Open Space Fund:			
Reserve for Future Use	B-1; SB-7	205,691.51	154,152.48
Reserve for Encumbrances	B-3	1,350.00	
Due to Trust Other Funds	B	6,950.50	6,950.50
		<u>213,992.01</u>	<u>161,102.98</u>
		<u>\$ 909,982.50</u>	<u>\$ 706,648.98</u>

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

BOROUGH OF CLEMENTON
MUNICIPAL OPEN SPACE TRUST FUND
Statements of Operations and Changes in Reserve for Future Use - Regulatory Basis
For the Years Ended December 31, 2024 and 2023

	<u>2024</u>	<u>2023</u>
REVENUE REALIZED:		
Amount to be Raised by Taxation	\$ 51,502.87	\$ 51,489.35
Reserve for Future Use	154,152.48	193,338.50
Miscellaneous	<u>1,386.16</u>	<u>1,364.63</u>
Total Income	<u>207,041.51</u>	<u>246,192.48</u>
EXPENDITURES		
Operations:		
Other Expenses	<u>1,350.00</u>	<u>92,040.00</u>
Total Expenditures	<u>1,350.00</u>	<u>92,040.00</u>
Excess to Reserve	205,691.51	154,152.48
RESERVE FOR FUTURE USE:		
Balance January 1	<u>154,152.48</u>	<u>193,338.50</u>
	359,843.99	347,490.98
Decreased by:		
Reserve for Future Use Anticipated	<u>154,152.48</u>	<u>193,338.50</u>
Balance December 31	<u><u>\$ 205,691.51</u></u>	<u><u>\$ 154,152.48</u></u>

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

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

	Anticipated <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Amount to be Raised by Taxation	\$ 51,430.00	\$ 51,502.87	\$ 72.87
Reserve for Future Use	154,152.48	154,152.48	
Miscellaneous		1,386.16	1,386.16
	<u>\$ 205,582.48</u>	<u>\$ 207,041.51</u>	<u>\$ 1,459.03</u>

Analysis of Realized Revenues

Amount to be Raised by Taxation:	
Current Year Levy	\$ 51,430.00
Added/Omitted Levy	72.87
	<u>\$ 51,502.87</u>
Miscellaneous:	
Interest on Investments	<u>\$ 1,386.16</u>

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

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

	Appropriations		<u>Encumbered</u>	Unexpended Balance <u>Canceled</u>
	<u>Original Budget</u>	<u>Budget After Modification</u>		
Maintenance of Lands for Recreation and Conservation:				
Salaries & Wages	\$ 25,000.00	\$ 25,000.00		\$ 25,000.00
Other Expenses	175,000.00	175,000.00	\$ 1,350.00	173,650.00
Reserve for Future Use	<u>5,582.48</u>	<u>5,582.48</u>		<u>5,582.48</u>
Total Trust Fund Appropriations	<u>\$ 205,582.48</u>	<u>\$ 205,582.48</u>	<u>\$ 1,350.00</u>	<u>\$ 204,232.48</u>

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

BOROUGH OF CLEMENTON**GENERAL CAPITAL FUND**

Statements of Assets, Liabilities, Reserves and Fund Balances - Regulatory Basis

As of December 31, 2024 and 2023

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
<u>ASSETS</u>			
Cash	SC-1; SC-2	\$ 1,468,757.43	\$ 2,846,342.94
Deferred Charges to Future Taxation:			
Unfunded	SC-3	402,111.35	1,924.35
Funded	SC-4	<u>4,037,360.63</u>	<u>4,726,706.23</u>
		<u>\$ 5,908,229.41</u>	<u>\$ 7,574,973.52</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Due to Current Fund	SC-5	\$ 28,610.10	\$ 2,834.53
Improvement Authorizations:			
Funded	SC-6	1,151,324.39	1,660,913.16
Unfunded	SC-6	318,039.13	435.00
Reserve for Encumbrances	SC-7	319,824.69	1,129,951.13
Capital Improvement Fund	SC-8	8,680.50	9,743.50
New Jersey Environmental Trust Loans Payable	SC-9	72,360.63	146,706.23
General Serial Bonds	SC-10	3,965,000.00	4,580,000.00
Fund Balance	C	<u>44,389.97</u>	<u>44,389.97</u>
		<u>\$ 5,908,229.41</u>	<u>\$ 7,574,973.52</u>

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

BOROUGH OF CLEMENTON**WATER UTILITY FUND**

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

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
<u>ASSETS</u>			
Operating Fund:			
Cash - Treasurer	SD-1	\$ 474,696.66	\$ 653,292.00
Cash - Change Funds	SD-3	75.00	75.00
Due from Water Utility Capital Fund	SD-4	398.44	76,058.89
		<u>475,170.10</u>	<u>729,425.89</u>
Receivables With Full Reserves			
Consumer Accounts Receivable	SD-5	107,757.11	140,862.12
Water Utility Liens Receivable	SD-6	12,347.92	12,166.44
		<u>120,105.03</u>	<u>153,028.56</u>
Total Operating Fund		<u>595,275.13</u>	<u>882,454.45</u>
Capital Fund:			
Cash - Treasurer	SD-1; SD-2	781,549.27	1,056,874.41
Due from Federal, State and Local Grant Fund	SD-1		518,842.00
Fixed Capital	SD-7	8,727,442.01	3,971,787.89
Fixed Capital Authorized and Uncompleted	SD-8	1,211,897.88	5,487,052.00
Total Capital Fund		<u>10,720,889.16</u>	<u>11,034,556.30</u>
		<u>\$ 11,316,164.29</u>	<u>\$ 11,917,010.75</u>

(Continued)

BOROUGH OF CLEMENTON**WATER UTILITY FUND**

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

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Operating Fund:			
Appropriation Reserves	D-3; SD-9	\$ 57,216.64	\$ 76,705.30
Reserve for Encumbrances	D-3; SD-9	18,277.08	13,565.28
Water Rental Overpayments	SD-10	17,136.94	7,828.28
Water Rental Prepayments	SD-11	31,707.43	12,106.66
Accrued Interest on Bonds and Notes	SD-13	57,316.67	40,416.53
Due to Sewer Utility Operating Fund	SE-4		17,103.81
		<u>181,654.76</u>	<u>167,725.86</u>
Reserve for Receivables	D	120,105.03	153,028.56
Fund Balance	D-1	<u>293,515.34</u>	<u>561,700.03</u>
Total Operating Fund		<u>595,275.13</u>	<u>882,454.45</u>
Capital Fund:			
Improvement Authorizations:			
Funded	SD-12	570,530.24	888,935.70
Unfunded	SD-12	464,934.00	1,699.00
Reserve for Encumbrances	SD-12	176,433.64	584,269.87
Reserve for Deferred Amortization	SD-14	712,278.00	688,253.00
Reserve for Amortization	SD-15	4,768,887.89	4,516,887.89
Capital Improvement Fund	SD-16	21,975.25	21,000.25
Serial Bonds	SD-17	4,000,000.00	4,252,000.00
Due to Water Utility Operating Fund	SD-4	398.44	76,058.89
Fund Balance	D	<u>5,451.70</u>	<u>5,451.70</u>
Total Capital Fund		<u>10,720,889.16</u>	<u>11,034,556.30</u>
		<u>\$ 11,316,164.29</u>	<u>\$ 11,917,010.75</u>

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

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

	<u>2024</u>	<u>2023</u>
Revenue and Other Income Realized:		
Fund Balance	\$ 498,501.00	\$ 327,516.00
Water Capital Surplus		75,000.00
Water Rents	829,635.87	880,842.99
Miscellaneous	140,255.76	78,201.22
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	<u>67,423.88</u>	<u>14,214.20</u>
Total Income	<u>1,535,816.51</u>	<u>1,375,774.41</u>
Expenditures:		
Operations:		
Salaries and Wages	364,300.00	359,300.00
Other Expenses	418,150.20	446,100.00
Capital Improvements	25,000.00	30,000.00
Debt Service	434,723.20	217,695.39
Deferred Charges and Statutory Expenditures	<u>63,326.80</u>	<u>60,456.00</u>
Total Expenditures	<u>1,305,500.20</u>	<u>1,113,551.39</u>
Excess in Revenue	230,316.31	262,223.02
Fund Balance January 1	<u>561,700.03</u>	<u>626,993.01</u>
	792,016.34	889,216.03
Decreased by:		
Utilization as Anticipated Revenue:		
Water Utility Budget	<u>498,501.00</u>	<u>327,516.00</u>
Fund Balance December 31	<u><u>\$ 293,515.34</u></u>	<u><u>\$ 561,700.03</u></u>

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

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

	Anticipated <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Operating Surplus Anticipated	\$ 498,501.00	\$ 498,501.00	
Water Rents	800,000.00	829,635.87	\$ 29,635.87
Miscellaneous	<u>7,000.00</u>	<u>140,255.76</u>	<u>133,255.76</u>
	<u>\$ 1,305,501.00</u>	<u>\$ 1,468,392.63</u>	<u>\$ 162,891.63</u>
Rents:			
Consumer Accounts Receivable:			
Collections		\$ 817,287.39	
Prepayments Applied		12,106.66	
Water Liens Receivable:			
Collections		<u>241.82</u>	
		<u>\$ 829,635.87</u>	
Miscellaneous:			
Interest Earned on Deposits:			
Collected	\$ 6,730.17		
Due from Water Utility Capital Fund	<u>6,837.58</u>		
		\$ 13,567.75	
Water Connection Fees		113,276.30	
Interest on Delinquent Accounts		<u>13,411.71</u>	
		<u>\$ 140,255.76</u>	
Collections		\$ 133,418.18	
Due from Water Utility Capital Fund		<u>6,837.58</u>	
		<u>\$ 140,255.76</u>	

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

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

	Appropriations		Expended			Unexpended
	<u>Budget</u>	<u>Budget After Modification</u>	<u>Paid or Charged</u>	<u>Encumbered</u>	<u>Reserved</u>	<u>Balance Canceled</u>
Operations:						
Salaries and Wages	\$ 364,300.00	\$ 364,300.00	\$ 340,954.47	\$ 825.00	\$ 22,520.53	
Other Expenses	418,150.20	418,150.20	374,587.71	17,452.08	26,110.41	
Total Operations	782,450.20	782,450.20	715,542.18	18,277.08	48,630.94	-
Capital Improvements:						
Capital Improvement Fund	25,000.00	25,000.00	25,000.00	-	-	-
Debt Service:						
Payment of Bond Principal	252,000.00	252,000.00	252,000.00			
Interest on Bonds	182,724.00	182,724.00	182,723.20			\$ 0.80
Total Debt Service	434,724.00	434,724.00	434,723.20	-	-	0.80
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Public Employees Retirement System	30,326.80	30,326.80	30,326.80			
Social Security System (O.A.S.I.)	33,000.00	33,000.00	24,414.30		8,585.70	
Total Deferred Charges and Statutory Expenditures	63,326.80	63,326.80	54,741.10	-	8,585.70	-
Total Water Utility Appropriations	<u>\$ 1,305,501.00</u>	<u>\$ 1,305,501.00</u>	<u>\$ 1,230,006.48</u>	<u>\$ 18,277.08</u>	<u>\$ 57,216.64</u>	<u>\$ 0.80</u>
Interest on Bonds and Notes			\$ 182,723.20			
Refunded			(113.11)			
Disbursed			1,047,396.39			
			<u>\$ 1,230,006.48</u>			

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

BOROUGH OF CLEMENTON
SEWER UTILITY FUND

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

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
<u>ASSETS</u>			
Operating Fund:			
Cash - Treasurer	SE-1	\$ 319,611.81	\$ 254,429.14
Cash - Change Funds	E	75.00	75.00
Due from Water Utility Operating Fund	SE-4		17,103.81
Due from Sewer Utility Capital Fund	SE-16	606.17	620.99
		<u>320,292.98</u>	<u>272,228.94</u>
Receivables With Full Reserves			
Consumer Accounts Receivable	SE-5	52,796.05	59,066.34
Sewer Utility Liens Receivable	SE-6	12,027.11	12,172.51
		<u>64,823.16</u>	<u>71,238.85</u>
Total Operating Fund		<u>385,116.14</u>	<u>343,467.79</u>
Capital Fund:			
Cash - Treasurer	SE-1; SE-2	566,226.17	603,720.37
Fixed Capital	SE-8	4,877,485.72	4,253,731.58
Fixed Capital Authorized and Uncompleted	SE-9	674,745.86	1,148,500.00
Total Capital Fund		<u>6,118,457.75</u>	<u>6,005,951.95</u>
		<u>\$ 6,503,573.89</u>	<u>\$ 6,349,419.74</u>

(Continued)

BOROUGH OF CLEMENTON**SEWER UTILITY FUND**

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

	<u>Ref.</u>	<u>2024</u>	<u>2023</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Operating Fund:			
Appropriation Reserves	E-3; SE-7	\$ 53,859.25	\$ 37,222.51
Reserve for Encumbrances	E-3; SE-7	8,223.86	1,995.09
Sewer Rental Overpayments	SE-10	3,498.50	5,383.17
Sewer Rental Prepayments	SE-11	31,678.17	12,694.70
Accrued Interest on Bonds and Notes	SE-13	13,016.67	10,645.28
Due to Current Fund	SE-1	100,000.00	
		<u>210,276.45</u>	<u>67,940.75</u>
Reserve for Receivables	E	64,823.16	71,238.85
Fund Balance	E-1	<u>110,016.53</u>	<u>204,288.19</u>
Total Operating Fund		<u>385,116.14</u>	<u>343,467.79</u>
Capital Fund:			
Improvement Authorizations:			
Funded	SE-12	446,650.86	561,250.24
Unfunded	SE-12	143,475.00	975.00
Reserve for Encumbrances	SE-12	84,620.00	
Reserve for Deferred Amortization	SE-14	89,225.00	81,725.00
Reserve for Amortization	SE-15	4,338,547.49	4,215,547.49
Due to Sewer Utility Operating Fund	SE-16	606.17	620.99
Capital Improvement Fund	SE-17	29,225.00	36,725.00
Serial Bonds	SE-18	980,000.00	1,103,000.00
Fund Balance	E	<u>6,108.23</u>	<u>6,108.23</u>
Total Capital Fund		<u>6,118,457.75</u>	<u>6,005,951.95</u>
		<u>\$ 6,503,573.89</u>	<u>\$ 6,349,419.74</u>

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

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

	<u>2024</u>	<u>2023</u>
Revenue and Other Income Realized:		
Fund Balance	\$ 175,724.00	\$ 220,456.00
Sewer Charges	559,690.29	549,019.09
Miscellaneous	101,460.63	61,144.93
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	<u>34,801.34</u>	<u>43,802.58</u>
Total Income	<u>871,676.26</u>	<u>874,422.60</u>
Expenditures:		
Operations:		
Salaries and Wages	324,500.00	329,500.00
Other Expenses	240,950.20	229,450.00
Capital Improvements		5,000.00
Debt Service	164,446.92	105,889.51
Deferred Charges and Statutory Expenditures	<u>60,326.80</u>	<u>60,456.00</u>
Total Expenditures	<u>790,223.92</u>	<u>730,295.51</u>
Excess in Revenue	81,452.34	144,127.09
Fund Balance January 1	<u>204,288.19</u>	<u>280,617.10</u>
	285,740.53	424,744.19
Decreased by:		
Utilization as Anticipated Revenue:		
Sewer Utility Budget	<u>175,724.00</u>	<u>220,456.00</u>
Fund Balance December 31	<u><u>\$ 110,016.53</u></u>	<u><u>\$ 204,288.19</u></u>

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

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

	Anticipated <u>Budget</u>	<u>Realized</u>	Excess or <u>(Deficit)</u>
Operating Surplus Anticipated	\$ 175,724.00	\$ 175,724.00	
Sewer Rents	510,000.00	559,690.29	\$ 49,690.29
Miscellaneous	4,500.00	101,460.63	96,960.63
Deficit - General Fund	<u>100,000.00</u>	<u> </u>	<u>(100,000.00)</u>
	<u>\$ 790,224.00</u>	<u>\$ 836,874.92</u>	<u>\$ 46,650.92</u>
Rents:			
Consumer Accounts Receivable:			
Collections		\$ 540,807.02	
Prepayments Applied		12,694.70	
Overpayments Applied		5,383.17	
Sewer Utility Lien Collections		<u>805.40</u>	
		<u>\$ 559,690.29</u>	
Miscellaneous:			
Interest on Investments and Deposits:			
Collected	\$ 2,555.92		
Due from Sewer Utility Capital Fund	<u>7,382.70</u>		
		\$ 9,938.62	
Sewer Connection Fees:		85,500.00	
Interest on Delinquent Accounts		<u>6,022.01</u>	
		<u>\$ 101,460.63</u>	
Collected:			
Treasurer		\$ 94,077.93	
Due from Sewer Utility Capital Fund		<u>7,382.70</u>	
		<u>\$ 101,460.63</u>	

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

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

	Appropriations		Paid or Charged	Expended		Unexpended Balance Canceled
	<u>Budget</u>	<u>Budget After Modification</u>		<u>Encumbered</u>	<u>Reserved</u>	
Operations:						
Salaries and Wages	\$ 324,500.00	\$ 324,500.00	\$ 304,962.42	\$ 825.00	\$ 18,712.58	
Other Expenses	240,950.20	240,950.20	206,663.29	7,398.86	26,888.05	
Total Operations	565,450.20	565,450.20	511,625.71	8,223.86	45,600.63	-
Debt Service:						
Payment of Bond Principal	123,000.00	123,000.00	123,000.00			
Interest on Bonds	41,447.00	41,447.00	41,446.92			\$ 0.08
Total Debt Service	164,447.00	164,447.00	164,446.92	-	-	0.08
Deferred Charges and Statutory Expenditures:						
Statutory Expenditures:						
Contribution to:						
Public Employees Retirement System	30,326.80	30,326.80	30,326.80			
Social Security System (O.A.S.I.)	30,000.00	30,000.00	21,741.38		8,258.62	
Total Deferred Charges and Statutory Expenditures	60,326.80	60,326.80	52,068.18	-	8,258.62	-
Total Sewer Utility Appropriations	<u>\$ 790,224.00</u>	<u>\$ 790,224.00</u>	<u>\$ 728,140.81</u>	<u>\$ 8,223.86</u>	<u>\$ 53,859.25</u>	<u>\$ 0.08</u>
Interest on Bonds and Notes			\$ 41,446.92			
Refunded			(113.12)			
Disbursed - Sewer Utility Fund			686,807.01			
			<u>\$ 728,140.81</u>			

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

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

	Balance <u>Dec. 31, 2023</u>	<u>Additions</u>	<u>Deletions</u>	Balance <u>Dec. 31, 2024</u>
General Fixed Assets:				
Land	\$ 6,861,783.80			\$ 6,861,783.80
Buildings	3,980,400.00			3,980,400.00
Vehicles and Equipment	<u>4,000,270.34</u>	\$ 991,671.73	\$ 101,217.00	<u>4,890,725.07</u>
Total General Fixed Assets	<u>\$ 14,842,454.14</u>	<u>\$ 991,671.73</u>	<u>\$ 101,217.00</u>	<u>\$ 15,732,908.87</u>
Total Investments in General Fixed Assets	<u>\$ 14,842,454.14</u>	<u>\$ 991,671.73</u>	<u>\$ 101,217.00</u>	<u>\$ 15,732,908.87</u>

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

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

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

Description of Financial Reporting Entity - The Borough of Clementon (hereafter referred to as the "Borough") was incorporated as a Borough by an act of the New Jersey legislature in 1925 and is located in Camden County, New Jersey. According to the 2020 census, the population is 5,338.

The Borough has a Mayor-council form of government. The Mayor is separately elected every four years. Executive and administrative responsibility rests with the Mayor, who is assisted by the Borough Administrator/Clerk.

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

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

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

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

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

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

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

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

Budgets and Budgetary Accounting - The Borough must adopt an annual budget for its current, municipal open space, water utility and 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 Borough's financial statements.

Cash, Cash Equivalents and Investments - Cash and cash equivalents include petty cash, change funds and cash on deposit with public depositories. All certificates of deposit are recorded as cash regardless of the date of maturity. Investments are stated at cost; therefore, unrealized gains or losses on investments have not been recorded.

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

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

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

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.

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

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

The regulations require that general fixed assets, whether constructed or acquired through purchase, grant or gift be included in the aforementioned inventory. In addition, property management standards must be maintained that 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.

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, water utility operating and sewer utility operating fund represent amounts available for anticipation as revenue in future years' budgets, with certain restrictions.

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

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 Borough's budget. Receivables for property taxes are recorded with offsetting reserves on the statement of assets, liabilities, reserves and fund balance of the Borough's current fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due to the Borough which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received.

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

School Taxes - The Borough is responsible for levying, collecting, and remitting school taxes for the Borough of Clementon School District. Operations is charged for the full amount required to be raised from taxation to operate the local school district for the period from January 1 to December 31.

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.

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

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.

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

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

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

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

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

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

Because of the implementation of GASB Statement No. 101, the Borough has updated the measurement of compensated absences in accordance with the Statement (note 11).

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 Borough's deposits might not be recovered. Although the Borough 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, 2024, the Borough's bank balances of \$7,624,199.78 were exposed to custodial credit risk as follows:

Insured by FDIC and GUDPA	\$ 7,073,856.90
Uninsured and Uncollateralized	<u>550,342.88</u>
Total	<u>\$ 7,624,199.78</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>2024</u>	<u>2023</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>
Tax Rate	<u>\$ 4.512</u>	<u>\$ 4.432</u>	<u>\$ 4.358</u>	<u>\$ 4.352</u>	<u>\$ 4.299</u>
Apportionment of Tax Rate:					
Municipal	\$ 1.833	\$ 1.773	\$ 1.697	\$ 1.677	\$ 1.630
Municipal Open Space	.020	.020	.020	.020	.020
County	.873	.887	.868	.871	.879
Local School	1.786	1.752	1.773	1.784	1.770

Assessed Valuation

<u>Year</u>	<u>Amount</u>
2024	\$ 257,147,875.00
2023	257,039,811.00
2022	251,413,970.00
2021	249,918,390.00
2020	249,342,910.00

Comparison of Tax Levies and Collections

<u>Year</u>	<u>Tax Levy</u>	<u>Collections</u>	<u>Percentage of Collections</u>
2024	\$ 11,631,102.19	\$ 11,167,505.19	96.01%
2023	11,418,829.08	10,869,368.39	95.19%
2022	11,121,773.69	10,644,583.58	95.71%
2021	10,898,884.85	10,544,873.11	96.75%
2020	10,746,583.58	10,010,236.51	93.15%

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):

Delinquent Taxes and Tax Title Liens

<u>Year</u>	<u>Tax Title Liens</u>	<u>Delinquent Taxes</u>	<u>Total Delinquent</u>	<u>Percentage of Tax Levy</u>
2024	\$ 660,352.54	\$ 441,918.32	\$ 1,102,270.86	9.48%
2023	616,749.73	508,169.48	1,124,919.21	9.85%
2022	542,855.62	441,835.43	984,691.05	8.85%
2021	499,159.69	318,204.58	817,364.27	7.50%
2020	434,411.52	648,844.71	1,083,256.23	10.08%

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

<u>Year</u>	<u>Number</u>
2024	31
2023	33
2022	31
2021	35
2020	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>
2024	\$ 984,600.00
2023	984,600.00
2022	984,600.00
2021	984,600.00
2020	984,600.00

Note 5: WATER UTILITY SERVICE CHARGES

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

<u>Year</u>	<u>Balance Beginning of Year</u>		<u>Levy</u>	<u>Total</u>	<u>Cash Collections</u>
	<u>Receivable</u>	<u>Liens</u>			
2024	\$ 140,862.12	\$ 12,166.44	\$ 796,712.34	\$ 949,740.90	\$ 829,635.87
2023	132,649.51	11,558.15	891,389.66	1,035,597.32	880,842.99
2022	121,706.97	11,131.51	887,515.82	1,020,354.30	872,290.02
2021	270,621.57	10,541.49	781,921.31	1,063,084.37	929,552.86
2020	116,638.12	11,214.17	882,421.07	1,010,273.36	727,527.30

Note 6: SEWER UTILITY SERVICE CHARGES

The following is a five-year comparison of 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>			
2024	\$ 59,066.34	\$ 12,172.51	\$ 553,274.60	\$ 624,513.45	\$ 559,690.29
2023	48,911.89	10,739.63	561,240.89	620,892.41	549,019.09
2022	48,088.17	9,098.74	552,597.14	609,784.05	550,132.53
2021	66,335.54	7,348.92	550,009.57	623,694.03	566,507.12
2020	54,963.91	7,018.92	548,600.84	610,583.67	534,559.94

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>
2024	\$ 2,093,864.44	\$ 1,267,000.00	60.51%
2023	2,265,157.03	1,338,000.00	59.07%
2022	2,302,734.45	1,250,000.00	54.28%
2021	2,006,437.49	1,078,700.00	53.76%
2020	1,085,727.73	641,300.00	59.07%

Note 7: FUND BALANCES APPROPRIATED (CONT'D)

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 (cont'd):

Water Utility Fund

<u>Year</u>	<u>Balance December 31,</u>	<u>Utilized in Budget of Succeeding Year</u>	<u>Percentage of Fund Balance Used</u>
2024	\$ 293,515.34	\$ 250,000.00	85.17%
2023	561,700.03	498,501.00	88.75%
2022	626,993.01	327,516.00 (A)	52.24%
2021	561,736.63	201,738.00 (A)	35.91%
2020	379,812.81	160,631.00 (A)	42.29%

(A) Includes \$21,000.00 utilized in Current Fund budget

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>
2024	\$ 110,016.53	\$ 100,000.00	90.90%
2023	204,288.19	175,724.00	86.02%
2022	280,617.10	220,456.00	78.56%
2021	272,297.94	180,203.00	66.18%
2020	243,589.05	156,286.00	64.16%

Note 8: INTERFUND RECEIVABLES AND PAYABLES

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

<u>Fund</u>	<u>Interfunds Receivable</u>	<u>Interfunds Payable</u>
Current	\$ 178,807.81	\$ 51,502.87
Trust - Animal Control		17,500.19
Trust - Other	6,950.50	32,697.52
Trust - Municipal Open Space Fund	51,502.87	6,950.50
General Capital		28,610.10
Water Utility - Operating	398.44	
Water Utility - Capital		398.44
Sewer Utility - Operating	606.17	100,000.00
Sewer Utility - Capital		606.17
Totals	<u>\$ 238,265.79</u>	<u>\$ 238,265.79</u>

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

Note 9: PENSION PLANS

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

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

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

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

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

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.

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

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

Vesting and Benefit Provisions

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

The following represents the membership tiers for PERS:

Tier Definition

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

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

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

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

The following represents the membership tiers for PFRS:

Tier Definition

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

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

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

Contributions

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

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

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

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

The Employer's contractually required contribution rate for the year ended December 31, 2023 was 16.44% 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 \$151,633.00, 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 \$152,280.00, which was paid on April 1, 2023.

Employee contributions to the Plan for the year ended December 31, 2023 were \$67,665.66.

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 .56% 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 \$5,125.00. 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 \$3,834.00.

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.

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

Police and Firemen's Retirement System (Cont'd) - *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 32.16% 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 \$404,635.00, 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 \$386,577.00, which was paid on April 1, 2023.

Employee contributions to the Plan for the year ended December 31, 2023 were \$128,283.20.

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 5.62% 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 \$70,770.00, 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 \$75,383.00, which was paid on April 1, 2023.

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

For the year ended December 31, 2024, employee contributions totaled \$8,957.39, and the Employer's contributions were \$4,885.74. There were no forfeitures during the year.

Note 9: PENSION PLANS (CONT'D)**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 \$1,643,295.00. 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 .0113452980%, which was a decrease of .00007303722% 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 \$(96,017.00). 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 \$152,280.00, 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 \$5,125.00. This on-behalf (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in note 1.

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	\$ 3,358,414.00
State of New Jersey's Proportionate Share of Net Pension Liability Associated with the Employer	<u>618,827.00</u>
	<u>\$ 3,977,241.00</u>

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 (Cont'd)**

Pension Liability (Cont'd) - 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 .0309623000%, which was a decrease of .0012382600% from its proportion measured as of June 30, 2022. At June 30, 2023, the State of New Jersey's proportion, on-behalf of the Employer, was .0303962300%, which was an increase of .0006721900% 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 \$246,489.00. 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 \$386,577.00, 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 \$70,390.00. This on-behalf (benefit) expense is not recognized by the Employer because of the regulatory basis of accounting as described in note 1.

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

	Deferred Outflows of Resources			Deferred Inflows of Resources		
	PERS	PFRS	Total	PERS	PFRS	Total
Differences between Expected and Actual Experience	\$ 15,712.00	\$ 143,801.00	\$ 159,513.00	\$ 6,717.00	\$ 160,167.00	\$ 166,884.00
Changes of Assumptions	3,610.00	7,249.00	10,859.00	99,591.00	226,773.00	326,364.00
Net Difference between Projected and Actual Earnings on Pension Plan Investments	7,568.00	171,038.00	178,606.00	-	-	-
Changes in Proportion and Differences between Contributions and Proportionate Share of Contributions	219,659.00	595,569.00	815,228.00	206,964.00	231,200.00	438,164.00
Contributions Subsequent to the Measurement Date	75,817.00	202,318.00	278,135.00	-	-	-
	<u>\$ 322,366.00</u>	<u>\$ 1,119,975.00</u>	<u>\$ 1,442,341.00</u>	<u>\$ 313,272.00</u>	<u>\$ 618,140.00</u>	<u>\$ 931,412.00</u>

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) - Deferred outflows of resources in the amounts of \$75,817.00 and \$202,318.00 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.

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:

<u>Year Ending Dec 31,</u>	<u>PERS</u>	<u>PFRS</u>	<u>Total</u>
2024	\$ (122,651.00)	\$ (54,363.00)	\$ (177,014.00)
2025	(23,414.00)	(81,462.00)	(104,876.00)
2026	114,233.00	355,282.00	469,515.00
2027	(33,182.00)	49,996.00	16,814.00
2028	(1,709.00)	27,338.00	25,629.00
Thereafter	-	2,726.00	2,726.00
	<u>\$ (66,723.00)</u>	<u>\$ 299,517.00</u>	<u>\$ 232,794.00</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 (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate Share of the Net Pension Liability	\$ 2,139,221.00	\$ 1,643,295.00	\$ 1,221,197.00

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 (6.00%)	Current Discount Rate (7.00%)	1% Increase (8.00%)
Proportionate Share of the Net Pension Liability	\$ 4,679,361.00	\$ 3,358,413.00	\$ 2,258,380.00
State of New Jersey's Proportionate Share of Net Pension Liability	862,227.00	618,827.00	416,133.00
	<u>\$ 5,541,588.00</u>	<u>\$ 3,977,240.00</u>	<u>\$ 2,674,513.00</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	0.0113452980%	0.0120756702%	0.0101610752%	0.0104745231%	0.0119005195%
Proportionate Share of the Net Pension Liability	\$ 1,643,295.00	\$ 1,822,385.00	\$ 1,203,732.00	\$ 1,708,121.00	\$ 2,144,293.00
Covered Payroll (Plan Measurement Period)	\$ 861,276.00	\$ 913,292.00	\$ 720,120.00	\$ 721,936.00	\$ 815,804.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	190.80%	199.54%	167.16%	236.60%	262.84%
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	0.0128466839%	0.0132851795%	0.0125413993%	0.0128244645%	0.0133255606%
Proportionate Share of the Net Pension Liability	\$ 2,529,448.00	\$ 3,092,577.00	\$ 3,714,403.00	\$ 2,878,835.00	\$ 2,494,909.00
Covered Payroll (Plan Measurement Period)	\$ 899,104.00	\$ 920,392.00	\$ 833,368.00	\$ 862,332.00	\$ 852,040.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	281.33%	336.01%	445.71%	333.84%	292.82%
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	\$ 151,633.00	\$ 152,280.00	\$ 118,998.00	\$ 114,586.00	\$ 115,757.00
Contribution in Relation to the Contractually Required Contribution	<u>(151,633.00)</u>	<u>(152,280.00)</u>	<u>(118,998.00)</u>	<u>(114,586.00)</u>	<u>(115,757.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 922,114.00	\$ 844,893.00	\$ 863,143.00	\$ 727,435.00	\$ 741,947.00
Contributions as a Percentage of Covered Payroll	16.44%	18.02%	13.79%	15.75%	15.60%
	Year Ended December 31,				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 127,783.00	\$ 123,073.00	\$ 111,416.00	\$ 110,256.00	\$ 109,854.00
Contribution in Relation to the Contractually Required Contribution	<u>(127,783.00)</u>	<u>(123,073.00)</u>	<u>(111,416.00)</u>	<u>(110,256.00)</u>	<u>(109,854.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 797,987.00	\$ 900,451.00	\$ 934,360.00	\$ 852,239.00	\$ 851,446.00
Contributions as a Percentage of Covered Payroll	16.01%	13.67%	11.92%	12.94%	12.90%

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	0.0303962300%	0.0297240400%	0.0280198197%	0.0238921378%	0.0284036224%
Proportionate Share of the Net Pension Liability	\$ 3,358,414.00	\$ 3,402,320.00	\$ 2,048,011.00	\$ 3,087,179.00	\$ 3,475,984.00
State's Proportionate Share of the Net Pension Liability	618,827.00	605,513.00	576,003.00	479,116.00	548,864.00
Total	<u>\$ 3,977,241.00</u>	<u>\$ 4,007,833.00</u>	<u>\$ 2,624,014.00</u>	<u>\$ 3,566,295.00</u>	<u>\$ 4,024,848.00</u>
Covered Payroll (Plan Measurement Period)	\$ 1,074,324.00	\$ 981,232.00	\$ 982,236.00	\$ 874,608.00	\$ 962,688.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	312.61%	346.74%	208.50%	352.98%	361.07%
Plan Fiduciary Net Position as a Percentage of the Total Pension Liability	70.16%	68.33%	77.26%	63.52%	65.00%
	Measurement Date Ended June 30,				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Proportion of the Net Pension Liability	0.0265931273%	0.0274347950%	0.0260624826%	0.0230001607%	0.0273945416%
Proportionate Share of the Net Pension Liability	\$ 3,598,489.00	\$ 4,235,402.00	\$ 4,978,601.00	\$ 3,831,025.00	\$ 3,445,979.00
State's Proportionate Share of the Net Pension Liability	488,795.00	474,401.00	418,079.00	335,968.00	371,074.00
Total	<u>\$ 4,087,284.00</u>	<u>\$ 4,709,803.00</u>	<u>\$ 5,396,680.00</u>	<u>\$ 4,166,993.00</u>	<u>\$ 3,817,053.00</u>
Covered Payroll (Plan Measurement Period)	\$ 882,240.00	\$ 915,548.00	\$ 930,548.00	\$ 783,400.00	\$ 865,920.00
Proportionate Share of the Net Pension Liability as a Percentage of Covered Payroll	407.88%	462.61%	535.02%	489.03%	397.96%
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	\$ 404,635.00	\$ 386,577.00	\$ 326,561.00	\$ 266,916.00	\$ 286,908.00
Contribution in Relation to the Contractually Required Contribution	<u>(404,635.00)</u>	<u>(386,577.00)</u>	<u>(326,561.00)</u>	<u>(266,916.00)</u>	<u>(286,908.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 1,258,297.00	\$ 1,092,848.00	\$ 981,327.00	\$ 985,004.00	\$ 871,875.00
Contributions as a Percentage of Covered Payroll	32.16%	35.37%	33.28%	27.10%	32.91%
	Year Ended December 31,				
	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Contractually Required Contribution	\$ 259,987.00	\$ 242,803.00	\$ 212,498.00	\$ 186,957.00	\$ 210,409.00
Contribution in Relation to the Contractually Required Contribution	<u>(259,987.00)</u>	<u>(242,803.00)</u>	<u>(212,498.00)</u>	<u>(186,957.00)</u>	<u>(210,409.00)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 948,442.00	\$ 869,818.00	\$ 926,018.00	\$ 935,762.00	\$ 852,096.00
Contributions as a Percentage of Covered Payroll	27.41%	27.91%	22.95%	19.98%	24.69%

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

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

Changes in Assumptions

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

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

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

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

Changes in Assumptions

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

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

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS

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

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

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

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

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

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

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.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**General Information about the State Health Benefit Local Government Retired Employees Plan (Cont'd)**

Contributions (Cont'd) - The Employer was billed monthly by the Plan and paid \$250,207.78, for the year ended December 31, 2023, representing 11.48% of the Employer's covered payroll. During the year ended December 31, 2023, retirees were required to contribute \$1,766.88 to the Plan.

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

OPEB Liability - At December 31, 2023, the Employer's proportionate share of the net OPEB liability was \$7,402,726.00.

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 .049330%, which was an increase of .007920% 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 \$283,482.00. 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 \$250,207.78.

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	\$ 341,376.00	\$ 2,010,338.00
Changes of Assumptions	958,931.00	2,092,514.00
Net Difference between Projected and Actual Earnings on OPEB Plan Investments	-	1,221.00
Changes in Proportion	3,461,369.00	525,183.00
Contributions Subsequent to the Measurement Date	122,608.70	-
	<u>\$ 4,884,284.70</u>	<u>\$ 4,629,256.00</u>

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)

Deferred Outflows of Resources and Deferred Inflows of Resources (Cont'd) - Deferred outflows of resources in the amount of \$122,608.70 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

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 Dec. 31,</u>	
2024	\$ (315,025.00)
2025	(186,616.00)
2026	72,037.00
2027	413,161.00
2028	119,351.00
Thereafter	29,512.00
	<u>\$ 132,420.00</u>

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**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.

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) at the unit cost of value of \$1.00. Participant shares are valued on a fair value basis. The CMF pays 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.

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Actuarial Assumptions (Cont'd)**

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	\$ 8,574,716.00	\$ 7,402,726.00	\$ 6,460,041.00

Sensitivity of the Net OPEB Liability to Changes in the Healthcare Cost Trend Rate

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

	1% Decrease	Healthcare Cost Trend Rate	1% Increase
Proportionate Share of the Net OPEB Liability	\$ 6,291,446.00	\$ 7,402,726.00	\$ 8,825,504.00

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 10: 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	0.049330%	0.041410%	0.040966%	0.030710%
Proportionate Share of the Net OPEB Liability	\$ 7,402,726.00	\$ 6,687,547.00	\$ 7,373,790.00	\$ 5,511,405.00
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	-	-	-	2,698,105.00
Total	\$ 7,402,726.00	\$ 6,687,547.00	\$ 7,373,790.00	\$ 8,209,510.00
Covered Payroll (Plan Measurement Period)	\$ 1,958,545.00	\$ 1,875,928.00	\$ 1,799,855.00	\$ 1,654,896.00
Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	377.97%	356.49%	409.69%	333.04%
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	0.027720%	0.033796%	0.031454%	
Proportionate Share of the Net OPEB Liability	\$ 3,754,971.00	\$ 5,294,690.00	\$ 6,421,582.00	
State's Proportionate Share of the Net OPEB Liability Associated with the Employer	2,038,880.00	2,624,107.00	3,436,340.00	
Total	\$ 5,793,851.00	\$ 7,918,797.00	\$ 9,857,922.00	
Covered Payroll (Plan Measurement Period)	\$ 1,659,053.00	\$ 1,776,703.00	\$ 1,836,534.00	
Proportionate Share of the Net OPEB Liability as a Percentage of Covered Payroll	226.33%	298.01%	349.66%	
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 10: 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	\$ 250,207.78	\$ 220,294.20	\$ 189,091.37	\$ 185,533.13
Actual Contributions in Relation to the Required Contribution	<u>(250,207.78)</u>	<u>(220,294.20)</u>	<u>(189,091.37)</u>	<u>(185,533.13)</u>
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered Payroll (Calendar Year)	\$ 2,180,411.00	\$ 1,937,741.00	\$ 1,844,470.00	\$ 1,712,439.00
Contributions as a Percentage of Covered Payroll	11.48%	11.37%	10.25%	10.83%
	<u>Year Ended December 31,</u>			
	<u>2019</u>	<u>2018</u>	<u>2017</u>	
Required Contributions	\$ 201,811.58	\$ 368,352.12	\$ 366,975.79	
Actual Contributions in Relation to the Required Contribution	<u>(201,811.58)</u>	<u>(368,352.12)</u>	<u>(366,975.79)</u>	
Contribution Deficiency (Excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	
Covered Payroll (Calendar Year)	\$ 1,613,822.00	\$ 1,746,429.00	\$ 1,770,269.00	
Contributions as a Percentage of Covered Payroll	12.51%	21.09%	20.73%	

Note 10: POSTEMPLOYMENT BENEFITS OTHER THAN PENSION BENEFITS (CONT'D)**Other Notes to Supplementary OPEB Information**

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

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

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

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

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

There were no changes to mortality projections.

Note 11: COMPENSATED ABSENCES

Under the existing policy of the Employer, full-time employees are entitled to fifteen paid sick leave days each year. Unused sick leave may be accumulated and carried forward to the subsequent year. Vacation days are earned at a rate of one day per month for all employees in the first year of employment. For subsequent years, vacation days are earned in accordance with the guidelines outlined in the various Borough employment contracts. Vacation days not used during the year may only be accumulated to the following year.

Upon termination of employment, employees in good standing shall be entitled to receive pay for the amount of accrued sick leave ranging from 10-50% of such unused and accumulated sick leave. The amount of accrued sick leave benefits payable in future years are calculated in accordance with the formulas outlined in Borough agreements. Benefits paid in any future year will be charged to that year's budget.

The Borough has established a compensated absences trust fund to set aside funds for future payments of compensated absences. At December 31, 2024, the balance of the fund was \$26,512.89.

The Borough does not record accrued expenses related to compensated absences. However, it is estimated that, at December 31, 2024, accrued benefits for compensated absences are valued at \$597,865.83, including social security and medicare taxes.

Note 12: CAPITAL DEBT**General Improvement Bonds**

General Obligation Bonds, Series 2010 - On October 18, 2010, the Borough issued \$3,670,000.00 of general obligation bonds, consisting of \$3,524,000.00 General Improvement Bonds, \$52,000.00 Sewer Utility Bonds and \$94,000.00 Water Utility Bonds, at interest rates varying from 3.00% to 4.00%. The bonds were issued for the purpose of funding various capital projects in the Borough. The final maturity of the bonds is October 1, 2025.

Note 12: CAPITAL DEBT (CONT'D)**General Improvement Bonds (Cont'd)**

General Obligation Bonds, Series 2015 - On August 6, 2015, the Borough issued \$2,355,000.00 of general obligation bonds, consisting of \$1,030,000.00 General Improvement Bonds, \$837,000.00 Sewer Utility Bonds and \$488,000.00 Water Utility Bonds, at interest rates varying from 2.00% to 3.00%. The bonds were issued for the purpose of funding various capital projects in the Borough. The final maturity of the bonds is March 1, 2027.

General Obligation Bonds, Series 2023 - On September 27, 2023, the Borough issued \$8,590,000.00 of general obligation bonds, consisting of \$3,780,000.00 General Improvement Bonds, \$4,055,000.00 Water Utility Bonds and \$755,000.00 Sewer Utility Bonds, at interest rates varying from 4.00% to 6.00%. The bonds were issued for the purpose of funding various capital projects in the Borough. The final maturity of the bonds is March 1, 2036.

The following schedules represent the remaining debt service, through maturity, for the general improvement bonds:

<u>Year</u>	<u>General</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 665,000.00	\$ 170,050.00	\$ 835,050.00
2026	350,000.00	138,300.00	488,300.00
2027	365,000.00	120,425.00	485,425.00
2028	385,000.00	101,675.00	486,675.00
2029	405,000.00	81,925.00	486,925.00
2030-2033	1,795,000.00	147,300.00	1,942,300.00
	<u>\$ 3,965,000.00</u>	<u>\$ 759,675.00</u>	<u>\$ 4,724,675.00</u>
<u>Year</u>	<u>Water Utility</u>		
	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2025	\$ 265,000.00	\$ 165,825.00	\$ 430,825.00
2026	310,000.00	152,450.00	462,450.00
2027	325,000.00	137,575.00	462,575.00
2028	290,000.00	122,700.00	412,700.00
2029	305,000.00	107,825.00	412,825.00
2030-2034	1,715,000.00	334,900.00	2,049,900.00
2035-2036	790,000.00	32,000.00	822,000.00
	<u>\$ 4,000,000.00</u>	<u>\$ 1,053,275.00</u>	<u>\$ 5,053,275.00</u>

Note 12: CAPITAL DEBT (CONT'D)**General Improvement Bonds (Cont'd)**

The following schedules represent the remaining debt service, through maturity, for the general improvement bonds (cont'd):

<u>Year</u>	<u>Sewer Utility</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2025	\$ 130,000.00	\$ 36,650.00	\$ 166,650.00
2026	140,000.00	31,650.00	171,650.00
2027	140,000.00	26,450.00	166,450.00
2028	50,000.00	22,600.00	72,600.00
2029	55,000.00	19,975.00	74,975.00
2030-2034	320,000.00	62,000.00	382,000.00
2035-2036	145,000.00	5,900.00	150,900.00
	<u>\$ 980,000.00</u>	<u>\$ 205,225.00</u>	<u>\$ 1,185,225.00</u>

General Debt - New Jersey Environmental Infrastructure Loans

On November 10, 2005, the Borough entered into a loan agreement with the New Jersey Environmental Infrastructure Trust to provide \$880,000.00, at no interest, from the fund loan, and \$315,000.00 at interest rates ranging from 4.0% to 5.0% from the trust loan. The proceeds were used to fund the acquisition of certain real property and property interests in approximately 35 acres of undeveloped forest land in the Borough. Semiannual debt payments are due February 1st and August 1st through 2025.

The following schedule represents the remaining debt service, through maturity, for the New Jersey Environmental Infrastructure loans:

<u>Year</u>	<u>General</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	
2025	<u>\$ 72,360.63</u>	<u>\$ 1,093.76</u>	<u>\$ 73,454.39</u>

Note 12: CAPITAL DEBT (CONT'D)

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

	<u>2024</u>	<u>2023</u>	<u>2022</u>
<u>Issued</u>			
General:			
Bonds, Loans and Notes	\$ 4,037,360.63	\$ 4,726,706.23	\$ 3,648,049.91
Water Utility:			
Bonds, Loans and Notes	4,000,000.00	4,252,000.00	3,642,250.00
Sewer Utility:			
Bonds, Loans and Notes	<u>980,000.00</u>	<u>1,103,000.00</u>	<u>711,100.00</u>
Total Issued	<u>9,017,360.63</u>	<u>10,081,706.23</u>	<u>8,001,399.91</u>
<u>Authorized but not Issued</u>			
General:			
Bonds, Loans and Notes	402,111.35	1,924.35	1,144,814.35
Water Utility:			
Bonds, Loans and Notes	458,174.00	1,699.00	343,699.00
Sewer Utility:			
Bonds, Loans and Notes	<u>144,459.09</u>	<u>1,959.09</u>	<u>269,359.09</u>
Total Authorized but not Issued	<u>1,004,744.44</u>	<u>5,582.44</u>	<u>1,757,872.44</u>
Total Issued and Authorized but not Issued	<u>10,022,105.07</u>	<u>10,087,288.67</u>	<u>9,759,272.35</u>
<u>Deductions</u>			
Water Utility:			
Self-Liquidating	4,458,174.00	4,253,699.00	3,985,949.00
Sewer Utility:			
Self-Liquidating	<u>1,124,459.09</u>	<u>1,104,959.09</u>	<u>980,459.09</u>
Total Deductions	<u>5,582,633.09</u>	<u>5,358,658.09</u>	<u>4,966,408.09</u>
Net Debt	<u>\$ 4,439,471.98</u>	<u>\$ 4,728,630.58</u>	<u>\$ 4,792,864.26</u>

Note 12: CAPITAL DEBT (CONT'D)**Summary of Statutory Debt Condition - Annual Debt Statement**

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the annual debt statement and indicated a statutory net debt of 1.295%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Self-Liquidating	\$ 5,582,633.09	\$ 5,582,633.09	
General	4,439,471.98		\$ 4,439,471.98
	<u>\$ 10,022,105.07</u>	<u>\$ 5,582,633.09</u>	<u>\$ 4,439,471.98</u>

Net debt \$4,439,471.98 divided by the equalized valuation basis per N.J.S.A.40A:2-2, as amended, \$342,899,326.00, equals 1.295%.

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

3 1/2% of Equalized Valuation Basis (Municipal)	\$ 12,001,476.41
Less: Net Debt	<u>4,439,471.98</u>
Remaining Borrowing Power	<u>\$ 7,562,004.43</u>

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

Cash Receipts from Rents, Fund Balance	
Anticipated and Other Miscellaneous Revenues	\$ 1,468,392.63
Deductions:	
Operating and Maintenance Costs	\$ 845,777.00
Debt Service	<u>434,723.20</u>
Total Deductions	<u>1,280,500.20</u>
Excess in Revenue	<u>\$ 187,892.43</u>

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

Cash Receipts from Rents, Fund Balance	
Anticipated and Other Miscellaneous Revenues	\$ 836,874.92
Deductions:	
Operating and Maintenance Costs	\$ 625,777.00
Debt Service	<u>164,446.92</u>
Total Deductions	<u>790,223.92</u>
Excess in Revenue	<u>\$ 46,651.00</u>

Note 13: RISK MANAGEMENT

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

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

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

<u>Year</u>	<u>Employee Contributions</u>	<u>Interest Earnings</u>	<u>Amount Reimbursed</u>	<u>Ending Balance</u>
2024	\$ 5,291.23	\$ 197.51	\$ 15,574.10	\$ 22,740.29
2023	5,164.08	360.85	5,786.64	32,825.65
2022	5,242.22	120.32	5,842.72	33,087.36

Joint Insurance Pool - The Borough of Clementon is a member of the Camden County Municipal 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
 Casualty Insurance
 Business Automobile Insurance
 Property Insurance
 Workers' Compensation Insurance
 Environmental Legal Liability Insurance
 Crime Insurance
 Excess Crime Insurance

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

Excess Liability Insurance
 Excess Workers' Compensation and Employer's Liability Insurance
 Public Officials and Employment Liability Insurance

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 Borough'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 for the year ended December 31, 2024, which can be obtained from camdenmunicipaljif.org.

Note 14: OPEN SPACE, RECREATION AND FARMLAND PRESERVATION TRUST

On November 7, 2000, pursuant to P.L. 1997, c. 24 (N.J.S.A. 40:12-15.1 et seq.), the voters of the Borough of Clementon authorized the establishment of the Borough of Clementon Open Space, Recreation, Farmland and Historic Preservation Trust Fund, effective January 1, 2001, for the purpose of raising revenue to acquire land, easements and or development rights to preserve undeveloped areas in the Borough of Clementon and to maintain and study land in the Borough of Clementon. A plan was prepared to identify lands for permanent open space, additions and improvements to existing parks and schools and preservation of stream corridors and other environmentally sensitive areas. The Borough proposed to levy a tax in the amount of two cents per one hundred dollars of assessed value. Amounts raised by taxation are assessed, levied and collected in the same manner and at the same time as other taxes. Future increases in the tax rate or to extend the authorization must be authorized by referendum. All revenue received is accounted for in a trust fund dedicated by rider (N.J.S.A. 40A:4-39) for the purposed stated. Interest earned on the investment of these funds is credited to the Borough of Clementon Open Space, Recreation and Farmland Preservation Trust Funds.

Note 15: RECAPTURE AGREEMENT

In 2012, with the support of the Borough and the County of Camden, the Camden County Improvement Authority (the "Authority") entered into an agreement with Leewood Real Estate Group/NJ ("Leewood") to develop a mixed-use community that includes 205 condominiums and/or townhome dwellings, a community center, along with the construction of 40,000 square feet of commercial space (collectively, the "Leewood Project"), located at the gateway to the Borough along the Route 30 business corridor.

Borough Council approved a "payment in lieu of tax agreement" ("PILOT") with Leewood and agreed to repay the Authority for a portion of the Authority's redevelopment expenses in the amount of one million five hundred thousand dollars (\$1.5 Million) (the "Borough Share") in accordance with terms set forth in a Recapture Agreement entered into by and between the Borough and the Authority.

In accordance with the Recapture Agreement, on an annual basis, until the Borough has paid the Borough Share, the Borough shall begin payment of the Borough Share to the Authority upon the Borough's receipt of Ad Valorem taxes and/or PILOT payments for the redevelopment project as follows:

For the Residential Section:

- a. 50% of the municipal share of the five-year tax abatement and exemption payments for the Residential Section.
- b. Beginning after completion of the PILOT program, 30% of the municipal share of Ad Valorem taxes for the Residential Section.

For the Commercial Section:

- a. 30% of the municipal share of the long-term PILOT payments for the Commercial Section.
- b. Beginning after completion of the PILOT program, 30% of the municipal share of Ad Valorem taxes for the Commercial Section.

As of year-ended December 31, 2024, the total amount of Borough Share payable to the Authority, calculated in accordance with the Recapture Agreement, was \$82,021.94. The Borough appropriated \$85,000.00 in its 2025 annual budget, adopted April 15, 2025, to pay the Borough Share to the Authority.

Note 16: CONTINGENCIES

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

Note 17: CONCENTRATIONS

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

Note 18: LOAN GUARANTEE

In accordance with a Dam Restoration Loan Agreement with the State of New Jersey for the rehabilitation of the Clementon lake dam, executed on December 19, 2006, and subsequently assigned on October 18, 2011, the Borough is identified as a co-borrower for the Dam Restoration Loan originally issued to the borrower in 2006 to fund the project. As co-borrower for such loan, the Borough has irrevocably pledged its full faith and credit and covenants to exercise its taxing powers for the punctual payment of the principal of the loan and all other amounts due under the Loan Agreement in the event that the Borrower defaults under the Loan Agreement. As of the date of this report, the borrower has not made all required payments on the loan, and the outstanding principal balance of the loan as of December 31, 2024 is \$109,613.22. This outstanding loan balance is not included in the gross debt of the Borough. The final maturity of the loan is January 5, 2027.

Note 19: SUBSEQUENT EVENTS

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

<u>Purpose</u>	<u>Date of Introduction</u>	<u>Debt Authorization</u>
General Improvements:		
Completion of Various Capital Improvements and the Acquisition of Various Capital Equipment	6/17/2025	\$ 599,450.00
Water Utility Improvements:		
Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	6/17/2025	395,200.00
Sewer Utility Improvements:		
Completion of Various Improvements for the Sewer Utility	6/17/2025	118,750.00
		<u>\$ 1,113,400.00</u>

SUPPLEMENTAL EXHIBITS

SUPPLEMENTAL EXHIBITS
CURRENT FUND

BOROUGH OF CLEMENTON
CURRENT FUND
Statement of Current Cash
Per N.J.S.A. 40A: 5-5 - Collector and Treasurer
For the Year Ended December 31, 2024

	Regular	Federal, State and Local Grant Fund
Balance December 31, 2023	\$ 3,013,947.69	\$ 170,534.30
Increased by Receipts:		
Uniform Fire Safety Act Fees	\$ 39,636.05	
Miscellaneous Revenue Not Anticipated	167,477.38	
Petty Cash	350.00	
Taxes Receivable	11,373,437.70	
Tax Title Liens Receivable	19,920.17	
2024 Appropriations Refunds	294,596.40	
Revenue Accounts Receivable	1,057,300.97	
Due State of New Jersey--Veterans' and Senior Citizens' Deductions	31,750.00	
Accounts Payable	49,750.00	
Prepaid Taxes	106,418.70	
Tax Overpayments	48,113.74	
Due State of New Jersey - State Training Fees	8,232.00	
Due State of New Jersey - Marriage and Civil Union Fees/Burial Permits	700.00	
Due Trust Other Funds	84.26	
Federal, State and Local Grants Receivable		\$ 674,586.51
Matching Funds for Grants		76,404.00
	<u>13,197,767.37</u>	<u>750,990.51</u>
Subtotal (Carried Forward)	16,211,715.06	921,524.81

(Continued)

BOROUGH OF CLEMENTON
CURRENT FUND
Statement of Current Cash
Per N.J.S.A. 40A: 5-5 - Collector and Treasurer
For the Year Ended December 31, 2024

	Regular	Federal, State and Local Grant Fund
Subtotal (Brought Forward)	\$ 16,211,715.06	\$ 921,524.81
Decreased by Disbursements:		
2024 Appropriations	\$ 6,323,410.08	
Petty Cash	350.00	
2023 Appropriation Reserves	106,463.77	
Accounts Payable	44,830.00	
Tax Overpayments	8,529.88	
Due State of New Jersey - State Training Fees	6,800.00	
Due State of New Jersey - Marriage and Civil Union Fees/Burial Permits	700.00	
County Taxes	2,243,925.36	
Due County for Added and Omitted Taxes	3,582.13	
Local District School Taxes	4,592,539.00	
Refund of Prior Year Revenue	0.50	
Due Trust Other Funds	20,675.00	
Due Municipal Open Space Fund	51,489.35	
Due Water Utility Capital Fund		\$ 518,842.00
Due Sewer Utility Operating Fund	100,000.00	
Reserve for Federal, State and Local Grants--Appropriated		330,471.07
Matching Funds for Grants	76,404.00	
	<u>13,579,699.07</u>	<u>849,313.07</u>
Balance December 31, 2024	<u><u>\$ 2,632,015.99</u></u>	<u><u>\$ 72,211.74</u></u>

BOROUGH OF CLEMENTON
CURRENT FUND
Schedule of Change Funds
As of December 31, 2024

<u>Office</u>	<u>Amount</u>
Tax Collector	<u><u>\$ 175.00</u></u>

Exhibit SA-3

CURRENT FUND
Statement of Petty Cash Funds
For the Year Ended December 31, 2024

<u>Office</u>	Received from <u>Treasurer</u>	Returned to <u>Treasurer</u>
Finance	\$ 300.00	\$ 300.00
Police	<u>50.00</u>	<u>50.00</u>
	<u><u>\$ 350.00</u></u>	<u><u>\$ 350.00</u></u>

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

Year	Balance Dec. 31, 2023	2024 Levy	Added Taxes	Collections		Overpayments Applied	Prior Year Overpayments	Due from State of New Jersey	Canceled	Transferred to Tax Title Liens	Balance Dec. 31, 2024
				2023	2024						
2017	\$ 201.50										\$ 201.50
2019	22,711.40										22,711.40
2020	5,570.40										5,570.40
2021	7,555.07										7,555.07
2022	7,654.86				\$ 5.67		\$ 45,904.49		\$ 45,740.88	\$ 82.89	7,729.91
2023	464,476.25		\$ 2,000.00		394,710.88				61,876.96	1,870.31	8,018.10
	508,169.48	-	2,000.00	-	394,716.55	-	45,904.49	-	107,617.84	1,953.20	51,786.38
2024		\$ 11,631,102.19		\$ 77,691.10	10,978,721.15	\$ 77,384.72		\$ 33,708.22	9,069.01	64,396.05	390,131.94
	<u>\$ 508,169.48</u>	<u>\$ 11,631,102.19</u>	<u>\$ 2,000.00</u>	<u>\$ 77,691.10</u>	<u>\$ 11,373,437.70</u>	<u>\$ 77,384.72</u>	<u>\$ 45,904.49</u>	<u>\$ 33,708.22</u>	<u>\$ 116,686.85</u>	<u>\$ 66,349.25</u>	<u>\$ 441,918.32</u>

Analysis of 2024 roperty Tax Levy

Tax Yield:

General Property Tax	\$ 11,602,512.70
Added Taxes (54:4-63.1 et. seq.)	<u>28,589.49</u>
	<u>\$ 11,631,102.19</u>

Tax Levy:

Local School District Tax	\$ 4,592,539.00
Municipal Open Space Tax	51,502.87
County Taxes:	
County Taxes	\$ 2,045,582.87
County Library	130,203.54
County Open Space	68,138.95
Due County for Added and Omitted Taxes	<u>3,186.57</u>
Total County Taxes	2,247,111.93
Local Tax for Municipal Purposes	4,713,719.34
Add: Additional Tax Levied	<u>26,229.05</u>
	<u>4,739,948.39</u>
	<u>\$ 11,631,102.19</u>

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

Balance December 31, 2023		\$ 616,749.73
Increased by:		
Transfers from Taxes Receivable	\$ 66,349.25	
Interest and Costs Accrued by Tax Sale	<u>590.54</u>	
		<u>66,939.79</u>
		683,689.52
Decreased by:		
Collected	19,920.17	
Canceled	<u>3,416.81</u>	
		<u>23,336.98</u>
Balance December 31, 2024		<u><u>\$ 660,352.54</u></u>

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

	<u>Balance Dec. 31, 2023</u>	<u>Accrued in 2024</u>	<u>Collected</u>	<u>Interfunds Receivable</u>	<u>Balance Dec. 31, 2024</u>
Miscellaneous Revenue Anticipated:					
Licenses:					
Alcoholic Beverages		\$ 9,881.94	\$ 9,881.94		
Other:					
Amusement Games		1,750.00	1,750.00		
Bingo Raffle		20.00	20.00		
Taxi		293.00	293.00		
Mercantile		3,580.00	3,580.00		
Registrar		984.00	984.00		
Vacant Property		37,000.00	37,000.00		
Fees and Permits:					
Apartment Code Inspection		9,520.00	9,520.00		
Liability Registrations		3,640.00	3,640.00		
Cable Franchise Fees	\$ 13,784.40	12,798.87	13,784.40		\$ 12,798.87
Certificates of Occupancy Fees		6,410.00	6,410.00		
Other		345.00	345.00		
Pool Permits					
Zoning Fence Permits		1,875.00	1,875.00		
Rental Registration Fees		27,680.00	27,680.00		
Street Opening Fees		3,475.00	3,475.00		
Tower Rental Fees		87,065.86	87,065.86		
Towing Permits		400.00	400.00		
Variance Fees		3,290.00	3,290.00		
Municipal Court:					
Fines and Costs	3,083.02	70,799.81	66,117.34		7,765.49
Interest and Costs on Taxes		133,888.42	133,888.42		
Energy Receipts Tax		435,714.08	435,714.08		
Uniform Construction Code Fees		170,771.00	170,771.00		
Miscellaneous Revenue Not Anticipated:					
Interest Earned on Deposits		76,999.64	39,815.93	\$ 37,183.71	
	<u>\$ 16,867.42</u>	<u>\$ 1,098,181.62</u>	<u>\$ 1,057,300.97</u>	<u>\$ 37,183.71</u>	<u>\$ 20,564.36</u>
Due Animal Control Fund				\$ 169.24	
Due Trust Other Funds				11,238.90	
Due General Capital Fund				25,775.57	
				<u>\$ 37,183.71</u>	

BOROUGH OF CLEMENTON
CURRENT FUND
Statement of 2023 Appropriation Reserves
For the Year Ended December 31, 2024

	<u>Balance Dec. 31, 2023</u>		<u>Balance</u>	<u>Disbursed</u>	<u>Transfer to</u>	<u>Balance</u>
	<u>Encumbered</u>	<u>Reserved</u>	<u>After</u>	<u>(Net of Refunds)</u>	<u>Accounts</u>	<u>Lapsed</u>
GENERAL GOVERNMENT:						
Administrative						
Salaries and Wages		\$ 11.76	\$ 11.76			\$ 11.76
Other Expenses		1,750.00	1,750.00			1,750.00
Mayor and Council						
Other Expenses	\$ 15.00	2,703.20	2,718.20	\$ 15.00		2,703.20
Municipal Clerk						
Salaries and Wages	693.00	3,131.44	3,824.44	891.00		2,933.44
Other Expenses	1,129.79	25,902.36	27,032.15	5,060.35		21,971.80
Elections						
Other Expenses		708.46	708.46			708.46
Financial Administration						
Salaries and Wages		1,305.06	1,305.06			1,305.06
Other Expenses	170.11	6,108.38	6,278.49	3,174.58		3,103.91
Collection of Taxes						
Salaries and Wages		1,397.46	1,397.46			1,397.46
Other Expenses	26.04	1,079.71	1,105.75	152.04		953.71
Assessment of Taxes						
Other Expenses		1,084.52	1,084.52	37.31		1,047.21
Legal Services and Costs						
Other Expenses	80.00	30,941.92	31,021.92	5,258.30		25,763.62
Engineering Services and Costs						
Other Expenses		9,440.25	9,440.25	2,413.50		7,026.75
Economic Development						
Other Expenses		100.00	100.00			100.00
Historic Commission						
Other Expenses		100.00	100.00			100.00
Maintenance of Foreclosed Property						
Other Expenses		1,100.00	1,100.00			1,100.00
Liquidation of Tax Title Liens and Foreclosed Property						
Other Expenses		1.00	1.00			1.00
LAND USE ADMINISTRATION:						
Planning Board						
Salaries and Wages		2,110.13	2,110.13			2,110.13
Other Expenses	15.78	53.69	69.47	69.47		
INSURANCE:						
Employee Group Health		31,389.81	31,389.81	734.00		30,655.81
Health Benefit Waiver		2,702.50	2,702.50			2,702.50
PUBLIC SAFETY:						
Police						
Salaries and Wages		14,773.82	14,773.82			14,773.82
Other Expenses	7,858.30	28,648.90	36,507.20	1,820.45	\$ 350.00	34,336.75
Office of Emergency Management						
Salaries and Wages		450.00	450.00			450.00
Other Expenses		1,598.55	1,598.55			1,598.55
First Aid						
Contribution to Pine Hill	7,333.37	767.63	8,101.00	8,000.04		100.96
Fire						
Salaries and Wages		500.00	500.00			500.00
Other Expenses	19,587.07	10,134.46	29,721.53	18,174.89		11,546.64
Uniform Fire Safety Code (Ch. 383 P.L. 1985)						
Fire Official						
Salaries and Wages		10,150.05	10,150.05			10,150.05
Other Expenses	1,109.76	2,562.94	3,672.70	1,148.00		2,524.70
Municipal Prosecutor						
Other Expenses		3.09	3.09			3.09

(Continued)

BOROUGH OF CLEMENTON
CURRENT FUND
Statement of 2023 Appropriation Reserves
For the Year Ended December 31, 2024

	<u>Balance Dec. 31, 2023</u>		<u>Balance</u>	<u>Disbursed</u>	<u>Transfer to</u>	<u>Balance</u>
	<u>Encumbered</u>	<u>Reserved</u>	<u>After</u>	<u>(Net of Refunds)</u>	<u>Accounts</u>	<u>Lapsed</u>
PUBLIC WORKS:						
Streets and Roads						
Salaries and Wages		\$ 44,225.48	\$ 44,225.48			\$ 44,225.48
Other Expenses	\$ 1,400.00	13,487.37	14,887.37	\$ 884.34		14,003.03
Shade Tree Commission						
Other Expenses		3,500.00	3,500.00			3,500.00
Solid Waste Collection						
Other Expenses		18.02	18.02			18.02
Public Buildings and Grounds						
Other Expenses	3,292.07	15,538.31	18,830.38	2,729.75		16,100.63
Vehicle Maintenance	100.00	4,874.96	4,974.96	624.98		4,349.98
HEALTH AND HUMAN SERVICES:						
Board of Health						
Other Expenses		1.00	1.00			1.00
Services of Visiting Nurse						
Other Expenses		1.00	1.00			1.00
Environmental Commission (N.J.S. 40:56A-1 et seq.)						
Other Expenses		600.00	600.00			600.00
PARKS AND RECREATION:						
Parks and Playgrounds						
Other Expenses		228.32	228.32			228.32
LANDFILL/SOLID WASTE DISPOSAL:						
Garbage and Trash Removal						
Landfill/Solid Waste		63,187.86	63,187.86	28,866.31		34,321.55
MUNICIPAL COURT:						
Municipal Court						
Salaries and Wages		151.25	151.25			151.25
Other Expenses	396.15	6,183.57	6,579.72	991.56		5,588.16
Public Defender						
Other Expenses		0.05	0.05			0.05
CODE ENFORCEMENT AND ADMINISTRATION:						
Construction Official						
Salaries and Wages		6,792.24	6,792.24			6,792.24
Other Expenses	15.78	5,827.03	5,842.81	15.78		5,827.03
Fire Inspector						
Salaries and Wages		70.47	70.47			70.47
Plumbing Inspector						
Salaries and Wages		74.99	74.99			74.99
Electrical Inspector						
Salaries and Wages		75.00	75.00			75.00
Code Enforcement Officer						
Salaries and Wages		13,319.15	13,319.15			13,319.15
Other Expenses		2,700.74	2,700.74			2,700.74
UTILITY EXPENSES AND BULK PURCHASES:						
Electric		29,839.36	29,839.36	638.95		29,200.41
Street Lighting		9,755.81	9,755.81	9,469.52		286.29
Maintenance of Traffic Lights		4,500.00	4,500.00			4,500.00
Telephone	1,027.26	3,817.04	4,844.30	2,063.61		2,780.69
Hydrant		100.00	100.00			100.00
Oil	872.59	19,710.02	20,582.61	2,137.72		18,444.89
Sewer		1,592.00	1,592.00			1,592.00
Gasoline	3,975.60	22,338.05	26,313.65	7,830.92		18,482.73
OTHER COMMON OPERATING FUNCTIONS:						
Compensated Absences		100.00	100.00			100.00
Celebration of Public Events, Holidays, or Anniversaries						
Other Expenses	315.22	772.32	1,087.54	333.97		753.57
Contingent		1.00	1.00			1.00

(Continued)

BOROUGH OF CLEMENTON
CURRENT FUND
Statement of 2023 Appropriation Reserves
For the Year Ended December 31, 2024

	<u>Balance Dec. 31, 2023</u>		<u>Balance</u>	<u>Disbursed</u>	<u>Transfer to</u>	<u>Balance</u>
	<u>Encumbered</u>	<u>Reserved</u>	<u>After</u>	<u>(Net of Refunds)</u>	<u>Accounts</u>	<u>Lapsed</u>
			<u>Modification</u>		<u>Payable</u>	
STATUTORY EXPENDITURES:						
Contribution to:						
Social Security System (O.A.S.I.)		\$ 3,169.59	\$ 3,169.59			\$ 3,169.59
Unemployment Insurance		550.42	550.42			550.42
Defined Contribution Retirement System		2,760.52	2,760.52	\$ 2,086.95		673.57
Recycling Tax		<u>3,233.57</u>	<u>3,233.57</u>	<u>840.48</u>		<u>2,393.09</u>
	<u>\$ 49,412.89</u>	<u>\$ 475,807.60</u>	<u>\$ 525,220.49</u>	<u>\$ 106,463.77</u>	<u>\$ 350.00</u>	<u>\$ 418,406.72</u>

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

Balance December 31, 2023		\$ 241.83
Increased by:		
Received from State of New Jersey		<u>31,750.00</u>
		31,991.83
Decreased by:		
Accrued in 2024:		
Deductions Allowed per Tax Billings	\$ 34,500.00	
Deductions Allowed by Tax Collector	<u>500.00</u>	
	35,000.00	
Less: Deductions Disallowed by Collector	<u>1,291.78</u>	
		\$ 33,708.22
Deductions Disallowed by Tax Collector--Prior Year Taxes	<u>2,000.00</u>	
		<u>31,708.22</u>
Balance December 31, 2024		<u><u>\$ 283.61</u></u>

Exhibit SA-9

CURRENT FUND
Statement of Accounts Payable
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 15,834.00
Increased by:		
Cash Receipts	\$ 49,750.00	
Charged to Appropriation Reserves	<u>350.00</u>	
		<u>50,100.00</u>
		65,934.00
Decreased by:		
Disbursed		<u>44,830.00</u>
Balance December 31, 2024		<u><u>\$ 21,104.00</u></u>

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

Balance December 31, 2023	\$ 77,691.10
Increased by:	
Collections--2025 Taxes Receivable	<u>106,418.70</u>
	184,109.80
Decreased by:	
Application to 2024 Taxes Receivable	<u>77,691.10</u>
Balance December 31, 2024	<u><u>\$ 106,418.70</u></u>

Exhibit SA-11

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

Balance December 31, 2023	\$ 16,274.02
Increased by:	
Receipts:	
Overpayments Collected	\$ 48,113.74
Prior Year Overpayments	<u>45,904.49</u>
Overpayments Collected	<u>94,018.23</u>
	110,292.25
Decreased by:	
Refunded	8,529.88
Applied to Taxes Receivable	<u>77,384.72</u>
	<u>85,914.60</u>
Balance December 31, 2024	<u><u>\$ 24,377.65</u></u>

BOROUGH OF CLEMENTON
CURRENT FUND
Statement of Due to State of New Jersey
State Training Fees
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 1,772.00
Increased by:	
Receipts	<u>8,232.00</u>
	10,004.00
Decreased by:	
Disbursements	<u>6,800.00</u>
Balance December 31, 2024	<u><u>\$ 3,204.00</u></u>

Exhibit SA-13

CURRENT FUND
Statement of Due to State of New Jersey
Marriage and Civil Union Licenses and Burial Permits
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 150.00
Increased by:	
Receipts	<u>700.00</u>
	850.00
Decreased by:	
Disbursements	<u>700.00</u>
Balance December 31, 2024	<u><u>\$ 150.00</u></u>

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

2024 Levy:		
General County	\$ 2,045,582.87	
County Library	130,203.54	
County Open Space	<u>68,138.95</u>	
		\$ 2,243,925.36
Decreased by:		
Disbursements		<u><u>\$ 2,243,925.36</u></u>

Exhibit SA-15

CURRENT FUND
Statement of Municipal Open Space Taxes Payable
For the Year Ended December 31, 2024

2024 Levy	\$ 51,430.00	
Municipal Open Space Share of Added Assessments	<u>72.87</u>	
		\$ 51,502.87
Decreased by:		
Due to Trust Open Space Fund:		
Reserve for Open Space, Recreation Farmland and Historic Preservation		<u><u>\$ 51,502.87</u></u>

BOROUGH OF CLEMENTON
CURRENT FUND
Statement of Due County for Added and Omitted Taxes
For the Year Ended December 31, 2024

Balance December 31, 2023		\$	3,582.13
Increased by:			
County Share of 2024 Levy:			
Added Taxes	\$	2,754.61	
County Share of Prior Year Taxes:			
Added Taxes (2023)		205.70	
Omitted/Added Taxes (2023)		<u>226.26</u>	
			<u>3,186.57</u>
			6,768.70
Decreased by:			
Disbursements			<u>3,582.13</u>
Balance December 31, 2024		\$	<u><u>3,186.57</u></u>

CURRENT FUND
Statement of Local District School Taxes
For the Year Ended December 31, 2024

School Tax Levy - Calendar Year 2024	\$	4,592,539.00
Decreased by:		
Disbursements		<u><u>\$ 4,592,539.00</u></u>

BOROUGH OF CLEMENTON
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Federal, State and Local Grants Receivable
For the Year Ended December 31, 2024

<u>Program</u>	<u>Balance Dec. 31, 2023</u>	<u>Accrued</u>	<u>Received</u>	<u>Balance Dec. 31, 2024</u>
Federal Programs:				
Distracted Driving Crackdown Grant		\$ 7,000.00	\$ 4,480.00	\$ 2,520.00
Community Development Block Grant	\$ 569,000.00		150,000.00	419,000.00
American Rescue Plan - Friefighters Grant	50,000.00		49,846.98	153.02
Safe Routes to School Program	470,000.00	311,767.85		781,767.85
Total Federal Programs	1,089,000.00	318,767.85	204,326.98	1,203,440.87
State Programs:				
Clean Communities Program		14,465.25	14,465.25	
Body Worn Camera Program	4,076.00			4,076.00
Body Armor Replacement Fund		1,506.83	1,506.83	
Recycling Tonnage Grant		5,300.36	5,300.36	
NJDOT Municipal Aid Program	485,904.05	268,146.00	261,311.37	492,738.68
Safe Streets to Transit	416,000.00			416,000.00
NJ Forest Service Stimulus Fund	4,400.00			4,400.00
Green Communities	3,000.00			3,000.00
Municipal Alliance on Alcoholism and Drug Abuse	5,991.97		5,274.47	717.50
Safe and Secure Communities Program		20,441.25	20,441.25	
Stormwater Assistant Grant	10,000.00			10,000.00
Total State Programs	929,372.02	309,859.69	308,299.53	930,932.18
Local Programs:				
County of Camden Recreation Enhancement Grants	64,939.12	25,000.00	56,960.00	32,979.12
County Open Space Grant	100,000.00		100,000.00	
Sumner Station Foundation--Police Grant		5,000.00	5,000.00	
Total Local Programs	165,439.12	30,000.00	161,960.00	33,479.12
Total All Programs	\$ 2,183,811.14	\$ 658,627.54	\$ 674,586.51	\$ 2,167,852.17

BOROUGH OF CLEMENTON
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Reserve for Federal, State and Local Grants - Unappropriated
For the Year Ended December 31, 2024

<u>Program</u>	<u>Balance Dec. 31, 2023</u>	<u>Grants Receivable</u>	<u>Realized as Miscellaneous Revenue in 2024 Budget</u>	<u>Balance Dec. 31, 2024</u>
Federal Programs:				
Distracted Driving Crackdown Grant		\$ 7,000.00	\$ 7,000.00	
Safe Routes to School Program		311,767.85	311,767.85	
Total Federal Programs	\$ -	318,767.85	318,767.85	\$ -
State Programs:				
Clean Communities Program		14,465.25	14,465.25	
Body Armor Replacement Fund	1,459.82	1,506.83	1,459.82	1,506.83
Recycling Tonnage Grant		5,300.36	5,300.36	
NJDOT Municipal Aid Program		268,146.00	268,146.00	
Safe and Secure Communities Program		20,441.25	19,558.00	883.25
Total State Programs	1,459.82	309,859.69	308,929.43	2,390.08
Local Programs:				
County of Camden Recreation Enhancement Grants		25,000.00	25,000.00	
Sumner Station Foundation--Police Grant	5,000.00	5,000.00	5,000.00	5,000.00
Total Local Programs	5,000.00	30,000.00	30,000.00	5,000.00
Total All Programs	\$ 6,459.82	\$ 658,627.54	\$ 657,697.28	\$ 7,390.08
Original Budget			\$ 306,464.18	
Appropriation by N.J.S.A. 40A:4-87			351,233.10	
			\$ 657,697.28	

BOROUGH OF CLEMENTON
FEDERAL, STATE AND LOCAL GRANT FUND
Statement of Reserve for Federal, State and Local Grants - Appropriated
For the Year Ended December 31, 2024

<u>Program</u>	<u>Balance Dec. 31, 2023</u>	<u>Transferred from 2024 Budget Appropriation</u>	<u>Prior Year Encumbrances Reclassified</u>	<u>Paid or Charged</u>	<u>Balance Dec. 31, 2024</u>
Federal Programs:					
Distracted Driving Crackdown Grant		\$ 7,000.00			\$ 7,000.00
Community Development Block Grant	\$ 440,134.10		\$ 959.56	\$ 116,373.55	324,720.11
American Rescue Plan	0.03				0.03
American Rescue Plan - Friefighters Grant	153.02				153.02
Safe Routes to School Program	470,000.00	311,767.85		311,767.85	470,000.00
Total Federal Programs	910,287.15	318,767.85	959.56	428,141.40	801,873.16
State Programs:					
Pothole Program					
Drunk Driving Enforcement Grant	3,048.84				3,048.84
Clean Communities Program	24,470.29	14,465.25	527.00	23,491.38	15,971.16
Body Worn Camera Program	30,570.00				30,570.00
Body Armor Replacement Fund	2,241.52	1,459.82			3,701.34
Recycling Tonnage Grant	6,927.55	5,300.36	3,124.64	8,831.90	6,520.65
NJDOT Municipal Aid Program	228,584.39	268,146.00	67,105.15	93,382.23	470,453.31
Safe Streets to Transit	416,000.00			65,500.00	350,500.00
NJ Forest Service Stimulus Fund	7,000.15				7,000.15
Municipal Alliance on Alcoholism and Drug Abuse	20,196.41			8,219.41	11,977.00
Safe and Secure Communities Program		95,962.00		95,962.00	
Stormwater Assistant Grant	25,000.00				25,000.00
Sustainable Jersey Small Grants Program	5,000.00				5,000.00
Total State Programs	769,039.15	385,333.43	70,756.79	295,386.92	929,742.45
Local Programs:					
Adopt a Road	4,000.00				4,000.00
Sumner Station Foundation--Police Grant	10,564.76	5,000.00		4,119.75	11,445.01
Sumner Station Foundation--Fire Grant	10,052.99				10,052.99
Recycling Tonnage Rebate Program	2,580.72				2,580.72
County of Camden Recreation Enhancement Grants	50,802.50	25,000.00		2,120.00	73,682.50
Total Local Programs	78,000.97	30,000.00	-	6,239.75	101,761.22
Total All Programs	\$ 1,757,327.27	\$ 734,101.28	\$ 71,716.35	\$ 729,768.07	\$ 1,833,376.83
Disbursed				\$ 330,471.07	
Reserve for Encumbrances				\$ 399,297.00	
				<u>\$ 71,716.35</u>	
				<u>\$ 729,768.07</u>	

SUPPLEMENTAL EXHIBITS
TRUST FUND

BOROUGH OF CLEMENTON
TRUST FUND
Statement of Trust Cash
Per N.J.S.A. 40A:5-5 - Treasurer and Collector
For the Year Ended December 31, 2024

	Animal Control	Trust Other Funds	Municipal Open Space
Balance December 31, 2023	\$ 22,710.90	\$ 502,163.54	\$ 109,613.63
Increased by Receipts:			
Animal License Fees	\$ 1,364.20		
Budget Appropriations	68,100.00		
Due Current Fund	169.24	\$ 35,200.05	\$ 51,489.35
State Registration Fees	330.00		
Interest Earned on Deposits		802.29	
Reserve for Open Space, Recreation Farmland and Historic Preservation			1,386.16
Reserve for Developer's Escrow Deposits		77,887.43	
Reserve for Flexible Spending		50.00	
Reserve for Parking Offenses Adjudication Act		20.00	
Reserve for Uniform Fire Safety Act Penalties		800.00	
Reserve for Tax Sale Premiums		206,400.00	
Reserve for Public Defender Fees		2,005.00	
Reserve for Recreation		25,000.00	
Reserve for Tax Title Lien Redemption		485,638.58	
Reserve for Police Outside Employment		87,188.21	
Reserve for Unemployment Compensation		1,030.11	
Reserve for Payroll Deductions Payable		1,436,107.68	
Net Payroll		1,985,210.45	
	<u>69,963.44</u>	<u>4,343,339.80</u>	<u>52,875.51</u>
	92,674.34	4,845,503.34	162,489.14
Decreased by Disbursements			
Expenditures under R.S. 4:19-15.11	71,591.87		
State Registration Fees	335.40		
Due Current Fund	3,100.00	84.26	
Reserve for Developer's Escrow Deposits		92,846.82	
Reserve for Uniform Fire Safety Act Penalties		6,905.88	
Reserve for Municipal Forfeiture Fund		50.00	
Reserve for Police Outside Employment		105,187.46	
Reserve for Premiums Received at Tax Sale		50,800.00	
Reserve for Tax Title Lien Redemption		485,638.58	
Reserve for Recreation		1,000.00	
Reserve for Unemployment Compensation		16,604.21	
Reserve for Payroll Deductions Payable		1,448,450.86	
Net Payroll		1,985,210.45	
	<u>75,027.27</u>	<u>4,192,778.52</u>	<u>-</u>
Balance December 31, 2024	<u>\$ 17,647.07</u>	<u>\$ 652,724.82</u>	<u>\$ 162,489.14</u>

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

Balance December 31, 2023		\$ 2,264.35
Increased by:		
Receipts:		
Budget Appropriations	\$ 68,100.00	
Animal License Fees	<u>1,364.20</u>	
		<u>69,464.20</u>
		71,728.55
Decreased by:		
Expenditures under R.S. 4:19-15.11:		
Disbursements		<u>71,591.87</u>
Balance December 31, 2024		<u><u>\$ 136.68</u></u>

License Fees Collected

<u>Year</u>	<u>Amount</u>
2022	\$ 1,034.40
2023	<u>1,394.15</u>
	<u><u>\$ 2,428.55</u></u>

Exhibit SB-3

ANIMAL CONTROL TRUST FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 20,430.95
Increased by:	
Receipts:	
Interest Earned on Deposits	<u>169.24</u>
	20,600.19
Decreased by:	
Disbursed for Current Fund:	
Budget Appropriations	<u>3,100.00</u>
Balance December 31, 2024	<u><u>\$ 17,500.19</u></u>

BOROUGH OF CLEMENTON
ANIMAL CONTROL TRUST FUND
Statement of Due to State of New Jersey
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 15.60
Increased by:	
State Registration Fees Collected	<u>330.00</u>
	345.60
Decreased by:	
Disbursements	<u>335.40</u>
Balance December 31, 2024	<u><u>\$ 10.20</u></u>

Exhibit SB-5

TRUST OTHER FUND
Statement of Other Accounts Receivable
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 11,302.79
Increased by:	
Police Outside Employment Billings	<u>15,230.05</u>
	26,532.84
Decreased by:	
Cancellations:	
Payroll Deductions Payable	<u>7,864.74</u>
Balance December 31, 2024	<u><u>\$ 18,668.10</u></u>
<u>Analysis of Balance December 31, 2024</u>	
Police Outside Services	<u><u>\$ 18,668.10</u></u>

BOROUGH OF CLEMENTON
TRUST OTHER FUND
Statement of Due (from) / to Current Fund
For the Year Ended December 31, 2024

Balance December 31, 2023 - (Due from)		\$	(2,418.27)
Increased by:			
Receipts:			
Interfund Loans Received	\$	20,675.00	
Realized as Miscellaneous Revenue Not Anticipated:			
Interest Earned on Deposits		11,238.90	
Police Outside Services Administration Fees		<u>3,286.15</u>	
			<u>35,200.05</u>
			32,781.78
Decreased by:			
Disbursements:			
Interfunds Liquidated			<u>84.26</u>
Balance December 31, 2024 - Due to		\$	<u><u>32,697.52</u></u>

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

Balance December 31, 2023			\$ 154,152.48
Increased by:			
Receipts:			
Miscellaneous Revenues		\$ 1,386.16	
Due from Current Fund:			
2024 Open Space Tax Levy	\$ 51,430.00		
Added and Omitted Taxes	<u>72.87</u>		
		<u>51,502.87</u>	
			<u>52,889.03</u>
			207,041.51
Decreased by:			
Encumbrances			<u>1,350.00</u>
Balance December 31, 2024			<u><u>\$ 205,691.51</u></u>

Exhibit SB-8

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

Balance December 31, 2023			\$ 51,489.35
Increased by:			
2024 Open Space Tax Levy		\$ 51,430.00	
Added and Omitted Taxes		<u>72.87</u>	
			<u>51,502.87</u>
			102,992.22
Decreased by:			
Receipts:			
Interfunds Liquidated			<u>51,489.35</u>
Balance December 31, 2024			<u><u>\$ 51,502.87</u></u>

BOROUGH OF CLEMENTON
TRUST OTHER FUND
Statement of Reserve for Payroll Deductions Payable
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 49,836.71
Increased by:		
Payroll Deductions and Employer Share of Social Security		<u>1,436,107.68</u>
		1,485,944.39
Decreased by:		
Unemployment Deductions	\$ 5,291.23	
Canceled	7,864.74	
Disbursements	<u>1,448,450.86</u>	
		<u>1,461,606.83</u>
Balance December 31, 2024		<u><u>\$ 24,337.56</u></u>

Analysis of Balance December 31, 2024

<u>Deduction</u>	<u>Amount</u>
PERS	\$ 5,440.90
PFRS	(2,648.84)
DCRP	8,244.63
Health Insurance	8,553.23
Aflac	620.30
Unallocated	<u>4,127.34</u>
	<u><u>\$ 24,337.56</u></u>

BOROUGH OF CLEMENTON
TRUST - OTHER FUNDS
Statement of Changes in Miscellaneous Trust Other Reserves
For the Year Ended December 31, 2024

		Increased by:				Decreased by:	
		Receipts					
	Balance <u>Dec. 31, 2023</u>	Interest <u>Earnings</u>	Other <u>Receipts</u>	Due <u>Payroll Fund</u>	Accounts <u>Receivable</u>	<u>Disbursements</u>	Balance <u>Dec. 31, 2024</u>
Collector / Treasurer:							
Reserve for:							
Accumulated Absences	\$ 26,512.89						\$ 26,512.89
Brick Fund	1,946.90						1,946.90
Community Events	6,079.12						6,079.12
DARE Program	6,935.00	\$ 87.63					7,022.63
Developer's Escrow Deposits	149,382.64		\$ 77,887.43			\$ 92,846.82	134,423.25
Federal Drug Enforcement Fund	2,103.04	26.56					2,129.60
Flexible Spending	0.99		50.00			50.00	0.99
Municipal Alliance	3,449.19						3,449.19
Municipal Forfeiture Fund	1,304.52	16.49					1,321.01
Parking Offenses Adjudication Act	702.00		20.00				722.00
Police K-9	10,546.37						10,546.37
Police Outside Employment	3,154.13		87,188.21		\$15,230.05	105,187.46	384.93
Premiums Received at Tax Sale	137,100.00		206,400.00			50,800.00	292,700.00
Public Defender Fees	10,913.00		2,005.00				12,918.00
Recreation	32,196.87		25,000.00			1,000.00	56,196.87
Street Opening Deposits	3,566.50						3,566.50
Tax Title Lien Redemption	1,089.15		485,638.58			485,638.58	1,089.15
Unemployment Compensation	32,825.65	197.51	1,030.11	\$ 5,291.23		16,604.21	22,740.29
Uniform Fire Safety Act Penalties	43,190.43	474.10	800.00			6,905.88	37,558.65
	<u>\$ 472,998.39</u>	<u>\$ 802.29</u>	<u>\$ 886,019.33</u>	<u>\$ 5,291.23</u>	<u>\$ 15,230.05</u>	<u>\$ 759,032.95</u>	<u>\$ 621,308.34</u>

SUPPLEMENTAL EXHIBITS
GENERAL CAPITAL FUND

BOROUGH OF CLEMENTON
GENERAL CAPITAL FUND
Statement of General Capital Cash
Per N.J.S.A. 40A: 5-5 - Treasurer
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 2,846,342.94
Increased by Receipts:		
Due Current Fund	\$ 25,775.57	
Capital Improvement Fund	20,000.00	
Improvement Authorizations	<u>22,979.00</u>	
		<u>68,754.57</u>
		2,915,097.51
Decreased by Disbursements:		
Improvement Authorizations		<u>1,446,340.08</u>
Balance December 31, 2024		<u><u>\$ 1,468,757.43</u></u>

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

		Balance (Deficit) <u>Dec. 31, 2023</u>	<u>Receipts</u>		<u>Disbursements</u>	<u>Transfers</u>		Balance (Deficit) <u>Dec. 31, 2024</u>
			<u>Budget Appropriations</u>	<u>Miscellaneous</u>	<u>Improvement Authorizations</u>	<u>From</u>	<u>To</u>	
<u>Improvement Authorizations:</u>								
<u>Ordinance Number</u>								
06-13	Reconstruction & Resurfacing of Park Boulevard, Acquisition of a Four-Wheel Drive Vehicle and Renovations & and Improvements to the Senior/Recreation Center	\$ (765.00)						\$ (765.00)
07-11	Completion of Various Capital Improvements and the Acquisition of Various Pieces of Equipment	31,463.95						31,463.95
08-10	Completion of Various Capital Improvements and the Acquisition of Various Pieces of Equipment	12,203.60			\$ 12,203.60			
11-03	Various Road Improvements to Silver Lake Drive in and for the Borough of Clementon	(724.35)						(724.35)
11-09	Acquisition of Generators for the Fire Hall and Public Works Building and the Resurfacing of the Fire Hall Parking Lot	45,807.23						45,807.23
11-12	Completion of Various Capital Improvements and the Acquisition of Various Pieces of Equipment	42,491.79			19,466.79			23,025.00
11-15	Acquisition of Office Equipment and Furniture for the Police Department and Municipal Offices and Various Improvements to Borough Hall	400.66			400.00			0.66
12-04	Resurfacing of the Fire Hall Parking lot	485.42						485.42
12-16	Completion of Various Capital Improvements and the Acquisition of Equipment	35.00						35.00
13-11	Acquisition of Police Utility Vehicles	163.32						163.32
14-05	Completion of Various Capital Improvements and the Acquisition of Equipment	17,017.10						17,017.10
15-05	Completion of Various Capital Improvements and the Acquisition of Equipment	13,320.75						13,320.75

(Continued)

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

		Balance (Deficit) Dec. 31, 2023	Receipts		Disbursements	Transfers		Balance (Deficit) Dec. 31, 2024
			Budget Appropriations	Miscellaneous	Improvement Authorizations	From	To	
<u>Improvement Authorizations (Cont'd):</u>								
Ordinance Number								
17-15	Completion of Various Capital Improvements and the Acquisition of Equipment	\$ 8,754.90			\$ 8,433.42			\$ 321.48
20-11	Completion of Various Capital Improvements and the Acquisition of Various Capital Equipment	380,350.74			60,154.14	\$ 12,007.75	\$ 35,701.73	343,890.58
21-06	Completion of Various Capital Improvements and the Acquisition of Various Capital Equipment	476,105.25		\$ 8,344.00	196,139.13	91,541.91	8,158.50	204,926.71
22-13	Completion of Various Capital Improvements and the Acquisition of Various Capital Equipment	374,258.84			\$ 767,524.67		764,684.98	371,419.15
23-09	Completion of Various Capital Improvements and the Acquisition of Various Capital Equipment	258,054.61		14,635.00	355,077.66	139,569.83	321,405.92	99,448.04
24-08	Completion of Various Capital Improvements and the Acquisition of Various Capital Equipment				26,940.67	76,705.20	21,063.00	(82,582.87)
Fund Balance		44,389.97						44,389.97
Capital Improvement Fund		9,743.50	\$ 20,000.00			21,063.00		8,680.50
Reserve for Encumbrances		1,129,951.13				1,129,951.13	319,824.69	319,824.69
Due Current Fund		2,834.53		25,775.57				28,610.10
		<u>\$ 2,846,342.94</u>	<u>\$ 20,000.00</u>	<u>\$ 48,754.57</u>	<u>\$ 1,446,340.08</u>	<u>\$ 1,470,838.82</u>	<u>\$ 1,470,838.82</u>	<u>\$ 1,468,757.43</u>

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

Ordinance Number	Improvement Description	Balance Dec. 31, 2023	2024 Authorizations	Balance Dec. 31, 2024	Analysis of Balance Dec. 31, 2024	
					Unexpended Improvement Authorizations	Expenditures
06-13	Reconstruction & Resurfacing of Park Boulevard, Acquisition of a Four-Wheel Drive Vehicle and Renovations & Improvements to the Senior/ Recreation Center	\$ 765.00		\$ 765.00		\$ 765.00
11-05	Acquisition of Sport Utility Vehicles for the Police Department	724.35		724.35		724.35
23-09	Completion of Various Capital Improvements and the Acquisition of Various Capital Equipment	435.00		435.00	\$ 435.00	
24-08	Completion of Various Capital Improvements and the Acquisition of Equipment		\$ 400,187.00	400,187.00	317,604.13	82,582.87
		<u>\$ 1,924.35</u>	<u>\$ 400,187.00</u>	<u>\$ 402,111.35</u>	<u>\$ 318,039.13</u>	<u>\$ 84,072.22</u>

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

Balance December 31, 2023		\$ 4,726,706.23
Decreased by:		
Paid by Budget Appropriation:		
NJ Environmental Trust Loan	\$ 74,038.98	
Serial Bonds	615,000.00	
NJ Environmental Trust Loan Canceled	<u>306.62</u>	
		<u>689,345.60</u>
Balance December 31, 2024		<u><u>\$ 4,037,360.63</u></u>

Exhibit SC-5

GENERAL CAPITAL FUND
Statement of Due to Current Fund
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 2,834.53
Increased by:	
Receipts:	
Interest Earned on Deposits	<u>25,775.57</u>
Balance December 31, 2024	<u><u>\$ 28,610.10</u></u>

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

Ordinance Number	Improvement Description	Ordinance		Dec. 31, 2023		Capital Improvement Fund	2024 Authorizations Deferred Charges to Future Taxation- Unfunded	Prior Year Encumbrances Re-classified	Paid or Charged	Dec. 31, 2024	
		Date	Amount	Funded	Unfunded					Funded	Unfunded
07-11	Completion of Various Capital Improvements and the Acquisition of Various Pieces of Equipment	09/25/07	\$ 118,000.00	\$ 31,463.95						\$ 31,463.95	
08-10	Completion of Various Capital Improvements and the Acquisition of Various Pieces of Equipment	04/22/08	1,579,000.00	12,203.60					\$ 12,203.60		
11-09	Acquisition of Generators for the Fire Hall and Public Works Building and the Resurfacing of the Fire Hall Parking Lot	07/05/11	294,000.00	45,807.23						45,807.23	
11-12	Completion of Various Capital Improvements and the Acquisition of Various Pieces of Equipment	07/05/11	195,000.00	42,491.79					19,466.79	23,025.00	
11-15	Acquisition of Office Equipment and Furniture for the Police Department and Municipal Offices and Various Improvements to Borough Hall	10/04/11	51,500.00	400.66					400.00	0.66	
12-04	Resurfacing of the Fire Hall Parking lot	02/07/12	200,000.00	485.42						485.42	
12-16	Completion of Various Capital Improvements and the Acquisition of Equipment	10/20/12	212,500.00	35.00						35.00	
13-11	Acquisition of Police Utility Vehicles	07/02/13	70,000.00	163.32						163.32	
14-05	Completion of Various Capital Improvements and the Acquisition of Equipment	04/15/14	157,150.00	17,017.10						17,017.10	
15-05	Completion of Various Capital Improvements and the Acquisition of Equipment	05/19/15	209,505.00	13,320.75						13,320.75	
17-15	Completion of Various Capital Improvements and the Acquisition of Equipment	11/21/17	461,000.00	8,754.90					8,433.42	321.48	
20-11	Completion of Various Capital Improvements and the Acquisition of Equipment	09/15/20	935,800.00	380,350.74				\$ 35,701.73	72,161.89	343,890.58	
21-06	Completion of Various Capital Improvements and the Acquisition of Equipment	08/17/21	839,500.00	476,105.25				8,158.50	279,337.04	204,926.71	
22-13	Completion of Various Capital Improvements and the Acquisition of Equipment	10/04/22	1,203,500.00	374,258.84				764,684.98	767,524.67	371,419.15	
23-09	Completion of Various Capital Improvements and the Acquisition of Equipment	06/20/23	772,500.00	258,054.61	\$ 435.00			321,405.92	480,012.49	99,448.04	\$ 435.00
24-08	Completion of Various Capital Improvements and the Acquisition of Equipment	06/18/24	421,250.00			\$ 21,063.00	\$ 400,187.00		103,645.87		317,604.13
				<u>\$ 1,660,913.16</u>	<u>\$ 435.00</u>	<u>\$ 21,063.00</u>	<u>\$ 400,187.00</u>	<u>\$ 1,129,951.13</u>	<u>\$ 1,743,185.77</u>	<u>\$ 1,151,324.39</u>	<u>\$ 318,039.13</u>
Reserve for Encumbrances									\$ 319,824.69		
Refunded									(22,979.00)		
Disbursed									<u>1,446,340.08</u>		
									<u>\$ 1,743,185.77</u>		

BOROUGH OF CLEMENTON
GENERAL CAPITAL FUND
Statement of Reserve for Encumbrances
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 1,129,951.13
Increased by:	
Charged to Improvement Authorizations	<u>319,824.69</u>
	1,449,775.82
Decreased by:	
Prior Year Encumbrances Reclassified	<u>1,129,951.13</u>
Balance December 31, 2024	<u><u>\$ 319,824.69</u></u>

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

Balance December 31, 2023	\$ 9,743.50
Increased by:	
Receipts	
2024 Budget Appropriation	<u>20,000.00</u>
	29,743.50
Decreased by:	
Appropriation to Finance Improvement Authorizations	<u>21,063.00</u>
Balance December 31, 2024	<u><u>\$ 8,680.50</u></u>

BOROUGH OF CLEMENTON
GENERAL CAPITAL FUND
Statement of New Jersey Environmental Trust Loans Payable
For the Year Ended December 31, 2024

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities Outstanding Dec. 31, 2024</u>				<u>Interest Rate</u>	<u>Balance Dec. 31, 2023</u>	<u>Paid by Budget Appropriation</u>	<u>Canceled</u>	<u>Balance Dec. 31, 2024</u>
			<u>Date</u>	<u>Trust Loan</u>	<u>Fund Loan</u>	<u>Total</u>					
Acquisition of Real Property and Property Rights	11-10-05	\$ 1,195,000.00	2-01-25		\$ 992.58	\$ 992.58	4.375%	\$ 146,706.23	\$ 74,038.98	\$ 306.62	\$ 72,360.63
			8-01-25	\$ 25,000.00	46,368.05	71,368.05					

BOROUGH OF CLEMENTON
GENERAL CAPITAL FUND
Statement of General Serial Bonds
For the Year Ended December 31, 2024

<u>Issue</u>	<u>Date of Issue</u>	<u>Amount of Original Issue</u>	<u>Maturities of Bonds Outstanding December 31, 2024</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2023</u>	<u>Paid by Budget Appropriation</u>	<u>Balance Dec. 31, 2024</u>
			<u>Date</u>	<u>Amount</u>				
General Obligation Bonds - Series 2010	10-18-10	\$ 3,524,000.00	10-01-25	\$ 425,000.00	4.00%	\$ 800,000.00	\$ 375,000.00	\$ 425,000.00
General Obligation Bonds - Series 2023	9-27-23	3,780,000.00	3-01-25	240,000.00	5.00%			
			3-01-26	350,000.00	5.00%			
			3-01-27	365,000.00	5.00%			
			3-01-28	385,000.00	5.00%			
			3-01-29	405,000.00	5.00%			
			3-01-30	420,000.00	4.00%			
			3-01-31	440,000.00	4.00%			
			3-01-32	460,000.00	4.00%			
			3-01-33	475,000.00	4.00%	<u>3,780,000.00</u>	<u>240,000.00</u>	<u>3,540,000.00</u>
						<u>\$ 4,580,000.00</u>	<u>\$ 615,000.00</u>	<u>\$ 3,965,000.00</u>

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

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2023</u>	<u>2024 Authorizations</u>	<u>Balance Dec. 31, 2024</u>
06-13	Reconstruction & Resurfacing of Park Boulevard, Acquisition of a Four-Wheel Drive Vehicle and Renovations & Improvements to the Senior/Recreation Center	\$ 765.00		\$ 765.00
11-03	Acquisition of Sport Utility Vehicles for the Police Department	724.35		724.35
23-09	Completion of Various Capital Improvements and the Acquisition of Various Capital Equipment	435.00		435.00
24-08	Completion of Various Capital Improvements and the Acquisition of Various Capital Equipment		\$ 400,187.00	400,187.00
		<u>\$ 1,924.35</u>	<u>\$ 400,187.00</u>	<u>\$ 402,111.35</u>

SUPPLEMENTAL EXHIBITS
WATER UTILITY FUND

BOROUGH OF CLEMENTON
WATER UTILITY FUND
Statement of Water Utility Cash and Investments
Per N.J.S.A. 40A: 5-5 - Treasurer
For the Year Ended December 31, 2024

	Operating	Capital
Balance December 31, 2023	\$ 653,292.00	\$ 1,056,874.41
Increased by Receipts:		
Miscellaneous Revenues	\$ 133,418.18	
Consumer Accounts Receivable	817,287.39	
Budget Refunds	113.11	
Water Liens Receivable	241.82	
Water Rental Overpayments	10,308.66	
Water Rental Prepayments	31,707.43	
Capital Improvement Fund		\$ 25,000.00
Due Federal, State and Local Grant Fund		518,842.00
Improvement Authorizations		51,089.00
Due Water Utility Operating Fund		6,837.58
Due Water Utility Capital Fund	82,498.03	
	<u>1,075,574.62</u>	<u>601,768.58</u>
	1,728,866.62	1,658,642.99
Decreased by Disbursements:		
2024 Appropriations	1,047,396.39	
2023 Appropriation Reserves	22,846.70	
Accrued Interest on Bonds and Notes	165,823.06	
Improvement Authorizations		794,595.69
Water Rental Overpayments	1,000.00	
Due Water Utility Operating Fund		82,498.03
Due Sewer Utility Operating Fund	17,103.81	
	<u>1,254,169.96</u>	<u>877,093.72</u>
Balance December 31, 2024	<u><u>\$ 474,696.66</u></u>	<u><u>\$ 781,549.27</u></u>

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

		Balance (Deficit) Dec. 31, 2023	Receipts			Disbursements		Transfers		Balance (Deficit) Dec. 31, 2024
			Budget Appropriations	Improvement Authorizations	Miscellaneous	Improvement Authorizations	Miscellaneous	From	To	
<u>Improvement Authorizations:</u>										
09-19	Various Water Utility Improvements	\$ 3,818.96								\$ 3,818.96
11-10	Various Water Utility Improvements	35,008.46				\$ 6,965.00				28,043.46
15-04	Various Water Utility Improvements	58,884.46				280,040.34		\$ 64,171.76	\$ 344,212.10	58,884.46
20-13	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	91,405.60				19,927.50		1,756.42	7,745.00	77,466.68
21-05	Acquisition of Various Equipment for the Water Utility	205,968.25				75,191.47		3,887.50	26,635.75	153,525.03
22-15	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	175,402.29				196,521.50			70,550.75	49,431.54
22-16	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	20,237.50				10,839.83		9,397.67		
23-10	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	298,210.18				137,656.05		96,320.29	135,126.27	199,360.11
24-10	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility			\$ 51,089.00		67,454.00		900.00	24,025.00	6,760.00
Due Water Utility Operating Fund		76,058.89			\$ 6,837.58		\$ 82,498.03			398.44
Due Federal, State and Local Grant Fund		(518,842.00)			518,842.00					
Capital Improvement Fund		21,000.25	\$ 25,000.00					24,025.00		21,975.25
Reserve for Encumbrances		584,269.87						584,269.87	176,433.64	176,433.64
Fund Balance		5,451.70								5,451.70
		\$ 1,056,874.41	\$ 25,000.00	\$ 51,089.00	\$ 525,679.58	\$ 794,595.69	\$ 82,498.03	\$ 784,728.51	\$ 784,728.51	\$ 781,549.27

BOROUGH OF CLEMENTON
WATER UTILITY OPERATING FUND
Schedule of Change Funds
As of December 31, 2024

<u>Office</u>	<u>Amount</u>
Water Utility Clerk	\$ <u>75.00</u>

Exhibit SD-4

WATER UTILITY CAPITAL FUND
Statement of Due to Water Utility Operating Fund
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 76,058.89
Increased by:	
Receipts:	
Interest Earned on Deposits	<u>6,837.58</u>
	82,896.47
Decreased by:	
Disbursements:	
Interfund Loan Returned	<u>82,498.03</u>
Balance December 31, 2024	\$ <u>398.44</u>

BOROUGH OF CLEMENTON
WATER UTILITY OPERATING FUND
Statement of Consumer Accounts Receivable
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 140,862.12
Increased by:		
2024 Rents Levied		<u>796,712.34</u>
		937,574.46
Decreased by:		
Collected	\$ 817,287.39	
Prepayments Applied	12,106.66	
Transferred to Liens	<u>423.30</u>	
		<u>829,817.35</u>
Balance December 31, 2024		<u><u>\$ 107,757.11</u></u>

Exhibit SD-6

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

Balance December 31, 2024		\$ 12,166.44
Increased by:		
Transferred from Consumer Accounts Receivable		<u>423.30</u>
		12,589.74
Decreased by:		
Collections		<u>241.82</u>
Balance December 31, 2024		<u><u>\$ 12,347.92</u></u>

BOROUGH OF CLEMENTON
WATER UTILITY CAPITAL FUND
Statement of Fixed Capital
For the Year Ended December 31, 2024

<u>Description</u>	<u>Dec. 31, 2023</u>	<u>Additions by Ordinance</u>	<u>Dec. 31, 2024</u>
Costs of Acquiring Land	\$ 3,531.13		\$ 3,531.13
Land	7,445.00		7,445.00
Wells and Well Field Pumping	548,853.60	\$ 109,600.79	658,454.39
Hydraulic Power Structures	4,899.34		4,899.34
Pumping Station Structures	6,880.25		6,880.25
Electric Power Pumping Equipment	10,469.50		10,469.50
Gas Power Pumping Equipment	6,903.22		6,903.22
Storage Reservoir	41,863.79		41,863.79
Distribution Mains	305,567.66		305,567.66
Service	91,534.27		91,534.27
Meters	118,561.17	8,000.00	126,561.17
Fire Hydrants	7,791.88	8,567.10	16,358.98
General Structures	115,587.91		115,587.91
General Equipment	62,057.49		62,057.49
Booster Pumping Station	10,293.74		10,293.74
Automobile Equipment	12,234.88		12,234.88
Office Equipment	16,141.08		16,141.08
Backhoe Diagonal Loader	21,216.00		21,216.00
Trucks	38,978.00		38,978.00
Borough Garage Roof	16,746.87		16,746.87
Purchase of Computer	28,000.00		28,000.00
Emergency Generator for Well No. 9	264,000.00		264,000.00
Installation of a Water Main	56,497.60		56,497.60
Installation of Hydrant Valves, Roof of Sitley Ave. Pump Station; Pump Test on Well No. 10; and Replacement of Fire Hydrant and Water Meter	16,000.00		16,000.00
Installation of Insertion Valves, a Chlorine System and Renovation of Water Utility Building	50,000.00		50,000.00
Refurbishing of Well No. 9 and Purchase of Various Equipment	85,900.00		85,900.00
Acquisition of Various Equipment	43,000.00		43,000.00
Various Improvements to Water Utilities	34,000.00		34,000.00
Water Main Replacement of Chews Landing Road	125,000.00		125,000.00
Reconstruction of Well No. 10	89,925.00		89,925.00
Redevelopment of Well No. 10	14,075.00		14,075.00
Water Pipe Installation for West Atlantic Avenue	60,000.00		60,000.00
Replacement of Electrical System for Well No. 11	17,000.00		17,000.00
Replacement of Water Mains, Valves and Hydrants	532,282.45		532,282.45
Replacement of Motor and Generator for Well No. 9	59,465.09		59,465.09
Materials and Installation of New Water Mains	61,933.61		61,933.61
Purchase of a Backhoe, Replacement of Roofs for Well Nos. 9 & 10 Well House, and Purchase of a Trench Box	68,377.68		68,377.68
Refurbish Well No. 10, Improvements to Garage, and Purchase of a Dump Truck with Plow	76,241.59		76,241.59
Purchase of a 5-Yard Dump with Plow Package	89,232.71		89,232.71
Refurbish of Sitley Avenue Water Tower	201,243.02		201,243.02
Replacement of Water Mains Under Trenton Avenue and Brighton Avenue	178,927.24		178,927.24
Refurbish of Well No. 9	74,313.37	2,153,943.18	2,228,256.55
Repair Truck	52,714.95		52,714.95
Removal of Underground Storage Tank Well #10	14,995.24		14,995.24
Water Vehicle - F550	28,291.00		28,291.00
Water Main Piping and Hydrants	51,000.56		51,000.56
Engineering Studies	39,173.00		39,173.00
Water System Improvements	14,636.18		14,636.18
Air Compressor	1,550.00		1,550.00
Garage Lift	4,875.00		4,875.00
Water Garage		85,000.00	85,000.00
Renovations to the Water Garage	29,580.82		29,580.82
Water Meters, Accessories and Hydrants	17,000.00		17,000.00
Jetter/ Vac Truck		59,084.83	59,084.83

(Continued)

BOROUGH OF CLEMENTON
WATER UTILITY CAPITAL FUND
Statement of Fixed Capital
For the Year Ended December 31, 2024

<u>Description</u>	<u>Dec. 31, 2023</u>	<u>Additions by Ordinance</u>	<u>Dec. 31, 2024</u>
Utility Truck		\$ 50,000.00	\$ 50,000.00
Sitley Wiring		58,067.27	58,067.27
Rebuild Pump # 10		6,883.80	6,883.80
Water Main Extensions - Naylor Ave		14,354.94	14,354.94
Water Dept - Various Equip Acp & Install		640,809.00	640,809.00
Various Repairs		238,692.01	238,692.01
Acquisition of Backhoe		82,565.28	82,565.28
Asset Mgmt Plan		19,299.78	19,299.78
Water Garage Site Remediation		87,593.74	87,593.74
Replace Water Mains		676,245.79	676,245.79
Mobile Radios		11,159.46	11,159.46
Gibbsboro Water Main Rehab		280,040.34	280,040.34
Imp to Water System (Oak)		85,726.99	85,726.99
Fulton Ave Water Main		80,019.82	80,019.82
Lincoln Ave Water Main Replacement	\$ 45,000.00		45,000.00
	<u>\$ 3,971,787.89</u>	<u>\$ 4,755,654.12</u>	<u>\$ 8,727,442.01</u>

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

Ordinance Number	Improvement Description	Ordinance Date	Amount	Balance Dec. 31, 2023	2024 Authorizations		Costs to Fixed Capital	Balance Dec. 31, 2024
					Deferred Reserve for Amortization	Deferred Charges to Future Revenue		
09-19	Various Water Utility Improvements	08/11/09	\$ 34,810.00	\$ 34,810.00			\$ 30,922.04	\$ 3,887.96
11-10	Various Water Utility Improvements	07/05/11	292,000.00	292,000.00			262,326.54	29,673.46
14-10	Acquisition and Installation of Various Equipment for the Water Department	06/17/14	241,400.00	241,400.00			241,400.00	
15-04	Various Water Utility Improvements	09/01/15	1,580,000.00	1,580,000.00			1,456,943.78	123,056.22
20-13	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	09/15/20	1,350,000.00	1,350,000.00			1,270,776.90	79,223.10
21-05	Acquisition of Various Equipment for the Water Utility	08/17/21	565,000.00	565,000.00			407,587.47	157,412.53
22-15	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	10/04/22	378,000.00	360,000.00			310,568.46	49,431.54
22-16	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	10/04/22	518,842.00	518,842.00			509,444.33	9,397.67
23-10	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	06/20/23	545,000.00	545,000.00			249,319.60	295,680.40
24-10	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	06/18/24	480,500.00		\$ 24,025.00	\$ 456,475.00	16,365.00	464,135.00
				<u>\$ 5,487,052.00</u>	<u>\$ 24,025.00</u>	<u>\$ 456,475.00</u>	<u>\$ 4,755,654.12</u>	<u>\$ 1,211,897.88</u>

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

	<u>Balance December 31, 2023</u>			<u>Balance</u>
	<u>Encumbered</u>	<u>Reserved</u>	<u>Disbursed</u>	<u>Lapsed</u>
Operating:				
Salaries and Wages		\$ 1,894.87		\$ 1,894.87
Other Expenses	\$ 13,565.28	69,954.49	\$ 22,846.70	60,673.07
Statutory Expenditures:				
Contribution to:				
Social Security System (O.A.S.I.)		4,855.94		4,855.94
	<u>\$ 13,565.28</u>	<u>\$ 76,705.30</u>	<u>\$ 22,846.70</u>	<u>\$ 67,423.88</u>

BOROUGH OF CLEMENTON
WATER UTILITY OPERATING FUND
Statement of Water Rental Overpayments
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 7,828.28
Increased by:	
Overpayments in 2024:	
Collected	<u>10,308.66</u>
	18,136.94
Decreased by:	
Refunded	<u>1,000.00</u>
Balance December 31, 2024	<u><u>\$ 17,136.94</u></u>

WATER UTILITY OPERATING FUND
Statement of Water Rental Prepayments
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 12,106.66
Increased by:	
Collected--2025 Rents	<u>31,707.43</u>
	43,814.09
Decreased by:	
Applied to Consumer Accounts Receivable	<u>12,106.66</u>
Balance December 31, 2024	<u><u>\$ 31,707.43</u></u>

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

Ordinance Number	Improvement Description	Date	Amount	Balance Dec. 31, 2023		Prior Year Encumbrances Reclassified	2024 Authorizations		Paid or Charged	Balance Dec. 31, 2024	
				Funded	Unfunded		Capital Improvement Fund	Deferred Charges to Future Revenue		Funded	Unfunded
09-19	Various Water Utility Improvements	08/11/09	\$ 38,410.00	\$ 3,818.96	\$ 69.00					\$ 3,818.96	\$ 69.00
11-10	Various Water Utility Improvements	07/05/11	292,000.00	35,008.46	1,630.00				\$ 6,965.00	28,043.46	1,630.00
15-04	Various Water Utility Improvements	09/01/15	1,580,000.00	58,884.46		\$ 344,212.10			344,212.10	58,884.46	
20-13	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	09/15/20	1,350,000.00	91,405.60		7,745.00			21,683.92	77,466.68	
21-05	Acquisition of Various Equipment for the Water Utility	08/17/21	565,000.00	205,968.25		26,635.75			79,078.97	153,525.03	
22-15	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	10/4/22	360,000.00	175,402.29		70,550.75			196,521.50	49,431.54	
22-16	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	10/4/22	518,842.00	20,237.50					20,237.50		
23-10	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	06/20/23	545,000.00	298,210.18		135,126.27			233,976.34	199,360.11	
24-10	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	06/18/24	480,500.00				\$ 24,025.00	\$ 456,475.00	17,265.00		463,235.00
				<u>\$ 888,935.70</u>	<u>\$ 1,699.00</u>	<u>\$ 584,269.87</u>	<u>\$ 24,025.00</u>	<u>\$ 456,475.00</u>	<u>\$ 919,940.33</u>	<u>\$ 570,530.24</u>	<u>\$ 464,934.00</u>
Reserve for Encumbrances									\$ 176,433.64		
Refunded									(51,089.00)		
Disbursed									794,595.69		
									<u>\$ 919,940.33</u>		

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

Balance December 31, 2023	\$ 40,416.53
Increased by:	
Charged to:	
Budget Appropriation:	
Interest on Bonds	<u>182,723.20</u>
	223,139.73
Decreased by:	
Disbursements	<u>165,823.06</u>
Balance December 31, 2024	<u><u>\$ 57,316.67</u></u>

Analysis of Accrued Interest December 31, 2024

Principal Outstanding <u>Dec. 31, 2024</u>	Average Interest Rate	<u>From</u>	<u>To</u>	Number of <u>Days</u>	<u>Amount</u>
Serial Bonds:					
\$ 150,000.00	3.00%	9/1/24	12/31/24	120	\$ 1,500.00
3,850,000.00	4.42%	9/1/24	12/31/24	120	<u>55,816.67</u>
					<u><u>\$ 57,316.67</u></u>

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

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Ordinance</u>		<u>Balance</u>	<u>Fixed Capital Authorized</u>	<u>Balance</u>
		<u>Date</u>	<u>Amount</u>	<u>Dec. 31, 2023</u>		<u>Dec. 31, 2024</u>
09-19	Various Water Utility Improvements	08/11/09	\$ 34,810.00	\$ 1,741.00		\$ 1,741.00
11-10	Various Water Utility Improvements	07/05/11	14,600.00	14,600.00		14,600.00
14-10	Acquisition and Installation of Various Equipment for the Water Department	06/17/14	12,070.00	12,070.00		12,070.00
20-13	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	09/15/20	67,500.00	67,500.00		67,500.00
21-05	Acquisition of Various Equipment for the Water Utility	08/17/21	28,250.00	28,250.00		28,250.00
22-15	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	10/04/22	18,000.00	18,000.00		18,000.00
22-16	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	10/04/22	27,250.00	546,092.00		546,092.00
24-10	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	06/18/24	24,025.00		\$ 24,025.00	24,025.00
				<u>\$ 688,253.00</u>	<u>\$ 24,025.00</u>	<u>\$ 712,278.00</u>

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

Balance December 31, 2023	\$ 4,516,887.89
Increased by:	
Serial Bonds Paid by Operating Budget	<u>252,000.00</u>
Balance December 31, 2024	<u><u>\$ 4,768,887.89</u></u>

Exhibit SD-16

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

Balance December 31, 2023	\$ 21,000.25
Increased by:	
Receipts:	
2024 Budget Appropriation	<u>25,000.00</u>
	46,000.25
Decreased by:	
Appropriation to Finance Improvement Authorizations	<u>24,025.00</u>
Balance December 31, 2024	<u><u>\$ 21,975.25</u></u>

BOROUGH OF CLEMENTON
WATER UTILITY CAPITAL FUND
Statement of Water Utility Serial Bonds
For the Year Ended December 31, 2024

<u>Issue</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2024</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2023</u>	<u>Paid By Budget Appropriation</u>	<u>Balance Dec. 31, 2024</u>
			<u>Date</u>	<u>Amount</u>				
General Obligation Bonds - Series 2015	8-06-15	\$ 488,000.00	3-01-25	\$ 50,000.00	3.00%			
			3-01-26	50,000.00	3.00%			
			3-01-27	50,000.00	3.00%	\$ 197,000.00	\$ 47,000.00	\$ 150,000.00
General Obligation Bonds - Series 2023	9-27-23	3,780,000.00	3-01-25	215,000.00	5.00%			
			3-01-26	260,000.00	5.00%			
			3-01-27	275,000.00	5.00%			
			3-01-28	290,000.00	5.00%			
			3-01-29	305,000.00	5.00%			
			3-01-30	315,000.00	4.00%			
			3-01-31	330,000.00	4.00%			
			3-01-32	345,000.00	4.00%			
			3-01-33	355,000.00	4.00%			
			3-01-34	370,000.00	4.00%			
			3-01-35	385,000.00	4.00%			
			3-01-36	405,000.00	4.00%	4,055,000.00	205,000.00	3,850,000.00
						<u>\$ 4,252,000.00</u>	<u>\$ 252,000.00</u>	<u>\$ 4,000,000.00</u>

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

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Ordinance Date</u>	<u>Balance Dec. 31, 2023</u>	<u>2024 Authorizations</u>	<u>Balance Dec. 31, 2024</u>
09-19	Various Water Utility Improvements	08/11/09	\$ 69.00		\$ 69.00
11-10	Various Water Utility Improvements	07/05/11	1,630.00		1,630.00
24-10	Completion of Various Improvements and the Acquisition of Various Equipment for the Water Utility	06/18/24		\$ 456,475.00	456,475.00
			<u>\$ 1,699.00</u>	<u>\$ 456,475.00</u>	<u>\$ 458,174.00</u>

SUPPLEMENTAL EXHIBITS
SEWER UTILITY FUND

BOROUGH OF CLEMENTON
SEWER UTILITY FUND
Statement of Sewer Utility Cash and Investments
Per N.J.S.A. 40A: 5-5 - Treasurer
For the Year Ended December 31, 2024

	<u>Operating</u>	<u>Capital</u>
Balance December 31, 2023	\$ 254,429.14	\$ 603,720.37
Increased by Receipts:		
Miscellaneous Revenues	\$ 94,077.93	
Consumer Accounts Receivable	540,807.02	
Sewer Liens Receivable	805.40	
Sewer Rental Overpayments	4,498.50	
Sewer Rental Prepayments	31,678.17	
Budget Refunds	113.12	
Due Current Fund	100,000.00	
Due Sewer Utility Operating Fund		\$ 7,382.70
Due Sewer Utility Capital Fund	7,397.52	
Due Water Utility Operating Fund	17,103.81	
	<u>796,481.47</u>	<u>7,382.70</u>
	1,050,910.61	611,103.07
Decreased by Disbursements:		
2024 Appropriations	686,807.01	
2023 Appropriation Reserves	4,416.26	
Accrued Interest on Bonds and Notes	39,075.53	
Sewer Rental Overpayment Refunds	1,000.00	
Due Sewer Utility Operating Fund		7,397.52
Improvement Authorizations		37,479.38
	<u>731,298.80</u>	<u>44,876.90</u>
Balance December 31, 2024	<u><u>\$ 319,611.81</u></u>	<u><u>\$ 566,226.17</u></u>

BOROUGH OF CLEMENTON
SEWER UTILITY CAPITAL FUND
 Analysis of Sewer Utility Capital Cash
 For the Year Ended December 31, 2024

			Receipts	Disbursements		Transfers		
		Balance (Deficit) <u>Dec. 31, 2023</u>	<u>Miscellaneous</u>	<u>Improvement Authorizations</u>	<u>Miscellaneous</u>	<u>From</u>	<u>To</u>	Balance (Deficit) <u>Dec. 31, 2024</u>
<u>Improvement Authorizations:</u>								
11-11	Various Sewer Utility Improvements and the Acquisition of Equipment	\$ (984.09)						\$ (984.09)
14-10	Acquisition and Installation of Various Equipment for the Sewer Department	195,907.08		\$ 30,811.79				165,095.29
18-11	Reconstruction and/or Repair of the Princeton Avenue Pump Station	13,938.22						13,938.22
21-07	Completion of Various Sewer Improvements	78,298.94		6,667.59				71,631.35
22-14	Completion of Various Improvements and the Acquisition of Various Equipment for the Sewer Utility	135,216.00						135,216.00
23-11	Completion of Various Improvements and the Acquisition of Various Equipment for the Sewer Utility	137,890.00				\$ 84,620.00		53,270.00
24-09	Completion of Various Improvements for the Sewer Utility System						\$ 7,500.00	7,500.00
Due Sewer Utility Operating Fund		620.99	\$ 7,382.70		\$ 7,397.52			606.17
Reserve for Encumbrances							84,620.00	84,620.00
Capital Improvement Fund		36,725.00				7,500.00		29,225.00
Fund Balance		6,108.23						6,108.23
		<u>\$ 603,720.37</u>	<u>\$ 7,382.70</u>	<u>\$ 37,479.38</u>	<u>\$ 7,397.52</u>	<u>\$ 92,120.00</u>	<u>\$ 92,120.00</u>	<u>\$ 566,226.17</u>

BOROUGH OF CLEMENTON
SEWER UTILITY OPERATING FUND
Schedule of Change Funds
As of December 31, 2024

<u>Office</u>	<u>Amount</u>
Sewer Utility Clerk	\$ 75.00

SEWER UTILITY OPERATING FUND
Statement of Due from Water Utility Operating Fund
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 17,103.81
Decreased by:	
Receipts:	
Interfund Loans Received	\$ 17,103.81

BOROUGH OF CLEMENTON
SEWER UTILITY OPERATING FUND
Statement of Consumer Accounts Receivable
For the Year Ended December 31, 2024

Balance December 31, 2023		\$	59,066.34
Increased by:			
2024 Sewer Service Charges			<u>553,274.60</u>
			612,340.94
Decreased by:			
Collected	\$	540,807.02	
Transferred to Sewer Utility Liens Receivable		660.00	
Overpayments Applied		5,383.17	
Prepayments Applied		<u>12,694.70</u>	
			<u>559,544.89</u>
Balance December 31, 2024		\$	<u><u>52,796.05</u></u>

BOROUGH OF CLEMENTON
SEWER UTILITY OPERATING FUND
Statement of Sewer Utility Liens Receivable
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 12,172.51
Increased by:	
Transferred from Consumer Accounts Receivable	<u>660.00</u>
	12,832.51
Decreased by:	
Collected	<u>805.40</u>
Balance December 31, 2024	<u><u>\$ 12,027.11</u></u>

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

	<u>Balance December 31, 2023</u>			<u>Balance</u>
	<u>Encumbered</u>	<u>Reserved</u>	<u>Disbursed</u>	<u>Lapsed</u>
Operating:				
Salaries and Wages		\$ 3,441.53		\$ 3,441.53
Other Expenses	\$ 1,995.09	26,655.61	\$ 4,416.26	24,234.44
Statutory Expenditures:				
Contribution to:				
Social Security System (O.A.S.I.)		7,125.37		7,125.37
	<u>\$ 1,995.09</u>	<u>\$ 37,222.51</u>	<u>\$ 4,416.26</u>	<u>\$ 34,801.34</u>

BOROUGH OF CLEMENTON
SEWER UTILITY CAPITAL FUND
Statement of Fixed Capital
For the Year Ended December 31, 2024

<u>Description</u>	<u>Balance</u> <u>Dec. 31, 2023</u>	<u>Additions by</u> <u>Ordinance</u>	<u>Balance</u> <u>Dec. 31, 2024</u>
Property, Equipment and Other Facilities Acquired and Constructed Under Clementon Sewerage Authority Bond Resolution Dated March 1, 1961	\$ 1,390,712.28		\$ 1,390,712.28
Property, Equipment and Other Facilities Acquired and Constructed Under Clementon Sewerage Authority Bond Resolution Dated September 1, 1985	825,000.00		825,000.00
Garfield Avenue Main Replacement	180,763.03		180,763.03
Pump Station Rehabilitations	307,639.59		307,639.59
Grand Expansion	136,734.64		136,734.64
Yard Grading and Paving Project	22,000.00		22,000.00
Wallace Avenue Main Replacement	95,600.82		95,600.82
Park Avenue and Erial Road Pump Station Upgrades and Sanitary Sewer Replacements	132,383.00		132,383.00
Refurbish Park Avenue Pump Station	218,147.26		218,147.26
Repair Sewer Mains	12,872.08		12,872.08
Emergency Bypass Pump	31,505.00		31,505.00
Site Emergency Generator	31,723.09		31,723.09
Evanson Avenue Pump Station	264,792.41		264,792.41
Renovations to Sewer Garage	115,578.80		115,578.80
Sewer Plow Truck	37,779.58		37,779.58
Sewer Mains and Wet Well Upgrades	192,000.00		192,000.00
Jetter/Vac Truck	240,000.00		240,000.00
Various Equip Acp & Install		\$ 197,604.71	197,604.71
Repair Princeton Ave Pump Station		61,061.78	61,061.78
Sewer System Repairs and Upgrade		105,969.39	105,969.39
System Upgrades		251,618.26	251,618.26
Mobile Radios		7,500.00	7,500.00
Four Wheel Drive Vehicle	18,500.00		18,500.00
	<u>\$ 4,253,731.58</u>	<u>\$ 623,754.14</u>	<u>\$ 4,877,485.72</u>

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

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2023	2024 Authorizations		Costs to Fixed Capital	Balance Dec. 31, 2024
		Date	Amount		Capital Improvement Fund	Deferred Charges to Future Revenue		
14-10	Acquisition and Installation of Various Equipment for the Sewer Department	6/17/14	\$ 363,000.00	\$ 363,000.00			\$ 197,904.71	\$ 165,095.29
18-11	Reconstruction and/or Repair of the Princeton Avenue Pump Station	9/04/18	75,000.00	75,000.00			61,061.78	13,938.22
21-07	Completion of Various Sewer Improvements	8/17/21	178,000.00	178,000.00			106,368.65	71,631.35
22-14	Completion of Various Improvements and the Acquisition of Various Equipment for the Sewer Utility	10/4/22	282,500.00	282,500.00			147,284.00	135,216.00
23-11	Completion of Various Improvements and the Acquisition of Various Equipment for the Sewer Utility	6/20/23	250,000.00	250,000.00			111,135.00	138,865.00
24-09	Completion of Various Improvements for the Sewer Utility System	6/18/24	150,000.00		\$ 7,500.00	\$ 142,500.00		150,000.00
				<u>\$ 1,148,500.00</u>	<u>\$ 7,500.00</u>	<u>\$ 142,500.00</u>	<u>\$ 623,754.14</u>	<u>\$ 674,745.86</u>

BOROUGH OF CLEMENTON
SEWER UTILITY OPERATING FUND
Statement of Sewer Rental Overpayments
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 5,383.17
Increased by:		
Overpayments in 2024		<u>4,498.50</u>
		9,881.67
Decreased by:		
Refunded	\$ 1,000.00	
Applied to Consumer Accounts Receivable	<u>5,383.17</u>	
		<u>6,383.17</u>
Balance December 31, 2024		<u><u>\$ 3,498.50</u></u>

Exhibit SE-11

SEWER UTILITY OPERATING FUND
Statement of Sewer Rental Prepayments
For the Year Ended December 31, 2024

Balance December 31, 2023		\$ 12,694.70
Increased by:		
Collections--2025 Rents		<u>31,678.17</u>
		44,372.87
Decreased by:		
Applied to Consumer Accounts Receivable		<u>12,694.70</u>
Balance December 31, 2024		<u><u>\$ 31,678.17</u></u>

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

Ordinance Number	Improvement Description	Date	Amount	Balance Dec. 31, 2023		2024 Authorizations	Paid or Charged	Balance Dec. 31, 2024	
				Funded	Unfunded			Funded	Unfunded
14-10	Acquisition and Installation of Various Equipment for the Sewer Department	6/17/14	363,000.00	\$ 195,907.08			\$ 30,811.79	\$ 165,095.29	
18-11	Reconstruction and/or Repair of the Princeton Avenue Pump Station	9/04/18	75,000.00	13,938.22				13,938.22	
20-12	Completion of Various Sewer Improvements	9/15/20	115,000.00						
21-07	Completion of Various Sewer Improvements	8/17/21	178,000.00	78,298.94			6,667.59	71,631.35	
22-14	Completion of Various Improvements and the Acquisition of Various Equipment for the Sewer Utility	10/4/22	282,500.00	135,216.00				135,216.00	
23-11	Completion of Various Improvements and the Acquisition of Various Equipment for the Sewer Utility	6/20/23	250,000.00	137,890.00	\$ 975.00		84,620.00	53,270.00	\$ 975.00
24-09	Completion of Various Improvements for the Sewer Utility System	6/18/24	150,000.00			\$ 150,000.00		7,500.00	142,500.00
				<u>\$ 561,250.24</u>	<u>\$ 975.00</u>	<u>\$ 150,000.00</u>	<u>\$ 122,099.38</u>	<u>\$ 446,650.86</u>	<u>\$ 143,475.00</u>
Deferred Charges to Future Revenue						\$ 142,500.00			
Capital Improvement Fund						7,500.00			
Reserve for Encumbrances							\$ 84,620.00		
Disbursed							37,479.38		
						<u>\$ 150,000.00</u>	<u>\$ 122,099.38</u>		

BOROUGH OF CLEMENTON
SEWER UTILITY OPERATING FUND
Statement of Interest on Bonds and Notes and Analysis of Balance
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 10,645.28
Increased by:	
Charged to:	
Budget Appropriations:	
Interest on Bonds	<u>41,446.92</u>
	52,092.20
Decreased by:	
Disbursements	<u>39,075.53</u>
Balance December 31, 2024	<u><u>\$ 13,016.67</u></u>

Analysis of Accrued Interest December 31, 2024

Principal Outstanding <u>Dec. 31, 2024</u>	Average Interest Rate	<u>From</u>	<u>To</u>	Number of Days	<u>Amount</u>
Serial Bonds:					
\$ 265,000.00	3.00%	09/01/24	12/31/24	120	\$ 2,650.00
715,000.00	4.42%	09/01/24	12/31/24	120	<u>10,366.67</u>
					<u><u>\$ 13,016.67</u></u>

BOROUGH OF CLEMENTON
SEWER UTILITY CAPITAL FUND
Statement of Deferred Reserve for Amortization
For the Year Ended December 31, 2024

Ordinance Number	Improvement Description	Ordinance		Balance Dec. 31, 2023	Fixed Capital Authorized	Balance Dec. 31, 2024
		Date	Amount			
11-11	Various Sewer Utility Improvements and the Acquisition of Equipment	7/05/11	\$ 28,050.00	\$ 28,050.00		\$ 28,050.00
14-10	Acquisition and Installation of Various Equipment for the Sewer Department	6/17/14	18,150.00	18,150.00		18,150.00
21-07	Completion of Various Sewer Utility Improvements	08/17/21	8,900.00	8,900.00		8,900.00
22-14	Completion of Various Improvements and the Acquisition of Various Equipment for the Sewer Utility	10/04/22	14,125.00	14,125.00		14,125.00
23-11	Completion of Various Improvements and the Acquisition of Various Equipment for the Sewer Utility	06/20/23	12,500.00	12,500.00		12,500.00
24-09	Completion of Various Improvements for the Sewer Utility System	06/18/24	7,500.00		\$ 7,500.00	7,500.00
				<u>\$ 81,725.00</u>	<u>\$ 7,500.00</u>	<u>\$ 89,225.00</u>

BOROUGH OF CLEMENTON
SEWER UTILITY CAPITAL FUND
Statement of Reserve for Amortization
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 4,215,547.49
Increased by:	
Serial Bonds Paid by Operating Budget	<u>123,000.00</u>
Balance December 31, 2024	<u><u>\$ 4,338,547.49</u></u>

Exhibit SE-16

SEWER UTILITY CAPITAL FUND
Statement of Due to Sewer Utility Operating Fund
For the Year Ended December 31, 2024

Balance December 31, 2023	\$ 620.99
Increased by:	
Receipts:	
Interest Earned on Deposits	<u>7,382.70</u>
	8,003.69
Decreased by:	
Disbursements:	
Interfund Loans Returned	<u>7,397.52</u>
Balance December 31, 2024	<u><u>\$ 606.17</u></u>

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

Balance December 31, 2023	\$ 36,725.00
Decreased by:	
Appropriated to Finance Improvement Authorization	<u>7,500.00</u>
Balance December 31, 2024	<u><u>\$ 29,225.00</u></u>

BOROUGH OF CLEMENTON
SEWER UTILITY CAPITAL FUND
Statement of Sewer Utility Serial Bonds
For the Year Ended December 31, 2024

<u>Issue</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding Dec. 31, 2024</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2023</u>	<u>Paid By Budget Appropriation</u>	<u>Balance Dec. 31, 2024</u>
			<u>Date</u>	<u>Amount</u>				
General Obligation Bonds - Series 2015	8-06-15	\$ 837,000.00	3-01-25	\$ 85,000.00	3.00%			
			3-01-26	90,000.00	3.00%			
			3-01-27	90,000.00	3.00%	\$ 348,000.00	\$ 83,000.00	\$ 265,000.00
General Obligation Bonds - Series 2023	9-27-23	3,780,000.00	3-01-25	45,000.00	5.00%			
			3-01-26	50,000.00	5.00%			
			3-01-27	50,000.00	5.00%			
			3-01-28	50,000.00	5.00%			
			3-01-29	55,000.00	5.00%			
			3-01-30	60,000.00	4.00%			
			3-01-31	60,000.00	4.00%			
			3-01-32	65,000.00	4.00%			
			3-01-33	65,000.00	4.00%			
			3-01-34	70,000.00	4.00%			
			3-01-35	70,000.00	4.00%			
			3-01-36	75,000.00	4.00%			
						<u>755,000.00</u>	<u>40,000.00</u>	<u>715,000.00</u>
						<u>\$ 1,103,000.00</u>	<u>\$ 123,000.00</u>	<u>\$ 980,000.00</u>

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

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2023</u>	<u>2024 Authorizations</u>	<u>Balance Dec. 31, 2024</u>
11-11	Various Sewer Utility Improvements and the Acquisition of Equipment	\$ 984.09		\$ 984.09
23-11	Completion of Various Improvements and the Acquisition of Various Equipment for the Sewer Utility	975.00		975.00
24-09	Completion of Various Improvements for the Sewer Utility System		\$ 142,500.00	142,500.00
		<u>\$ 1,959.09</u>	<u>\$ 142,500.00</u>	<u>\$ 144,459.09</u>

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

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

Schedule of Financial Statement Findings

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

None.

BOROUGH OF CLEMENTON
Summary Schedule of Prior Year Audit Findings
and Questioned Costs as Prepared by Management

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

FINANCIAL STATEMENT FINDINGS

None.

FEDERAL AWARDS

None.

BOROUGH OF CLEMENTON
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 Weaver	Mayor	
Gwen Cantwell	Councilwoman	
Robert Dorsey	Councilman	
Jonathon Fisher	Councilman	
Christopher McKelvey	Councilman	
Thomas Shaw	Councilman	
Christine Nucera	Councilwoman	
Debra DiMattia	Chief Financial Officer	\$ 1,000,000.00 (A)
Joann Watson	Tax Collector	1,000,000.00 (C)
Joann DiBattista	Water/Sewer Clerk	1,000,000.00 (A)
Margaret Giordano	Administrative Assistant	1,000,000.00 (A)
Jenai Johnson	Borough Clerk, Dog License Clerk, Registrar of Vital Statistics, Borough Administrator, Municipal Search Officer	1,000,000.00 (A)
Stephenie Cianfrani	Deputy Clerk (to 4/1/24)	
Victoria Kupsey	Deputy Clerk (from 8/14/24)	1,000,000.00 (A)
Lisa West	Construction/Planning and Zoning Clerk	1,000,000.00 (A)
Stephenie Cianfrani	Deputy Registrar (from 4/1/24 to 8/22/24)	1,000,000.00 (A)
Christopher Hammond	Deputy Registrar (from 10/1/24)	1,000,000.00 (A)
Jacqueline Quicksill	Court Clerk	1,000,000.00 (A)
Kim Boyne	Police Clerk	1,000,000.00 (B)
Nicholas Sapio	Housing Inspector	1,000,000.00 (A)
George Singley	Municipal Magistrate (to 6/30/24)	1,000,000.00 (B)
Brian Herman	Municipal Magistrate (from 7/1/24 to 10/14/24)	1,000,000.00 (B)
Krisden McCrink	Municipal Magistrate (from 10/15/24)	1,000,000.00 (B)
Donna Carns	Court Administrator	1,000,000.00 (B)
Michael Bernardini	Assessor	
George Botcheos	Solicitor	

- (A) Covered by the Public Employee Dishonesty Coverage in the amount of \$50,000 written by the Camden County Municipal Joint Insurance Fund and the Excess Public Employee Dishonesty Coverage in the amount of \$950,000 written by the Municipal Excess Liability Joint Insurance Fund.
- (B) Covered by the Excess Public Officials Bond Coverage in the amount of \$1,000,000 written by the Municipal Excess Liability Joint Insurance Fund.
- (C) Covered by the Primary Statutory Positions Bond Coverage in the amount of \$1,000,000 written by the Municipal Excess Liability Joint Insurance Fund.

All of the Bonds were examined and properly executed.

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APPRECIATION

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

Respectfully submitted,

Bowman & Company LLP

BOWMAN & COMPANY LLP
Certified Public Accountants
& Consultants

Todd R. Saler

Todd R. Saler
Certified Public Accountant
Registered Municipal Accountant