

Report of Audit

on the

Financial Statements

of the

Township of Bridgewater

in the

County of Somerset
New Jersey

for the

Year Ended
December 31, 2023

TOWNSHIP OF BRIDGEWATER

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TOWNSHIP OF BRIDGEWATER

PART I

INDEPENDENT AUDITOR'S REPORT ON
AUDIT OF FINANCIAL STATEMENTS
AND SUPPLEMENTARY SCHEDULES AND DATA

REPORT ON INTERNAL CONTROL OVER FINANCIAL
REPORTING AND ON COMPLIANCE AND OTHER MATTERS
BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
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FINANCIAL STATEMENTS - REGULATORY BASIS - ALL FUNDS

NOTES TO FINANCIAL STATEMENTS - REGULATORY BASIS

SUPPLEMENTARY SCHEDULES - ALL FUNDS

YEAR ENDED DECEMBER 31, 2023 AND 2022



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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Township Council
Township of Bridgewater
County of Somerset
Bridgewater, New Jersey 08807

Report on the Audit of the Financial Statements

Adverse and Unmodified Opinions

We have audited the accompanying balance sheets - regulatory basis of the various individual funds and account group of the Township of Bridgewater (the "Township"), as of and for the year ended December 31, 2023 and 2022, the related statements of operations and changes in fund balance - regulatory basis for the years then ended, and the related statement of revenues - regulatory basis and statement of expenditures - regulatory basis of the various individual funds for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Township's regulatory financial statements as listed in the table of contents.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Matter Giving Rise to Adverse Opinion" paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the various individual funds and account group of the Township as of December 31, 2023 and 2022, or the results of its operations and changes in fund balance for the years then ended or the revenues or expenditures for the year ended December 31, 2023.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the regulatory financial statements referred to above present fairly, in all material respects, the regulatory basis balances sheets of the various individual funds and account group as of December 31, 2023 and 2022, the regulatory basis statement of operations and changes in fund balance for the years then ended and the regulatory basis statement of revenues and expenditures and changes in fund balance for the year ended December 31, 2022 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") as described in Note 1.

SUPLEE, CLOONEY & COMPANY LLC

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Township and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion

As described in Note 1 of the regulatory financial statements, the regulatory financial statements are prepared by the Township on the basis of the financial reporting provisions prescribed by the Division, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements 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.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the regulatory financial statements in accordance with the regulatory basis of accounting prescribed by the Division, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of regulatory financial statements that are free from material misstatement, whether due to fraud or error. In preparing the regulatory financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township 's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the regulatory 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 GAAS, *Government Auditing Standards* and audit requirements prescribed by the Division 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.

SUPLEE, CLOONEY & COMPANY LLC

In performing an audit in accordance with GAAS, *Government Auditing Standards* and audit requirements prescribed by the Division, we:

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Township 's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Township 's ability to continue as a going concern for a reasonable period of time.

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

Supplementary Information

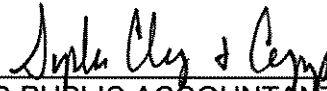
Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's regulatory financial statements. The supplementary information, and data listed in the table of contents as required by the Division are presented for purposes of additional analysis 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 supplemental information, and data listed in the table of contents, as required by the Division are fairly stated, in all material respects, in relation to the regulatory financial statements as a whole.

SUPLEE, CLOONEY & COMPANY LLC

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 25, 2024 on our consideration of the Township 's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township '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 Township 's internal control over financial reporting and compliance.



CERTIFIED PUBLIC ACCOUNTANTS



REGISTERED MUNICIPAL ACCOUNTANT NO. 439

July 25, 2024



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**INDEPENDENT AUDITOR'S 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**

The Honorable Mayor and Members
of the Township Council
Township of Bridgewater
County of Somerset
Bridgewater, New Jersey 08807

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the regulatory financial statements of the various individual funds and the account group of the Township of Bridgewater, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Township's regulatory financial statements, and have issued our report thereon dated July 25, 2024. Our report disclosed that, as described in Note 1 to the financial statements, the Township of Bridgewater prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

Internal Control Over Financial Reporting

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

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a 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.

SUPLEE, CLOONEY & COMPANY LLC

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 may exist that have not been identified.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Township's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*. However, we noted other matters of noncompliance which are discussed in Part III General Comments and Recommendations section of this report.

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* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



CERTIFIED PUBLIC ACCOUNTANTS



REGISTERED MUNICIPAL ACCOUNTANT NO. 439

July 25, 2024

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CURRENT FUND

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2023</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u>
<u>ASSETS</u>			
Cash	A-4	\$ 17,312,219.37	\$ 17,274,428.43
Change Fund	A-6	410.00	410.00
Petty Cash	A-5	1,000.00	1,000.00
Due State of New Jersey - Senior Citizens and Veterans	A-7	29,500.44	5,500.00
		<u>\$ 17,343,129.81</u>	<u>\$ 17,281,338.43</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-8	\$ 1,171,030.94	\$ 1,133,823.61
Tax Title Liens Receivable	A-9	163,595.43	160,694.01
Property Acquired for Taxes - Assessed Valuation	A-10	422,300.00	422,300.00
Revenue Accounts Receivable	A-13	36,027.36	13,980.74
Interfunds Receivable	A-12	323,576.51	1,402,201.92
	A	<u>\$ 2,116,530.24</u>	<u>\$ 3,133,000.28</u>
Deferred Charges			
	A-32	\$ 446,106.50	\$ 546,106.50
	A	<u>\$ 19,905,766.55</u>	<u>\$ 20,960,445.21</u>
Grant Fund:			
Cash	A-4	\$ 458,008.14	\$ 627,257.18
Due Current Fund	A-26	684,043.01	18,534.46
Grants Receivable	A-25	<u>1,985,700.03</u>	<u>2,087,813.06</u>
	A	<u>\$ 3,127,751.18</u>	<u>\$ 2,733,604.70</u>
	A	<u>\$ 23,033,517.73</u>	<u>\$ 23,694,049.91</u>

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

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2023</u>	<u>BALANCE DECEMBER 31, 2022</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Appropriations Reserves	A-3:A-14	\$ 2,173,839.22	\$ 2,376,245.30
Prepaid Taxes	A-18	2,984,051.63	1,443,155.17
Encumbrances Payable	A-11	947,380.99	1,413,394.54
Accounts Payable	A-11	823,758.85	568,862.89
Tax Overpayments	A-17	1,305.97	2,107.02
Interfunds Payable	A-12	2,853,979.78	4,856,376.00
Reserve For:			
Sale of Municipal Assets	A-19	51,854.98	48,394.24
Marriage Licenses - Due State of NJ	A-28	800.00	
Construction Code DCA - Due State of New Jersey	A-16	41,742.00	36,027.00
County Taxes Payable	A-20		31,931.96
Emergency Note Payable	A-30	200,000.00	300,000.00
Tax Appeals	A-15	483,939.86	483,939.86
Municipal Relief Aid	A-29	615,422.52	307,776.25
State Library	A-31	8,934.00	8,934.00
		\$ 11,187,009.80	\$ 11,877,144.23
Reserve for Receivables and Other Assets	A	2,116,530.24	3,133,000.28
Fund Balance	A-1	6,602,226.51	5,950,300.70
	A	\$ 19,905,766.55	\$ 20,960,445.21
Grant Fund:			
Reserve for Grants - Unappropriated	A-24	\$ 684,584.38	\$ 172,567.77
Reserve for Grants - Appropriated	A-23	2,400,274.59	2,110,425.23
Accounts Payable	A-27	42,892.21	450,611.70
	A	\$ 3,127,751.18	\$ 2,733,604.70
	A	\$ 23,033,517.73	\$ 23,694,049.91

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

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

STATEMENTS OF OPERATIONS AND
CHANGES IN FUND BALANCE - REGULATORY BASIS

	REF.	YEAR ENDED DECEMBER 31, 2022	YEAR ENDED DECEMBER 31, 2022
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Fund Balance Utilized	A-1:A-2	\$ 3,395,000.00	\$ 7,435,404.00
Miscellaneous Revenue Anticipated	A-2	16,561,101.02	16,446,405.35
Receipts From Delinquent Taxes	A-2	1,147,521.97	1,143,844.87
Receipts From Current Taxes	A-2	206,852,588.97	199,995,808.28
Non-Budget Revenue	A-2	2,333,491.87	945,074.64
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	A-14	1,517,931.90	2,963,140.96
Accounts Payable Canceled	A-11	308,839.05	
Prior Year Senior Citizens Allowed	A-7	250.00	
Grant Reserves Canceled	A-23	12,671.47	
<u>TOTAL REVENUE AND OTHER INCOME</u>		<u>\$ 232,129,396.25</u>	<u>\$ 228,929,678.10</u>
<u>EXPENDITURES</u>			
Budget Appropriations	A-3	\$ 44,480,117.02	\$ 44,830,882.85
Special Fire District Taxes	A-22	3,389,700.90	2,810,740.00
County Taxes	A-20	40,451,876.24	38,547,671.83
Regional School District Taxes	A-21	139,448,832.00	136,586,423.00
Prior Year Senior Citizens Disallowed	A-7	8,568.49	8,902.67
Refund of Prior Year Revenue	A-4	6,728.01	495.00
Grant Receivables Canceled	A-25	20,624.57	
Interfunds Advanced		276,023.35	1,188,746.59
<u>TOTAL EXPENDITURES</u>		<u>\$ 228,082,470.58</u>	<u>\$ 223,973,861.94</u>
Excess in Revenue		\$ 4,046,925.67	\$ 4,955,816.16
Adjustments to Income Before Fund Balance:			
Expenditures Included Above Which are by Statute			
Deferred Charges to Budget of Succeeding Year			\$ 202,567.46
Regulatory Excess to Fund Balance		\$ 4,046,925.67	\$ 5,158,383.62
Fund Balance, January 1	A	5,950,300.70	8,227,321.08
		<u>\$ 9,997,226.37</u>	<u>\$ 13,385,704.70</u>
Decreased by:			
Utilization as Anticipated Revenue	A-1:A-2	3,395,000.00	7,435,404.00
Fund Balance, December 31	A	<u>\$ 6,602,226.37</u>	<u>\$ 5,950,300.70</u>

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

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2023

REF.	ANTICIPATED		REALIZED	EXCESS OR (DEFICIT)
	ANTICIPATED BUDGET	SPECIAL N.J.S. 40A:4-87		
Fund Balance Anticipated	A-1	\$ 3,395,000.00	\$ 3,395,000.00	
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	A-13	\$ 90,000.00	\$ 94,002.00	\$ 4,002.00
Other	A-2	48,000.00	50,999.00	2,999.00
Fees and Permits:				
Construction Code Official	A-2	1,495,000.00	1,720,917.00	225,917.00
Other	A-2	529,000.00	505,550.26	(23,449.74)
Municipal Court:				
Fines and Costs	A-13	222,000.00	284,184.66	62,184.66
Interest and Costs on Taxes	A-13	278,000.00	359,618.65	81,618.65
Interest on Investments and Deposits	A-13	336,000.00	1,010,055.16	674,055.16
Utility Operating Surplus of Prior year	A-13	266,805.63	266,805.63	
Recreation Fees	A-13	106,000.00	129,016.33	23,016.33
Municipal Relief Fund Aid	A-29	307,776.25	307,776.25	
Energy Receipts Tax	A-13	5,940,963.00	5,940,963.00	
Garden State Trust Fund	A-13	4,082.00	5,027.00	945.00
Joint Services with County Library	A-13	81,845.06	81,845.10	0.04
Shared Municipal Court	A-13	275,400.00	275,400.00	
Shared Resource Officer BOE	A-13	127,000.00		(127,000.00)
Shared Class III Officers	A-13	70,000.00		(70,000.00)
Recycling Tonnage Grant	A-25	185,376.66	185,376.66	
Clean Communities Program	A-25	99,731.71	99,731.71	
Youth Services Program	A-25	21,600.00	21,600.00	
Body Armor Replacement Fund	A-25	5,165.09	5,165.09	
Emergency Management	A-25	10,000.00	10,000.00	
Municipal Alliance- State Share	A-25	11,287.92	11,287.92	
Recreation Improvements- Kids Street	A-25		75,000.00	
Regional Center Partnership	A-25	15,000.00	15,000.00	
Life Hazard Use Fees	A-13	240,000.00	204,636.08	(35,363.92)
Suburban Cablevision Franchise Fee	A-13	533,000.00	508,539.47	(24,460.53)
Payment in Lieu of Taxes - Centerbridge I	A-13	108,000.00	108,776.80	776.80
Hotel Occupancy Tax	A-13	886,000.00	999,921.03	113,921.03
Host Benefit Fees	A-13	360,000.00	354,802.91	(5,197.09)
Bridgewater Commons Rent and Royalty - In Lieu of Taxes	A-13	1,140,000.00	786,211.00	(353,789.00)
Debt Service Reimbursement - Open Space Trust Fund	A-13	56,759.21	56,759.21	
General Capital Fund Surplus	A-13	207,601.15	207,601.15	
Cell Tower Rent	A-13	112,000.00	72,883.19	(39,116.81)
Sale of Liquor License	A-13	451,000.00	451,000.00	
Interfunds Advanced- Sewer Operating Fund		3,393,001.50	1,354,648.76	(2,038,352.74)
Interfunds Advanced- Grant Fund		408,184.60		(408,184.60)
Total Miscellaneous Revenues	A-1	\$ 18,421,579.78	\$ 16,561,101.02	\$ (1,935,478.76)
Receipts From Delinquent Taxes	A-1	\$ 1,000,000.00	\$ 1,147,521.97	\$ 147,521.97
Amount to be Raised by Taxes for Support of Municipal Budget:				
Local Tax for Municipal Purposes	A-2	\$ 24,398,195.90	\$ 26,362,179.83	\$ 1,963,983.93
BUDGET TOTALS		\$ 47,214,775.68	\$ 47,465,802.82	\$ 251,027.14
Non-Budget Revenues	A-2		2,333,491.87	2,333,491.87
		\$ 47,214,775.68	\$ 49,799,294.69	\$ 2,584,519.01
REF.	A-3		A-3	

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

TOWNSHIP OF BRIDGEWATER
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

REF.

ANALYSIS OF REALIZED REVENUE

Allocation of Current Tax Collections:		
Collections	A-1:A-8	\$ 206,852,588.97
Allocated To:		
County Taxes	A-8	40,451,876.24
Regional School District Taxes	A-8	139,448,832.00
Special Fire District Taxes	A-8	3,389,700.90
		<u>\$ 183,290,409.14</u>
Balance for Support of Municipal Budget Appropriations		\$ 23,562,179.83
Add: Appropriation "Reserve for Uncollected Taxes"	A-3	<u>2,800,000.00</u>
Amount for Support of Municipal Budget Appropriations	A-2	<u>\$ 26,362,179.83</u>
Licenses - Other:		
Clerk		\$ 8,240.00
Health Officer		41,925.00
Registrar		834.00
		<u>50,999.00</u>
	A-2:A-13	<u>\$ 50,999.00</u>
Other - Fees and Permits:		
Board of Health		\$ 4,550.00
Registrar		18,260.00
Police		79,310.91
Police Towing		41,200.00
Planning		24,263.00
Zoning Board of Adjustment		48,053.00
Tax Assessor		1,100.75
Township Clerk		9.50
Fire		262,147.00
Zoning		26,656.10
		<u>505,550.26</u>
	A-2:A-13	<u>\$ 505,550.26</u>

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

TOWNSHIP OF BRIDGEWATER
CURRENT FUND
STATEMENT OF REVENUES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023
REF.

ANALYSIS OF NON-BUDGET REVENUE

Miscellaneous Revenue Not Anticipated:			
JIF Award		\$ 53,464.81	
Engineering- Road Openings		20,600.00	
Shared Court- Prior Year		140,495.23	
Recycling		973.13	
Police Outside Overtime Administrative Fees		326,457.99	
Senior Citizens & Veterans Administrative Fees		3,568.63	
Forfeited Bail		540.50	
Rent		5,433.38	
Guru Reality Settlement		27,000.00	
Bad Check Fees		3,070.00	
PILOT Centerbridge II		106,000.00	
Tax Collector		2,695.00	
Hurricane IDA Reimbursement		1,562,838.40	
Miscellaneous		<u>64,379.44</u>	
	A-4		2,317,516.51
Excess Reserve for Animal Expenditures	A-12		<u>15,975.36</u>
<u>Total Non-Budget Revenue</u>	A-1:A-2		<u>\$ 2,333,491.87</u>

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

TOWNSHIP OF BRIDGEWATER
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

	APPROPRIATIONS		EXPENDED		UNEXPENDED CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
HUMAN RESOURCES:					
Salaries and Wages	\$ 130,000.00	\$ 106,000.00	\$ 104,217.31	\$ 1,782.69	\$
Other Expenses	50,000.00	50,000.00	16,280.57	33,719.43	
MAYOR'S OFFICE:					
Salaries and Wages	16,400.00	16,400.00	11,250.00	5,150.00	
Other Expenses	2,500.00	2,500.00	2,342.89	157.11	
TOWNSHIP COUNCIL:					
Salaries and Wages	27,000.00	27,001.00	27,000.24	0.76	
Other Expenses	8,750.00	8,750.00	8,066.31	683.69	
TOWNSHIP ADMINISTRATOR:					
Salaries and Wages	512,000.00	541,000.00	539,268.55	1,731.45	
Other Expenses	35,000.00	35,000.00	34,963.92	36.08	
PURCHASING DEPARTMENT:					
Salaries and Wages	81,000.00	81,000.00	70,314.38	10,685.62	
Other Expenses	32,000.00	32,000.00	28,223.06	3,776.94	
CENTRAL OFFICE SUPPLIES:					
Other Expenses	18,500.00	18,500.00	16,106.25	2,393.75	
POSTAGE:					
Other Expenses	15,500.00	15,500.00	12,797.75	2,702.25	
TOWNSHIP CLERK:					
Salaries and Wages	242,000.00	206,000.00	204,016.48	1,983.52	
Other Expenses	175,000.00	175,000.00	167,340.54	7,659.46	
ELECTIONS:					
Other Expenses	22,000.00	22,000.00	11,174.04	10,825.96	
FINANCIAL ADMINISTRATION:					
Salaries and Wages	185,000.00	185,000.00	180,897.85	4,102.15	
Other Expenses	60,000.00	60,000.00	49,328.99	10,671.01	
DIRECTOR OF FINANCE:					
Other Expenses	115,000.00	115,000.00	103,392.90	11,607.10	
Audit	65,000.00	65,000.00	65,000.00		
TAX COLLECTION:					
Salaries and Wages	125,000.00	125,000.00	121,526.71	3,473.29	
Other Expenses	43,000.00	48,000.00	47,463.80	536.20	
TAX ASSESSMENT:					
Salaries and Wages	205,000.00	232,000.00	225,978.94	6,021.06	
Other Expenses	48,000.00	48,000.00	16,825.75	31,174.25	
LEGAL SERVICES:					
Salaries and Wages	15,000.00	15,000.00	12,254.05	2,745.95	
Other Expenses	690,000.00	690,000.00	606,101.14	83,898.86	
ENGINEERING SERVICES:					
Salaries and Wages	255,000.00	217,000.00	215,326.35	1,673.65	
Other Expenses	155,000.00	155,500.00	155,041.60	458.40	
DIRECTOR OF MUNICIPAL SERVICES:					
Salaries and Wages	75,000.00	75,000.00	72,390.49	2,609.51	
Other Expenses	2,000.00	2,000.00	129.28	1,870.72	
INFORMATION TECHNOLOGY:					
Salaries and Wages	170,000.00	132,000.00	131,505.87	494.13	
Other Expenses	82,000.00	82,000.00	81,944.03	55.97	
REASSESSMENT PROGRAM:					
Other Expenses	30,000.00	30,000.00	30,000.00		
DIVISION OF PLANNING:					
Salaries and Wages	50,000.00	50,000.00	50,000.00		
Other Expenses	85,000.00	85,000.00	73,331.95	11,668.05	
PLANNING BOARD:					
Other Expenses	20,000.00	20,000.00	18,332.32	1,667.68	
BOARD OF ADJUSTMENT/ZONING:					
Salaries and Wages	110,000.00	85,000.00	82,088.27	2,911.73	
Other Expenses	22,000.00	22,000.00	7,801.74	14,198.26	
INSURANCE:					
Employee Group Insurance	6,430,000.00	6,157,523.92	5,966,282.11	191,241.81	
Other Insurance Premiums	870,000.00	890,500.00	890,424.00	76.00	
Health Benefits Waiver	80,000.00	95,000.00	95,000.00		
PUBLIC WORKS:					
STREETS AND ROADS:					
Salaries and Wages	1,148,000.00	1,008,000.00	981,750.48	26,249.52	
Other Expenses	225,000.00	252,926.08	245,938.84	6,987.24	
SNOW REMOVAL:					
Salaries and Wages	25,000.00	25,000.00		25,000.00	
Other Expenses	97,500.00	169,500.00	86,500.78	82,999.22	
PUBLIC BUILDINGS AND GROUNDS:					
Salaries and Wages	267,000.00	272,000.00	263,219.17	8,780.83	
Other Expenses	280,000.00	280,000.00	278,056.39	1,943.61	
VEHICLE MAINTENANCE:					
Salaries and Wages	353,000.00	353,000.00	280,059.59	72,940.41	
Other Expenses	160,000.00	160,000.00	154,213.62	5,786.38	
PARK MAINTENANCE:					
Salaries and Wages	580,000.00	517,000.00	505,648.90	11,351.10	
Other Expenses	60,000.00	60,000.00	51,949.57	8,050.43	

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

CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

	APPROPRIATIONS		EXPENDED		UNEXPENDED CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
MUNICIPAL SERVICES REIMBURSEMENT-CONDOMINIUMS:					
Other Expenses	\$ 90,000.00	\$ 90,000.00	\$	\$ 90,000.00	\$
RECYCLING:					
Other Expenses	400,000.00	400,000.00	400,000.00		
MUNICIPAL COURT:					
Salaries and Wages	210,000.00	210,000.00	183,729.24	26,270.76	
Other Expenses	35,000.00	35,000.00	27,109.63	7,890.37	
PUBLIC DEFENDER:					
Other Expenses	30,000.00	38,000.00	28,400.00	9,600.00	
MAINTENANCE OF LIBRARY:					
Other Expenses	125,000.00	219,000.00	125,006.62	93,993.38	
VISITING NURSES SERVICES - CONTRIBUTION					
Other Expenses	11,000.00	11,000.00		11,000.00	
CONTRIBUTION TO REGIONAL CENTER PARTNERSHIP					
Other Expenses	15,000.00	15,000.00		15,000.00	
GREEN BROOK FLOOD CONTROL:					
Other Expenses	1,250.00	1,300.00	1,296.00	4.00	
FIRE OFFICIAL:					
Salaries and Wages	175,000.00	175,000.00	171,923.94	3,076.06	
Other Expenses	20,000.00	20,000.00	9,753.44	10,246.56	
POLICE:					
Salaries and Wages	9,479,400.00	9,869,400.00	9,859,719.00	9,681.00	
Salaries and Wages- ARPA	630,000.00	630,000.00	606,326.45	23,673.55	
Other Expenses					
OFFICE OF EMERGENCY MANAGEMENT:					
Salaries and Wages	9,900.00	9,900.00	7,500.00	2,400.00	
Other Expenses	4,400.00	4,400.00	2,274.75	2,125.25	
AID TO VOLUNTEER AMBULANCE COMPANY					
Other Expenses	50,000.00	50,000.00	50,000.00		
HEALTH AND HUMAN SERVICES DIRECTOR:					
Salaries and Wages	145,000.00	145,000.00	144,737.10	262.90	
Other Expenses	1,000.00	1,000.00		1,000.00	
PUBLIC HEALTH SERVICES:					
Salaries and Wages	145,000.00	181,000.00	179,065.57	1,934.43	
Other Expenses	125,000.00	125,000.00	119,363.96	5,636.04	
ENVIRONMENTAL SERVICES:					
Other Expenses	1,025.00	1,025.00	325.85	699.15	
SENIOR CITIZEN SERVICES:					
Salaries and Wages	110,000.00	113,900.00	113,900.00		
Other Expenses	40,000.00	40,000.00	25,080.25	14,919.75	
DIVISION OF RECREATION:					
Salaries and Wages	345,000.00	345,000.00	341,046.63	3,953.37	
Other Expenses	75,000.00	75,000.00	74,765.30	234.70	
STATE UNIFORM CONSTRUCTION CODE CODE OFFICIAL:					
Salaries and Wages	1,152,000.00	902,000.00	891,687.18	10,312.82	
Other Expenses	80,000.00	70,000.00	67,572.00	2,428.00	
Accumulated Leave Compensation	265,000.00	265,000.00	225,000.00	40,000.00	
SALARY ADJUSTMENTS	75,000.00	75,000.00		75,000.00	
STREET LIGHTING	300,000.00	340,000.00	283,803.55	56,196.45	
TELEPHONE SERVICE	185,000.00	211,000.00	183,513.14	27,486.86	
FIRE HYDRANT SERVICES	735,000.00	860,000.00	716,138.72	143,861.28	
UTILITIES	850,000.00	766,599.00	520,185.75	246,413.25	
TOTAL OPERATIONS WITHIN "CAPS"	\$ 30,445,125.00	\$ 30,410,125.00	\$ 28,758,291.84	\$ 1,651,833.16	\$
TOTAL OPERATIONS INCLUDING CONTINGENT WITHIN "CAPS"	\$ 30,445,125.00	\$ 30,410,125.00	\$ 28,758,291.84	\$ 1,651,833.16	\$
DEFERRED CHARGES AND STATUTORY EXPENDITURES - MUNICIPAL - WITHIN "CAPS"			(232,500.00)	42,400.00	
STATUTORY EXPENDITURES					
CONTRIBUTION TO:					
Public Employees' Retirement System of NJ	\$ 869,802.00	\$ 904,802.00	\$ 904,329.92	\$ 472.08	\$
Social Security System (O.A.S.I.)	1,323,450.00	1,323,450.00	1,272,605.14	50,844.86	
Police & Firemen's Retirement System of NJ	2,805,655.00	2,805,655.00	2,805,655.00		
Unemployment Compensation Insurance	50,000.00	50,000.00		50,000.00	
DCRP	35,000.00	35,000.00	32,230.42	2,769.58	
TOTAL DEFERRED CHARGES & STATUTORY EXPENDITURES - MUNICIPAL WITHIN "CAPS"	\$ 5,083,907.00	\$ 5,118,907.00	\$ 5,014,820.48	\$ 104,086.52	\$
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES WITHIN "CAPS"	\$ 35,529,032.00	\$ 35,529,032.00	\$ 33,773,112.32	\$ 1,755,919.68	\$

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

TOWNSHIP OF BRIDGEWATER
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

	APPROPRIATIONS		EXPENDED		UNEXPENDED CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
OPERATIONS EXCLUDED FROM "CAPS"					
STORMWATER REGULATIONS:					
Other Expenses	\$ 9,000.00	\$ 9,000.00	\$ 9,000.00	\$	\$
COVID 19 RELATED EXPENSES	10,000.00	10,000.00		10,000.00	
LOSAP	74,000.00	74,000.00		74,000.00	
MUNICIPAL LIBRARY:					
Other Expenses	81,845.06	81,845.06	81,784.52	60.54	
MUNICIPAL COURT:					
Salaries and Wages	275,400.00	275,400.00	275,400.00		
POLICE DEPARTMENT-SHARED RESOURCE OFFICER-BOE					
Salaries and Wages	127,000.00	127,000.00		127,000.00	
ANIMAL CONTROL:					
Other Expenses	155,000.00	155,000.00	155,000.00		
BOE CLASS III OFFICERS:					
Salaries and Wages	70,000.00	70,000.00		70,000.00	
TOTAL OTHER OPERATIONS - EXCLUDED FROM "CAPS"	\$ 802,245.06	\$ 802,245.06	\$ 521,184.52	\$ 281,060.54	\$
STATE AND FEDERAL PROGRAMS OFFSET BY REVENUES					
Supplemental Fire Services Program Fire District	\$ 11,859.00	\$ 11,859.00	\$	\$ 11,859.00	\$
Clean Communities Program	99,731.71	99,731.71	99,731.71		
Body Armor Replacement Fund	5,165.09	5,165.09	5,165.09		
Recycling Tonnage Program	185,376.66	185,376.66	185,376.66		
Emergency Management Grant	10,000.00	10,000.00	10,000.00		
Youth Services	21,600.00	21,600.00	21,600.00		
DCA Local Recreation Grant (N.J.S.A. 40A-4-87 +\$75,000.00)				75,000.00	
State Share	11,287.92	11,287.92	11,287.92		
Local Match	2,821.92	2,821.92	2,821.92		
Regional Center Partnership	15,000.00	15,000.00	15,000.00		
TOTAL FOR STATE AND FEDERAL PROGRAMS OFFSET BY REVENUES	\$ 382,842.30	\$ 437,842.30	\$ 425,883.30	\$ 11,859.00	\$
TOTAL OPERATIONS EXCLUDED FROM "CAPS"	\$ 1,165,087.36	\$ 1,240,087.36	\$ 947,167.82	\$ 292,919.54	\$

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

TOWNSHIP OF BRIDGEWATER
CURRENT FUND
STATEMENT OF EXPENDITURES - REGULATORY BASIS
YEAR ENDED DECEMBER 31, 2023

	APPROPRIATIONS		EXPENDED		UNEXPENDED CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"					
Capital Improvement Fund	\$ 500,000.00	\$ 500,000.00	\$ 500,000.00	\$	\$
Purchase of Vehicles	125,000.00	125,000.00		125,000.00	
TOTAL CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"	\$ 625,000.00	\$ 625,000.00	\$ 500,000.00	\$ 125,000.00	\$
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"					
Payment of Bond Principal	\$ 3,915,000.00	\$ 3,915,000.00	\$ 3,915,000.00	\$	\$
Payment of Note Principal					
Interest on Bonds	2,400,800.00	2,400,800.00	2,400,800.00		
Interest on Notes	353,560.00	353,560.00	353,560.00		
Improvement Authority	326,296.32	326,296.32	316,637.66		9,658.66
TOTAL MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"	\$ 6,995,656.32	\$ 6,995,656.32	\$ 6,985,997.66	\$	\$ 9,658.66
DEFERRED CHARGES - MUNICIPAL - EXCLUDED FROM "CAPS"					
Special Emergency Authorizations					
Special Emergency Authorizations - 5 Years (N.J.S.A.40A:4-55)	100,000.00	100,000.00	100,000.00		\$
TOTAL DEFERRED CHARGES - MUNICIPAL - EXCLUDED FROM "CAPS"	\$ 100,000.00	\$ 100,000.00	\$ 100,000.00	\$	\$
TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES EXCLUDED FROM "CAPS"	\$ 8,885,743.68	\$ 8,960,743.68	\$ 8,533,165.48	\$ 417,919.54	\$ 9,658.66
SUBTOTAL GENERAL APPROPRIATIONS	\$ 44,414,775.68	\$ 44,489,775.68	\$ 42,306,277.80	\$ 2,173,839.22	\$ 9,658.66
RESERVE FOR UNCOLLECTED TAXES	\$ 2,800,000.00	\$ 2,800,000.00	\$ 2,800,000.00	\$	\$
TOTAL GENERAL APPROPRIATIONS	\$ 47,214,775.68	\$ 47,289,775.68	\$ 45,106,277.80	\$ 2,173,839.22	\$ 9,658.66
	REF.	A-2-A-3	A-1	A:A-1	
Budget	A-3	\$ 47,214,775.68			
Appropriation by 40A:4-87	A-2	75,000.00			
	A-3	\$ 47,289,775.68			
Reserve for Encumbrances Payable	A-11		\$ 947,380.99		
Reserve for Grants Appropriated	A-23		425,983.30		
Deferred Charges	A-3		100,000.00		
Reserve for Uncollected Taxes	A-2		2,800,000.00		
Disbursements (net of refunds)	A-4		40,832,913.51		
	A-3		\$ 45,106,277.80		

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

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TRUST FUND

"B"

TOWNSHIP OF BRIDGEWATER

TRUST FUND

BALANCE SHEETS - REGULATORY BASIS

<u>A S S E T S</u>	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2023</u>	<u>BALANCE DECEMBER 31, 2022</u>
Animal Control Fund:			
Cash	B-2	\$ 60,720.36	\$ 96,059.36
		<u>\$ 60,720.36</u>	<u>\$ 96,059.36</u>
Other Funds:			
Cash	B-2	\$ 13,013,856.27	\$ 12,979,729.20
Due Current Fund	B-13	1,949,349.43	1,894,601.01
Due Sewer Utility Operating Fund	B-15		54,220.99
Deferred Charge	B-16	376,732.07	376,732.07
		<u>\$ 15,339,937.77</u>	<u>\$ 15,305,283.27</u>
		<u>\$ 15,400,658.13</u>	<u>\$ 15,401,342.63</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Animal Control Fund:			
Due State Department of Health	B-10	\$ 22.80	\$ 31.20
Due Current Fund	B-12	15,975.36	47,553.16
Reserve For Expenditures	B-9	44,722.20	45,967.00
Accounts Payable	B-11		2,508.00
		<u>\$ 60,720.36</u>	<u>\$ 96,059.36</u>
Other Funds:			
Due General Capital Fund	B-14	\$ 601.12	\$ 23,265.77
Reserve for State Unemployment Insurance	B-6	95,246.48	23,265.77
Reserve for Law Enforcement Trust Fund	B-7	21,599.14	12,580.55
Reserve for Municipal Open Space Trust Deposits	B-8	2,556,317.10	3,294,373.83
Reserve for Tax Sale Premiums	B-4	1,537,500.00	1,935,500.00
Reserve for Redemption of Outside Liens	B-5	107,702.21	1,081.86
Reserve for Various Trust Deposits	B-3	11,020,971.72	10,038,481.26
		<u>\$ 15,339,937.77</u>	<u>\$ 15,305,283.27</u>
		<u>\$ 15,400,658.13</u>	<u>\$ 15,401,342.63</u>

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

GENERAL CAPITAL FUND

"C"

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2023</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u>
<u>ASSETS</u>			
Cash	C-2:C-3	\$ 3,514,359.55	\$ 2,784,440.98
Deferred Charges to Future Taxation:			
Funded	C-4	63,476,910.33	67,774,613.15
Unfunded	C-6	18,698,926.78	11,098,926.78
Due Trust Other Fund	C-16	601.12	
Due Sewer Utility Operating Fund	C-18		899,367.81
Due Current Fund	C-15		2,943,240.53
		<u>\$ 85,690,797.78</u>	<u>\$ 85,500,589.25</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Serial Bonds Payable	C-10	63,111,000.00	\$ 67,156,000.00
Bond Anticipation Notes	C-11	16,139,000.00	8,539,000.00
Improvement Authority Loans Payable	C-14	365,910.33	618,613.15
Due Current Fund	C-15	207,601.15	
Due Sewer Utility Capital Fund	C-17		300,000.00
Capital Improvement Fund	C-7	186,097.88	86,097.88
Improvement Authorizations:			
Funded	C-9	270,827.61	1,560,119.58
Unfunded	C-6:C-9	1,907,393.10	2,310,316.44
Reserve for:			
Capital Projects	C-8	150,000.00	150,000.00
Debt Service	C-13	8,801.15	8,801.15
Preliminary Expenses	C-5	5,000.00	5,000.00
Contracts Payable	C-12	2,680,219.40	4,191,708.49
Fund Balance	C-1	658,947.16	574,932.56
		<u>\$ 85,690,797.78</u>	<u>\$ 85,500,589.25</u>

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

"C-1"

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

STATEMENT OF CAPITAL FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>		
Balance, December 31, 2022	C		\$ 574,932.56
Increased by:			
Fully Funded Ordinances Cancelled	C-9	\$ 142,277.29	
Premium of Note Sale	C-2	<u>149,338.46</u>	
			\$ <u>291,615.75</u>
Decreased by-			
Utilized as Anticipated Revenue Current Fund	C-2		<u>207,601.15</u>
Balance, December 31, 2023	C		\$ <u><u>658,947.16</u></u>

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

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SEWER UTILITY FUND

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

<u>ASSETS</u>	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2023</u>	<u>BALANCE DECEMBER 31, 2022</u>
<u>OPERATING FUND:</u>			
Cash	D-6	\$ 4,515,215.80	\$ 5,911,731.58
Change Fund	D-5	100.00	100.00
Due Sewer Utility Capital Fund	D-26	495,113.00	
Due Current Fund	D-10	<u>220,587.34</u>	
		<u>\$ 5,231,016.14</u>	<u>\$ 5,911,831.58</u>
Receivables with Full Reserves:			
Sewer Charges Receivable	D-8	<u>\$ 329,894.70</u>	<u>\$ 1,328,509.75</u>
	D	<u>\$ 329,894.70</u>	<u>\$ 1,328,509.75</u>
<u>TOTAL OPERATING FUND</u>	D	<u>\$ 5,560,910.84</u>	<u>\$ 7,240,341.33</u>
<u>CAPITAL FUND - REGULAR:</u>			
Cash	D-6:D-7	\$ 10,979.98	\$ 1,462,048.41
Due Sewer Operating Fund	D-27		413,325.09
Due General Capital Fund	D-11		300,000.00
Fixed Capital	D-16	20,972,049.58	20,972,049.58
Fixed Capital Authorized and Uncompleted	D-15	<u>14,150,200.00</u>	<u>14,150,200.00</u>
<u>TOTAL CAPITAL FUND</u>	D	<u>\$ 35,133,229.56</u>	<u>\$ 37,297,623.08</u>
	D	<u>\$ 40,694,140.40</u>	<u>\$ 44,537,964.41</u>

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

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2023</u>	<u>BALANCE DECEMBER 31, 2022</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
<u>OPERATING FUND:</u>			
Liabilities:			
Due Current Fund	D-10	\$	\$ 1,354,648.76
Due Trust Other Fund	D-20		54,220.99
Due Sewer Utility Capital Fund	D-26		413,325.09
Due General Capital Fund	D-12		899,367.81
Appropriation Reserves	D-4;D-18	142,639.39	877,914.09
Encumbrances Payable	D-14	325,778.87	190,235.32
Accounts Payable	D-14	130,833.50	61,570.11
Sewer Overpayments	D-9	21,447.47	1,946.22
Sewer Connection Overpayment	D-31	550.00	550.00
Prepaid Sewer Charges	D-19	152,778.88	77,947.37
Accrued Interest on Bonds	D-29	74,039.36	70,760.83
Accrued Interest on Loans	D-28	1,928.69	1,768.69
		<u>\$ 849,996.16</u>	<u>\$ 4,004,255.28</u>
Reserve for Receivables	D	329,894.70	1,328,509.75
Fund Balance	D-1	<u>4,381,019.98</u>	<u>1,907,576.30</u>
<u>TOTAL OPERATING FUND</u>	D	<u>\$ 5,560,910.84</u>	<u>\$ 7,240,341.33</u>

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

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2023</u>	<u>BALANCE DECEMBER 31, 2022</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE (CONTINUED)</u>			
<u>CAPITAL FUND - REGULAR:</u>			
Liabilities:			
Serial Bonds Payable	D-25	\$ 4,981,000.00	\$ 5,271,000.00
Bond Anticipation Note Payable	D-30	200,000.00	300,000.00
EIT Loan Payable	D-21	229,389.84	266,788.12
Due Sewer Utility Operating Fund	D-27	495,113.00	
Due Current Fund	D-10	100,000.00	
Capital Improvement Fund	D-17	843.56	843.56
Improvement Authorizations:			
Funded	D-24	1,206,573.55	1,653,890.28
Unfunded	D-24	416,538.22	1,230,640.72
Contracts Payable	D-13	486,813.76	1,389,788.05
Reserve for Amortization	D-23	17,688,863.26	17,361,464.98
Deferred Reserve for Amortization	D-22	<u>9,244,500.00</u>	<u>9,244,500.00</u>
		\$ 35,049,635.19	\$ 36,718,915.71
Fund Balance	D-2	<u>83,594.37</u>	<u>578,707.37</u>
<u>TOTAL CAPITAL FUND</u>	D	<u>\$ 35,133,229.56</u>	<u>\$ 37,297,623.08</u>
	D	<u>\$ 40,694,140.40</u>	<u>\$ 44,537,964.41</u>

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

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

STATEMENTS OF OPERATIONS AND CHANGES IN FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>	BALANCE DECEMBER 31, 2023	BALANCE DECEMBER 31, 2022
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Fund Balance	D-1:D-3	\$ 610,000.00	\$ 500,000.00
Sewer Use Charges	D-3	12,213,416.28	10,254,623.99
Township of Branchburg - Operating Costs	D-3:D-6	80,000.00	
Township of Warren - Debt Service	D-3:D-6	61,125.30	73,350.34
Sewer Capital Fund Balance	D-3:D-6	495,113.00	541,150.00
Miscellaneous Revenue Not Anticipated	D-3:D-6	481,502.81	637,018.89
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	D-18	<u>820,620.33</u>	<u>524,463.35</u>
		<u>\$ 14,761,777.72</u>	<u>\$ 12,530,606.57</u>
<u>EXPENDITURES</u>			
Operating	D-4	\$ 10,594,281.84	\$ 10,267,759.26
Debt Service	D-4	507,111.81	598,389.02
Deferred Charges and Statutory Expenditures	D-4	310,000.00	140,000.00
Fund Balance Applied to Sewer Use Charges	D-4	266,805.63	131,770.40
Refund of Prior Year Revenue	D-6	<u>134.76</u>	<u></u>
		<u>\$ 11,678,334.04</u>	<u>\$ 11,137,918.68</u>
Excess in Revenue		\$ 3,083,443.68	\$ 1,392,687.89
Balance, January 1	D	<u>1,907,576.30</u>	<u>1,014,888.41</u>
		<u>\$ 4,991,019.98</u>	<u>\$ 2,407,576.30</u>
Decreased by:			
Utilization by Sewer Operating Budget	D-1	<u>610,000.00</u>	<u>500,000.00</u>
Fund Balance, December 31	D	<u>\$ 4,381,019.98</u>	<u>\$ 1,907,576.30</u>

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

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY CAPITAL FUND

STATEMENT OF CAPITAL FUND BALANCE-REGULATORY BASIS

	<u>REF.</u>	
Balance, December 31, 2022	D	\$ 578,707.37
Decreased by:		
Disbursement - Sewer Operating Anticipated Revenue	D-6	<u>495,113.00</u>
Balance, December 31, 2023	D	<u>\$ 83,594.37</u>

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

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

STATEMENT OF REVENUES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2023

	<u>REF.</u>	<u>ANTICIPATED</u>	<u>REALIZED</u>	<u>EXCESS OR (DEFICIT)</u>
Fund Balance	D-1	\$ 610,000.00	\$ 610,000.00	\$
Sewer Use Charges	D-1	10,253,088.00	12,213,416.28	1,960,328.28
Sewer Capital Fund Balance	D-1:D-6	495,113.00	495,113.00	
Township of Branchburg- Share of Operating Costs	D-1:D-6	20,000.00	80,000.00	60,000.00
Township of Warren- Contribution	D-1:D-6	<u>300,000.00</u>	<u>61,125.00</u>	<u>(238,875.00)</u>
<u>BUDGET TOTALS</u>	D-4	\$ 11,678,201.00	\$ 13,459,654.28	\$ 1,781,453.28
Non - Budget Revenue	D-1:D-3:D-6		<u>481,502.81</u>	<u>481,502.81</u>
		<u>\$ 11,678,201.00</u>	<u>\$ 13,941,157.09</u>	<u>\$ 2,262,956.09</u>
 <u>ANALYSIS OF NON-BUDGET REVENUE:</u>				
Miscellaneous:				
Interest on Sewer Charges			\$ 210,447.19	
Sewer Connection Fees			69,999.02	
Interest on Investments and Deposits			166,471.03	
Centerbridge Sewer PILOT			5,512.64	
Miscellaneous			<u>29,072.93</u>	
	D-1:D-3:D-6		<u>\$ 481,502.81</u>	

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

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

STATEMENT OF EXPENDITURES - REGULATORY BASIS

YEAR ENDED DECEMBER 31, 2023

	<u>APPROPRIATIONS</u>		<u>EXPENDED</u>		
	<u>BUDGET</u>	<u>BUDGET AFTER MODIFICATION</u>	<u>PAID OR CHARGED</u>	<u>RESERVED</u>	<u>CANCELED</u>
OPERATING:					
Salaries and Wages	\$ 1,800,000.00	\$ 1,800,000.00	\$ 1,760,977.57	\$ 39,022.43	\$
Other Expenses	888,000.00	888,000.00	835,899.18	52,100.82	
Somerset Raritan Valley Sewerage Authority	5,533,581.84	5,533,581.84	5,497,896.88	35,684.96	
Insurance:					
Group Health Insurance	2,000,000.00	2,000,000.00	1,998,943.09	1,056.91	
Liability Insurance	372,700.00	372,700.00	372,700.00		
TOTAL OPERATING	\$ 10,594,281.84	\$ 10,594,281.84	\$ 10,466,416.72	\$ 127,865.12	\$
DEBT SERVICE:					
Payment of Bond Principal	\$ 290,000.00	\$ 290,000.00	\$ 290,000.00	\$	\$
Interest on Bonds	164,713.53	164,713.53	164,713.53		
Interest on Notes	12,000.00	12,000.00	12,000.00		
NJEITF Principal	37,400.00	37,400.00	37,398.28		1.72
NJEITF Interest	3,000.00	3,000.00	3,000.00		
TOTAL DEBT SERVICE	\$ 507,113.53	\$ 507,113.53	\$ 507,111.81	\$	\$ 1.72
STATUTORY EXPENDITURES:					
Statutory Expenditures:					
Public Employees Retirement System	\$ 150,000.00	\$ 150,000.00	\$ 150,000.00	\$	\$
Social Security	150,000.00	150,000.00	145,225.73	4,774.27	
Unemployment Compensation Insurance	10,000.00	10,000.00		10,000.00	
TOTAL STATUTORY EXPENDITURES	\$ 310,000.00	\$ 310,000.00	\$ 295,225.73	\$ 14,774.27	\$
Surplus (General Budget)	\$ 266,805.63	\$ 266,805.63	\$ 266,805.63	\$	\$
	\$ 11,678,201.00	\$ 11,678,201.00	\$ 11,535,559.89	\$ 142,639.39	\$ 1.72
	<u>REF.</u>	D-3	D-1	D:D-1	
Disbursements	D-6		\$ 11,042,067.49		
Accrued Interest on Bonds	D-29		164,713.53		
Accrued Interest on Loans	D-28		3,000.00		
Encumbrances Payable	D-14		325,778.87		
			\$ 11,535,559.89		

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

GENERAL FIXED ASSETS ACCOUNT GROUP

"E"

TOWNSHIP OF BRIDGEWATER
STATEMENT OF GENERAL FIXED ASSETS
BALANCE SHEETS - REGULATORY BASIS

	BALANCE DECEMBER <u>31, 2023</u>	BALANCE DECEMBER <u>31, 2022</u>
FIXED ASSETS		
Land	\$ 122,863,410.00	\$ 122,863,410.00
Buildings	46,134,599.00	46,134,599.00
Machinery and Equipment	<u>13,555,414.00</u>	<u>13,696,637.00</u>
<u>TOTAL FIXED ASSETS</u>	<u>\$ 182,553,423.00</u>	<u>\$ 182,694,646.00</u>
RESERVE		
Investments in General Fixed Assets	<u>\$ 182,553,423.00</u>	<u>\$ 182,694,646.00</u>

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

NOTES TO FINANCIAL STATEMENTS

TOWNSHIP OF BRIDGEWATER

NOTES TO FINANCIAL STATEMENTS
YEAR ENDED DECEMBER 31, 2023 AND 2022

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Township of Bridgewater is governed by the Mayor-Council Plan A form of government under the Optional Municipal Charter Law of 1960., known as the Faulkner Act. The Mayor is separately elected. Executive and administrative responsibility rests with the mayor, who is assisted by the Business Administrator. Department Heads are appointed by the Mayor, with consent of Council. The five (5) member Township Council exercises legislative responsibilities.

As defined by GAAP established by the GASB, the financial reporting entity consists of the primary government, as well as component units, which are legally separate organizations for which elected officials of the primary government are financially accountable. The Township is financially accountable for an organization if the Township appoints a voting majority of the organization's governing board and (1) the Township is able to significantly influence the programs or services performed or provided by the organizations; or (2) the Township is legally entitled to or can otherwise access the organization's resources; the Township is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the Township is obligated for the debt of the organization. Except as noted below, the financial statements of the Township include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township, as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements of the Township do not include the operations of the local school district, first aid organization, volunteer fire organization or library, inasmuch as their activities are administered by a separate board.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB codification establishes the presentation of basic financial statements into three fund types, the

The accounting policies of the Township of Bridgewater conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices 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. Under this method of accounting, the financial transactions and accounts of the Township of Bridgewater are organized on the basis of funds and an account group which is different from the fund structure required by GAAP. A fund or account group is an accounting entity with a separate set of self-balancing accounts established to record the financial position and results of operation of a specific governmental activity. As required by the Division of Local Government Services, the Township accounts for its financial transactions through the following individual funds and account group:

Current Fund – resources and expenditures for governmental operations of a general nature, including federal and state grant funds.

Trust Fund – receipts, custodianship and disbursements of funds in accordance with the purpose of which each reserve was created.

General Capital Fund – receipt and disbursement of funds for the acquisition of general capital facilities, other than those acquired in the Current Fund.

Sewer Operating and Capital Funds – account for the operations and acquisition of capital facilities of the municipally-owned sewer utility.

General Fixed Assets Account Group – utilized to account for property, land, buildings and equipment that have been acquired by other governmental funds.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting

The accounting principles and practices prescribed for municipalities by the State of New Jersey differ in certain respects from generally accepted accounting principles applicable to local governmental units. The more significant accounting policies and differences in the State of New Jersey are as follows:

A modified accrual basis of accounting is followed with minor exceptions.

Revenues - are recorded when received in cash except for certain amounts which are due from other governmental units. Federal and state grants are realized as revenue when anticipated in the Township's budget. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Township's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the Township which are susceptible to accrual are also recorded as receivables with offsetting reserves and recorded as revenue when received. GAAP requires revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

Expenditures - are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with the Encumbrance Accounting System.

Outstanding encumbrances at December 31 are reported as a cash liability in the financial statements and constitute part of the Township's statutory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31st of each year 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 fiscal year. Lapsed appropriation reserves are recorded as income. 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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Encumbrances - Contractual orders at December 31 are reported as expenditures through the establishment of encumbrances payable. Under GAAP, encumbrances outstanding at year end are reported as reservations of fund balance because they do not constitute expenditures or liabilities.

Foreclosed Property - is recorded in the Current Fund at the assessed valuation when such property was acquired and is fully reserved. GAAP requires such property to be recorded in the General Fixed Assets Account Group at its market value.

Sale of Municipal Assets - The proceeds from the sale of municipal assets can be held in a reserve until anticipated as a revenue in a future budget. GAAP requires such proceeds to be recorded as a revenue in the year of sale.

Interfunds - 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. GAAP does not require the establishment of an offsetting reserve.

General Fixed Assets - N.J.A.C. 5:30-5.6, Accounting for Governmental Fixed Assets, which differs in certain respects from generally accepted accounting principles, requires the inclusion of a statement of general fixed assets of the Township as part of its basic financial statements. General fixed assets are defined as nonexpendable personal property having a physical existence, a useful life of more than one year and an acquisition cost of \$5,000.00 or more per unit.

Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized. No depreciation has been provided on general fixed assets or reported in the financial statements.

The Township has developed a fixed assets accounting and reporting system based on an inspection and valuation prepared by an independent appraisal firm. Fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Land is stated at the assessed value contained in the Township's most recent property revaluation. Buildings are stated at the most recent insurance replacement value. General Fixed Assets that have been acquired and are utilized in a governmental fund operation are accounted for in the General Fixed Assets Account Group rather than in a governmental fund.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

General Fixed Assets (Continued)

Expenditures for construction in progress are recorded in the Capital Funds until such time as the construction is completed and put into operation.

Fixed assets acquired through grants in aid or contributed capital have not been accounted for separately.

Inventories of Supplies - The cost of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The cost of inventories is not included on the various balance sheets. GAAP requires the cost of inventories to be reported as a current asset and equally offset by a fund balance reserve.

Fixed Capital - Sewer Utility

Accounting for utility fund "fixed capital" remains unchanged under the requirements of N.J.A.C. 5:30-5.6.

Property and equipment purchased by the Sewer Utility Fund are recorded in the capital account at cost and are adjusted for disposition and abandonment. The amounts shown do not purport to represent reproduction costs or current value. The fixed capital reported is as taken from the municipal records and does not necessarily reflect the true condition of such fixed capital. Contributions in aid of construction are not capitalized. The balance in the Reserve for Amortization account in the utility capital fund represent charges to operations for the cost of acquisitions of property, equipment and improvements. The utility does not record depreciation on fixed assets.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Accounting and Financial Reporting for Pensions

Under the provisions of Governmental Accounting Standards Board (GASB) Statement No. 68 "Accounting and Financial Reporting for Pensions" and GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date" (an amendment of GASB Statement No. 68), local government employers (or non-employer contributing entity in a special funding situation) are required to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. If a state or local government employer or non-employer contributing entity makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement 68 requires that the government recognize its contribution as a deferred outflow of resources.

In addition, Statement 68 requires recognition of deferred outflows of resources and deferred inflows of resources for changes in the net pension liability of a state or local government employer or non-employer contributing entity that arise from other types of events.

Under GAAP, municipalities are required to recognize their proportionate share of net pension liability, deferred outflows of resources, deferred inflows of resources on the Statement of Net Position and the proportionate share of the pension related expense on the Statement of Activities.

New Jersey's municipalities and counties do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording the net pension liability as a liability on their balance sheets. However, N.J.A.C. 5:30 6.1(c)(2) requires municipalities to disclose GASB 68 information in the Notes to the Financial Statements. The disclosure must meet the requirements of GASB 68.

The New Jersey Division of Local Government Services issued Local Finance Notice 2021-10 which allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pensions & Benefits' reporting on GASB 68. As of the date of this report the information for the period ended June 30, 2023 for PERS and PFRS was not available, therefore the information dated June 30, 2022 is disclosed.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB)

The Governmental Accounting Standards Board (GASB) has issued Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions". This statement establishes standards for measuring and recognizing liabilities, deferred outflows and inflows of resources, and expenses for postemployment benefits other than pensions. The statement does not alter the amount of funds that must be budgeted for OPEB payment under existing state law.

Under GAAP, municipalities are required to recognize the OPEB liability in Statements of Revenues, Expenses, Changes in Net Position (balance sheets) and Notes to the Financial Statements in accordance with GASB 75. The liability required to be displayed by GASB 75 is displayed as a separate line item in the Unrestricted Net Position area of the balance sheet.

New Jersey's municipalities and counties do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording the OPEB liability as a liability on their balance sheets. However, N.J.A.C. 5:30 6.1(c) (2) requires municipalities to disclose GASB 75 information in the Notes to the Financial Statements. The disclosure must meet the requirements of GASB 75.

The New Jersey Division of Local Government Services issued Local Finance Notice 2021-10 which allows local units to disclose the most recently available information as it relates to the New Jersey Division of Pensions & Benefits' reporting on GASB 75. As of the date of this report the information for the period ended June 30, 2023 was not available, therefore the information dated June 30, 2022 is disclosed.

D. Basic Financial Statements

The GASB codification also defines the financial statements of a governmental unit to be presented in the general-purpose financial statements to be in accordance with GAAP. The Township presents the financial statements listed in the table of contents of the "Requirements of Audit and Accounting Revision of 1987" as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and which differ from the financial statements required by GAAP.

NOTE 2: CASH AND CASH EQUIVALENTS

The Township considers petty cash, change funds, cash in banks and certificates of deposit as cash and cash equivalents.

A. Deposits

New Jersey statutes permit the deposit of public funds in institutions which are located in New Jersey, and which meet the requirements of the Governmental Unit Deposit Protection Act (GUDPA) or the State of New Jersey Cash Management Fund. GUDPA requires a bank that accepts public funds to be a public depository. A public depository is defined as a state bank, a national bank, or a savings bank, which is located in the State of New Jersey, the deposits of which are insured by the Federal Deposit Insurance Corporation. The statutes also require public depositories to maintain collateral for deposits of public funds that exceed certain insurance limits. All collateral must be deposited with the Federal Reserve Bank or a banking institution that is a member of the Federal Reserve System and has capital funds of not less than \$25,000,000.00.

The Township of Bridgewater had the following cash and cash equivalents at December 31, 2023:

	Change Fund and Petty Cash	Cash in Bank	Additions	Deletions	Reconciled Balance
Current Fund	\$1,410.00	\$16,649,241.38	\$1,342,866.44	\$679,888.45	\$17,313,629.37
Grant Fund		461,255.45		3,247.31	458,008.14
Animal Control Fund		61,121.92		401.56	60,720.36
Trust Other Fund		13,298,280.64	1,081.46	285,505.83	13,013,856.27
General Capital Fund		4,265,326.03		750,966.48	3,514,359.55
Sewer Operating Fund	100.00	5,493,591.83		978,376.03	4,515,315.80
Sewer Capital Fund		37,957.73		26,977.75	10,979.98
	<u>\$1,510.00</u>	<u>\$40,266,774.98</u>	<u>\$1,343,947.90</u>	<u>\$2,725,363.41</u>	<u>\$38,886,869.47</u>

Custodial Credit Risk - Deposits - Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The Township does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of statute. As of December 31, 2023, based upon the coverage provided by FDIC and NJ GUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on balance in the bank \$1,250,000.00 was covered by Federal Depository Insurance and \$39,016,774.98 was covered by NJ GUDPA. The Township has no foreign currency risk exposure.

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments

The purchase of investments by the Township is strictly limited by the express authority of the New Jersey Local Fiscal Affairs Law, N.J.S.A. 40A:5-15.1. Permitted investments include any of the following type of securities:

1. Bonds or other obligations of the United States of America or obligations guaranteed by the United States of America;
2. Government money market mutual funds which are purchased from an investment company or investment trust which is registered with the Securities and Exchange Commission under the "Investment Company Act of 1940," 15 U.S.C. 80a-1 et seq., and operated in accordance with 17 C.F.R. § 270.2a-7 and which portfolio is limited to U.S. Government securities that meet the definition of an eligible security pursuant to 17 C.F.R. § 270.2a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. These funds are also required to be rated by a nationally recognized statistical rating organization.
3. Any obligation that a federal agency or a federal instrumentality has issued in accordance with an act of Congress, which security has a maturity date not greater than 397 days from the date of purchase, provided that such obligation bears a fixed rate of interest not dependent on any index or other external factor;
4. Bonds or other obligations of the Local Unit or bonds or other obligations of school districts of which the Local Unit is a part or within which the school district is located.
5. Bonds or other obligations, having a maturity date not more than 397 days from date of purchase, approved by the Division of Local Government Services of the Department of Community Affairs for investment by Local Units;
6. Local government investment pools that are fully invested in U.S. Government securities that meet the definition of eligible security pursuant to 17 C.F.R. § 270a-7 and repurchase agreements that are collateralized by such U.S. Government securities in which direct investment may be made pursuant to paragraphs (1) and (3) of N.J.S.A. 5-15.1. This type of investment is also required to be rated in the highest category by a nationally recognized statistical rating organization.
7. Deposits with the State of New Jersey Cash Management Fund established pursuant to section 1 of P.L. 1977, c.281 (C. 52:18A-90.4); or

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

- 8. Agreements for the repurchase of fully collateralized securities if:
 - a. the underlying securities are permitted investments pursuant to paragraphs (1) and (3) of this subsection;
 - b. the custody of collateral is transferred to a third party;
 - c. the maturity of the agreement is not more than 30 days;
 - d. the underlying securities are purchased through a public depository as defined in section 1 of P.L. 1970, c.236 (C. 17:19-41); and
 - e. a master repurchase agreement providing for the custody and security of collateral is executed.

The Township of Bridgewater's had no investments at December 31, 2023.

NOTE 3: LONG-TERM DEBT

The Local Bond Law, Chapter 40A:2, governs the issuance of bonds to finance general municipal capital expenditures. All bonds are retired in annual installments within the statutory period of usefulness. All bonds issued by the Township are general obligation bonds, backed by the full faith and credit of the Township. Bond Anticipation Notes, which are issued to temporarily finance capital projects, shall mature and be paid off within ten years or financed by the issuance of bonds.

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 indicates a statutory net debt of 0.763%.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
Regional School District Debt	\$ 105,539,470.60	\$ 105,539,470.60	\$
Sewer Utility Debt	8,188,886.32	8,188,886.32	
General Debt	<u>81,809,926.78</u>	<u>8,801.15</u>	<u>81,801,125.63</u>
	<u>\$ 195,538,283.70</u>	<u>\$ 113,737,158.07</u>	<u>\$ 81,801,125.63</u>

Net debt of \$81,801,125.63 divided by equalized valuation basis per N.J.S. 40A:2-2, as amended, of \$10,727,223,169.00 equals 0.763%.

NOTE 3: LONG-TERM DEBT (CONTINUED)

SUMMARY OF MUNICIPAL DEBT

	<u>YEAR 2023</u>	<u>YEAR 2022</u>	<u>YEAR 2021</u>
Issued:			
General:			
Bonds, Notes and Loans	\$ 79,250,000.00	\$ 76,313,613.15	\$ 73,706,230.69
Sewer Utility:			
Bonds, Notes and Loans	<u>5,410,389.84</u>	<u>5,837,788.12</u>	<u>5,882,186.40</u>
Total Issued	<u>\$ 84,660,389.84</u>	<u>\$ 82,151,401.27</u>	<u>\$ 79,588,417.09</u>
Less:			
Reserve for Debt Service	<u>\$ 8,801.15</u>	<u>\$ 8,801.15</u>	<u>\$ 7,601.15</u>
Total Deductions	<u>\$ 8,801.15</u>	<u>\$ 8,801.15</u>	<u>\$ 7,601.15</u>
Net Debt Issued	<u>\$ 84,651,588.69</u>	<u>\$ 82,142,600.12</u>	<u>\$ 79,580,815.94</u>
Authorized But Not Issued:			
General:			
Bonds and Notes	\$ 2,559,926.78	\$ 2,559,926.78	\$ 2,317,194.78
Sewer Utility:			
Bonds and Notes	<u>2,778,496.48</u>	<u>2,678,496.48</u>	<u>2,678,496.48</u>
Total Authorized But Not Issued	<u>\$ 5,338,423.26</u>	<u>\$ 5,238,423.26</u>	<u>\$ 4,995,691.26</u>
Net Bonds and Notes Issued and Authorized But Not Issued	<u>\$ 89,990,011.95</u>	<u>\$ 87,381,023.38</u>	<u>\$ 84,576,507.20</u>

BORROWING POWER UNDER N.J.S. 40A:2-6 AS AMENDED

Equalized Valuation Basis* - December 31, 2023	<u>\$ 10,727,223,169.00</u>
3-1/2 of Equalized Valuation Basis (Municipal)	\$ 375,452,810.92
Net Debt	<u>81,801,125.63</u>
Remaining Borrowing Power	<u>\$ 293,651,685.29</u>

*Equalized Valuation Basis is the average of the equalized valuation of real estate, including improvements, and the assessed valuation of Class II Railroad Property of the Township of Bridgewater for the last three (3) preceding years.

NOTE 3: LONG-TERM DEBT (CONTINUED)

CALCULATION OF "SELF-LIQUIDATING PURPOSE" SEWER UTILITY PER N.J.S. 40A:2-45

Revenue from Fees, Rents, and Other Charges for Year and Fund Balance		\$ 13,941,157.09
Deductions:		
Operating and Maintenance Cost	\$ 10,594,281.84	
Debt Service	507,111.81	
Deferred Charges and Statutory Expenses	310,000.00	
Total Deductions		<u>11,411,393.65</u>
Excess in Revenue - Self Liquidating		<u>\$ 2,529,763.44</u>

SCHEDULE OF DEBT SERVICE FOR PRINCIPAL AND INTEREST FOR BONDED DEBT ISSUED AND OUTSTANDING AT DECEMBER 31, 2023

Calendar Year	General Capital		Sewer Utility	
	Principal	Interest	Principal	Interest
2024	\$4,120,000.00	\$2,205,070.00	\$310,000.00	\$161,060.00
2025	4,340,000.00	2,039,520.00	320,000.00	146,360.00
2026	4,425,000.00	1,850,920.00	330,000.00	131,160.00
2027	4,505,000.00	1,683,513.75	335,000.00	122,685.00
2028	4,590,000.00	1,508,220.00	345,000.00	112,560.00
2029	4,645,000.00	1,329,095.00	355,000.00	102,110.00
2030	4,700,000.00	1,150,688.75	365,000.00	91,335.00
2031	4,765,000.00	992,645.00	375,000.00	80,210.00
2032	4,812,000.00	841,585.00	381,000.00	68,830.00
2033	3,850,000.00	705,875.00	355,000.00	57,850.00
2034	3,905,000.00	586,075.00	370,000.00	47,200.00
2035	4,055,000.00	474,900.00	380,000.00	36,100.00
2036	3,129,000.00	355,893.76	380,000.00	24,225.00
2037	2,675,000.00	262,050.00	380,000.00	12,350.00
2038	1,500,000.00	176,300.00		
2039	1,535,000.00	123,800.00		
2040	1,560,000.00	62,400.00		
	<u>\$63,111,000.00</u>	<u>\$16,348,551.26</u>	<u>\$4,981,000.00</u>	<u>\$1,194,035.00</u>

NOTE 3: LONG-TERM DEBT (CONTINUED)

General Serial Bonds:

\$20,945,000.00 General Obligation Bonds of 2022 due in annual installments of \$780,000.00 to \$1,560,000.00 through 2040 at a variable interest rate	\$20,165,000.00
\$16,642,000.00 General Obligation Bonds of 2012 due in annual installments of \$510,000.00 to \$1,012,000.00 through 2032 at a variable interest rate	9,092,000.00
\$8,349,000.00 General Obligation Bonds of 2016 due in annual installments of \$250,000.00 to \$500,000.00 through 2036 at a variable interest rate	6,394,000.00
\$13,170,000.00 General Obligation Bonds of 2018 due in annual installments of \$450,000.00 to \$900,000.00 through 2037 at a variable interest rate	10,610,000.00
\$14,605,000.00 Governmental Loan Refunding Bonds of 2017 due in annual installments of \$30,000.00 to \$1,055,000.00 through 2035 at a variable interest rate	11,770,000.00
\$5,550,000.00 General Obligation Bonds of 2021 due in Annual installments of \$190,000.00 to \$375,000.00 through 2037 at a variable interest rate.	<u>5,080,000.00</u>
	<u>63,111,000.00</u>

Sewer Utility Serial Bonds:

\$636,000.00 General Obligation Bonds of 2012 due in annual installments of \$20,000.00 to \$40,000.00 through 2032 at a variable interest rate	\$356,000.00
\$5,740,000.00 General Obligation Bonds of 2018 due in annual installments of \$190,000.00 to \$380,000.00 through 2037 at a variable interest rate	<u>4,625,000.00</u>
	<u>\$4,981,000.00</u>

NOTE 3: LONG-TERM DEBT (CONTINUED)

SCHEDULE OF SOMERSET COUNTY IMPROVEMENT AUTHORITY LOANS
ISSUED AND OUTSTANDING AT DECEMBER 31, 2023

<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$163,159.90	\$6,398.30	\$169,558.20
2025	79,834.86	3,468.30	83,303.16
2026	81,515.92	1,787.24	83,303.16
2027	41,399.65	251.93	41,651.58
	<u>\$365,910.33</u>	<u>\$11,905.77</u>	<u>\$377,816.10</u>

\$400,845.12 Improvement Authority Loan of 2019 due in monthly installments through 2024 at an interest rate of 2.7571%	\$84,391.41
\$391,255.71 Improvement Authority Loan of 2021 due in monthly Installments through 2027 at an interest rate of 2.0856%	<u>280,938.92</u>
	<u>\$365,910.33</u>

Bonds and Notes Authorized But Not Issued:

There is \$2,559,926.78 General Capital and \$2,778,496.48 Sewer Capital Bonds and Notes Authorized but not Issued at December 31, 2023.

NOTE 4: SHORT-TERM DEBT

The Township had the following short-term debt:

Bond Anticipation Notes:

	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount</u>
General Capital Fund	4.50%	7/31/2024	<u>\$16,139,000.00</u>
Sewer Capital Fund	4.50%	7/31/2024	<u>\$ 200,000.00</u>

NOTE 4: SHORT-TERM DEBT (CONTINUED)

	<u>Interest Rate</u>	<u>Maturity Date</u>	<u>Amount</u>
Emergency Note:			
Current Fund	0.032%	7/31/2024	<u>\$200,000.00</u>

NOTE 5: FUND BALANCES APPROPRIATED

Fund balances at December 31, 2023, which were appropriated and included as anticipated revenue in their own respective funds for the year ending December 31, 2024, as introduced were as follows:

Current Fund	\$6,185,000.00 *
Sewer Utility Fund	\$2,925,980.28 *

*As Introduced

NOTE 6: PROPERTY TAXES

Property taxes attach as an enforceable lien on property as of January 1. Taxes are levied based on the final adoption of the current year municipal budget, and are payable in four installments on February 1, May 1, August 1 and November 1. The Township bills and collects its own property taxes and also the taxes for the County and the Regional School District. The collections and remittance of county and school taxes are accounted for in the Current Fund. Township property tax revenues are recognized when collected in cash and any receivables are recorded with offsetting reserves on the balance sheet of the Township's Current Fund.

Taxes Collected in Advance - Taxes collected in advance and recorded as cash liabilities in the financial statements are as follows:

	BALANCE DECEMBER <u>31, 2023</u>	BALANCE DECEMBER <u>31, 2022</u>
Prepaid Taxes	<u>\$2,984,051.63</u>	<u>\$1,443,155.17</u>

NOTE 7: COMPENSATED ABSENCES

The Township of Bridgewater permits employees to accrue a limited amount of unused vacation and sick pay, which may be taken as time off or paid upon retirement or separation at an agreed-upon rate. It is estimated that the current cost of such unpaid compensation would approximate \$913,271.14. The Township annually appropriates the amounts that are required to be paid in that year's budget and no liability is accrued at December 31, 2023.

NOTE 8: PENSIONS PLANS

Substantially all eligible employees participate in the Public Employees' Retirement System (PERS), or the Police, Firemen's Retirement System (PFRS) or the Defined Contribution Retirement System (DCRP), which have been established by state statute and are administered by the New Jersey Division of Pensions and Benefits. The Division issues a publicly available financial report that includes the financial statements and required supplementary information for the Public Employees Retirement System, Police and Firemen's Retirement System and Consolidated Police and Firemen's Pension Fund. These reports may be obtained by writing to the Division of Pensions and Benefits, P.O. Box 295, Trenton, New Jersey, 08625 or are available online at www.nj.gov/treasury/pensions/annrpts.shtml.

Public Employees' Retirement System (PERS) - The Public Employees' Retirement System (PERS) was established as of January 1, 1955, under the provisions of N.J.S.A. 43:15A, to provide retirement, death, disability and medical benefits to certain qualified members. The PERS is a cost-sharing multiple employer plan. Membership is mandatory for substantially, all full-time employees of the State of New Jersey or any county, municipality, school district or public agency, provided the employee is not required to be a member of another state-administered retirement system or other state pension fund or local jurisdiction's pension fund.

Police and Firemen's Retirement System (PFRS) - The Police and Firemen's Retirement System (PFRS) was established as of July 1, 1944, under the provisions of N.J.S.A. 43:16A, to provide retirement, death, and disability benefits to its members. The PFRS is a cost-sharing multiple-employer plan. Membership is mandatory for substantially, all full-time county and municipal police or firemen or officer employees with police powers appointed after June 30, 1944.

Defined Contribution Retirement Program (DCRP) - The Defined Contribution Retirement Program (DCRP) was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2007, and was expanded under the provisions of Chapter 89, P.L. 2009. The DCRP provides eligible employees and their beneficiaries with a tax-sheltered, defined contribution retirement benefit, along with life insurance coverage and disability coverage.

NOTE 8: PENSION PLANS (CONTINUED)

Vesting and Benefit Provisions

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43:36. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service. Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving ten years of service credit, in which case, benefits would begin the first day of the month after the member attains normal retirement age.

The vesting and benefit provisions for PFRS are set by N.J.S.A. 43:16A and 43:36. All benefits vest after ten years of service, except for disability benefits, which vest after four years of service. Retirement benefits for age and service are available at age 55. Members may seek special retirement after achieving 25 years of creditable service or they may elect deferred retirement after achieving ten years of service.

Newly elected or appointed officials that have an existing DCRP account or are a member of another State-administered retirement system are immediately vested in the DCRP. For newly elected or appointed officials that do not qualify for immediate vesting in the DCRP, employee and employer contributions are held during the initial year of membership. Upon commencing the second year of DCRP membership, the member is fully vested. However, if a member is not eligible to continue in the DCRP for a second year of membership, the member may apply for a refund of the employee contributions from the DCRP, while the employer contributions will revert back to the employer. Employees are required to contribute 5.5% of their base salary and employers contribute 3.0%.

Funding Policy

The contribution policy for PERS is set by N.J.S.A. 43:15A and requires contributions by active members and contributing employers. State legislation has modified the amount that is contributed by the State. The State's pension contribution is based on an actuarially determined amount, which includes the employer portion of the normal cost and an amortization of the unfunded accrued liability. Funding for noncontributory group life insurance benefits is based on actual claims paid. For fiscal year 2023, the State's pension contribution was less than the actuarial determined amount. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. During 2023, PERS provides for employee contributions of 7.50% of employees' base salary.

The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. 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. The local employers' contribution amounts are based on an actuarially determined rate, which includes the normal cost and unfunded accrued liability. For the fiscal year 2023, the State contributed an amount less than the actuarially determined amount. During 2023, PFRS provides for employee contributions of 10.00% of employees' base salary.

NOTE 8: PENSION PLANS (CONTINUED)

Funding Policy (Continued)

The Township's share of pension, which is based upon the annual billings received from the state, amounted to \$3,859,984.92 for 2023, \$3,585,039.65 for 2022 and \$3,600,318.78 for 2021.

The Township's share for DCRP amounted to \$32,230.42 for 2023, \$23,517.71 for 2022 and \$17,762.37 for 2021.

All contributions were equal to the required contributions for each of the three years, respectively.

Certain Township employees are also covered by the Federal Insurance Contribution Act.

Accounting and Financial Reporting for Pensions – GASB #68

The Governmental Accounting Standards Board (GASB) has issued Statement No. 68 "Accounting and Financial Reporting for Public Employees Pensions" which requires the State of New Jersey to calculate and allocate, for note disclosure purposes only, the unfunded net pension liability of Public Employees Retirement System (PERS) and the Police and Firemen's Retirement System (PFRS) of the participating municipality as of December 31, 2022. The statement does not alter the amounts of funds that must be budgeted for pension payments under existing state law.

Under accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, any unfunded net pension liability of the municipality, allocated by the State of New Jersey, is not required to be reported in the financial statements as presented and any pension contributions required to be paid are raised in that year's budget and no liability is accrued at December 31, 2022.

Public Employees Retirement System (PERS)

At June 30, 2022, the State reported a net pension liability of \$12,204,306.00 for the Township's proportionate share of the total net pension liability. The total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2022, the Township's proportion was 0.0808694025 percent, which was a decrease of 0.0153540957 percent from its proportion measured as of June 30, 2021.

For the year ended June 30, 2022, the State recognized an actuarially determined pension benefit of \$2,120,457.00 for the Township's proportionate share of the total pension expense. The pension expense recognized in the Township's financial statements based on the April 1, 2022 billing was \$1,126,889.00.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

At June 30, 2022, the State reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 311,853.00	\$ 60,568.00
Changes of assumptions	555,616.00	7,171,200.00
Net difference between projected and actual earnings on pension plan investments	585,412.00	
Changes in proportion and differences between Township contributions and proportionate Share of contributions	<u>573,697.00</u>	<u>1,558,709.00</u>
	<u>\$ 2,026,578.00</u>	<u>\$ 8,790,477.00</u>

Other local amounts reported by the State as the Township's proportionate share of deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in the State's actuarially calculated pension expense as follows:

<u>Year Ended June 30,</u>	<u>Amount</u>
2021	(\$2,326,116.40)
2022	(2,156,341.40)
2023	(1,316,714.40)
2024	(649,795.40)
2025	<u>(294,931.40)</u>
	<u>(\$6,763,899.00)</u>

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

The collective total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which rolled forward to June 30, 2022. These actuarial valuations used the following assumptions:

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases	
Through 2026	2.75-6.55%
	Based on
	Years of Service
Investment Rate of Return	7.00%

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.

The actuarial assumptions used in the July 1, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment 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 assets class included in PERS's target assets allocation as of June 30, 2022 asset are summarized in the following table:

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	8.12%
Non-U.S. Developed Market Equity	13.50%	8.38%
Emerging Market Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Estate	8.00%	11.19%
Real Assets	3.00%	7.60%
High Yield	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	7.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasury's	4.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. 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 will 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 in determining the total pension liability.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Sensitivity of the Township's proportionate share of net pension liability to changes in the discount rate

The following presents the Township's proportionate share of the net pension liability of the participating employers as of June 30, 2022 respectively, calculated using the discount rate as disclosed above as well as what the Township's proportionate share of the collective net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2022		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
Township's proportionate share of the pension liability	\$15,678,958.00	\$12,204,306.00	\$9,247,237.00

Special Funding Situation

In accordance with 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. For PERS, the legislation which legally obligates the State is found in Chapter 133, P.L. 2001. This special funding situation is due to the State paying the additional normal cost related to benefit improvements from Chapter 133. Previously, this additional normal cost was paid from the Benefit Enhancement Fund (BEF). As of June 30, 2022, there is no net pension liability associated with this special funding situation as there was no accumulated difference between the annual additional normal cost under the special funding situation and the actual State contribution through the valuation date.

The amounts contributed by the State on behalf of the Township 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 Township does 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 Township related to this legislation.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Public Employees Retirement System (PERS) (Continued)

Special Funding Situation (Continued)

The non-employer contributing entities' total proportionate share of the non-employer contribution that is associated with the Township as of December 31, 2022 was 0.0811924885%, The non-employer contributing entities' contribution and employer pension expense and related revenue for the year ended June 30, 2022 was \$25,678.00.

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>.

Police and Firemen's Retirement System (PFRS)

At June 30, 2022, the State reported a net pension liability of \$24,692,972.00 for the Township's proportionate share of the total PFRS net pension liability. The total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which was rolled forward to June 30, 2022. The Township's proportion of the net pension liability was based on a projection of the Township's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

At June 30, 2022, the Township's proportion was 0.2157277900 percent, which was an increase of 0.0049663800 percent from its proportion measured as of June 30, 2021.

For the year ended June 30, 2022, the State recognized an actuarially determined pension expense of \$165,806.00. The pension expense recognized in the Township's financial statements based on the April 1, 2022, billing was \$781,647.00.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

At June 30, 2022, the State reported deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

		Deferred Outflow of <u>Resources</u>		Deferred Inflow of <u>Resources</u>
Differences between expected and actual experience	\$	1,117,670.00	\$	1,512,780.00
Changes of assumptions		67,674.00		3,108,357.00
Net difference between projected and actual earnings on pension plan investments		2,261,151.00		
Changes in proportion and differences between Township contributions and proportionate share of contributions		<u>557,154.00</u>		<u>1,376,444.00</u>
	\$	<u>4,003,649.00</u>	\$	<u>5,997,581.00</u>

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended		<u>Amount</u>
<u>June 30</u>		
2023	\$	(1,398,900.00)
2024		(953,127.00)
2025		(915,724.00)
2026		1,406,674.00
2027		(148,722.00)
Thereafter		<u>15,867.00</u>
	\$	<u>(1,993,932.00)</u>

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Actuarial Assumptions

The total pension liability for the June 30, 2022 measurement date was determined by an actuarial valuation as of July 1, 2021, which rolled forward to June 30, 2022. This actuarial valuation used the following assumptions:

Inflation	
Price	2.75%
Wage	3.25%
Salary Increases	3.25-16.25%
	Based on years of Service
Investment Rate of Return	7.00%

Employee 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.

The actuarial assumptions used in the July 1, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00 percent at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment 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 PFRS's target asset allocation as of June 30, 2022 are summarized in the following table:

<u>Assets Class</u>	<u>Target Allocation</u>	<u>Long-Term Expected Real Rate of Return</u>
US Equity	27.00%	8.12%
Non-U.S. Developed Market Equity	13.50%	8.38%
Emerging Market Equity	5.50%	10.33%
Private Equity	13.00%	11.80%
Real Estate	8.00%	11.19%
Real Assets	3.00%	7.60%
High Yield	4.00%	4.95%
Private Credit	8.00%	8.10%
Investment Grade Credit	7.00%	3.38%
Cash Equivalents	4.00%	1.75%
U.S. Treasury's	4.00%	1.75%
Risk Mitigation Strategies	3.00%	4.91%

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of both June 30, 2022. 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 will 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.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Sensitivity of the Township's proportionate share of the net pension liability to changes in the discount rate

The following presents the Township's proportionate share of the net pension liability of the participating employers as of June 30, 2022, calculated using the discount rate as disclosed above as well as what the Township's proportionate share of the net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1- percentage point higher than the current rate:

	June 30, 2022		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
Township's proportionate share of the PFRS pension liability	\$33,881,423.00	\$24,692,972.00	\$17,043,540.00

Special Funding Situation

In accordance with 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.c. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.c. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed by the State on behalf of the Township 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 Township does 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 Township related to this legislation.

NOTE 8: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions - GASB 68 (Continued)

Police and Firemen's Retirement System (PFRS) (Continued)

Special Funding Situation

The non-employer contributing entities' total proportionate share of the collective net pension liability that is associated with the Township as of December 31, 2022 and 2021 is 0.02157276300% and 0.2107611843% respectively, the non-employer contributing entities' contribution for the year ended June 30, 2022 and 2021 was \$547,109.00 and \$376,371.00, respectively and the employer pension expense and related revenue for the year ended June 30, 2022 and 2021 was \$507,023.00 and \$482,527.00, respectively.

At June 30, 2022 and 2021, the State's proportionate share of the net pension liability attributable to the Township for the PFRS special funding situation is \$4,394,625.00 and \$4,332,617.00, respectively.

At June 30, 2022, the Township's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

Township's Proportionate Share of Net Pension Liability	\$24,692,972.00
State of New Jersey Proportionate Share of Net Pension Liability Associated with the Township	<u>4,394,625.00</u>
	<u>\$29,087,597.00</u>

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Police and Firemen's Retirement System (PFRS). The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>.

NOTE 9: LITIGATION

The Township is involved in several pending legal proceedings, the impact on the financial statements of which, either individually or in the aggregate, in the opinion of the Township's legal counsel would not be material.

NOTE 10: CONTINGENT LIABILITIES

The Township participates in several federal and state financial assistance grant programs. Entitlement to the funds is generally conditional upon compliance with terms and conditions of the grant agreements and applicable regulations, including the expenditures of funds for eligible purposes. These programs are subject to compliance and financial audits by the grantors or their representatives. As of December 31, 2023, the Township does not believe that any material liabilities will result from such audits.

NOTE 11: TAX APPEALS

There are several tax appeals filed with the State Tax Court of New Jersey requesting a reduction of assessments for the years 2023 and prior. Any reduction in assessed valuation will result in a refund of prior years taxes in the year of settlement, which may be funded from tax revenues through the establishment of a reserve or by the issuance of refunding bonds per N.J.S.A. 40A:2-51. The Township has established a reserve for this purpose in the Current Fund, the balance of which is \$483,939.86 at December 31, 2023.

NOTE 12: RISK MANAGEMENT

The Township is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Township maintains commercial insurance coverage covering each of those risks of loss. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Township. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

New Jersey Unemployment Compensation Insurance - The Township has elected to fund its New Jersey Unemployment Compensation Insurance under the "Benefit Reimbursement Method". Under this plan, the Township 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 Township is billed quarterly for amounts due to the State. Below is a summary of Township contributions, employee contributions, reimbursements to the State for benefits paid, and the ending balance of the Township's expendable trust fund for the current and previous two years:

<u>Year</u>	<u>Township</u>				<u>Ending Balance</u>
	<u>Employee Contributions</u>	<u>Contributions, Interest & Other</u>	<u>Amount Reimbursed</u>		
2023	\$ 21,840.52	\$ 151,525.49	\$ 101,385.30	\$	95,246.48
2022	23,433.12	283.50	25,702.25		23,265.77
2020	22,600.00		627.77		25,251.40

NOTE 13: LENGTH OF SERVICE AWARDS PROGRAM

The Township of Bridgewater adopted an ordinance establishing a Length of Service Awards Program effective for 2003 for the members of the Bridgewater First Aid/Rescue Squad pursuant to N.J.S.A. 40A:14-183 et seq. Under this program, each volunteer of the Bridgewater First Aid/Rescue Squad that performs the minimum amount of service will have an annual amount up to \$1,265.25 deposited into a tax deferred account. The Township budgeted \$74,000.00 for the program in 2023.

The accompanying financial statements do not include the Township's Length of Service Awards Program's activities. The Township's Length of Service Awards Program's financial statements are contained in a separate review report, as required by state regulations.

The plan is administered by Lincoln Financial.

NOTE 14: INTERFUND RECEIVABLES AND PAYABLES

The following interfund balances remained on the balance sheet at December 31, 2023:

<u>Fund</u>	<u>Interfund Receivable</u>	<u>Interfund Payable</u>
Current Fund	\$ 323,576.51	\$ 2,853,979.78
Grant Fund	684,043.01	
Animal Control Fund		15,975.36
Trust Other Fund	1,949,349.43	601.12
General Capital Fund	601.12	207,601.15
Sewer Utility Operating Fund	715,700.34	
Sewer Capital Fund		595,113.00
	<u>\$ 3,673,270.41</u>	<u>\$ 3,673,270.41</u>

All balances resulted from the time lag between the dates that short-term loans were disbursed and payments between funds were received.

NOTE 15: DEFERRED COMPENSATION PLAN

The Township offers its employees a deferred compensation plan created in accordance with Internal Revenue Code Section 457. The plan, available to all Township employees, permits them to defer a portion of their salaries until future years. The Township does not make any contribution to the plan. The deferred compensation is not available to employees until retirement, death, disability, termination or financial hardships.

In accordance with the requirements of the Small Business Job Protection Act of 1996 and the funding requirements of Internal Revenue Code Section 457(g), the Township's Plan was amended to require that all amounts of compensation deferred under the Plan are held for the exclusive benefits of plan participants and beneficiaries. All assets and income under the Plan are held in trust, in annuity contracts or custodial accounts.

The Plan is administered by the Nationwide Retirement Solutions, Mass Mutual and AXA-Equitable.

The accompanying financial statements do not include the Township's Deferred Compensation Plan activities. The Township's Deferred Compensation Plan financial statements are contained in a separate review report.

NOTE 16: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75

The Governmental Accounting Standards Board (GASB) has issued Statement No. 75, "Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions". This statement establishes standards for measuring and recognizing liabilities, deferred outflows and inflows of resources, and expenses for postemployment benefits other than pensions. OPEB obligations are non-pension benefits that the municipality has contractually or otherwise agreed to provide employees once they have retired and, in most instances, will be for retirement health, prescription and dental insurance coverage.

Under current New Jersey budget and financial reporting requirements, the municipality is not required to fund any amounts in excess of their current costs on a pay-as-you-go basis or to accrue funds, create a trust or issue debt to finance their other post-employment benefit liability. Additionally, the Township is not required to recognize any long-term obligations resulting from OPEB on their financial statements.

NOTE 16: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Plan Description and Benefits Provided

The State Health Benefit Local Government Retired Employees Plan (the Plan) 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*; therefore, assets are accumulated to pay associated benefits.

The Plan provides medical and prescription drug coverage to retirees and their covered dependents of the employers. Under the provisions of Chapter 88, P.L. 1974 and Chapter 48, P.L. 1999, local government employers electing to provide postretirement medical coverage to their employees must file a resolution with the Division. Under Chapter 88, local employers elect to provide benefit coverage based on the eligibility rules and regulations promulgated by the State Health Benefits Commission. Chapter 48 allows local employers to establish their own age and service eligibility for employer paid health benefits coverage for retired employees.

Under Chapter 48, the employer may assume the cost of postretirement medical coverage for employees and their dependents who: 1) retired on a disability pension; or 2) retired with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 3) retired and reached the age of 65 with 25 or more years of service credit in a State or locally administered retirement system and a period of service of up to 25 years with the employer at the time of retirement as established by the employer; or 4) retired and reached age 62 with at least 15 years of service with the employer. Further, the law provides that the employer paid obligations for retiree coverage may be determined by means of a collective negotiations' agreement.

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

The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under Chapter 271, P.L.1989.

NOTE 16: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Plan Description and Benefits Provided (Continued)

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 Township's contributions to SHBP was \$2,210,754.96 for 2023 and \$2,894,709.03 for 2022 which equaled the required contributions for the year.

Total Net OPEB Liability

At June 30, 2022, the Plan reported a Liability of \$48,940,703.00 for the Township's proportionate share of the collective Net OPEB liability. The total Net OPEB Liability measured as of June 30, 2022 was determined by an actuarial valuation as of June 30, 2021, which was rolled forward to June 30, 2022.

The Township'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, 2021 through June 30, 2022.

At June 30, 2022, the Township's proportion was 0.303046 percent, which was an increase of 0.303046 percent from its proportion measured as of June 30, 2021.

For the year ended June 30, 2022, the State reported OPEB expense of \$8,961,917.00. This OPEB expense was based on the OPEB plans June 30, 2022 measurement date.

NOTE 16: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Actuarial Assumptions and Other Inputs

The actuarial assumptions vary for each plan member depending on the pension plan the member is enrolled in. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement:

Salary Increases:

Public Employees Retirement System (PERS):

Initial fiscal year applied	
Rate for all future years	2.75% to 6.55%

Police and Firemen's Retirement System (PFRS):

Rate for all future years	3.25% to 16.25%
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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 July 1, 2021 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.

Discount Rate

The discount rate for June 30, 2022 was 3.54%. 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 16: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Sensitivity of the Township's Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

The following presents the Net OPEB Liability associated with the Township's as of June 30, 2022, calculated using the discount rate as disclosed above as well as what the Net OPEB Liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2022		
	1.00% Decrease (2.54%)	At Discount Rate (3.54%)	1.00% Increase (4.54%)
Township's proportionate share of the Net OPEB Liability	\$56,732,127.15	\$48,940,703.11	\$42,671,773.49

Sensitivity of the Township's Proportionate Share of the Net OPEB Liability to Changes in Healthcare Trends

The following presents the total Net OPEB Liability associated with the Township's as of June 30, 2022, calculated using the healthcare trend rate as disclosed above as well as what the Net OPEB Liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2022		
	1.00% Decrease	Healthcare Cost Trend Rate	1.00% Increase
Township's proportionate share of the Net OPEB Liability	\$41,517,871.87	\$48,940,703.11	\$58,447,259.75

OPEB Plan Fiduciary Net Position

Detailed information about the OPEB plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey State Health Benefits Local Government Retired Employees Plan. The report may be obtained at State of New Jersey Division of Pensions and Benefits P.O. Box 295 Trenton, New Jersey 08625-0295 <http://www.state.nj.us/treasury/pensions>.

NOTE 17: FIXED ASSETS

Below is a summary of the General Fixed Assets Account Group for the year ended December 31, 2023:

	Balance December 31, <u>2022</u>	<u>Additions</u>	<u>Deletions</u>	Balance December 31, <u>2023</u>
Land	\$122,863,410.00			\$122,863,410.00
Buildings	46,134,599.00			46,134,599.00
Machinery and Equipment	<u>13,696,637.00</u>	<u>\$628,633.00</u>	<u>\$769,856.00</u>	<u>13,555,414.00</u>
	<u>\$182,694,646.00</u>	<u>\$628,633.00</u>	<u>\$769,856.00</u>	<u>\$182,553,423.00</u>

NOTE 18: DEFERRED CHARGES

Certain expenditures are required to be deferred to budgets of succeeding years. At December 31, 2023 the following deferred charges are shown on the balance sheets of the various funds.

	BALANCE DECEMBER 31, 2023	RAISED IN 2024 BUDGET	BALANCE DEFERRED TO BUDGETS OF SUCCEEDING YEARS
Current Fund:			
N.J.S.A. 40A:4-53:			
Severance Pay	\$200,000.00	\$100,000.00	\$100,000.00
Over-expenditure of Appropriations	202,567.46	202,567.46	
Over-expenditure of Appropriation Reserves	<u>43,539.04</u>	<u>43,539.04</u>	
	<u>\$446,106.50</u>	<u>\$346,106.50</u>	<u>\$100,000.00</u>
Trust Fund:			
Over-expenditure of Salary Settlement Reserve	<u>\$376,732.07</u>	<u>\$376,732.07</u>	

NOTE 19: SUBSEQUENT EVENTS

The Township of Bridgewater has evaluated subsequent events occurring after the financial statement date through July 25, 2024 which is the date the financial statements were available to be issue. No items were noted for disclosure or adjustment.

TOWNSHIP OF BRIDGEWATER
SUPPLEMENTARY SCHEDULES – ALL FUNDS
YEAR ENDED DECEMBER 31, 2023

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF CASH - COLLECTOR-TREASURER

	<u>REF.</u>	<u>CURRENT FUND</u>	<u>GRANT FUND</u>
Balance, December 31, 2022	A	\$ 17,274,428.43	\$ 627,257.18
Increased by Receipts:			
Taxes Receivable	A-8	\$ 206,335,290.75	\$
State of New Jersey-Senior Citizens and Veterans Deductions	A-7	178,431.51	
Interfunds	A-12	8,208,652.91	
Petty Cash	A-5	500.00	
Revenue Accounts Receivable	A-13	14,475,514.77	
Miscellaneous Revenue Not Anticipated	A-2	2,340,608.98	
Tax Overpayments	A-17	37,026.07	
Prepaid Taxes	A-18	2,984,051.63	
Tax Title Liens	A-9	8,300.96	
Sale of Municipal Assets	A-19	3,460.74	
Grants-Appropriated - Match	A-23		
Grants - Unappropriated	A-24		648,513.41
Grants Receivable	A-25		368,153.04
Due Current Fund	A-26		23,339.27
Construction Code DCA - Due State of NJ	A-16	150,770.00	
Marriage Licenses Due State of NJ	A-28	2,425.00	
Municipal Relief Aid	A-29	615,422.52	
Reserve for Emergency Note Payable	A-30	200,000.00	
		<u>235,540,455.84</u>	<u>1,040,005.72</u>
		\$ 252,814,884.27	\$ 1,667,262.90
Decreased by Disbursements:			
2023 Appropriations (net)	A-3	\$ 40,832,913.51	\$
Appropriation Reserves	A-14	1,550,554.30	
Accounts Payable	A-11	157,418.63	
Interfunds	A-12	9,127,223.38	
Petty Cash	A-5	500.00	
Tax Overpayments	A-17	35,213.50	
Regional School Taxes	A-21	139,448,832.00	
County Taxes	A-20	40,483,808.20	
Special Fire District Taxes	A-22	3,389,700.90	
Reserve for Emergency Note Payable	A-30	300,000.00	
Prior Year Revenue	A-1	6,728.01	
Construction Code DCA - Due State of NJ	A-16	145,055.00	
Marriage Licenses Due State of NJ	A-28	1,625.00	
Due Current Fund	A-26		678,072.80
Grants-Appropriated	A-23		531,181.96
		<u>235,479,572.43</u>	<u>1,209,254.76</u>
Balance, December 31, 2023	A	\$ <u>17,335,311.84</u>	\$ <u>458,008.14</u>

"A-5"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF PETTY CASH

<u>OFFICE</u>	BALANCE DECEMBER 31 2022	RECEIVED FROM TREASURER	DISBURSED TO TREASURER	BALANCE DECEMBER 31 2023
Police Department	\$ 500.00	\$ 500.00	\$ 500.00	\$ 500.00
Finance Department	500.00			500.00
	<u>\$ 1,000.00</u>	<u>\$ 500.00</u>	<u>\$ 500.00</u>	<u>\$ 1,000.00</u>
<u>REF.</u>	A	A-4	A-4	A-4

"A-6"

SCHEDULE OF CHANGE FUNDS

Balance, December 31, 2022 and December 31, 2023	A	\$ <u>410.00</u>
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DETAIL

Tax Collector	\$ 200.00
Police	50.00
Township Clerk	50.00
Municipal Court	110.00
	<u>\$ 410.00</u>

TOWNSHIP OF BRIDGEWATERCURRENT FUNDSCHEDULE OF DUE STATE OF NEW JERSEY
FOR SENIOR CITIZENS AND VETERANS DEDUCTIONS

	<u>REF.</u>		
Balance, December 31, 2022 (Due From)	A	\$	5,500.00
Increased by:			
Senior Citizens Deductions Per Tax Billing	A-7	\$	26,000.00
Veterans Deductions Per Tax Billing	A-7		157,500.00
Senior Citizens and Veterans Deductions Allowed by Tax Collector	A-7		27,250.44
Senior Citizens and Veterans Deductions Allowed by Collector- prior year	A-7		250.00
			<u>211,000.44</u>
		\$	<u>216,500.44</u>
Decreased by:			
Senior Citizens Deductions Disallowed by Collector- prior year	A-7		8,568.49
Received From State	A-4		178,431.51
			<u>187,000.00</u>
Balance, December 31, 2023 (Due From)	A	\$	<u><u>29,500.44</u></u>

ANALYSIS OF STATE SHARE OF 2023 SENIOR
CITIZENS AND VETERANS DEDUCTIONS

Senior Citizens Deductions Per Tax Billing	A-7	\$	26,000.00
Veterans Deductions Per Tax Billing	A-7		157,500.00
Senior Citizens and Veterans Deductions Allowed by Collector- 2023 Taxes	A-7		27,250.44
Senior Citizens and Veterans Deductions Allowed by Collector- prior year	A-7		250.00
			<u>211,000.44</u>
Less:			
Deductions Disallowed by Collector- prior year	A-7		<u>8,568.49</u>
	A-8	\$	<u><u>202,431.95</u></u>

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

YEAR	BALANCE	2023 LEVY	ADDED TAXES	COLLECTIONS BY CASH		CANCELED	OVERPAYMENTS APPLIED	TRANSFERRED TO TAX TITLE LIENS	BALANCE
	DECEMBER 31, 2022			2022	2023				DECEMBER 31, 2023
Prior	\$ 1,133,823.61		\$ 25,654.28		\$ 1,130,902.52	\$ 23,170.24		\$ 633.84	\$ 4,771.29
2023	\$ 1,133,823.61	\$ 208,067,097.57	\$ 25,654.28	\$ 1,443,155.17	\$ 1,130,902.52	\$ 23,170.24	\$ 2,613.62	\$ 633.84	\$ 4,771.29
					\$ 205,406,820.18	\$ 42,810.37		\$ 5,438.58	\$ 1,166,259.65
	\$ 1,133,823.61	\$ 208,067,097.57	\$ 25,654.28	\$ 1,443,155.17	\$ 206,537,722.70	\$ 65,980.61	\$ 2,613.62	\$ 6,072.42	\$ 1,171,030.94
REF.	A	A-8		A-2:A-18	A-2:A-8		A-2:A-17	A-9	A

REF.

Collector
Senior Citizens and Veterans Deductions

A-4	\$ 206,335,290.75
A-7	202,431.95
A-8	\$ 206,537,722.70

ANALYSIS OF 2023 PROPERTY TAX LEVY

TAX YIELD

General Property Tax		\$ 204,303,412.54
Added Taxes (54:4-63.1 et.seq.)		373,984.13
Special Fire District Tax	A-22	3,389,700.90
	A-8	\$ 208,067,097.57

TAX LEVY

Regional School District Tax (Abstract)	A-2:A-21	\$ 139,448,832.00
County Tax (Abstract)		\$ 32,592,697.80
County Library Tax (Abstract)		4,526,988.67
County Open Space (Abstract)		3,258,302.71
		\$ 40,377,989.18
Due County for Added Taxes (54:4-63.1 et.seq.)		73,887.06
<u>Total County Taxes</u>	A-2:A-20	40,451,876.24
Special Fire District Tax	A-2:A-22	3,389,700.90
Local Tax for Municipal Purposes (Abstract)		\$ 24,398,195.90
Add: Additional Tax Levied		378,492.53
Local Tax for Municipal Purposes Levied		24,776,688.43
	A-8	\$ 208,067,097.57

"A-9"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF TAX TITLE LIENS

	<u>REF.</u>		
Balance, December 31, 2022	A		\$ 160,694.01
Increased by:			
Taxes Accrued	A-8	\$ 6,072.42	
Interest & Costs on Tax Sale		<u>5,129.96</u>	
			11,202.38
			<u>\$ 171,896.39</u>
Decreased by:			
Receipts	A-4		<u>8,300.96</u>
Balance, December 31, 2023	A		<u>\$ 163,595.43</u>

"A-10"

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES
(AT ASSESSED VALUATION)

Balance, December 31, 2022 and December 31, 2023	A		<u>\$ 422,300.00</u>
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TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES/ACCOUNTS PAYABLE

	<u>REF.</u>		
Balance, December 31, 2022	A		\$ 1,982,257.43
Increased by:			
2023 Budget Appropriations	A-3	\$ 947,380.99	
Appropriation Reserves	A-14	<u>311,978.90</u>	
			<u>1,259,359.89</u>
			\$ <u>3,241,617.32</u>
Decreased by:			
Disbursements	A-4	\$ 157,418.63	
Transferred to Appropriation Reserves	A-14	1,004,219.80	
Canceled- Accounts Payable	A-1	<u>308,839.05</u>	
			<u>1,470,477.48</u>
Balance, December 31, 2023			\$ <u><u>1,771,139.84</u></u>
Reserve for Encumbrances	A		\$ 947,380.99
Reserve for Accounts Payable	A		<u>823,758.85</u>
			\$ <u><u>1,771,139.84</u></u>

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF INTERFUNDS

REF.	TOTAL	GRANT FUND	ANIMAL CONTROL TRUST FUND	OTHER TRUST FUND	GENERAL CAPITAL FUND	SEWER UTILITY OPERATING FUND	SEWER UTILITY CAPITAL FUND
Balance, December 31, 2022							
A Due To	\$ 4,856,376.00	\$ 18,534.46	\$ 47,553.16	\$ 1,894,601.01	\$ 2,943,240.53	\$ 1,354,648.76	
A Due From	1,492,201.92						
Receipts	\$ 8,208,652.91	\$ 678,072.80	\$ 47,553.16	\$ 1,727,219.14	\$ 25,639.65	\$ 5,730,168.16	\$
Grant Appropriation Reserves Canceled							
A-25 Transfer	20,624.57	20,624.57					
A-26 Excess Animal Control Expenditures	2,821.92	2,821.92					
A-2 Grant Receivables Canceled	15,975.36	15,975.36	15,975.36				
A-23 Disbursements	12,671.47	12,671.47					
	9,127,223.38	23,339.27		1,672,470.72	3,176,481.33	4,154,932.06	100,000.00
Balance, December 31, 2023							
A Due To	\$ 2,853,979.78	\$ 684,043.01	\$ 15,975.36	\$ 1,949,349.43	\$ 207,601.15	\$ 220,587.34	\$
A Due From	323,576.51						100,000.00

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

<u>ACCOUNTS</u>	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2022</u>	<u>ACCRUED IN 2022</u>	<u>COLLECTED</u>	<u>BALANCE DECEMBER 31, 2023</u>
Licenses:					
Alcoholic Beverages	A-2	\$	\$ 94,002.00	\$ 94,002.00	\$
Other	A-2		50,999.00	50,999.00	
Fees and Permits	A-2		505,550.26	505,550.26	
Municipal Court:					
Fines and Costs	A-2	13,980.74	306,231.28	284,184.66	36,027.36
Interest and Costs on Taxes	A-2		359,618.65	359,618.65	
Interest on Investments and Deposits	A-2		1,010,055.16	1,010,055.16	
Recreation Fees	A-2		129,016.33	129,016.33	
Utility Operating Surplus of Prior Year	A-2		266,805.63	266,805.63	
Energy Receipts Tax	A-2		5,940,963.14	5,940,963.14	
Garden State Trust Fund	A-2		5,027.00	5,027.00	
Uniform Construction Code Fees	A-2		1,720,917.00	1,720,917.00	
Shared Municipal Court	A-2		275,400.00	275,400.00	
Shared Class III Officers	A-2				
Shared Resource Officer BOE	A-2				
Joint Services with County Library	A-2				
Life Hazard Use Fees	A-2		81,845.10	81,845.10	
Suburban Cablevision - Franchise Fee	A-2		204,636.08	204,636.08	
Payment in Lieu of Taxes-Centerbridge I	A-2		508,539.47	508,539.47	
Hotel Occupancy Tax	A-2		108,776.80	108,776.80	
Host Benefit Fees	A-2		999,921.03	999,921.03	
Debt Service Reimbursement - Open Space Trust Fund	A-2		354,802.91	354,802.91	
General Capital Fund Surplus	A-2		56,759.21	56,759.21	
Bridgewater Commons - Rent / Royalty / In Lieu Of	A-2		207,601.15	207,601.15	
Sale of Liquor License	A-2		786,211.00	786,211.00	
Cell Tower Rent	A-2		451,000.00	451,000.00	
			72,883.19	72,883.19	
		\$ 13,980.74	\$ 14,497,561.39	\$ 14,475,514.77	\$ 36,027.36

REF.

A

A-4

A

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF 2022 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2022	TRANSFERRED FROM ENCUMBRANCES PAYABLE	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
<u>SALARIES AND WAGES</u>					
Mayor's Office	\$ 152.08	\$	\$ 152.08	\$	152.08
Human Resources	9,243.58		9,243.58	36.96	9,206.62
Township Administrator	4,468.88		4,468.88		4,468.88
Township Clerk	2,224.69		2,224.69		2,224.69
Financial Administration	9,291.66		9,291.66		9,291.66
Tax Collection	5,039.71		5,039.71		5,039.71
Engineering	3,858.38		3,858.38		3,858.38
Information Technology	2,958.82		2,958.82		2,958.82
Division of Planning	622.48		622.48		622.48
Police	226,702.76		226,702.76	12,161.20	214,541.56
Office of Emergency Management	3,025.00		3,025.00		3,025.00
Fire Official	30,198.33		30,198.33		30,198.33
Municipal Court	805.92		805.92		805.92
Streets and Roads	55,385.89		55,385.89		55,385.89
Vehicle Maintenance	40,638.71		40,638.71		40,638.71
Snow Removal	25,000.00		25,000.00		25,000.00
Park Maintenance	48,739.43		48,739.43		48,739.43
Public Buildings and Grounds	19,872.22		19,872.22		19,872.22
Public Health Services	10,048.31		10,048.31		10,048.31
Construction Code Official	4,364.50		4,364.50		4,364.50
Police Department- Shared Resource Office BOE	29,551.89		29,551.89		29,551.89

TOWNSHIP OF BRIDGEWATER
CURRENT FUND
SCHEDULE OF 2022 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2022	TRANSFERRED FROM ENCUMBRANCES PAYABLE	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
<u>OTHER EXPENSES</u>					
Mayor's Office	\$ 535.01	\$ 907.30	\$ 1,442.31	\$ 1,073.93	\$ 368.38
Human Resources	4,090.00	1,098.96	5,188.96	2,294.53	2,894.43
Township Council	375.83	178.70	554.53	178.70	375.83
Township Administrator	2,812.60	4,824.73	7,637.33	6,358.96	1,278.37
Purchasing Department	835.76	692.64	1,528.40	874.69	653.71
Central Office Supplies	2,616.08	676.77	3,292.85	920.11	2,372.74
Postage	705.64	1.00	706.64		706.64
Township Clerk	14,825.05	9,784.82	24,609.87	3,582.09	21,027.78
Elections	11,580.26		11,580.26	20.79	11,559.47
Financial Administration	6,797.14		6,797.14		6,797.14
Director of Finance	1,281.27	15.94	1,297.21	602.66	694.55
Tax Collection	1,890.84	214.48	2,105.32	2,105.32	
Assessment of Taxes	20,000.00	4,431.25	24,431.25	4,431.25	20,000.00
Reassessment Program	39,132.12		39,132.12	39,132.12	
Legal Office	109,282.11	183,811.82	293,093.93	110,224.09	182,869.84
Employee Group Insurance	299,859.59	19,146.77	319,006.36	5,783.60	313,222.76
Health Benefits Waiver	182.80		182.80		182.80
Director of Municipal Services (Engineering)	527.04	561.54	1,088.58	390.00	698.58
Engineering	3,754.78	6,389.40	10,144.18	7,402.29	2,741.89
IT Department	5,418.37	10,496.83	15,915.20	12,355.50	3,559.70
Board of Adjustments (Zoning Board)	9,927.00	9,506.41	19,433.41	866.09	18,567.32
Division of Planning	12,063.29	11,967.95	24,031.24	15,627.95	8,403.29
Planning Board	10,825.21	468.82	11,294.03	1,438.76	9,855.27
Police	43,383.24	192,168.48	235,551.72	235,167.44	384.28
Office of Emergency Management	1,104.50	242.00	1,346.50	1,303.25	43.25
Fire Official	35,757.75	11,961.14	47,718.89	11,897.23	35,821.66
Municipal Court	17,647.04	3,952.09	21,599.13	4,161.56	17,437.57
Public Defender	9,400.00	13,400.00	22,800.00	13,400.00	9,400.00
Streets and Roads	34,240.25	45,001.92	79,242.17	62,992.65	16,249.52
Vehicle Maintenance	24,188.44	31,596.86	55,785.30	53,631.87	2,153.43
Snow Removal	5,000.00	129,845.57	134,845.57	108,739.72	26,105.85
Park Maintenance	48,963.56	18,626.17	67,589.73	65,471.30	2,118.43

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF 2022 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2022	TRANSFERRED FROM ENCUMBRANCES PAYABLE	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
OTHER EXPENSES (CONTINUED)					
Municipal Services Reimbursements: Condominiums	\$ 88,605.71	\$	\$ 88,605.71	\$ 47,154.36	\$ 41,451.35
Public Buildings and Grounds	10,098.15	183,279.07	193,377.22	191,321.70	2,055.52
Health and Human Resource Director	863.40	100.00	963.40	100.00	863.40
Public Health Services	42,031.91	30,731.30	72,763.21	30,931.20	41,832.01
Contribution to Regional Center Partnership	15,000.00		15,000.00	10,890.00	4,110.00
Visiting Nurse Contribution	11,000.00		11,000.00		11,000.00
Environmental Commission	72.37	330.00	402.37		402.37
Senior Citizen Services	25,050.39	3,696.04	28,746.43	2,542.12	26,204.31
Division of Recreation and Parks	6,997.81	21,488.39	28,486.20	22,268.69	6,217.51
Maintenance of Library	3,042.37	14,568.57	17,610.94	15,949.61	1,661.33
Public Safety- Hazardous Busing	523,808.61		523,808.61	523,808.00	0.61
Salary Adjustments	10,174.33		10,174.33		10,174.33
Construction Code Official	76,436.39	3,156.33	79,592.72	14,551.06	65,041.66
Street Lighting	21,661.55		21,661.55	21,661.55	
Telephone Service	7,571.74	779.40	8,351.14	6,690.45	1,660.69
Fire Hydrant Service	45,890.67		45,890.67	45,890.67	
Utilities	7,010.15		7,010.15	7,010.15	
Public Employees Retirement System	10.00		10.00		10.00
Social Security System (O.A.S.I.)	1,282.59		1,282.59		1,282.59
Defined Contribution Retirement Plan (DCRP)	14,682.29		14,682.29	14,682.29	
Unemployment Compensation Insurance	5,898.03		5,898.03		5,898.03
Length of Service Awards Program	74,000.00		74,000.00	73,245.97	754.03
COVID 19 Related Expenses	10,000.00		10,000.00		10,000.00
Shared Service- Municipal Library	19,685.25	3,296.12	22,981.37	18,384.55	4,596.82
Purchase of Vehicles	44,175.78	30,824.22	75,000.00	30,824.22	44,175.78
	\$ 2,376,245.30	\$ 1,004,219.80	\$ 3,380,465.10	\$ 1,862,533.20	\$ 1,517,931.90

REF.

A-4
A-11

Disbursements
Reserve for Encumbrances Payable

A-11

A-1

\$ 1,550,554.30
311,978.90

\$ 1,862,533.20

"A-15"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF RESERVE FOR TAX APPEALS

	<u>REF.</u>	
Balance, December 31, 2022 and December 31, 2023	A	\$ <u>483,939.86</u>

"A-16"

SCHEDULE OF RESERVE FOR CONSTRUCTION CODE DCA - DUE STATE OF N.J.

Balance, December 31, 2022	A	\$ 36,027.00
Increased by:		
Receipts	A-4	<u>150,770.00</u>
		\$ <u>186,797.00</u>
Decreased by:		
Disbursements	A-4	<u>145,055.00</u>
Balance, December 31, 2023	A	\$ <u>41,742.00</u>

"A-17"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF TAX OVERPAYMENTS

	<u>REF.</u>		
Balance, December 31, 2022	A	\$	2,107.02
Increased by:			
Overpayments in 2023	A-4		<u>37,026.07</u>
		\$	<u>39,133.09</u>
Decreased by:			
Refunded	A-4	\$	35,213.50
Applied to Taxes	A-8		<u>2,613.62</u>
			<u>37,827.12</u>
Balance, December 31, 2023	A	\$	<u><u>1,305.97</u></u>

"A-18"

SCHEDULE OF PREPAID TAXES

Balance, December 31, 2022	A	\$	1,443,155.17
Increased by:			
Collection of 2024 Taxes	A-4		<u>2,984,051.63</u>
		\$	<u>4,427,206.80</u>
Decreased by:			
Applied to 2023 Taxes	A-8		<u>1,443,155.17</u>
Balance, December 31, 2023	A	\$	<u><u>2,984,051.63</u></u>

"A-19"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF RESERVE FOR SALE OF MUNICIPAL ASSETS

	<u>REF.</u>		
Balance, December 31, 2022	A	\$	48,394.24
Increased by:			
Receipts	A-4		<u>3,460.74</u>
Balance, December 31, 2023	A	\$	<u>51,854.98</u>

"A-20"

SCHEDULE OF COUNTY TAXES PAYABLE

Balance, December 31, 2022	A	\$	31,931.96
Increased by:			
2023 Levy		\$	40,377,989.18
Added Taxes			<u>73,887.06</u>
	A-1:A-8		<u>40,451,876.24</u>
		\$	<u>40,483,808.20</u>
Decreased by:			
Payments	A-4		<u>40,483,808.20</u>

"A-21"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF REGIONAL SCHOOL DISTRICT TAXES PAYABLE

	<u>REF.</u>	
Increased by:		
School Levy	A-1:A-8	\$ 139,448,832.00
Decreased by:		
Payments	A-4	<u>139,448,832.00</u>

"A-22"

SCHEDULE OF SPECIAL FIRE DISTRICT TAXES PAYABLE

Increased by:		
2023 Special District Tax Levy	A-1:A-8	\$ 3,389,700.90
Decreased by:		
Payments	A-4	<u>3,389,700.90</u>

TOWNSHIP OF BRIDGEWATER

GRANT FUND

SCHEDULE OF GRANTS APPROPRIATED

	BALANCE DECEMBER 31, 2022	2023 BUDGET APPROPRIATION	EXPENDED	CANCELED	BALANCE DECEMBER 31, 2023
Drunk Driving Enforcement Fund	\$ 34,579.97	\$	\$ 25,584.37	\$	\$ 8,995.60
Clean Communities Program	172,328.31	99,731.71	19,528.00		252,532.02
Municipal Alliance Program	12,184.75	11,287.92			23,472.67
Municipal Alliance Program Match	8,425.14	2,821.92	7,399.08		3,847.98
Safe & Secure Communities	212,400.00				212,400.00
Safe & Secure Communities & Match	442,679.46				442,679.46
Alcohol Education Rehabilitation	3,739.48				3,739.48
Body Armor Replacement Fund	5,165.09	5,165.09	3,962.84		6,367.34
Federal Bulletproof Vest Program	2,369.09		(584.82)		2,953.91
ROID - Match	2,000.00				2,000.00
Recycling Tonnage Program	137,083.66			12,609.62	253,707.70
Somerset County Youth Services Commission	534.32	185,376.66	56,143.00		16,224.32
Office of Emergency Management	46,939.22	21,600.00	5,910.00		56,939.22
Regional Center Partnership	38,320.00	10,000.00			47,800.00
NJ DOT - Highway Safety Fund - Safe Corridor	5,381.85	15,000.00	5,520.00	45.85	5,336.00
NJ DOT - Municipal Aid - Country Club Road - Section I	57,415.64				57,415.64
NJ DOT - Municipal Aid - Country Club Road - Phase VIII	42,204.89				42,204.89
NJ DOT - Municipal Aid - Steeple Chase Lane	78,257.93				78,257.93
NJ DOT - Municipal Aid - Rolling Hills Road Improvements	442,500.00				442,500.00
Recreation Improvements for Upgrade to Kids Street	100,000.00	75,000.00			175,000.00
Sustainable New Jersey	2,212.50				2,212.50
Strengthening Local Public Health Capacity Training	4,817.63				4,817.63
Historic Preservation	256,531.30				256,531.30
Radon Awareness	2,005.00			16.00	1,989.00
Workplace Yoga	350.00				350.00
	<u>\$ 2,110,425.23</u>	<u>\$ 425,983.30</u>	<u>\$ 123,462.47</u>	<u>\$ 12,671.47</u>	<u>\$ 2,400,274.59</u>

REF.

A

A-3

A-1-A-29

A

A-4

A-27

A-27

Disbursements	\$ 531,181.96
Accounts Payable	42,892.21
	<u>\$ 574,074.17</u>
Less: Transferred from Accounts Payable	<u>450,611.70</u>
	<u>\$ 123,462.47</u>

TOWNSHIP OF BRIDGEWATER

GRANT FUND

SCHEDULE OF GRANTS UNAPPROPRIATED

	BALANCE DECEMBER 31, 2022	RECEIPTS	APPLIED TO RECEIVABLE	BALANCE DECEMBER 31, 2023
Opiod Settlement	\$	61,627.27	\$	61,627.27
Body Armor Replacement Fund	8,128.29	5,747.03	5,165.09	8,710.23
Emergency Management	10,000.00	10,000.00	10,000.00	10,000.00
Clean Communities	100,439.48	112,664.61	99,731.71	113,362.38
Safe and Secure Communities	32,400.00			32,400.00
DOT Municipal Aid- Foxcroft \$ Spring Valley Rd		423,202.50		423,202.50
Stormwater assistance Grant		15,000.00		15,000.00
Somerset County Challenge Grant	16,000.00	7,500.00	16,000.00	7,500.00
Youth Services Commission	5,600.00		5,600.00	
MY Somerset County Grant		12,782.00		12,782.00
	<u>\$ 172,567.77</u>	<u>\$ 648,513.41</u>	<u>\$ 136,496.80</u>	<u>\$ 684,584.38</u>
REF.	A	A-4	A-25	A

TOWNSHIP OF BRIDGEWATER

GRANT FUND

SCHEDULE OF GRANTS RECEIVABLE

	BALANCE DECEMBER 31, 2022	BUDGET APPROPRIATION	RECEIPTS	CANCELED	UNAPPROPRIATED APPLIED	BALANCE DECEMBER 31, 2023
Clean Communities Program		\$ 99,731.71	\$	\$	\$ 99,731.71	\$ 3,397.92
Municipal Alliance Program		11,287.92	7,890.00			
Body Armor Replacement Fund		5,165.09				
Federal Bulletproof Vest Partnership	7,933.10			7,933.10		
Emergency Management		10,000.00			10,000.00	
Open Space Stewardship	20.00			20.00		
Youth Services Commission		21,600.00			21,600.00	
Historic Preservation	178,585.00					178,585.00
Sustainable New Jersey	5,000.00					5,000.00
Recycling Tonnage Program		185,376.66	172,767.04	12,609.62		
NJ DOT - Highway Safety - Safe Corridors	45.85			45.85		
NJ DOT - Municipal Aid Program - Country Club Road Section I	54,670.64					54,670.64
NJ DOT - Municipal Aid Program - Country Club Road Phase VIII	41,168.47					41,168.47
NJ DOT - Municipal Aid Program - Steeple Chase Lane	380,000.00					380,000.00
NJ DOT - Municipal Aid Program - Stony Brook Dr Imp. Section 1	400,000.00					400,000.00
NJ DOT - Municipal Aid Program- Rolling Hills Road Improvements	442,500.00					442,500.00
NJ DOT - Highway Safety- Safe Corridors	40,378.00					40,378.00
So. County Recreation grant- Camp Cromwell Trail Development	350,000.00	75,000.00				350,000.00
Local Recreation Improvements for Upgrade to Kid Street	187,496.00		187,496.00			75,000.00
Body Worn Cameras		15,000.00				15,000.00
Regional Center Partnership	16.00			16.00		
Radon Awareness						
	\$ 2,087,813.06	\$ 423,161.38	\$ 368,153.04	\$ 20,624.57	\$ 136,496.80	\$ 1,985,700.03

REF.

A

A-2

A-4

A-1-A-29

A-24

A

"A-26"

TOWNSHIP OF BRIDGEWATER

GRANT FUND

SCHEDULE OF DUE CURRENT FUND

	<u>REF.</u>		
Balance, December 31, 2022 (Due From)	A		\$ 18,534.46
Increased by:			
Disbursements	A-4	\$ 678,072.80	
Grants Receivable Canceled	A-25	20,624.57	
Transfer	A-12	<u>2,821.92</u>	
			<u>701,519.29</u>
			\$ <u>720,053.75</u>
Decreased by:			
Receipts	A-4	\$ 23,339.27	
Appropriation Reserves Canceled	A-23	<u>12,671.47</u>	
			<u>36,010.74</u>
Balance, December 31, 2023 (Due From)	A		\$ <u><u>684,043.01</u></u>

"A-27"

SCHEDULE OF ACCOUNTS PAYABLE

Balance, December 31, 2022	A		\$ 450,611.70
Increased by:			
Grants Appropriated	A-23		<u>42,892.21</u>
			\$ <u>493,503.91</u>
Decreased by:			
Transferred to Grants Appropriated	A-23		<u>450,611.70</u>
Balance, December 31, 2023	A		\$ <u><u>42,892.21</u></u>

"A-28"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF RESERVE FOR MARRIAGE LICENSES - DUE STATE OF NEW JERSEY

	<u>REF.</u>	
Increased by:		
Receipts	A-4	\$ 2,425.00
Decreased by:		
Paid to State	A-4	<u>1,625.00</u>
Balance, December 31, 2023	A	<u>\$ 800.00</u>

"A-29"

SCHEDULE OF RESERVE FOR MUNICIPAL RELIEF AID

Balance, December 31, 2022	A	\$ 307,776.25
Increased by:		
Receipts	A-4	<u>615,422.52</u>
		\$ <u>923,198.77</u>
Decreased by:		
Anticipated Revenue	A-2	<u>307,776.25</u>
Balance, December 31, 2023	A	<u>\$ 615,422.52</u>

"A-30"

TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF EMERGENCY NOTE PAYABLE

	<u>REF.</u>	
Balance, December 31, 2022	A	\$ 300,000.00
Increased by		
Receipts	A-4	<u>200,000.00</u>
		500,000.00
Decreased by:		
Disbursements	A-4	<u>300,000.00</u>
Balance, December 31, 2023	A	<u>\$ 200,000.00</u>

"A-31"

SCHEDULE OF RESERVE FOR LIBRARY EXPENDITURES

Balance, December 31, 2022 and December 31, 2023	A	\$ <u>8,934.00</u>
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TOWNSHIP OF BRIDGEWATER

CURRENT FUND

SCHEDULE OF DEFERRED CHARGES

Balance, December 31, 2022	A	\$ 546,106.50
Decreased by:		
2023 Appropriations	A-3	<u>100,000.00</u>
Balance, December 31, 2023	A	<u>\$ 446,106.50</u>
Overexpenditure of 2022 Appropriations		\$ 202,567.46
Overexpenditure of 2021 Appropriation Reserves		43,539.04
N.J.S.A. 40A: 4-53 Severance Pay		<u>200,000.00</u>
		<u>\$ 446,106.50</u>

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF CASH - TREASURER

<u>REF.</u>	<u>ANIMAL CONTROL</u>	<u>OTHER</u>
Balance, December 31, 2022	\$ 96,059.36	\$ 12,979,729.20
Increased by Receipts:		
Reserve for Animal Control Expenditures	\$ 21,215.80	\$
Due State of New Jersey	2,020.20	
Reserve for Various Trust Deposits		6,371,177.43
Reserve for Municipal Open Space Trust Deposits		547,803.04
Reserve for Tax Sale Premiums		564,800.00
Reserve for Redemption of Outside Liens		658,592.96
Reserve for State Unemployment Insurance		173,366.01
Reserve for Law Enforcement Trust Fund		9,018.59
Due Sewer Operating Fund		54,784.55
Due General Capital Fund		601.12
Due Current Fund	1,672,470.72	
	<u>23,236.00</u>	<u>10,052,614.42</u>
	\$ <u>119,295.36</u>	\$ <u>23,032,343.62</u>
Decreased by Disbursements:		
Due Current Fund		1,727,219.14
New Jersey State Board of Health	47,553.16	
Expenditures Under R.S.4:19-15.11	2,028.60	
Due Sewer Operating Fund	8,993.24	
Reserve for Various Trust Deposits		563.56
Reserve for Tax Sale Premiums		5,388,686.97
Reserve for Redemption of Outside Liens		962,800.00
Reserve for Municipal Open Space Trust Deposits		551,972.61
Reserve for State Unemployment Insurance		1,285,859.77
	<u>58,575.00</u>	<u>101,385.30</u>
Balance, December 31, 2023	\$ <u>60,720.36</u>	\$ <u>13,013,856.27</u>

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF RESERVE FOR VARIOUS TRUST DEPOSITS

<u>ACCOUNT</u>	BALANCE DECEMBER 31, 2022	INCREASED BY	DECREASED BY	BALANCE DECEMBER 31, 2023
Escrow/Other Accounts	\$ 1,056,658.33	\$ 286,212.36	\$ 225,088.35	\$ 1,117,782.34
Public Defender	13,730.37	8,450.00		22,180.37
Police Offense Adjudication Act	4,143.00	20.00		4,163.00
Fire Fines and Penalties	59,800.86	33,200.00	20,429.84	72,571.02
Fire Penalties Due Departments	31,750.00	23,575.00	25,700.00	29,625.00
Storm Recovery	109,987.42	62,500.00	1,571.09	170,916.33
Salary Settlements		225,000.00	197,617.71	27,382.29
Police Outside Overtime	26,347.08	1,308,243.95	1,308,244.06	26,346.97
Recreation	28,450.92	250,694.33	208,174.16	70,971.09
COAH	3,339,334.38	552,104.86	594,614.18	3,296,825.06
Site Inspections	764,373.43	216,408.34	139,005.88	841,775.89
Performance Bonds	3,104,386.00	67,070.71	141,579.27	3,029,877.44
Professional Fees Escrow	1,115,684.40	578,804.10	561,716.34	1,132,772.16
Maintenance Escrow	20,342.85	13,733.82	14,259.89	19,816.78
Payroll Deductions Payable	363,492.22	2,745,159.96	1,950,686.20	1,157,965.98
	\$ 10,038,481.26	\$ 6,371,177.43	\$ 5,388,686.97	\$ 11,020,971.72
<u>REF.</u>	B	B-2	B-2	B

A detailed analysis of the various deposits is on file in the office of the Township Treasurer.

"B-4"

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF RESERVE FOR TAX SALE PREMIUMS

	<u>REF.</u>	
Balance, December 31, 2022	B	\$ 1,935,500.00
Increased by:		
Receipts	B-2	<u>564,800.00</u>
		\$ 2,500,300.00
Decreased by:		
Disbursements	B-2	<u>962,800.00</u>
Balance, December 31, 2023	B	<u><u>\$ 1,537,500.00</u></u>

"B-5"

SCHEDULE OF RESERVE FOR REDEMPTION OF OUTSIDE LIENS

Balance, December 31, 2022	B	\$ 1,081.86
Increased by:		
Receipts	B-2	<u>658,592.96</u>
		\$ 659,674.82
Decreased by:		
Disbursements	B-2	<u>551,972.61</u>
Balance, December 31, 2023	B	<u><u>\$ 107,702.21</u></u>

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF RESERVE FOR STATE UNEMPLOYMENT INSURANCE

	<u>REF.</u>		
Balance, December 31, 2022	B		\$ 23,265.77
Increased by:			
Interest Earned on Deposit		\$ 4,322.49	
Receipts		<u>169,043.52</u>	
	B-2		<u>173,366.01</u>
			\$ <u>196,631.78</u>
Decreased by:			
Disbursements	B-2		<u>101,385.30</u>
Balance, December 31, 2023	B		\$ <u><u>95,246.48</u></u>

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF RESERVE FOR LAW ENFORCEMENT TRUST FUND

	<u>REF.</u>		
Balance, December 31, 2022	B	\$	12,580.55
Increased by:			
Interest Earned on Deposit		\$	776.09
Receipts			<u>8,242.50</u>
	B-2		<u>9,018.59</u>
Balance, December 31, 2023	B	\$	<u><u>21,599.14</u></u>

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF RESERVE FOR MUNICIPAL OPEN SPACE TRUST DEPOSITS

	<u>REF.</u>		
Balance, December 31, 2022	B		\$ 3,294,373.83
Increased by:			
Interest Earned on Deposit		\$ 47,771.39	
Receipts		<u>500,031.65</u>	
	B-2		<u>547,803.04</u>
			\$ <u>3,842,176.87</u>
Decreased by:			
Disbursements	B-2		<u>1,285,859.77</u>
Balance, December 31, 2023	B		<u>\$ 2,556,317.10</u>

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF RESERVE FOR ANIMAL CONTROL TRUST FUND EXPENDITURES

	<u>REF.</u>		
Balance, December 31, 2022	B		\$ 45,967.00
Increased by:			
Cat License Fees Collected		\$ 600.00	
Dog License Fees Collected		19,954.80	
Replacement Fees		6.00	
Late Fees		605.00	
Kennel/Pet Shop Licenses		50.00	
	B-2	\$ 21,215.80	
Transfer Accounts Payable	B-11	2,508.00	
			<u>23,723.80</u>
			\$ 69,690.80
Decreased by:			
Expenditures Under R.S.4:19-15.11	B-2	\$ 8,993.24	
Excess Reserve for Expenditures Due Current Fund	B-12	15,975.36	
			<u>24,968.60</u>
Balance, December 31, 2023	B		\$ <u>44,722.20</u>

LICENSE FEES COLLECTED

<u>YEAR</u>	<u>AMOUNT</u>
2022	\$ 22,024.20
2021	<u>22,698.00</u>
	\$ <u>44,722.20</u>

"B-10"

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF DUE STATE DEPARTMENT OF HEALTH - ANIMAL CONTROL TRUST FUND

	<u>REF.</u>		
Balance, December 31, 2022	B	\$	31.20
Increased by:			
State Registration Fees Collected	B-2		<u>2,020.20</u>
		\$	2,051.40
Decreased by:			
Paid to State Department of Health	B-2		<u>2,028.60</u>
Balance, December 31, 2023	B	\$	<u><u>22.80</u></u>

"B-11"

SCHEDULE OF ACCOUNTS PAYABLE - ANIMAL CONTROL FUND

Balance, December 31, 2022	B	\$	2,508.00
Decreased by:			
Transfer to Reserve for Expenditures	B-9		<u>2,508.00</u>

"B-12"

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF DUE CURRENT FUND - ANIMAL CONTROL TRUST FUND

	<u>REF.</u>	
Balance, December 31, 2022 (Due To)	B	\$ 47,553.16
Increased by:		
Excess Reserve for Animal Control Expenditures	B-9	<u>15,975.36</u>
		\$ 63,528.52
Decreased by:		
Disbursements	B-2	<u>47,553.16</u>
Balance, December 31, 2023 (Due To)	B	<u>\$ 15,975.36</u>

"B-13"

SCHEDULE OF DUE CURRENT FUND - OTHER TRUST FUND

Balance, December 31, 2022 (Due From)	B	\$ 1,894,601.01
Increased by:		
Disbursements	B-2	<u>1,727,219.14</u>
		\$ 3,621,820.15
Decreased by:		
Receipts	B-2	<u>1,672,470.72</u>
Balance, December 31, 2023 (Due From)	B	<u>\$ 1,949,349.43</u>

"B-14"

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF DUE GENERAL CAPITAL FUND - OTHER TRUST FUND

	<u>REF.</u>	
Increased by:		
Receipts	B-2	\$ <u>601.12</u>
Balance, December 31, 2023 (Due To)	B	\$ <u><u>601.12</u></u>

"B-15"

SCHEDULE OF DUE SEWER OPERATING FUND - OTHER TRUST FUND

Balance, December 31, 2022 (Due From)	B	\$ 54,220.99
Increased by:		
Disbursements	B-2	\$ <u>563.56</u>
		\$ <u>54,784.55</u>
Decreased by:		
Receipts	B-2	<u>54,784.55</u>

"B-16"

TOWNSHIP OF BRIDGEWATER

TRUST FUND

SCHEDULE OF DEFERRED CHARGES

REF.

Balance, December 31, 2022
and December 31, 2023

(Overexpenditure of Reserve for Salary Settlements)

B

\$ 376,732.07

TOWNSHIP OF BRIDGEWATER
GENERAL CAPITAL FUND
SCHEDULE OF CASH - TREASURER

	<u>REF.</u>		
Balance, December 31, 2022	C		\$ 2,784,440.98
Increased by Receipts:			
Capital Improvement Fund	C-7	\$ 500,000.00	
Deferred Unfunded	C-6		
Reserve for Payment of Debt Service	C-13		
Fund Balance	C-1	149,338.46	
Bond Anticipation Notes	C-11	16,139,000.00	
Due Current Fund	C-15	3,176,481.33	
Due Other Trust Fund	C-16	17,810.04	
Due Sewer Utility Operating fund	C-18	899,367.81	
Due Sewer Cutility Capital Fund	C-17	47,471.00	
Improvement Authorizations Refunded	C-9	<u>17,962.00</u>	
			<u>20,947,430.64</u>
			\$ <u>23,731,871.62</u>
Decreased by Disbursements:			
Contracts Payable	C-12	\$ 11,079,389.11	
Due Current Fund	C-15	25,639.65	
Due Trust Other Fund	C-16	18,411.16	
Due Sewer Cutility Capital Fund	C-17	347,471.00	
Fund Balance	C-1	207,601.15	
Bond Anticipation Notes	C-11	<u>8,539,000.00</u>	
			<u>20,217,512.07</u>
Balance, December 31, 2023	C		\$ <u><u>3,514,359.55</u></u>

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

ANALYSIS OF CAPITAL CASH AND INVESTMENTS

	BALANCE DECEMBER <u>31, 2023</u>
Capital Improvement Fund	\$ 186,097.88
Fund Balance	658,947.16
Reserve for Capital Projects	150,000.00
Reserve for Preliminary Expenses	5,000.00
Reserve for Debt Service	8,801.15
Due Current Fund	207,601.15
Due Other Trust Fund	(601.12)
Contracts Payable	2,680,219.40
Unexpended Proceeds of Bond Anticipation Notes (Listed on C-6)	1,426,785.53
Funded Improvement Authorizations	270,827.61
Unfunded Improvements Expended (Listed on C-6)	<u>(2,079,319.21)</u>
	<u>\$ 3,514,359.55</u>
<u>REF.</u>	C

"C-4"

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES
TO FUTURE TAXATION - FUNDED

	<u>REF.</u>		
Balance, December 31, 2022	C		\$ 67,774,613.15
Decreased by:			
Improvement Authority Loans Paid by Budget	C-14	\$ 252,702.82	
Bonds Paid by Budget	C-10	<u>4,045,000.00</u>	
			<u>4,297,702.82</u>
Balance, December 31, 2023	C		<u>\$ 63,476,910.33</u>

"C-5"

SCHEDULE OF RESERVE FOR PRELIMINARY EXPENSES

Balance, December 31, 2022 and December 31, 2023	C		<u>\$ 5,000.00</u>
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TOWNSHIP OF BRIDGEWATER
GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION UNFUNDED

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2022		2023 AUTHORIZATION		BALANCE DECEMBER 31, 2023		ANALYSIS OF BALANCE, DECEMBER 31, 2023		UNEXPENDED IMPROVEMENT AUTHORIZATIONS	
								BOND ANTICIPATION NOTES	EXPENDITURES		
06-14	Various Road Improvements	\$	226,899.78	\$		\$	226,899.78	\$	226,899.78		
20-20	Demolition of Existing Building on Mountain Top Road		190,000.00				190,000.00		159,033.00	30,967.00	
21-07	Various Road Improvements		295.00				295.00			295.00	
21-25	Improvements to Various Roads, Streets and Infrastructure		1,900,000.00				1,900,000.00		1,674,624.85	225,375.15	
22-03	Various Road Improvements		7,600,000.00				7,600,000.00	7,600,000.00			
22-09	Stream Bank Restoration Project		939,692.00				939,692.00	939,000.00		692.00	
22-31	Bridgewater Senior Center COVID-19 Resiliency Project		242,040.00				242,040.00		18,761.58	223,278.42	
23-01	Various Road Improvements				7,600,000.00		7,600,000.00	7,600,000.00			
		\$	11,098,926.78	\$	7,600,000.00	\$	18,698,926.78	\$	16,139,000.00	\$	480,607.57

REF.

C

C-9

C

C-11

C-3

Improvement Authorizations Unfunded		\$	1,907,393.10
Less: Unexpended Proceeds of Bond Anticipation Notes			1,426,785.53
		\$	480,607.57

"C-7"

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>REF.</u>	
Balance, December 31, 2022	C	\$ 86,097.88
Increased by:		
2023 Budget Appropriation	C-2	<u>500,000.00</u>
		\$ <u>586,097.88</u>
Decreased by:		
Appropriated to Finance Improvements	C-9	<u>400,000.00</u>
Balance, December 31, 2023	C	\$ <u><u>186,097.88</u></u>

"C-8"

SCHEDULE OF RESERVE FOR CAPITAL PROJECTS

Balance, December 31, 2022 and December 31, 2023	C	\$ <u><u>150,000.00</u></u>
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TOWNSHIP OF BRIDGEWATER
GENERAL CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ordinance	BALANCE - DECEMBER 31, 2022		2023 AUTHORIZATIONS		CANCELED AUTHORIZATIONS	EXPENDED	CONTRACTS PAYABLE CANCELED	BALANCE - DECEMBER 31, 2023	
	FUNDED	UNFUNDED	AUTHORIZED	CANCELED				FUNDED	UNFUNDED
07-02 Construction of Municipal Complex	\$ 94,617.82	\$	\$	\$ 94,617.82	\$	\$	\$	\$	\$
08-03 Various Road and Drainage Improvements	1,775.67			1,775.67					
08-04 Various Improvements	816.36			816.36					
10-03 Various Improvements	4,337.50			4,227.50			3,837.00	3,947.00	
11-06 Various Improvements	13,715.70							13,715.70	
11-07 Various Improvements	1,205.00			1,205.00					
13-06 Various Road Improvements	71,722.35							71,722.35	
15-05 Various Road Improvements	4,322.50							3,505.00	
16-13 Various Road Improvements	39,634.94							5,220.90	
16-14 Acquisition of Various Public Equipment	43,087.64			39,634.94		2,831.00		6,612.40	
17-14 Various Road Improvements	0.30							15,154.64	
17-15 Acquisition of Various Public Works Equipment	7,367.25					27,913.00		0.30	
18-07 Various Road Improvements	102,520.47					4,900.00		2,487.25	
18-10 Various Acquisitions and Improvements	41,730.64							102,520.47	
19-11 Various Public Works Equipment	3,338.71							41,730.64	
19-13 Various Road Improvements	3,886.93							3.71	
20-20 Demolition of Existing Bldg on Mountain Top Road	1,094,338.38							313.65	
21-07 Various Road Improvements	295.00							30,967.00	
21-25 Improvements to Various Streets, Roads & Infrastructure	1,025,375.15							295.00	
22-03 Various Road Improvements	41,947.29							225,375.15	
22-09 Stream Bank Restoration Project	969,692.00							480,125.07	
22-31 Bridgewater Senior Center COVID-19 Resiliency Project	242,040.00							296,638.93	
23-01 Various Road Improvements			8,000,000.00			7,359,286.47		223,278.42	
	\$ 1,560,119.58	\$ 2,310,316.44	\$ 8,000,000.00	\$ 142,277.29	\$ 10,010,678.70	\$ 460,740.68	\$ 270,827.61	\$ 1,907,393.10	
	C	C	C-1	C	C-12	C	C:C-6		
Deferred Charges To Future Taxation - Unfunded			\$ 7,600,000.00						
Capital Improvement Fund			400,000.00						
			\$ 8,000,000.00						
Contracts Payable			\$ 10,028,640.70						
Less: Refunds			17,962.00						
			\$ 10,010,678.70						

IOWANSHIP OF BRIDGEWATER
GENERAL CAPITAL FUND

SCHEDULE OF SERIAL BONDS PAYABLE

PURPOSE	DATE OF ISSUE	AMOUNT OF ORIGINAL ISSUE	OUTSTANDING		INTEREST RATE	BALANCE DECEMBER 31, 2022	DECREASED	BALANCE DECEMBER 31, 2023
			DATE	AMOUNT				
General Improvements	4/1/12	16,842,000.00	4/1/2024-2026	1,010,000.00	3.000%			
			04/01/2027	1,010,000.00	3.125%			
			4/1/2028-2029	1,010,000.00	3.250%			
General Improvements	8/1/2016	8,348,000.00	04/01/2030	1,010,000.00	3.500%			
			04/01/2031	1,010,000.00	3.500%			
			04/01/2032	1,010,000.00	3.500%			
			08/01/2024	470,000.00	4.000%	10,102,000.00	1,010,000.00	9,092,000.00
			08/01/2025	485,000.00	4.000%			
			08/01/2026	485,000.00	2.000%			
			08/01/2027	500,000.00	2.000%			
			08/01/2028-2029	500,000.00	2.000%			
			08/01/2030-2031	500,000.00	2.125%			
			08/01/2032-2034	500,000.00	2.250%			
			08/01/2035	500,000.00	2.375%			
			08/01/2036	485,000.00	2.500%			
General Improvement Refunding Bonds	8/24/2017	14,605,000.00	09/01/2024	935,000.00	4.000%			
			09/01/2025	930,000.00	5.000%			
			09/01/2026	965,000.00	5.000%			
			09/01/2027	975,000.00	5.000%			
			09/01/2028	990,000.00	5.000%			
			09/01/2029	990,000.00	5.000%			
			09/01/2030	1,000,000.00	4.000%			
			09/01/2031	1,000,000.00	3.000%			
			09/01/2032	990,000.00	3.000%			
			09/01/2033	990,000.00	3.000%			
			09/01/2034	970,000.00	3.000%			
			09/01/2035	1,055,000.00	3.000%			
General Improvement Bonds	8/9/2018	13,170,000.00	09/01/2024	615,000.00	5.000%			
			09/01/2024	640,000.00	5.000%			
			09/01/2025	655,000.00	4.500%			
			09/01/2027	705,000.00	3.000%			
			09/01/2028	720,000.00	3.000%			
			09/01/2029	740,000.00	3.000%			
			09/01/2030	765,000.00	3.000%			
			09/01/2031	785,000.00	3.000%			
			09/01/2032	815,000.00	3.000%			
			09/01/2033	840,000.00	3.000%			
			09/01/2034	865,000.00	3.250%			
			09/01/2035	895,000.00	3.125%			
09/01/2036	900,000.00	3.250%						
09/01/2037	900,000.00	2.750%						
09/01/2024	280,000.00	4.000%	11,195,000.00	585,000.00	10,610,000.00			
General Improvement Bonds	8/1/2021	5,550,000.00	8/1/2025-2026	350,000.00	4.000%			
			08/01/2027	360,000.00	4.000%			
			08/01/2028	370,000.00	4.000%			
			08/01/2029	375,000.00	3.000%			
			8/1/2030-2037	820,000.00	2.000%	5,360,000.00	280,000.00	5,080,000.00
			08/01/2024	940,000.00	5.000%			
			08/01/2025	965,000.00	5.000%			
			08/01/2026	1,000,000.00	5.000%			
			08/01/2027	1,030,000.00	5.000%			
			08/01/2028	1,055,000.00	5.000%			
			01/09/1900	1,075,000.00	4.000%			
			08/01/2030	1,115,000.00	4.000%			
08/01/2031	1,150,000.00	4.000%						
08/01/2032	1,180,000.00	4.000%						
08/01/2033	1,220,000.00	4.000%						
08/01/2034	1,260,000.00	3.125%						
08/01/2035	1,280,000.00	3.250%						
08/01/2036	1,300,000.00	3.500%						
08/01/2037	1,300,000.00	3.500%						
08/01/2038	1,500,000.00	3.500%						
08/01/2039	1,535,000.00	4.000%						
08/01/2040	1,560,000.00	4.000%						
						\$	\$	\$
						20,945,000.00	785,000.00	20,160,000.00
						67,156,000.00	4,045,000.00	63,111,000.00
						C	C-4	C

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTES

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF ORIGINAL ISSUE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2022	INCREASED	DECREASED	BALANCE DECEMBER 31, 2023
22-09	Stream Bank Restoration Project	08/02/22	07/31/23	07/31/24	4.50%	\$ 939,000.00	\$ 939,000.00	\$ 939,000.00	\$ 939,000.00
22-13	Senior Center COVID-19 Resiliency Project	08/02/22	07/31/23	07/31/24	4.50%	7,600,000.00	7,600,000.00	7,600,000.00	7,600,000.00
23-01	Various Road Improvements	07/31/23	07/31/23	07/31/24	4.50%		7,600,000.00		7,600,000.00
						<u>\$ 8,539,000.00</u>	<u>\$ 16,139,000.00</u>	<u>\$ 8,539,000.00</u>	<u>\$ 16,139,000.00</u>

REF.

C

C-2

C-2

C:C-6

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF RESERVE FOR CONTRACTS PAYABLE

	<u>REF.</u>		
Balance, December 31, 2022	C		\$ 4,191,708.49
Increased by:			
Charges to Improvement Authorizations	C-9		<u>10,028,640.70</u>
			\$ 14,220,349.19
Decreased by:			
Disbursements	C-2	\$ 11,079,389.11	
Canceled	C-9	<u>460,740.68</u>	
			<u>11,540,129.79</u>
Balance, December 31, 2023	C		<u>\$ 2,680,219.40</u>

"C-13"

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF RESERVE FOR PAYMENT OF DEBT SERVICE

	<u>REF.</u>	
Balance, December 31, 2022 and December 31, 2023	C	\$ <u>8,801.15</u>

"C-14"

SCHEDULE OF IMPROVEMENT AUTHORITY LOANS PAYABLE

Balance, December 31, 2022	C	\$ 618,613.15
Decreased by: Payment on Loans	C-4	<u>252,702.82</u>
Balance, December 31, 2023	C	\$ <u>365,910.33</u>

"C-15"

TOWNSHIP OF BRIDGEWATER
GENERAL CAPITAL FUND
SCHEDULE OF DUE CURRENT FUND

	<u>REF.</u>	
Balance, December 31, 2022 (Due From)	C	\$ 2,943,240.53
Increased by: Disbursements	C-2	25,639.65 \$ <u>2,968,880.18</u>
Decreased by: Receipts	C-2	<u>3,176,481.33</u>
Balance, December 31, 2023 (Due To)	C	\$ <u><u>207,601.15</u></u>

"C-16"

SCHEDULE OF DUE TRUST OTHER FUND

Increased by: Disbursements	C-2	\$ 18,411.16
Decreased by: Receipts	C-2	<u>17,810.04</u>
Balance, December 31, 2023 (Due From)	C	\$ <u><u>601.12</u></u>

"C-17"

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF DUE SEWER UTILITY CAPITAL FUND

	<u>REF.</u>		
Balance, December 31, 2022 (Due To)	C	\$	300,000.00
Increased by: Receipts	C-2		<u>47,471.00</u>
		\$	347,471.00
Decreased by: Disbursements	C-2		<u>347,471.00</u>

"C-18"

SCHEDULE OF DUE SEWER UTILITY OPERATING FUND

Balance, December 31, 2022 (Due From)	C	\$	899,367.81
Decreased by: Receipts	C-2		<u>899,367.81</u>

TOWNSHIP OF BRIDGEWATER

GENERAL CAPITAL FUND

SCHEDULE OF BONDS AND NOTES
AUTHORIZED BUT NOT ISSUED

<u>ORDINANCE</u> <u>NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>		<u>BALANCE</u> <u>DECEMBER 31, 2023</u>
06-14	Various Road Improvements	\$	226,899.78
20-20	Demolition of Existing Bldg on Mountain Top Road		190,000.00
21-07	Various Road Improvements		295.00
21-25	Improvements to Various Streets, Roads & Infrastructures		1,900,000.00
22-09	Stream Bank Restoration Project		692.00
22-31	Bridgewater Senior Center COVID-19 Resiliency Project		<u>242,040.00</u>
		\$	<u>2,559,926.78</u>

"D-5"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF CHANGE FUND

REF.

Balance, December 31, 2022
and December 31, 2023

D

\$ 100.00

TOWNSHIP OF BRIDGEWATERSEWER UTILITY FUNDSCHEDULE OF CASH - COLLECTOR-TREASURER

	<u>REF.</u>	<u>OPERATING</u>	<u>CAPITAL</u>
Balance, December 31, 2022	D	\$ <u>5,911,731.58</u>	\$ <u>1,462,048.41</u>
Increased by Receipts:			
Sewer Charges Receivable	D-8	\$ 12,135,468.91	\$
Miscellaneous Revenue Not Anticipated	D-1:D-3	481,502.81	
Due Current Fund	D-10	4,153,948.05	300,000.00
Due General Capital Fund	D-11		347,471.00
Due Trust Other Fund	D-20	563.56	
Due Sewer Utility Operating Fund	D-27		908,438.09
Sewer Overpayments	D-9	19,869.51	
Bond Anticipation Note Payable	D-30		200,000.00
Branchburg Share of Operating Costs	D-1:D-3	80,000.00	
Township of Warren - Debt Service	D-1:D-3	61,125.30	
Sewer Capital Fund Balance	D-1:D-3	495,113.00	
Prepaid Sewer Charges	D-19	152,778.88	
		\$ <u>17,580,370.02</u>	\$ <u>1,755,909.09</u>
		\$ <u>23,492,101.60</u>	\$ <u>3,217,957.50</u>
Decreased by Disbursements:			
2023 Budget Appropriations	D-4	\$ 11,042,067.49	\$
2022 Appropriation Reserves	D-18	134,194.84	
Fund Balance	D-2		495,113.00
Due Current Fund	D-10	5,729,184.15	200,000.00
Due General Capital Fund	D-12:D-11	899,367.81	47,471.00
Sewer Overpayments	D-9	368.26	
Due Trust Other Fund	D-20	54,784.55	
Due Sewer Capital Fund	D-26	908,438.09	
Bond Anticipation Notes Payable	D-30		300,000.00
Contracts Payable	D-13		2,164,393.52
Accounts Payable	D-14	44,070.85	
Accrued Interest on Bonds	D-29	161,435.00	
Accrued Interest on Loans	D-28	2,840.00	
Refund of Prior Year Revenue	D-1	134.76	
		\$ <u>18,976,885.80</u>	\$ <u>3,206,977.52</u>
Balance, December 31, 2023	D:D-7	\$ <u>4,515,215.80</u>	\$ <u>10,979.98</u>

"D-7"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

ANALYSIS OF SEWER UTILITY CAPITAL CASH

	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2023</u>
SEWER:	
Fund Balance	\$ 83,594.37
Contracts Payable	486,813.76
Due Sewer Operating Fund	495,113.00
Due Current Fund	100,000.00
Capital Improvement Fund	843.56
Improvement Authorizations - Funded:	
Ord. # 13-05 Various Sewer Utility Improvements	53,675.00
Ord. # 16-12 Various Sewer Utility Improvements	337,533.95
Ord. # 18-09 Various Sewer Utility Improvements	508,230.80
Ord. # 19-12 Various Sewer Utility Improvements	53,983.18
Ord. # 21-13 Imp to Gilbridge & Middlebrook Pump Stations	253,150.62
Bonds and Notes Authorized but not Issued	(2,778,496.48)
Unfunded Improvements Expended	<u>416,538.22</u>
	<u>\$ 10,979.98</u>

REF.

D:D-6

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF SEWER USE CHARGES RECEIVABLE

	<u>REF.</u>		
Balance, December 31, 2022	D		\$ 1,328,509.75
Increased by:			
Sewer Charges Levied (Net)			<u>11,470,382.51</u>
			\$ <u>12,798,892.26</u>
Decreased By:			
Collections	D-6	\$ 12,135,468.91	
Prepaid Applied	D-19	77,947.37	
Canceled		<u>255,581.28</u>	
			<u>12,468,997.56</u>
Balance, December 31, 2023	D		\$ <u><u>329,894.70</u></u>

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF SEWER USE CHARGE OVERPAYMENTS

	<u>REF.</u>	
Balance, December 31, 2022	D	\$ 1,946.22
Increased by:		
Receipts	D-6	<u>19,869.51</u>
		\$ <u>21,815.73</u>
Decreased by:		
Refunded	D-6	<u>368.26</u>
Balance, December 31, 2023	D	\$ <u><u>21,447.47</u></u>

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF DUE CURRENT FUND

	<u>REF.</u>	SEWER UTILITY OPERATING <u>FUND</u>	SEWER UTILITY CAPITAL <u>FUND</u>
Balance, December 31, 2022			
Due To	D	\$ 1,354,648.76	\$
Increased by:			
Receipts	D-6	<u>4,153,948.05</u>	<u>300,000.00</u>
		\$ 5,508,596.81	\$ 300,000.00
Decreased by:			
Disbursements	D-6	<u>5,729,184.15</u>	<u>200,000.00</u>
Balance, December 31, 2023			
Due From	D	\$ 220,587.34	
Due To	D		\$ <u>100,000.00</u>

"D-11"

TOWNSHIP OF BRIDGEWATER
SEWER UTILITY CAPITAL FUND
SCHEDULE OF DUE GENERAL CAPITAL FUND

	<u>REF.</u>	
Balance, December 31, 2022 (Due From)	D	\$ 300,000.00
Increased by:		
Disbursements	D-6	47,471.00
		<u>\$ 347,471.00</u>
Decreased by:		
Receipts	D-6	<u>347,471.00</u>

"D-12"

SEWER UTILITY FUND
SCHEDULE OF DUE GENERAL CAPITAL FUND

Balance, December 31, 2022 (Due To)	D	\$ 899,367.81
Decreased by:		
Disbursements	D-6	<u>899,367.81</u>

"D-13"

TOWNSHIP OF BRIDGEWATER
SEWER UTILITY CAPITAL FUND
SCHEDULE OF CONTRACTS PAYABLE

	<u>REF.</u>		
Balance, December 31, 2022	D		\$ 1,389,788.05
Increased by:			
Charges to Improvement Authorizations	D-24		<u>1,315,094.23</u>
			\$ 2,704,882.28
Decreased by:			
Disbursements	D-6	\$ 2,164,393.52	
Contracts Payable Canceled	D-24	<u>53,675.00</u>	
			<u>2,218,068.52</u>
Balance, December 31, 2023	D		<u>\$ 486,813.76</u>

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF ENCUMBRANCES AND ACCOUNTS PAYABLE

	<u>REF.</u>		
Balance, December 31, 2022	D		\$ 251,805.43
Increased by:			
2023 Appropriations	D-4	\$ 325,778.87	
2022 Appropriation Reserves	D-18	<u>29,833.02</u>	
			\$ <u>355,611.89</u>
Decreased by:			
Disbursements	D-6	\$ 44,070.85	
2022 Appropriation Reserves	D-18	<u>106,734.10</u>	
			\$ <u>150,804.95</u>
Balance, December 31, 2023			\$ <u><u>456,612.37</u></u>
Reserve for Encumbrances Payable	D		\$ 325,778.87
Reserve for Accounts Payable	D		<u>130,833.50</u>
			\$ <u><u>456,612.37</u></u>

"D-15"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

<u>ORDINANCE NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>ORDINANCE DATE</u>	<u>BALANCE DECEMBER 31, 2023 AND 2022</u>
15-07	Various Sewer Utility Improvements	05/14/15	1,560,000.00
16-12	Various Sewer Utility Improvements	06/20/16	3,225,000.00
17-20	Various Sewer Utility Improvements	08/21/17	3,719,700.00
18-09	Various Sewer Utility Improvements	05/21/18	1,745,500.00
19-12	Various Sewer Utility Improvements	07/01/19	2,000,000.00
21-13	Imp to Gilbridge & Middlebrook Pump Stations	06/21/21	1,500,000.00
21-24	Middlebrook Trunk Sewer Renovations	12/20/21	400,000.00
			<u>\$ 14,150,200.00</u>
		<u>REF.</u>	D

"D-16"

SCHEDULE OF FIXED CAPITAL

<u>ACCOUNT</u>	<u>BALANCE DECEMBER 31, 2023 & 2022</u>
Bridgewater Trunk Sewer	\$ 1,040,000.00
Somerset Shopping Center Trunk Sewer Crossing #3 Trunk Sewer and North Branch Trunk Sewer Section 2	1,200,000.00
North Branch Trunk Sewer Connection	2,915,519.36
Vanderveer Trunk	300,000.00
Improvements to Ivy Lane	126,034.63
Purchase of Equipment	460,930.87
Middlebrook Trunk Sewer Connection	8,588,727.14
Gilbridge Pump Station	1,224,610.00
Bradley Gardens Sewer System	655,733.15
Finderne Section Sewer System	488,035.94
North trunk Line Manhole Rehabilitation	819,191.78
Various Sewer Improvements	1,730,027.61
Religning Sewer Mains- Bradley Gardens, Finderne and Somerville Roads	1,423,239.10
	<u>\$ 20,972,049.58</u>
	<u>REF.</u> D

"D-17"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

REF.

Balance, December 31, 2022
and December 31, 2023

D

\$ 843.56

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF 2022 APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2022	BALANCE AFTER MODIFICATION	PAID OR CHARGED	BALANCE LAPSED
Operating:				
Salaries and Wages	\$ 104,104.24	\$ 104,104.24	\$ 38,894.26	\$ 65,209.98
Other Expenses	12,603.44	119,336.56	119,336.56	
Somerset Raritan Valley Sewerage Authority	533,255.86	533,256.84		533,256.84
Group Health Insurance	227,650.49	227,650.49	5,797.04	221,853.45
Statutory Expenditures:				
Contribution to Social Security System	300.06	300.06		300.06
	<u>\$ 877,914.09</u>	<u>\$ 984,648.19</u>	<u>\$ 164,027.86</u>	<u>\$ 820,620.33</u>
	D			D-1
Balance, December 31, 2022	\$ 877,914.09	\$ 877,914.09		
Transfer of Encumbrances Payable		106,734.10		
		<u>\$ 984,648.19</u>		
Disbursements			\$ 134,194.84	
Encumbrances Payable			<u>29,833.02</u>	
			<u>\$ 164,027.86</u>	

REF.

D

D-14

D-6

D-14

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF PREPAID SEWER CHARGES

	<u>REF.</u>	
Balance, December 31, 2022	D	\$ 77,947.37
Increased by:		
Receipts	D-6	<u>152,778.88</u>
		\$ 230,726.25
Decreased by:		
Prepaid Applied	D-8	<u>77,947.37</u>
Balance, December 31, 2023	D	<u><u>\$ 152,778.88</u></u>

"D-20"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF DUE TRUST OTHER FUND

	<u>REF.</u>	
Balance, December 31, 2022 (Due To)	D	\$ 54,220.99
Increased by:		
Receipts	D-6	<u>563.56</u>
		\$ 54,784.55
Decreased by:		
Disbursements	D-6	<u>54,784.55</u>

"D-21"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY CAPITAL FUND

SCHEDULE OF ENVIRONMENTAL INFRASTRUCTURE TRUST LOAN PAYABLE

	<u>REF.</u>	
Balance, December 31, 2022	D	\$ 266,788.12
Decreased by:		
Loans Paid by Budget	D-4:D-23	<u>37,398.28</u>
Balance, December 31, 2023	D	<u>\$ 229,389.84</u>

"D-22"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY CAPITAL FUND

SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

<u>ORDINANCE NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>DATE</u>	<u>BALANCE DECEMBER 31, 2023 AND 2022</u>
16-12	Various Sewer Utility Improvements	07/12/16	\$ 1,700,000.00
17-20	Various Sewer Utility Improvements	08/21/17	2,299,000.00
18-09	Various Sewer Utility Improvements	05/21/18	1,745,500.00
19-12	Various Sewer Utility Improvements	07/01/19	2,000,000.00
21-13	Imp to Gilbridge & Middlebrook Pump Stations	06/21/21	<u>1,500,000.00</u>
			<u>\$ 9,244,500.00</u>
		<u>REF.</u>	D

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY CAPITAL FUND

SCHEDULE OF RESERVE FOR AMORTIZATION

	<u>REF.</u>		
Balance, December 31, 2022	D		\$ 17,361,464.98
Increased by:			
EIT Loan Payable Paid by Operating Budget	D-21	\$ 37,398.28	
Serial Bonds Paid by Operating Budget	D-25	<u>290,000.00</u>	
			<u>327,398.28</u>
Balance, December 31, 2023	D		\$ <u>17,688,863.26</u>

TOWNSHIP OF BRIDGEWATER
SEWER UTILITY CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

ORDINANCE	IMPROVEMENT DESCRIPTION	ORDINANCE AMOUNT	BALANCE, DECEMBER 31, 2022		CONTRACTS PAYABLE CANCELED	CONTRACTS PAYABLE	BALANCE, DECEMBER 31, 2023	
			FUNDED	UNFUNDED			FUNDED	UNFUNDED
09-10	Improvements to the Sanitary Sewer System	\$ 1,300,000.00	\$	167.00	\$	\$	\$	167.00
13-05	Various Sewer Utility Improvements	1,800,000.00			53,675.00		53,675.00	
15-07	Various Sewer Utility Improvements	1,560,000.00		281,799.61				281,799.61
16-12	Various Sewer Utility Improvements	3,225,000.00	337,533.95				337,533.95	
17-20	Various Sewer Utility Improvements	3,719,700.00		948,674.11		814,102.50		134,571.61
18-09	Various Sewer Utility Improvements	1,745,500.00	848,965.71			340,734.91		
19-12	Various Sewer Utility Improvements	2,000,000.00	53,983.18				53,983.18	
21-13	Imp to Gidbridge & Middlebrook Pump Stations	1,500,000.00	413,407.44			180,256.82	253,150.62	
		\$	1,653,890.28	\$ 1,230,640.72	\$ 53,675.00	\$ 1,315,094.23	\$ 1,206,573.55	\$ 416,538.22

REF.

D

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D-13

D-13

D

D

D

D

D

D

D

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY CAPITAL FUND

SCHEDULE OF SEWER SERIAL BONDS PAYABLE

DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DATE	AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2022	DECREASED	BALANCE DECEMBER 31, 2023
Sewer Utility Bonds	4/1/12	636,000.00	4/1/2024-2026	3.000%			
			04/01/2027	3.125%			
			4/1/2028-2029	3.250%			
			04/01/2030	3.375%			
			04/01/2031	3.500%			
			04/01/2032	3.500%			
			08/01/2024	5.000%	391,000.00	35,000.00	356,000.00
			08/01/2025	5.000%			
			08/01/2026	2.500%			
			08/01/2027	3.000%			
			08/01/2028	3.000%			
			08/01/2029	3.000%			
			08/01/2030	3.000%			
			08/01/2031	3.000%			
			08/01/2032	3.000%			
			08/01/2033	3.000%			
			08/01/2034	3.000%			
			8/1/2035-2036	3.125%			
			08/01/2037	3.250%			
					4,880,000.00	255,000.00	4,625,000.00
					\$ 5,271,000.00	\$ 290,000.00	\$ 4,981,000.00

REF.

D-4

D

D

"D-26"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF DUE SEWER UTILITY CAPITAL FUND

	<u>REF.</u>	
Balance, December 31, 2022 (Due To)	D	\$ 413,325.09
Decreased by:		
Disbursements	D-6	<u>908,438.09</u>
Balance, December 31, 2023 (Due From)	D	<u>\$ 495,113.00</u>

"D-27"

SEWER UTILITY CAPITAL FUND

SCHEDULE OF DUE SEWER UTILITY OPERATING FUND

Balance, December 31, 2022 (Due From)	D	\$ 413,325.09
Decreased by:		
Receipts	D-6	<u>908,438.09</u>
Balance, December 31, 2023 (Due To)	D	<u>\$ 495,113.00</u>

"D-28"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF ACCRUED INTEREST ON LOANS

	<u>REF.</u>	
Balance, December 31, 2022	D	\$ 1,768.69
Increased by:		
Budget Appropriation Charges	D-4	3,000.00
		<u>\$ 4,768.69</u>
Decreased by:		
Interest Paid	D-6	2,840.00
		<u>2,840.00</u>
Balance, December 31, 2023	D	<u>\$ 1,928.69</u>

"D-29"

SCHEDULE OF ACCRUED INTEREST ON BONDS

Balance, December 31, 2022	D	\$ 70,760.83
Increased by:		
Budget Appropriation Charges	D-4	164,713.53
		<u>\$ 235,474.36</u>
Decreased by:		
Interest Paid	D-6	161,435.00
		<u>161,435.00</u>
Balance, December 31, 2023	D	<u>\$ 74,039.36</u>

TOWNSHIP OF BRIDGEWATER
SEWER UTILITY CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTE PAYABLE

ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF ORIGINAL ISSUE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2022	INCREASED	DECREASED	BALANCE DECEMBER 31, 2023	REF.
21-24	Middlebrook Trunk Sewer Renovations	08/01/22	08/01/22	08/01/23	4.00%	\$ 300,000.00	\$ 200,000.00	\$ 300,000.00	\$ 200,000.00	D
21-24	Middlebrook Trunk Sewer Renovations	08/01/22	07/31/23	07/31/24	4.50%		200,000.00			D-6
						<u>\$ 300,000.00</u>	<u>\$ 200,000.00</u>	<u>\$ 300,000.00</u>	<u>\$ 200,000.00</u>	D-6
						D	D-6	D-6	D	

"D-31"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF CONNECTION CHARGES RECEIVABLE

REF.

Balance, December 31, 2022
and December 31, 2023 (Overpayment)

D

\$ 550.00

"D-32"

TOWNSHIP OF BRIDGEWATER

SEWER UTILITY FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

<u>ORDINANCE</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>BALANCE DECEMBER 31, 2023</u>
	Sewer Utility Capital Fund:	
98-11	Purchase of Equipment	\$ 380.87
09-10	Improvements to the Sanitary Sewer System	167.00
13-05	Various Sewer Utility Improvements	319,458.61
15-07	Various Sewer Utility Improvements	837,790.00
17-20	Various Sewer Utility Improvements	1,420,700.00
21-24	Middlebrook Trunk Sewer Renovations	<u>200,000.00</u>
		<u>\$ 2,778,496.48</u>

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PART II

TOWNSHIP OF BRIDGEWATER

STATISTICAL DATA

LIST OF OFFICIALS

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2023

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - CURRENT FUND

	<u>YEAR 2023</u>		<u>YEAR 2022</u>	
	<u>AMOUNT</u>	<u>%</u>	<u>AMOUNT</u>	<u>%</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Fund Balance Utilized	\$ 3,395,000.00	1.46%	\$ 7,435,404.00	3.25%
Miscellaneous - From Other Than Local Property Tax Levies	20,757,377.78	8.94%	20,354,620.95	8.89%
Collection of Delinquent Taxes and Tax Title Liens	1,147,521.97	0.49%	1,143,844.87	0.50%
Collections of Current Tax Levy	<u>206,852,588.97</u>	<u>89.11%</u>	<u>199,995,808.28</u>	<u>87.36%</u>
<u>Total Revenue</u>	<u>\$ 232,152,488.72</u>	<u>100.00%</u>	<u>\$ 228,929,678.10</u>	<u>100.00%</u>
 <u>EXPENDITURES</u>				
Budget Expenditures:				
Municipal Purposes	\$ 44,480,117.02	19.50%	\$ 44,830,882.85	20.02%
County Taxes	40,451,876.24	17.74%	38,547,671.83	17.21%
Regional School Taxes	139,448,832.00	61.14%	136,586,423.00	60.98%
Special Fire District Taxes	3,389,700.90	1.49%	2,810,740.00	1.25%
Other Expenditures	<u>311,944.42</u>	<u>0.15%</u>	<u>1,198,144.26</u>	<u>0.54%</u>
<u>Total Expenditures</u>	<u>\$ 228,082,470.58</u>	<u>100.00%</u>	<u>\$ 223,973,861.94</u>	<u>100.00%</u>
Excess in Revenue	\$ 4,070,018.14		\$ 4,955,816.16	
Adjustments to Income Before Fund Balance:				
Expenditures Included Above Which are by Statute Deferred Charges to Budget of Succeeding Year	\$ _____		202,567.46	
Regulatory Excess to Fund Balance	\$ 4,070,018.14		\$ 5,158,383.62	
Fund Balance - January 1	<u>5,950,300.70</u>		<u>8,227,321.08</u>	
	\$ 10,020,318.84		\$ 13,385,704.70	
Less: Utilization as Anticipated Revenue	<u>3,395,000.00</u>		<u>7,435,404.00</u>	
Fund Balance, December 31	<u>\$ 6,625,318.84</u>		<u>\$ 5,950,300.70</u>	

COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - SEWER UTILITY OPERATING FUND

	<u>YEAR 2023</u>		<u>YEAR 2022</u>	
	<u>AMOUNT</u>	<u>%</u>	<u>AMOUNT</u>	<u>%</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Fund Balance Utilized	\$ 610,000.00	4.13%	\$ 500,000.00	3.99%
Collection of Sewer Use Charges	12,213,416.28	82.74%	10,254,623.99	81.84%
Miscellaneous	<u>1,938,361.44</u>	<u>13.13%</u>	<u>1,775,982.58</u>	<u>14.17%</u>
<u>Total Revenue</u>	<u>\$ 14,761,777.72</u>	<u>100.00%</u>	<u>\$ 12,530,606.57</u>	<u>100.00%</u>
 <u>EXPENDITURES</u>				
Budget Expenditures:				
Operating	\$ 10,594,281.84	90.72%	\$ 10,267,759.26	92.19%
Deferred Charges and Statutory Expenditures	310,000.00	2.65%	140,000.00	1.26%
Debt Service	507,111.81	4.35%	598,389.02	5.38%
Fund Balance Applied to Sewer Use Charges	266,805.63			
Miscellaneous	<u>134.76</u>	<u>0.00%</u>	<u>131,770.40</u>	<u>1.18%</u>
<u>Total Expenditures</u>	<u>\$ 11,678,334.04</u>	<u>97.72%</u>	<u>\$ 11,137,918.68</u>	<u>100.00%</u>
Excess in Revenue	\$ 3,083,443.68		\$ 1,392,687.89	
Fund Balance, January 1	<u>1,907,576.30</u>		<u>1,014,888.41</u>	
	\$ 4,991,019.98		\$ 2,407,576.30	
Less: Utilization as Anticipated Revenue	<u>610,000.00</u>		<u>500,000.00</u>	
Fund Balance, December 31	<u>\$ 4,381,019.98</u>		<u>\$ 1,907,576.30</u>	

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	<u>2023</u>	<u>2022</u>	<u>2021</u>
Tax Rate	<u>\$1.958</u>	<u>\$2.034</u>	<u>\$2.079</u>
Appointment of Tax Rate:			
Municipal	\$0.234	\$0.238	\$0.238
County	0.387	0.395	0.404
Local School	<u>1.337</u>	<u>1.401</u>	<u>1.437</u>

Assessed Valuation:

Year 2023	\$ <u>10,431,873,000.00</u>		
Year 2022		\$ <u>9,754,393,100.00</u>	
Year 2021			\$ <u>9,378,421,822.00</u>

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

A study of this tabulation could indicate a possible trend in future tax levies. A decrease in the percentage of current collection could be an indication of a probable increase in future tax levies.

<u>YEAR</u>	<u>TAX LEVY</u>	<u>CASH COLLECTIONS</u>	<u>CURRENTLY PERCENTAGE OF COLLECTION</u>
2023	\$208,067,097.58	\$206,852,588.97	99.41%
2022	201,453,285.04	199,995,808.28	99.27%
2021	199,279,970.40	198,083,097.70	99.39%

DELINQUENT TAXES AND TAX TITLE LIENS

This tabulation includes a comparison, expressed in percentage, of the total of delinquent taxes and tax title liens, in relation to the tax levies of the last three years.

<u>DECEMBER 31, YEAR</u>	<u>AMOUNT OF TAX TITLE LIENS</u>	<u>AMOUNT OF DELINQUENT TAXES</u>	<u>TOTAL DELINQUENT</u>	<u>PERCENTAGE OF TAX LEVY</u>
2023	\$163,595.43	\$1,171,030.94	\$1,334,626.37	0.64%
2022	160,694.01	1,133,823.61	1,294,517.62	0.64%
2021	155,501.43	1,144,310.16	1,299,811.59	0.65%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

The value of property acquired by liquidation of tax title liens on December 31st on the basis of the last assessed valuation of such properties was as follows:

<u>YEAR</u>	<u>AMOUNT</u>
2023	\$422,300.00
2022	422,300.00
2021	422,300.00

COMPARATIVE SCHEDULE OF FUND BALANCES

	<u>YEAR</u>	<u>BALANCE</u> <u>DECEMBER 31</u>	<u>UTILIZED IN BUDGET</u> <u>OF SUCCEEDING</u> <u>YEAR</u>
Current Fund	2023	\$ 6,602,226.51	\$ 6,185,000.00 *
	2022	5,950,300.70	3,395,000.00
	2021	8,227,321.08	7,435,404.00
	2020	7,886,975.28	6,300,000.00
	2019	8,522,905.42	5,000,000.00
Sewer Utility Operating Fund	2023	\$ 4,381,019.98	\$ 2,925,980.28 *
	2022	1,901,576.30	610,000.00
	2021	1,014,888.41	500,000.00
	2020	1,593,813.94	1,051,563.90
	2019	2,127,703.28	1,490,524.83

* As Introduced

EQUALIZED VALUATIONS – REAL PROPERTY

<u>Year</u>	
2023	\$11,064,148,738.00
2022	11,079,389,821.00
2021	10,068,440,770.00

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 BOND</u>	<u>NAME OF SURETY</u>
Matthew Moench	Mayor		
Michael Kirsh	Council Member - President		
Timothy Ring	Council Member - Vice President		
Allen Kurdyla	Council Member		
Howard Norgalis	Council Member		
Filipe Pedroso	Council Member		
Michael Pappas	Township Administrator, Registrar and Director of Administration & Finance	*	
Wells Winegar	Deputy Township Administrator, Director of Constituent Relations	*	
Holman, Frenia, Allison	Acting Chief Finance Officer to August 13, 2023		
William Pandos	Chief Financial Officer from August 14, 2023	*	
	Qualified Purchasing Agent from November 1, 2023	*	
Christopher Corsini, Esq.	Township Attorney		
Linda Doyle	Municipal Clerk, Assessment Search Officer	\$25,000.00	Penn National Insurance
Grace Karanja	Deputy Municipal Clerk	*	
Rose Witt	Qualified Purchasing Agent to October 31, 2023	*	
Darrow Murdock	Tax Collector, Tax Search Officer, Sewer Collector	\$650,000.00	Penn National Insurance
Anthony DiRado	Tax Assessor	*	
Christine Madrid	Director of Human Resources	*	

OFFICIALS IN OFFICE AND SURETY BONDS (CONTINUED)

<u>NAME</u>	<u>TITLE</u>	<u>AMOUNT OF BOND</u>	<u>NAME OF SURETY</u>
Thomas Genova	Director of Municipal Services	*	
Steve Rodzinak	Construction Code official to June 12, 2023	*	
John Tillotson	Construction Code Official from June 13, 2023	*	
Scarlett Doyle	Township Planner	*	
William Burr	Township Engineer	*	
Richard Shimp	Superintendent of Public Works	*	
Katherine Howes	Municipal Court Judge	*	
Jenni Peterson	Interim Court Administrator	\$75,000.00	Penn National Insurance
John Mitzak	Police Chief	*	
Thomas Scalera	Fire Official	*	
Rachel Barrett	Superintendent of Recreation	*	

*All officials and employees (except as noted) handling and collecting Township funds are covered by a blanket position bond for faithful performance for \$1,000,000.00. The blanket position bond is written by the Pennsylvania National Mutual Insurance Company.

All of the bonds were examined and were properly executed.

COMMENTS AND RECOMMENDATIONS

GENERAL COMMENTS

CONTRACTS AND AGREEMENTS REQUIRED TO BE ADVERTISED FOR N.J.S.A. 40A:11-4

"Every contract or agreement, for the performance of any work or the furnishing or hiring of any materials or supplies, the cost or the contract price whereof is to be paid with or out of public funds not included within the terms of Section 3 of this act, shall be made or awarded only by the governing body of the contracting unit after public advertising for bids and bidding therefore, except as is provided otherwise in this act or specifically by any other law. No work, materials or supplies shall be undertaken, acquired or furnished for a sum exceeding in the aggregate the amount set forth in, or the amount calculated by the Governor pursuant to Section 3 P.L. 1971 C. 198 (C. 40A:11-3), except by contract or agreement."

Effective July 1, 2020, the bid threshold in accordance with N.J.S.A. 40A:11-4 is \$17,500.00 or up to \$44,000.00 if the Municipality has a Qualified Purchasing Agent. On July 6, 2020 the Township elected to increase its bid threshold to \$44,000.00 by resolution of the governing body. On December 7, 2023 the Township appointed a Qualified Purchasing Agent.

The governing body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed \$44,000.00 within the fiscal year. Where the question arises as to whether any contract or agreement might result in violation of the statute, the Township Counsel's opinion should be sought before a commitment is made.

The minutes indicated that bids were requested by public advertising for the following items:

- Kid Street Playground Repair project
- Partial Dam Removal Project
- Police Uniforms, Shoes and Leather Gear- 2nd Year
- Custodial Services
- 2023 Roadway Improvement Projects

The minutes indicate that resolutions were adopted and advertised authorizing the awarding of contracts or agreements for "Professional Services" per N.J.S.A. 40A:11-5.

Inasmuch as the system of records did not provide for an accumulation of payments for categories for the performance of any work or the furnishing or hiring or any materials or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear-cut violations existed.

Our examination of expenditures did not reveal any individual payments, contracts or agreements in excess of \$44,000.00 for the performance of any work or the furnishing or hiring of any materials or supplies, other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S.A. 40A:11-6.

COLLECTION OF INTEREST ON DELINQUENT TAXES AND ASSESSMENTS

The statute provides the method for authorizing interest and the maximum rate to be charged for the non-payment of taxes or assessments on or before the date when they would become delinquent.

The Governing Body on January 5, 2023 adopted the following resolution pursuant to the provisions of R.S. 54:4-67 fixing the rate of delinquent taxes and assessments at 8% per annum on the first \$1,500.00 and a rate of 18% per annum on any amount in excess of \$1,500.00 becoming delinquent after the due date and if the delinquency is in excess of \$10,000.00 and remains in arrears beyond December 31st, an additional penalty of 6% shall be charged if payment of any installment is made within ten days after the date upon which the same becomes payable. Sanitary Sewer Charges are fixed at a delinquent rate of 18% per annum on all delinquent charges after the due date.

It appears from an examination of the Collector's records that interest was collected in accordance with the foregoing resolution.

DELINQUENT TAXES AND TAX TITLE LIENS

The last tax sale was held on October 21, 2023 and was complete.

Inspection of Tax Sale Certificates on file revealed that all Tax Sale Certificates were available for audit.

The following is a comparison of the number of tax title liens (including sewer) receivable on December 31st of the last five years:

<u>YEAR</u>	<u>NUMBER OF LIENS</u>
2023	29
2022	25
2021	26
2020	27
2019	28

It is essential to good management that all means provided by statute be utilized to liquidate tax title liens in order to get such properties back on a taxpaying basis.

VERIFICATION OF DELINQUENT TAXES AND OTHER CHARGES

A test verification of delinquent charges and current payments was made in accordance with the regulations of the Division of Local Government Services, consisting of the mailing of verification notices as follows:

<u>TYPE</u>	
Payments of 2024 Taxes	50
Payments of 2023 Taxes	50
Delinquent Taxes	25
Payment of Sewer Utility Charges	50
Delinquent Sewer Utility Charges	25

OTHER COMMENTS

Interfunds

Transactions invariably occur in one fund which requires a corresponding entry to be made in another fund, thus creating interfund balances. References to the various balance sheets show the interfund balances remaining at year end. As a general rule, all interfund balances should be closed out as of the end of the year.

Fixed Assets

We noted there were six (6) purchases of Fixed Assets that were not included in the Township's Fixed Asset Ledger.

RECOMMENDATIONS

That all Fixed Assets purchased be recorded in the Township's Fixed Asset Ledger.

