

*Report of Audit*

*on the*

*Financial Statements*

*of the*

***Borough of Manville***

*in the*

*County of Somerset*  
*New Jersey*

*for the*

*Year Ended*  
*December 31, 2023*



BOROUGH OF MANVILLE

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BOROUGH OF MANVILLE

PART I

INDEPENDENT AUDITOR'S REPORT ON  
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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



# SUPLEE, CLOONEY & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

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## **INDEPENDENT AUDITOR'S REPORT**

The Honorable Mayor and Members  
of the Borough Council  
Borough of Manville  
County of Somerset  
Manville, New Jersey 08835

### ***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 Borough of Manville (the "Borough"), 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 Borough'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 Borough 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, 2023 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.

***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, the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) the audit requirements of State of New Jersey OMB Circular 15-08 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid" 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 and provisions are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Borough and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our 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 Borough 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 Borough's ability to continue as a going concern for twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

***Auditor's Responsibilities for the Audit of the Financial Statements***

Our objectives are to obtain reasonable assurance about whether the 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 Borough's internal control. Accordingly, no such opinion is expressed.
- evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the Borough's ability to continue as a going concern for a reasonable period of time.

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

### ***Supplementary Information***

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough's regulatory financial statements. The supplementary information, schedules of expenditures of Federal Awards and State Financial Assistance and data listed in the table of contents as required by the Division and the Uniform Guidance and New Jersey OMB 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid 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, Schedule of Expenditures of Federal Awards and State Financial Assistance and data listed in the table of contents, as required by the Division and the Uniform Guidance and New Jersey OMB 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid are fairly stated, in all material respects, in relation to the regulatory financial statements as a whole.

SUPLEE, CLOONEY & COMPANY LLC

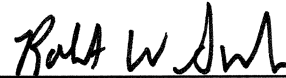
***Other Reporting Required by Government Auditing Standards***

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



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CERTIFIED PUBLIC ACCOUNTANTS



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REGISTERED MUNICIPAL ACCOUNTANT NO. 439

September 25, 2024

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CURRENT FUND

BOROUGH OF MANVILLE

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

| <u>ASSETS</u>  | <u>REF.</u> | <u>BALANCE<br/>DECEMBER<br/>31, 2023</u> | <u>BALANCE<br/>DECEMBER<br/>31, 2022</u> |
|--|-------------|--|--|
| Current Fund:  |             |  |  |
| Cash   | A-4         | \$ 6,108,715.88                          | \$ 5,513,741.16                          |
| Petty Cash   | A-6         | 300.00                                   |  |
| Change Funds   | A-7         | 800.00                                   | 800.00                                   |
| Due State of New Jersey-Senior Citizens<br>and Veterans Deductions | A-8         | 1,221.38                                 | 400.09                                   |
|  |             | <u>\$ 6,111,037.26</u>                   | <u>\$ 5,514,941.25</u>                   |
| Receivables with Full Reserves:                                    |             |  |  |
| Delinquent Property Taxes Receivable                               | A-9         | \$ 429,152.94                            | \$ 487,613.16                            |
| Tax Title Liens Receivable   | A-10        | 66,085.61                                | 58,437.41                                |
| Property Acquired for Taxes - Assessed Valuation                   | A-11        | 1,175,500.00                             | 1,175,500.00                             |
| Revenue Accounts Receivable  | A-12        | 7,127.41                                 | 6,378.35                                 |
| Interfunds Receivable  | A-13        | 835,784.94                               | 289,672.80                               |
|  | A           | <u>\$ 2,513,650.90</u>                   | <u>\$ 2,017,601.72</u>                   |
| Deferred Charges:  |             |  |  |
| Emergency Authorization (40A:4-47)                                 | A-23        | \$ 500,000.00                            | \$ 750,000.00                            |
|  |             | <u>\$ 9,124,688.16</u>                   | <u>\$ 8,282,542.97</u>                   |
| Grant Fund:  |             |  |  |
| Grants Receivable  | A-26        | \$ 2,018,983.90                          | \$ 1,531,487.01                          |
|  |             | <u>\$ 2,018,983.90</u>                   | <u>\$ 1,531,487.01</u>                   |
|  |             | <u>\$ 11,143,672.06</u>                  | <u>\$ 9,814,029.98</u>                   |

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

BOROUGH OF MANVILLE

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

|  | <u>REF.</u> | <u>BALANCE<br/>DECEMBER<br/>31, 2023</u> | <u>BALANCE<br/>DECEMBER<br/>31, 2022</u> |
|--|-------------|--|--|
| <u>LIABILITIES, RESERVES AND FUND BALANCE</u>                      |             |  |  |
| Current Fund:  |             |  |  |
| Liabilities:   |             |  |  |
| Appropriation Reserves   | A-3:A-20    | \$ 796,168.14                            | \$ 350,454.79                            |
| Encumbrances Payable   | A-21        | 463,928.80                               | 246,366.40                               |
| Due State of New Jersey-Senior Citizens<br>and Veterans Deductions | A-8         |  |  |
| Reserve for Sale of Municipal Assets                               | A-15        | 251,360.59                               | 244,679.59                               |
| Tax Overpayments   | A-16        | 29,514.12                                | 15,906.91                                |
| Interfunds Payable   | A-13        | 59,408.41                                | 87,091.97                                |
| Prepaid Taxes  | A-17        | 220,424.20                               | 306,293.03                               |
| Grants Unappropriated - Municipal Relief Fund                      | A-29        | 167,825.42                               | 83,930.38                                |
| Reserve for Tax Appeals  | A-28        | 600,000.00                               | 600,000.00                               |
| Reserve for Miscellaneous Deposits                                 | A-14        | 897,519.32                               | 1,016,532.69                             |
|  |             | <u>\$ 3,486,149.00</u>                   | <u>\$ 2,951,255.76</u>                   |
| Reserve for Receivables  | A           | 2,513,650.90                             | 2,017,601.72                             |
| Fund Balance   | A-1         | <u>3,124,888.26</u>                      | <u>3,313,685.49</u>                      |
|  |             | <u>\$ 9,124,688.16</u>                   | <u>\$ 8,282,542.97</u>                   |
| Grant Fund:  |             |  |  |
| Reserve for Grants-Appropriated                                    | A-27        | \$ 863,221.14                            | \$ 1,008,995.41                          |
| Reserve for Grants-Unappropriated                                  | A-24        | 52,655.42                                | 238,737.00                               |
| Interfunds Payable   | A-25        | 835,784.94                               | 278,662.45                               |
| Encumbrances Payable   | A-22        | 267,322.40                               | 5,092.15                                 |
|  |             | <u>\$ 2,018,983.90</u>                   | <u>\$ 1,531,487.01</u>                   |
|  |             | <u>\$ 11,143,672.06</u>                  | <u>\$ 9,814,029.98</u>                   |

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

## BOROUGH OF MANVILLE

## CURRENT FUND

STATEMENTS OF OPERATIONS AND  
CHANGE IN FUND BALANCE - REGULATORY BASIS

| <u>REVENUE AND OTHER INCOME</u>              | REF.    | YEAR ENDED<br>DECEMBER<br>31, 2023 | YEAR ENDED<br>DECEMBER<br>31, 2022 |
|--|---------|------------------------------------|------------------------------------|
| Fund Balance Utilized                        | A-1:A-2 | \$ 1,770,938.00                    | \$ 1,408,160.08                    |
| Miscellaneous Revenues Anticipated           | A-2     | 4,691,404.77                       | 4,583,070.23                       |
| Receipts from Delinquent Taxes               | A-2     | 462,019.00                         | 446,564.09                         |
| Receipts from Current Taxes                  | A-2     | 29,684,636.10                      | 27,956,303.50                      |
| Non-Budget Revenues                          | A-2     | 425,618.19                         | 181,475.77                         |
| Other Credits to Income:                     |         |                                    |                                    |
| Unexpended Balance of Appropriation Reserves | A-20    | 265,706.85                         | 379,204.22                         |
| Tax Overpayments Canceled                    |         |                                    | 3,850.20                           |
| <u>Total Income</u>                          |         | <u>\$ 37,300,322.91</u>            | <u>\$ 34,958,628.09</u>            |
| <br><u>EXPENDITURES</u><br>                  |         |                                    |                                    |
| Budget and Emergency Appropriations:         |         |                                    |                                    |
| Within "CAPS":                               |         |                                    |                                    |
| Operations Including Contingent              | A-3     | \$ 10,589,144.99                   | \$ 9,596,249.00                    |
| Deferred Charges and Regulatory              |         |                                    |                                    |
| Expenditures - Municipal                     | A-3     | 1,574,559.00                       | 1,447,000.00                       |
| Excluded from "CAPS"                         |         |                                    |                                    |
| Operations                                   | A-3     | 1,619,132.95                       | 951,583.75                         |
| Capital Improvement Fund                     | A-3     | 250,000.00                         | 250,000.00                         |
| Municipal Debt Service                       | A-3     | 638,500.00                         | 655,000.00                         |
| Deferred Charges and Judgments               | A-3     | 330,000.00                         | 350,600.00                         |
| County Tax                                   | A-18    | 4,499,305.54                       | 4,068,792.37                       |
| County Tax for Added and Omitted Taxes       | A-18    | 5,009.49                           | 16,948.15                          |
| Local District School Tax                    | A-19    | 15,656,016.00                      | 15,656,016.00                      |
| Interfund Advances                           |         | 546,112.14                         | 273,354.05                         |
| Refund of Prior Years Revenues               | A-4     | 10,402.03                          |                                    |
| <u>Total Expenditures</u>                    |         | <u>\$ 35,718,182.14</u>            | <u>\$ 33,265,543.32</u>            |
| Excess in Revenue                            |         | \$ 1,582,140.77                    | \$ 1,693,084.77                    |
| <u>Fund Balance</u>                          |         |                                    |                                    |
| Balance, January 1                           | A       | 3,313,685.49                       | 3,028,760.80                       |
|  |         | <u>\$ 4,895,826.26</u>             | <u>\$ 4,721,845.57</u>             |
| Decreased by:                                |         |                                    |                                    |
| Utilization as Anticipated Revenue           | A-1:A-2 | 1,770,938.00                       | 1,408,160.08                       |
| Balance, December 31                         | A       | <u>\$ 3,124,888.26</u>             | <u>\$ 3,313,685.49</u>             |

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

BOROUGH OF MANVILLE

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

|   | REF.    | ANTICIPATED      |                                 | REALIZED         | EXCESS<br>OR<br>(DEFICIT) |
|---|---------|------------------|---------------------------------|------------------|---------------------------|
|   |         | BUDGET           | SPECIAL<br>N.J.S.A.<br>40A:4-87 |                  |                           |
| Fund Balance Anticipated  | A-1     | \$ 1,770,938.00  |                                 | \$ 1,770,938.00  |                           |
| Miscellaneous Revenues:   |         |                  |                                 |                  |                           |
| Alcoholic Beverage Licenses                                     | A-12    | \$ 13,000.00     | \$                              | \$ 13,258.00     | \$ 258.00                 |
| Construction Code Official -<br>Fees and Permits                | A-2     | 125,000.00       |                                 | 125,688.00       | 688.00                    |
| Other Fees and Permits  | A-2     | 70,000.00        |                                 | 70,051.22        | 51.22                     |
| Fines and Costs - Municipal Court                               | A-12    | 78,000.00        |                                 | 107,718.03       | 29,718.03                 |
| Interest and Costs on Taxes                                     | A-12    | 74,000.00        |                                 | 78,031.11        | 4,031.11                  |
| Energy Receipts Tax   | A-12    | 1,620,097.00     |                                 | 1,620,096.80     | (0.20)                    |
| Transitional Aid  | A-12    | 510,000.00       |                                 | 510,000.00       |                           |
| Municipal Relief Fund   | A-29    | 83,930.38        |                                 | 83,930.38        |                           |
| Shared Services - DPW - Somerville                              | A-12    | 9,000.00         |                                 | 9,901.08         | 901.08                    |
| Uniform Fire Safety   | A-12    | 175,000.00       |                                 | 262,663.94       | 87,663.94                 |
| Verizon Franchise Fees  | A-12    | 47,000.00        |                                 | 42,307.96        | (4,692.04)                |
| Cable Franchise Fee   | A-12    | 61,000.00        |                                 | 56,059.00        | (4,941.00)                |
| Federal Emergency Management                                    | A-14    | 250,000.00       |                                 | 250,000.00       |                           |
| American Rescue Plan - Loss of Revenue                          | A-12    | 192,835.30       |                                 | 192,835.30       |                           |
| Recycling Tonage Grant  | A-26    | 18,601.22        |                                 | 18,601.22        |                           |
| Body Armor Replacement Fund                                     | A-26    | 1,789.27         |                                 | 1,789.27         |                           |
| Clean Communities   | A-26    | 23,528.87        |                                 | 23,528.87        |                           |
| Federal Bulletproof Vest  | A-26    | 1,577.40         |                                 | 1,577.40         |                           |
| National Opioids Settlement                                     | A-26    | 19,006.22        |                                 | 19,006.22        |                           |
| Emergency Siren Grant   | A-26    | 200,000.00       |                                 | 200,000.00       |                           |
| NJ DOT - Knopf Street Phase 3                                   | A-26    |                  | 409,350.00                      | 409,350.00       |                           |
| Community Development Block Grant                               | A-26    |                  | 132,884.74                      | 132,884.74       |                           |
| Supplemental Transitional Aid - Emergency Service               | A-26    |                  | 298,618.00                      | 298,618.00       |                           |
| Supplemental Transitional Aid - Information Technology          | A-26    |                  | 150,000.00                      | 150,000.00       |                           |
| Municipal Alliance  | A-26    |                  | 13,508.23                       | 13,508.23        |                           |
|   | A-1     | \$ 3,573,365.66  | \$ 1,004,360.97                 | \$ 4,691,404.77  | \$ 113,678.14             |
| Receipts From Delinquent Taxes                                  | A-2     | \$ 400,000.00    | \$                              | \$ 462,019.00    | \$ 62,019.00              |
| Amount to be Raised by Taxes for<br>Support of Municipal Budget | A-9:A-2 | \$ 9,864,172.31  | \$                              | \$ 11,124,305.07 | \$ 1,260,132.76           |
| <u>Budget Totals</u>  |         | \$ 15,608,475.97 | \$ 1,004,360.97                 | \$ 18,048,666.84 | \$ 1,435,829.90           |
| Non-Budget Revenues   | A-2     |                  |                                 | 425,618.19       | 425,618.19                |
|   |         | \$ 15,608,475.97 | \$ 1,004,360.97                 | \$ 18,474,285.03 | \$ 1,861,448.09           |
|   | REF.    | A-3              | A-3                             |                  |                           |

BOROUGH OF MANVILLE

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

|   | <u>REF.</u> |                         |
|---|-------------|-------------------------|
| Allocations of Current Tax Collections:               |             |                         |
| Revenues from Collections                             | A-1:A-9     | \$ 29,684,636.10        |
| Allocated to:   |             |                         |
| School and County Taxes                               |             | <u>20,160,331.03</u>    |
| Balance for Support of Municipal Appropriations       |             | \$ 9,524,305.07         |
| Add: Appropriation "Reserve for Uncollected Taxes"    | A-3         | <u>1,600,000.00</u>     |
| Amount for Support of Municipal Budget Appropriations | A-2         | <u>\$ 11,124,305.07</u> |

ANALYSIS OF REALIZED REVENUES

|                                 |         |                      |
|---------------------------------|---------|----------------------|
| Receipts from Delinquent Taxes: |         |                      |
| Delinquent Tax Collections      | A-9     | \$ <u>462,019.00</u> |
|                                 | A-1:A-2 | \$ <u>462,019.00</u> |
| Other Fees and Permits:         |         |                      |
| Engineering Department          | A-12    | \$ 15,523.50         |
| Registrar                       | A-12    | 4,252.00             |
| Police Department               | A-12    | 9,869.72             |
| Clerk                           | A-12    | 35,615.00            |
| Planning/Zoning Board           | A-12    | <u>4,791.00</u>      |
|                                 | A-2     | \$ <u>70,051.22</u>  |
| Construction Code Fees          | A-12    | \$ 126,741.00        |
| Less: Refunds                   | A-4     | <u>1,053.00</u>      |
|                                 | A-2     | <u>\$ 125,688.00</u> |

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

BOROUGH OF MANVILLE

CURRENT FUND

STATEMENT OF REVENUES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

ANALYSIS OF NON-BUDGET REVENUE

|   | <u>REF.</u> |                      |
|---|-------------|----------------------|
| Miscellaneous Revenue Not Anticipated:        |             |                      |
| Code Enforcement/Planning Board               |             | \$ 2,000.00          |
| Police  |             | 271.39               |
| Returned Check and Miscellaneous Fees         |             | 993.44               |
| Raritan DPW                                   |             | 35,166.00            |
| Clerk   |             | 5,974.10             |
| Health and Food Licenses                      |             | 19,407.00            |
| Public Works                                  |             | 1,069.00             |
| Abandoned Properties                          |             | 18,625.00            |
| Police Outside Services Administrative Fees   |             | 81,044.93            |
| Finance                                       |             | 104,207.94           |
| Interest on Investments                       |             | 131,571.91           |
| Senior Citizen and Veteran Administrative Fee |             | <u>1,149.30</u>      |
|   | A-4         | \$ 401,480.01        |
| Tax Collector                                 | A-5         | <u>24,138.18</u>     |
|   | A-1:A-4     | <u>\$ 425,618.19</u> |

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

BOROUGH OF MANVILLE  
CURRENT FUND

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

|                                  | APPROPRIATIONS |                              |               | PAID OR<br>CHARGED | RESERVED | UNEXPENDED<br>BALANCE<br>CANCELLED |
|----------------------------------|----------------|------------------------------|---------------|--------------------|----------|------------------------------------|
|                                  | BUDGET         | BUDGET AFTER<br>MODIFICATION |               |                    |          |                                    |
| <b>OPERATIONS WITHIN "CAPS":</b> |                |                              |               |                    |          |                                    |
| <b>GENERAL GOVERNMENT</b>        |                |                              |               |                    |          |                                    |
| Administrative and Executive:    |                |                              |               |                    |          |                                    |
| Salaries and Wages               | \$ 261,000.00  | \$ 321,749.50                | \$ 321,571.34 | \$ 178.16          | \$       |                                    |
| Other Expenses                   | 91,000.00      | 97,000.00                    | 96,947.32     | 52.68              |          |                                    |
| Sustainable NJ                   | 2,000.00       | 2,000.00                     |               | 2,000.00           |          |                                    |
| Mayor and Council:               |                |                              |               |                    |          |                                    |
| Salaries and Wages               | 35,000.00      | 38,100.50                    | 38,100.50     |                    |          |                                    |
| Other Expenses                   | 5,000.00       | 5,250.00                     | 5,236.08      | 13.92              |          |                                    |
| Borough Clerk:                   |                |                              |               |                    |          |                                    |
| Salaries and Wages               | 30,000.00      | 25,000.00                    | 21,338.48     | 3,661.52           |          |                                    |
| Other Expenses                   | 13,000.00      | 16,500.00                    | 16,447.96     | 52.04              |          |                                    |
| Elections:                       |                |                              |               |                    |          |                                    |
| Other Expenses                   | 3,500.00       | 3,500.00                     | 2,890.20      | 609.80             |          |                                    |
| Financial Administration:        |                |                              |               |                    |          |                                    |
| Salaries and Wages               | 55,000.00      | 56,600.00                    | 56,538.36     | 61.64              |          |                                    |
| Other Expenses                   | 39,000.00      | 39,000.00                    | 38,800.53     | 199.47             |          |                                    |
| Audit                            | 68,500.00      | 68,500.00                    | 65,525.00     | 2,975.00           |          |                                    |
| Assessment of Taxes:             |                |                              |               |                    |          |                                    |
| Salaries and Wages               | 67,500.00      | 67,500.00                    | 63,137.88     | 4,362.12           |          |                                    |
| Other Expenses                   | 19,100.00      | 19,100.00                    | 10,258.69     | 8,841.31           |          |                                    |
| Data Processing:                 |                |                              |               |                    |          |                                    |
| Other Expenses                   | 45,000.00      | 45,000.00                    | 42,894.41     | 2,105.59           |          |                                    |
| Collection of Taxes:             |                |                              |               |                    |          |                                    |
| Salaries and Wages               | 74,060.00      | 74,060.00                    | 61,535.39     | 12,524.61          |          |                                    |
| Other Expenses                   | 21,000.00      | 21,000.00                    | 20,511.95     | 488.05             |          |                                    |
| Legal Services and Costs:        |                |                              |               |                    |          |                                    |
| Other Expenses                   | 170,000.00     | 155,000.00                   | 124,134.46    | 30,865.54          |          |                                    |
| Engineering Services and Costs:  |                |                              |               |                    |          |                                    |
| Other Expenses                   | 60,000.00      | 119,000.00                   | 115,451.50    | 3,548.50           |          |                                    |
| Public Buildings and Grounds:    |                |                              |               |                    |          |                                    |
| Other Expenses                   | 103,500.00     | 103,500.00                   | 93,339.23     | 10,160.77          |          |                                    |
| Planning/Zoning:                 |                |                              |               |                    |          |                                    |
| Salaries and Wages               | 6,650.00       | 6,650.00                     | 5,999.76      | 650.24             |          |                                    |
| Other Expenses                   | 60,000.00      | 60,000.00                    | 34,494.40     | 25,505.60          |          |                                    |

BOROUGH OF MANVILLE  
CURRENT FUND

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

|  | APPROPRIATIONS |                           |               | PAID OR CHARGED | RESERVED | UNEXPENDED BALANCE CANCELLED |
|--|----------------|---------------------------|---------------|-----------------|----------|------------------------------|
|  | BUDGET         | BUDGET AFTER MODIFICATION |               |                 |          |                              |
| <b>OPERATIONS WITHIN "CAPS":</b>                 |                |                           |               |                 |          |                              |
| <b>PUBLIC SAFETY</b>                             |                |                           |               |                 |          |                              |
| Fire:  |                |                           |               |                 |          |                              |
| Other Expenses                                   | \$ 161,520.00  | \$ 161,520.00             | \$ 159,271.83 | \$ 2,248.17     | \$       |                              |
| Police:  |                |                           |               |                 |          |                              |
| Salaries and Wages                               | 3,278,164.70   | 3,162,164.70              | 3,040,921.11  | 121,243.59      |          |                              |
| Other Expenses                                   | 200,000.00     | 200,000.00                | 200,000.00    |                 |          |                              |
| American Rescue Plan - Police Salaries and Wages | 192,835.30     | 192,835.30                | 192,835.30    |                 |          |                              |
| Emergency Management:                            |                |                           |               |                 |          |                              |
| Salaries and Wages                               | 16,100.00      | 16,100.00                 | 13,115.47     | 2,984.53        |          |                              |
| Other Expenses                                   | 27,000.00      | 27,000.00                 | 24,871.09     | 2,128.91        |          |                              |
| First Aid Organization Contribution              | 10,000.00      | 10,000.00                 | 10,000.00     |                 |          |                              |
| First Aid Insurance Payment                      | 35,000.00      | 35,000.00                 | 35,000.00     |                 |          |                              |
| Shade Tree Commission                            | 15,000.00      | 15,000.00                 | 9,177.51      | 5,822.49        |          |                              |
| Public Works Department:                         |                |                           |               |                 |          |                              |
| Salaries and Wages                               | 1,288,500.00   | 1,258,500.00              | 1,227,118.57  | 31,381.43       |          |                              |
| Other Expenses                                   | 873,612.00     | 873,612.00                | 872,124.94    | 1,487.06        |          |                              |
| Board of Health:                                 |                |                           |               |                 |          |                              |
| Salaries and Wages                               | 10,000.00      | 11,000.00                 | 10,348.00     | 652.00          |          |                              |
| Other Expenses                                   | 10,100.00      | 10,100.00                 | 7,168.19      | 2,931.81        |          |                              |
| Bloodborne Pathogens:                            |                |                           |               |                 |          |                              |
| Other Expenses                                   | 100.00         | 100.00                    |               | 100.00          |          |                              |
| <b>RECREATION AND EDUCATION</b>                  |                |                           |               |                 |          |                              |
| Recreation:                                      |                |                           |               |                 |          |                              |
| Salaries and Wages                               | 222,500.00     | 292,500.00                | 290,750.73    | 1,749.27        |          |                              |
| Other Expenses                                   | 27,000.00      | 27,000.00                 | 26,294.43     | 705.57          |          |                              |
| Celebration of Events, Anniversary or Holiday:   |                |                           |               |                 |          |                              |
| Other Expenses                                   | 4,000.00       | 4,000.00                  | 3,375.21      | 624.79          |          |                              |
| Contribution to Senior Citizen Center            | 10,000.00      | 10,000.00                 | 10,000.00     |                 |          |                              |
| Contribution to Youth Services Commission        | 100.00         | 100.00                    |               | 100.00          |          |                              |
| Rental Agreements                                | 30,000.00      | 30,000.00                 | 30,000.00     |                 |          |                              |

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

BOROUGH OF MANVILLE  
CURRENT FUND

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

|  | APPROPRIATIONS   |                              |        | PAID OR<br>CHARGED | RESERVED      | UNEXPENDED<br>BALANCE<br>CANCELLED |
|--|------------------|------------------------------|--------|--------------------|---------------|------------------------------------|
|  | BUDGET           | BUDGET AFTER<br>MODIFICATION | BUDGET |                    |               |                                    |
| <b>OPERATIONS WITHIN "CAPS" (CONTINUED)</b>                |                  |                              |        |                    |               |                                    |
| Insurance:   |                  |                              |        |                    |               |                                    |
| Group Insurance Plan for Employees                         | \$ 972,000.00    | \$ 1,002,000.00              | \$     | 747,417.61         | \$ 254,582.39 | \$                                 |
| Other Insurance Premiums                                   | 365,000.00       | 379,000.00                   |        | 364,769.43         | 14,230.57     |                                    |
| Workmen Comp. Insurance                                    | 230,352.99       | 230,352.99                   |        | 216,059.24         | 14,293.75     |                                    |
| Health Benefits Waiver                                     | 15,000.00        | 15,000.00                    |        |                    | 15,000.00     |                                    |
| <b>STATE UNIFORM CONSTRUCTION CODE</b>                     |                  |                              |        |                    |               |                                    |
| Construction Office:                                       |                  |                              |        |                    |               |                                    |
| Salaries and Wages   | 205,000.00       | 194,800.00                   |        | 189,815.99         | 4,984.01      |                                    |
| Other Expenses   | 16,000.00        | 42,000.00                    |        | 29,813.99          | 12,186.01     |                                    |
| Property Maintenance:                                      |                  |                              |        |                    |               |                                    |
| Salaries and Wages   | 52,000.00        | 47,000.00                    |        | 44,323.20          | 2,676.80      |                                    |
| Other Expenses   | 5,000.00         | 5,000.00                     |        | 5,000.00           |               |                                    |
| Uniform Fire Safety Act:                                   |                  |                              |        |                    |               |                                    |
| Salaries and Wages   | 171,000.00       | 156,000.00                   |        | 137,255.74         | 18,744.26     |                                    |
| Other Expenses   | 25,250.00        | 25,250.00                    |        | 17,336.27          | 7,913.73      |                                    |
| <b>UNCLASSIFIED</b>  |                  |                              |        |                    |               |                                    |
| Utilities:   |                  |                              |        |                    |               |                                    |
| Gasoline and Fuel  | 150,000.00       | 150,000.00                   |        | 150,000.00         |               |                                    |
| Electricity  | 117,000.00       | 117,000.00                   |        | 92,186.94          | 24,813.06     |                                    |
| Natural Gas  | 33,000.00        | 33,000.00                    |        | 32,698.57          | 301.43        |                                    |
| Telephone  | 97,000.00        | 97,000.00                    |        | 90,694.69          | 6,305.31      |                                    |
| Street Lighting  | 107,000.00       | 107,000.00                   |        | 91,858.50          | 15,141.50     |                                    |
| Fire Hydrant Service                                       | 167,500.00       | 167,500.00                   |        | 131,339.90         | 36,160.10     |                                    |
| Water  | 17,700.00        | 17,700.00                    |        | 15,774.35          | 1,925.65      |                                    |
| Postage  | 23,000.00        | 23,000.00                    |        | 15,564.20          | 7,435.80      |                                    |
| Accumulated Absences                                       | 100,000.00       | 100,000.00                   |        | 100,000.00         |               |                                    |
| <b>TOTAL OPERATIONS WITHIN "CAPS"</b>                      | \$ 10,510,144.99 | \$ 10,589,144.99             | \$     | 9,869,434.44       | \$ 719,710.55 | \$                                 |
| <b>TOTAL OPERATIONS INCLUDING CONTINGENT WITHIN "CAPS"</b> | \$ 10,510,144.99 | \$ 10,589,144.99             | \$     | 9,869,434.44       | \$ 719,710.55 | \$                                 |

BOROUGH OF MANVILLE  
CURRENT FUND

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

|  | <u>APPROPRIATIONS</u>   |                         |                     | <u>PAID OR</u>       | <u>RESERVED</u>   | <u>UNEXPENDED</u> |
|--|-------------------------|-------------------------|---------------------|----------------------|-------------------|-------------------|
|  | <u>BUDGET</u>           | <u>BUDGET AFTER</u>     | <u>MODIFICATION</u> | <u>CHARGED</u>       |                   | <u>BALANCE</u>    |
|  |                         |                         |                     |                      |                   | <u>CANCELLED</u>  |
| <u>OPERATIONS WITHIN "CAPS" (CONTINUED)</u>          |                         |                         |                     |                      |                   |                   |
| <u>DEFERRED CHARGES AND STATUTORY</u>                |                         |                         |                     |                      |                   |                   |
| <u>EXPENDITURES - MUNICIPAL WITHIN "CAPS"</u>        |                         |                         |                     |                      |                   |                   |
| Statutory Expenditures:                              |                         |                         |                     |                      |                   |                   |
| Contribution to:                                     |                         |                         |                     |                      |                   |                   |
| Public Employees' Retirement System                  | \$ 338,692.00           | \$ 338,692.00           | \$                  | 330,769.34           | 7,922.66          | \$                |
| Social Security System (O.A.S.I.)                    | 312,000.00              | 293,000.00              |                     | 232,131.41           | 868.59            |                   |
| Police and Firemen's Pension Fund                    | 981,867.00              | 981,867.00              |                     | 981,866.00           | 1.00              |                   |
| State Unemployment Insurance                         | 10,000.00               | 10,000.00               |                     |                      | 10,000.00         |                   |
| DGRP   | 11,000.00               | 11,000.00               |                     | 601.96               | 10,398.04         |                   |
| Total Statutory Expenditures                         | <u>\$ 1,653,559.00</u>  | <u>\$ 1,574,559.00</u>  | <u>\$</u>           | <u>1,545,368.71</u>  | <u>29,190.29</u>  | <u>\$</u>         |
| <u>TOTAL DEFERRED CHARGES AND STATUTORY</u>          |                         |                         |                     |                      |                   |                   |
| <u>EXPENDITURES - MUNICIPAL WITHIN "CAPS"</u>        | <u>\$ 1,653,559.00</u>  | <u>\$ 1,574,559.00</u>  | <u>\$</u>           | <u>1,545,368.71</u>  | <u>29,190.29</u>  | <u>\$</u>         |
| <u>TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL</u>    |                         |                         |                     |                      |                   |                   |
| <u>PURPOSES WITHIN "CAPS"</u>                        | <u>\$ 12,163,703.99</u> | <u>\$ 12,163,703.99</u> | <u>\$</u>           | <u>11,414,803.15</u> | <u>748,900.84</u> | <u>\$</u>         |
| <u>OPERATIONS - EXCLUDED FROM "CAPS"</u>             |                         |                         |                     |                      |                   |                   |
| Length of Service Awards Program                     | \$ 14,000.00            | \$ 14,000.00            | \$                  |                      | 14,000.00         | \$                |
| Public Employees' Retirement System                  | 4,178.00                | 4,178.00                |                     | 4,178.00             |                   |                   |
| Police and Firemen's Retirement System of NJ         | 17,041.00               | 17,041.00               |                     | 17,041.00            |                   |                   |
| Interlocal Municipal Service Agreements:             |                         |                         |                     |                      |                   |                   |
| Health Services Contract:                            |                         |                         |                     |                      |                   |                   |
| County of Somerset                                   | 89,400.00               | 89,400.00               |                     | 88,780.44            | 619.56            |                   |
| Somerset County Regional Animal Shelter              | 49,650.00               | 49,650.00               |                     | 44,000.00            | 5,650.00          |                   |
| Municipal Court Services:                            |                         |                         |                     |                      |                   |                   |
| Township of Hillsborough                             | 142,500.00              | 142,500.00              |                     | 116,822.50           | 25,677.50         |                   |
| Accounting Services:                                 |                         |                         |                     |                      |                   |                   |
| Township of Montgomery                               | 33,500.00               | 33,500.00               |                     | 32,179.76            | 1,320.24          |                   |
| <u>TOTAL OTHER OPERATIONS - EXCLUDED FROM "CAPS"</u> | <u>\$ 350,269.00</u>    | <u>\$ 350,269.00</u>    | <u>\$</u>           | <u>303,001.70</u>    | <u>47,267.30</u>  | <u>\$</u>         |

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

BOROUGH OF MANVILLE  
CURRENT FUND

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

|   | <u>APPROPRIATIONS</u> |                     |                 | <u>UNEXPENDED</u> |
|---|-----------------------|---------------------|-----------------|-------------------|
|   | <u>BUDGET</u>         | <u>BUDGET AFTER</u> | <u>PAID OR</u>  | <u>BALANCE</u>    |
|   |                       | <u>MODIFICATION</u> | <u>CHARGED</u>  | <u>CANCELED</u>   |
|   |                       |                     |                 | <u>RESERVED</u>   |
|   |                       |                     |                 |                   |
| <u>PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUE</u>                                    |                       |                     |                 |                   |
| Municipal Alliance on Alcoholism & Drug Abuse   | \$                    | \$                  | \$              | \$                |
| State Share (N.J.S.A. 40A:4-87 + \$13,508.23)   |                       | 13,508.23           | 13,508.23       |                   |
| Clean Communities Program   | 23,528.87             | 23,528.87           | 23,528.87       |                   |
| Office of Emergency Management  | 200,000.00            | 200,000.00          | 200,000.00      |                   |
| Body Armor Replacement Fund   | 1,789.27              | 1,789.27            | 1,789.27        |                   |
| Community Development Block Grant (N.J.S.A. 40A:4-87 + \$132,884.74)                    |                       | 132,884.74          | 132,884.74      |                   |
| NJ DOT - Knopf St. Improvements Grant (N.J.S.A. 40A:4-87 + \$409,350.00)                |                       | 409,350.00          | 409,350.00      |                   |
| Supplemental Transitional Aid Emergency Services (N.J.S.A. 40A:4-87 + \$298,618.00)     |                       | 298,618.00          | 298,618.00      |                   |
| Supplemental Transitional Aid Information Technology (N.J.S.A. 40A:4-87 + \$150,000.00) |                       | 150,000.00          | 150,000.00      |                   |
| Recycling Tonnage   | 18,601.22             | 18,601.22           | 18,601.22       |                   |
| Federal Bulletproof Vest  | 1,577.40              | 1,577.40            | 1,577.40        |                   |
| National Opioids Settlement   | 19,006.22             | 19,006.22           | 19,006.22       |                   |
| <u>TOTAL PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUE</u>                              | \$ 264,502.98         | \$ 1,268,863.95     | \$ 1,268,863.95 | \$                |
| <u>TOTAL OPERATIONS - EXCLUDED FROM "CAPS"</u>  | \$ 614,771.98         | \$ 1,619,132.95     | \$ 1,571,865.65 | \$ 47,267.30      |
| <u>CAPITAL IMPROVEMENTS EXCLUDED FROM "CAPS"</u>  |                       |                     |                 |                   |
| Capital Improvement Fund  | \$ 250,000.00         | \$ 250,000.00       | \$ 250,000.00   | \$                |
| <u>TOTAL CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"</u>                                | \$ 250,000.00         | \$ 250,000.00       | \$ 250,000.00   | \$                |
| <u>MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"</u>                                    |                       |                     |                 |                   |
| Payment of Bond Principal   | \$ 550,000.00         | \$ 550,000.00       | \$ 550,000.00   | \$                |
| Interest on Bonds   | 100,000.00            | 100,000.00          | 88,500.00       | 11,500.00         |
| <u>TOTAL MUNICIPAL DEBT SERVICE EXCLUDED FROM "CAPS"</u>                                | \$ 650,000.00         | \$ 650,000.00       | \$ 638,500.00   | \$ 11,500.00      |

BOROUGH OF MANVILLE  
CURRENT FUND

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

|   | <u>APPROPRIATIONS</u>   |                         | <u>PAID OR</u>          | <u>RESERVED</u>      | <u>UNEXPENDED</u>   |
|---|-------------------------|-------------------------|-------------------------|----------------------|---------------------|
|   | <u>BUDGET</u>           | <u>BUDGET AFTER</u>     | <u>CHARGED</u>          |                      | <u>BALANCE</u>      |
|   |                         | <u>MODIFICATION</u>     |                         |                      | <u>CANCELED</u>     |
| <u>DEFERRED CHARGES - EXCLUDED FROM "CAPS"</u>                                  |                         |                         |                         |                      |                     |
| Emergency Authorizations  | \$ 250,000.00           | \$ 250,000.00           | \$ 250,000.00           | \$                   | \$                  |
| Deferred Charges to Future Taxation Unfunded:                                   |                         |                         |                         |                      |                     |
| Ordinance 1996-0830, 2018-1200  | 80,000.00               | 80,000.00               | 80,000.00               |                      |                     |
| <u>TOTAL DEFERRED CHARGES - EXCLUDED FROM "CAPS"</u>                            | <u>\$ 330,000.00</u>    | <u>\$ 330,000.00</u>    | <u>\$ 330,000.00</u>    | <u>\$</u>            | <u>\$</u>           |
| <u>TOTAL GENERAL APPROPRIATIONS FOR MUNICIPAL PURPOSES EXCLUDED FROM "CAPS"</u> | <u>\$ 1,844,771.98</u>  | <u>\$ 2,849,132.95</u>  | <u>\$ 2,790,365.65</u>  | <u>\$ 47,267.30</u>  | <u>\$ 11,500.00</u> |
| <u>SUB-TOTAL GENERAL APPROPRIATIONS RESERVE FOR UNCOLLECTED TAXES</u>           | <u>\$ 14,008,475.97</u> | <u>\$ 15,012,836.94</u> | <u>\$ 14,205,168.80</u> | <u>\$ 796,168.14</u> | <u>\$ 11,500.00</u> |
|   | <u>1,600,000.00</u>     | <u>1,600,000.00</u>     | <u>1,600,000.00</u>     |                      |                     |
| <u>TOTAL GENERAL APPROPRIATIONS</u>   | <u>\$ 15,608,475.97</u> | <u>\$ 16,612,836.94</u> | <u>\$ 15,805,168.80</u> | <u>\$ 796,168.14</u> | <u>\$ 11,500.00</u> |

REF.

A-2

A-1

A-A-1

Appropriation by 40A:4-87  
Budget

|     |                         |
|-----|-------------------------|
| A-2 | \$ 1,004,360.97         |
| A-2 | <u>15,608,475.97</u>    |
|     | <u>\$ 16,612,836.94</u> |

Cash Disbursements  
Reserve for Encumbrances  
Reserve for Grants Appropriated  
Deferred Charges  
Reserve for Uncollected Taxes

|      |                         |
|------|-------------------------|
| A-4  | \$ 12,245,376.05        |
| A-21 | 440,928.80              |
| A-27 | 1,268,863.95            |
| A-23 | 250,000.00              |
| A-2  | <u>1,600,000.00</u>     |
|      | <u>\$ 15,805,168.80</u> |

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TRUST FUND

"B"

BOROUGH OF MANVILLE

TRUST FUND

BALANCE SHEETS - REGULATORY BASIS

|  | <u>REF.</u> | <u>BALANCE</u><br><u>DECEMBER</u><br><u>31, 2023</u> | <u>BALANCE</u><br><u>DECEMBER</u><br><u>31, 2022</u> |
|--|-------------|--|--|
| <u>ASSETS</u>                                      |             |  |  |
| Animal Control Trust Fund:                         |             |  |  |
| Cash   | B-1         | \$ <u>6,994.69</u>                                   | \$ <u>13,996.55</u>                                  |
|  |             | \$ <u>6,994.69</u>                                   | \$ <u>13,996.55</u>                                  |
| Other Funds:                                       |             |  |  |
| Cash   | B-1         | \$ 1,821,613.65                                      | \$ 2,473,232.02                                      |
| Community Development Block Grant Receivable       | B-9         | 150,784.73   | 316,594.37   |
| Interfunds Receivable                              | B-8         | 59,408.41  | 67,294.85  |
|  |             | \$ <u>2,031,806.79</u>                               | \$ <u>2,857,121.24</u>                               |
|  |             | \$ <u>2,038,801.48</u>                               | \$ <u>2,871,117.79</u>                               |
| <u>LIABILITIES, RESERVES AND FUND BALANCES</u>     |             |  |  |
| Animal Control Trust Fund:                         |             |  |  |
| Interfunds Payable                                 | B-4         | \$   | \$ 6,915.35  |
| Due State of New Jersey                            | B-3         | 19.80  |  |
| Reserve for Animal Control Trust Fund Expenditures | B-2         | 6,974.89   | 7,081.20   |
|  |             | \$ <u>6,994.69</u>                                   | \$ <u>13,996.55</u>                                  |
| Other Funds:                                       |             |  |  |
| Encumbrances Payable                               | B-7         | \$ 28,507.76   | \$ 24,433.70   |
| Reserve For:                                       |             |  |  |
| Community Development Block Grant Reserves         | B-8         | 40,926.68  | 173,929.57   |
| Various Reserves and Deposits                      | B-6         | 1,962,372.35   | 2,658,757.97   |
|  |             | \$ <u>2,031,806.79</u>                               | \$ <u>2,857,121.24</u>                               |
|  |             | \$ <u>2,038,801.48</u>                               | \$ <u>2,871,117.79</u>                               |

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

GENERAL CAPITAL FUND

"C"

BOROUGH OF MANVILLE

GENERAL CAPITAL FUND

BALANCE SHEETS - REGULATORY BASIS

|  | <u>REF.</u> | BALANCE<br>DECEMBER<br><u>31, 2023</u> | BALANCE<br>DECEMBER<br><u>31, 2022</u> |
|--|-------------|--|--|
| <u>ASSETS</u>                                  |             |  |  |
| Cash   | C-2         | \$ 199,534.32                          | \$ 112,327.69                          |
| Grants Receivable                              | C-11        | 392,217.43                             | 392,217.43                             |
| Deferred Charges to Future Taxation - Funded   | C-5         | 2,675,000.00                           | 3,225,000.00                           |
| Deferred Charges to Future Taxation - Unfunded | C-4         | <u>1,352,459.37</u>                    | <u>1,432,459.37</u>                    |
|  |             | \$ <u>4,619,211.12</u>                 | \$ <u>5,162,004.49</u>                 |
| <u>LIABILITIES, RESERVES AND FUND BALANCE</u>  |             |  |  |
| General Serial Bonds                           | C-10        | \$ 2,675,000.00                        | \$ 3,225,000.00                        |
| Due Current Fund                               | C-9         |  | 4,095.00                               |
| Improvement Authorizations:                    |             |  |  |
| Funded   | C-7         | 601,606.69                             | 557,152.12                             |
| Unfunded                                       | C-7         | 343,016.50                             | 395,883.19                             |
| Reserve For:                                   |             |  |  |
| Insurance Damage                               | C-12        | 35,927.00                              | 35,927.00                              |
| RCA Readington                                 | C-13        | 38,457.14                              | 37,990.22                              |
| RCA Hillsborough                               | C-14        | 55,645.92                              | 54,970.28                              |
| Debt Service                                   | C-15        | 35,329.40                              | 35,329.40                              |
| Capital Improvement Fund                       | C-8         | 338,466.78                             | 588,466.78                             |
| Contracts Payable                              | C-6         | 318,579.81                             | 50,008.62                              |
| Fund Balance                                   | C-1         | <u>177,181.88</u>                      | <u>177,181.88</u>                      |
|  |             | \$ <u>4,619,211.12</u>                 | \$ <u>5,162,004.49</u>                 |

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

"C-1"

BOROUGH OF MANVILLE

GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE - REGULATORY BASIS

|                            | <u>REF.</u> |                      |
|----------------------------|-------------|----------------------|
| Balance, December 31, 2022 | C           | \$ 177,181.88        |
| Balance, December 31, 2023 | C           | \$ <u>177,181.88</u> |

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

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SEWER UTILITY FUND

BOROUGH OF MANVILLE

SEWER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

|  | <u>REF.</u> | <u>BALANCE</u><br><u>DECEMBER</u><br><u>31, 2023</u> | <u>BALANCE</u><br><u>DECEMBER</u><br><u>31, 2022</u> |
|--|-------------|--|--|
| <u>ASSETS</u>                            |             |  |  |
| Operating Fund:                          |             |  |  |
| Cash-Treasurer                           | D-5         | \$ 778,844.58  | \$ 732,327.50  |
| Change Fund                              |             | 200.00   | 200.00   |
| Interfunds Receivable                    | D-12        |  | 19,797.12  |
|  |             | <u>\$ 779,044.58</u>                                 | <u>\$ 752,324.62</u>                                 |
| Receivables With Full Reserves:          |             |  |  |
| Consumer Accounts Receivable             | D-7         | \$ 276,147.94  | \$ 261,206.93  |
| Sewer Liens Receivable                   | D-8         | 1,151.49   | 876.49   |
|  |             | <u>\$ 277,299.43</u>                                 | <u>\$ 262,083.42</u>                                 |
| <u>Total Operating Fund</u>              |             | <u>\$ 1,056,344.01</u>                               | <u>\$ 1,014,408.04</u>                               |
| Capital Fund:                            |             |  |  |
| Cash-Treasurer                           | D-5         | \$ 86,768.44   | \$ 78,169.54   |
| Fixed Capital                            | D-13        | 264,988.17   | 264,988.17   |
| Fixed Capital Authorized and Uncompleted | D-14        | 135,000.00   | 135,000.00   |
|  |             | <u>\$ 486,756.61</u>                                 | <u>\$ 478,157.71</u>                                 |
| <u>Total Capital Fund</u>                |             | <u>\$ 486,756.61</u>                                 | <u>\$ 478,157.71</u>                                 |
|  |             | <u>\$ 1,543,100.62</u>                               | <u>\$ 1,492,565.75</u>                               |

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

BOROUGH OF MANVILLE

SEWER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

|   | <u>REF.</u> | <u>BALANCE</u><br><u>DECEMBER</u><br><u>31, 2023</u> | <u>BALANCE</u><br><u>DECEMBER</u><br><u>31, 2022</u> |
|---|-------------|--|--|
| <u>LIABILITIES, RESERVES AND FUND BALANCE</u> |             |  |  |
| Operating Fund:                               |             |  |  |
| Liabilities:                                  |             |  |  |
| Appropriation Reserves                        | D-4:D-10    | \$ 97,858.76   | \$ 125,057.71  |
| Sewer Overpayments                            | D-9         | 21,329.49  | 15,265.73  |
| Encumbrances Payable                          | D-11        | 9,645.14   | 19,010.27  |
| Reserve for Sale of Sewer Utility             |             | 34,235.25  |  |
|   |             | <u>\$ 163,068.64</u>                                 | <u>\$ 159,333.71</u>                                 |
| Reserve for Receivables                       | D           | 277,299.43   | 262,083.42   |
| Fund Balance                                  | D-1         | <u>615,975.94</u>                                    | <u>592,990.91</u>                                    |
| <u>Total Operating Fund</u>                   |             | <u>\$ 1,056,344.01</u>                               | <u>\$ 1,014,408.04</u>                               |
| Capital Fund:                                 |             |  |  |
| Capital Improvement Fund                      | D-15        | \$ 152,955.00  | \$ 127,955.00  |
| Reserve for:                                  |             |  |  |
| Amortization                                  | D-16        | 264,988.17   | 264,988.17   |
| Improvement Authorizations:                   |             |  |  |
| Unfunded                                      | D-17        | 45,922.17  | 62,323.27  |
| Fund Balance                                  | D-2         | <u>22,891.27</u>                                     | <u>22,891.27</u>                                     |
| <u>Total Capital Fund</u>                     |             | <u>\$ 486,756.61</u>                                 | <u>\$ 478,157.71</u>                                 |
|   |             | <u>\$ 1,543,100.62</u>                               | <u>\$ 1,492,565.75</u>                               |

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

BOROUGH OF MANVILLE

SEWER UTILITY FUND

STATEMENTS OF OPERATIONS  
AND CHANGE IN FUND BALANCE - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

|  | <u>REF.</u> | <u>YEAR ENDED</u><br><u>DECEMBER</u><br><u>31, 2023</u> | <u>YEAR ENDED</u><br><u>DECEMBER</u><br><u>31, 2022</u> |
|--|-------------|---|---|
| <u>REVENUE AND OTHER INCOME REALIZED</u>     |             |   |   |
| Sewer Use Charges                            | D-3         | \$ 1,929,832.16   | \$ 2,163,686.46   |
| Other Credits to Income:                     |             |   |   |
| Unexpended Balance of Appropriation Reserves | D-10        | 130,282.37  | 36,587.10   |
| Miscellaneous Revenue Not Anticipated        | D-3         | 15,870.50   | 15,415.65   |
|  |             | <u>2,075,985.03</u>                                     | <u>2,215,689.21</u>                                     |
| <u>TOTAL INCOME</u>                          |             |   |   |
| <u>EXPENDITURES</u>                          |             |   |   |
| Operating                                    | D-4         | \$ 1,983,000.00   | \$ 1,811,000.00   |
| Capital Improvements                         | D-4         | 25,000.00   | 25,000.00   |
| Regulatory Expenditures and Deferred Charges | D-4         | 45,000.00   | 25,000.00   |
| Refund of Prior Year Revenues                |             |   | 130.28  |
|  |             | <u>2,053,000.00</u>                                     | <u>1,861,130.28</u>                                     |
| <u>TOTAL EXPENDITURES</u>                    |             |   |   |
| Excess in Revenue                            |             | \$ 22,985.03  | \$ 354,558.93   |
| <u>Fund Balance</u>                          |             |   |   |
| Balance, January 1                           | D           | <u>592,990.91</u>                                       | <u>238,431.98</u>                                       |
| Balance, December 31                         | D           | <u><u>615,975.94</u></u>                                | <u><u>592,990.91</u></u>                                |

BOROUGH OF MANVILLE

SEWER UTILITY CAPITAL FUND

STATEMENT OF CAPITAL SURPLUS - REGULATORY BASIS

|                            | <u>REF.</u> |                            |
|----------------------------|-------------|----------------------------|
| Balance, December 31, 2022 | D           | \$ <u>22,891.27</u>        |
| Balance, December 31, 2023 | D           | \$ <u><u>22,891.27</u></u> |

BOROUGH OF MANVILLE

SEWER UTILITY OPERATING FUND

STATEMENT OF REVENUES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

|                   | <u>REF.</u> | <u>ANTICIPATED</u>     | <u>REALIZED</u>        | <u>EXCESS</u>          |
|-------------------|-------------|------------------------|------------------------|------------------------|
| Sewer Use Charges | D-1:D-3     | \$ 2,053,000.00        | \$ 1,929,832.16        | \$ (123,167.84)        |
| Miscellaneous     | D-1:D-3     |                        | 15,870.50              | 15,870.50              |
|                   | D-4         | <u>\$ 2,053,000.00</u> | <u>\$ 1,945,702.66</u> | <u>\$ (107,297.34)</u> |

ANALYSIS OF REALIZED REVENUE

Sewer Use Charges:

Consumer Accounts Receivable:

Collected

D-7 \$ 1,914,566.43

Overpayments Applied

D-6 15,265.73

D-3 \$ 1,929,832.16

Miscellaneous:

Miscellaneous

D-5 \$ 1,151.47

Collector:

Interest on Delinquent Accounts

D-6 \$ 14,719.03

D-3 \$ 15,870.50

BOROUGH OF MANVILLE  
SEWER UTILITY OPERATING FUND  
STATEMENT OF EXPENDITURES - REGULATORY BASIS  
FOR THE YEAR ENDED DECEMBER 31, 2023

|   | APPROPRIATIONS  |                              | EXPENDED           |              |
|---|-----------------|------------------------------|--------------------|--------------|
|   | BUDGET          | BUDGET AFTER<br>MODIFICATION | PAID OR<br>CHARGED | RESERVED     |
| Operating:  |                 |                              |                    |              |
| Salaries and Wages  | \$ 235,000.00   | \$ 235,000.00                | \$ 215,387.69      | \$ 19,612.31 |
| Other Expenses  | 153,000.00      | 153,000.00                   | 149,928.37         | 3,071.63     |
| Other Insurance   | 60,000.00       | 60,000.00                    | 57,300.23          | 2,699.77     |
| Group Insurance   | 75,000.00       | 75,000.00                    | 68,713.89          | 6,286.11     |
| Somerset Raritan Valley Sewerage<br>Authority Treatment Costs | 1,480,000.00    | 1,460,000.00                 | 1,396,898.16       | 63,101.84    |
| <u>Total Operating</u>  | \$ 2,003,000.00 | \$ 1,983,000.00              | \$ 1,888,228.34    | \$ 94,771.66 |
| Capital Improvements:   |                 |                              |                    |              |
| Capital Improvement Fund                                      | \$ 25,000.00    | \$ 25,000.00                 | \$ 25,000.00       | \$ _____     |
| Statutory Expenditures:                                       |                 |                              |                    |              |
| Social Security System ( O.A.S.I.)                            | \$ 25,000.00    | \$ 45,000.00                 | \$ 41,912.90       | \$ 3,087.10  |
|   | \$ 2,053,000.00 | \$ 2,053,000.00              | \$ 1,955,141.24    | \$ 97,858.76 |
| <u>REF.</u>   | D-3             |                              | D-1                | D:D-1        |
| Cash Disbursements  | D-5             |                              | \$ 1,945,496.10    |              |
| Encumbrances Payable  | D-11            |                              | 9,645.14           |              |
|   |                 |                              | \$ 1,955,141.24    |              |

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GENERAL FIXED ASSETS ACCOUNT GROUP

"E"

BOROUGH OF MANVILLE

GENERAL FIXED ASSETS ACCOUNT GROUP

BALANCE SHEET - REGULATORY BASIS

|                                     | BALANCE<br>DECEMBER<br><u>31, 2023</u> | BALANCE<br>DECEMBER<br><u>31, 2022</u> |
|-------------------------------------|--|--|
| General Fixed Assets:               |  |  |
| Land                                | \$ 13,536,350.00                       | \$ 13,536,350.00                       |
| Buildings                           | 7,734,150.00                           | 7,734,150.00                           |
| Machinery and Equipment             | <u>8,797,444.59</u>                    | <u>8,410,472.28</u>                    |
| <u>TOTAL FIXED ASSETS</u>           | <u>\$ 30,067,944.59</u>                | <u>\$ 29,680,972.28</u>                |
| <br>                                |  |  |
| Investments in General Fixed Assets | <u>\$ 30,067,944.59</u>                | <u>\$ 29,680,972.28</u>                |

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

NOTES TO FINANCIAL STATEMENTS

BOROUGH OF MANVILLE

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Borough of Manville is an instrumentality of the State of New Jersey established to function as a municipality. The Borough Council consists of elected officials and is responsible for the fiscal control of the Borough.

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 Borough is financially accountable for an organization if the Borough appoints a voting majority of the organization's governing board and (1) the Borough is able to significantly influence the programs or services performed or provided by the organizations; or (2) the Borough is legally entitled to or can otherwise access the organization's resources; the Borough is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the Borough is obligated for the debt of the organization. Except as noted below, the financial statements of the Borough of Manville include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Borough of Manville, as required by N.J.S.A. 40A:5-5. Accordingly, the financial statements of the Borough of Manville do not include the operations of the municipal library or the local school district, inasmuch as their activities are administered by separate boards.

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 governmental, proprietary and fiduciary funds, as well as government-wide financial reporting that must be used by general purpose governmental units when reporting financial position and results of operations in accordance with U.S. Generally Accepted Accounting Principles (GAAP).

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds (Continued)

The accounting policies of the Borough of Manville 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 Borough of Manville 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 Borough 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.

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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

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 Borough's budget. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Borough's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the Borough 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 Borough'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.

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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

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, as promulgated by the Division of Local Government Services, which differs in certain respects from generally accepted accounting principles, requires the inclusion of a statement of general fixed assets of the Borough 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.

General Fixed Assets that have been acquired and are utilized in a governmental fund operation are accounted for in the General Fixed Asset Account Group rather than in a governmental fund. No depreciation has been provided on General Fixed Assets or reported in the financial statements.

The Borough has developed a fixed assets accounting and reporting system based on an inspection and valuation prepared by an independent appraisal firm. Adjustments for assets acquired/sold subsequent to this date have been recorded. Fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. Buildings and land are stated at the assessed value contained in the Borough's most recent property revaluation.

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.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

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 and Deferred Reserve for Amortization accounts in the utility capital fund represents charges to operations for the cost of acquisition of property, equipment and improvements. The utility does not record depreciation on fixed assets.

Accounting and Financial Reporting for Pensions

Governmental Accounting Standards Board (GASB) Statement No. 68 Accounting and financial reporting for pensions administered by state and local government employers improves accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local government employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions with regard to providing decision useful information, supporting assessments of accountability and interperiod equity, and creating additional transparency.

Under GAAP, municipalities are required to recognize the pension liability in Statements of Revenues, Expenses, Changes in Net Position (balance sheets) and Notes to the Financial Statements in accordance with GASB 68. The liability required to be displayed by GASB 68 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 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.

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.

It also requires the State of New Jersey to calculate and allocate to each participating member, for note disclosure purposes only, the OPEB net liability of New Jersey Health Benefits Local Government Retiree Plan (the Plan). 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 Pension and 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 Borough 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 Borough 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 Borough of Manville had the following cash and cash equivalents at December 31, 2023:

| Fund Type:                     | Bank<br>Balance        | Reconciling Items:   |                      | Reconciled<br>Balance  |
|--------------------------------|------------------------|----------------------|----------------------|------------------------|
|                                |                        | Additions            | Deletions            |                        |
| Current Fund                   | \$ 6,098,321.68        | \$ 73,623.81         | \$ 62,129.61         | \$ 6,109,815.88        |
| Animal Control Fund            | 7,861.11               |                      | 866.42               | 6,994.69               |
| Other Trust Fund               | 1,847,758.98           | 19,484.31            | 45,629.64            | 1,821,613.65           |
| General Capital Fund           | 199,659.12             |                      | 124.80               | 199,534.32             |
| Sewer Utility Operating Fund   | 793,475.64             | 14,780.99            | 29,212.05            | 779,044.58             |
| Sewer Utility Capital Fund     | 86,841.09              |                      | 72.65                | 86,768.44              |
| <b>TOTAL DECEMBER 31, 2023</b> | <b>\$ 9,033,917.62</b> | <b>\$ 107,889.11</b> | <b>\$ 138,035.17</b> | <b>\$ 9,003,771.56</b> |

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 Borough 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, \$541,624.13 was covered by Federal Depository Insurance and \$8,492,293.49 was covered under the provisions of NJ GUDPA.

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments

The purchase of investments by the Borough 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 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)

B. Investments (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 Borough of Manville had no investments outstanding at December 31, 2023.

Based upon the limitations set forth by New Jersey Statutes 40A:5-15.1 and existing investment practices, the Borough is generally not exposed to credit risks, custodial credit risks, concentration of credit risks and interest rate risk for its investments nor is it exposed to foreign currency risk for its deposits and investments.

NOTE 3: GOVERNMENTAL 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 Borough are general obligation bonds, backed by the full faith and credit of the Borough. 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 MUNICIPAL DEBT

|   | <u>YEAR 2023</u>           | <u>YEAR 2022</u>           | <u>YEAR 2021</u>           |
|---|----------------------------|----------------------------|----------------------------|
| Issued:   |                            |                            |                            |
| General:  |                            |                            |                            |
| Bonds, Notes and Loans  | \$ 2,675,000.00            | \$ 3,225,000.00            | \$ 3,775,000.00            |
| Less:   |                            |                            |                            |
| Funds Temporarily Held to Pay   |                            |                            |                            |
| Bonds and Notes - General Capital   | <u>35,329.40</u>           | <u>35,329.40</u>           | <u>35,329.40</u>           |
| <br><u>Net Debt Issued</u>  | <br><u>\$ 2,639,670.60</u> | <br><u>\$ 3,189,670.60</u> | <br><u>\$ 3,739,670.60</u> |
| Authorized But Not Issued:  |                            |                            |                            |
| General - Bonds and Notes   | \$ 1,352,459.37            | \$ 1,432,459.37            | \$ 1,512,459.37            |
| Sewer Utility - Bonds and Notes   | <u>135,000.00</u>          | <u>135,000.00</u>          | <u>135,000.00</u>          |
| <br><u>Total Authorized But Not Issued</u>                                  | <br><u>\$ 1,487,459.37</u> | <br><u>\$ 1,567,459.37</u> | <br><u>\$ 1,647,459.37</u> |
| <br><u>NET BONDS AND NOTES<br/>ISSUED AND AUTHORIZED<br/>BUT NOT ISSUED</u> | <br><u>\$ 4,127,129.97</u> | <br><u>\$ 4,757,129.97</u> | <br><u>\$ 5,387,129.97</u> |

SUMMARY OF STATUTORY DEBT CONDITION ANNUAL DEBT STATEMENT

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory net debt of 0.354%.

|                    | <u>GROSS DEBT</u>      | <u>DEDUCTIONS</u>    | <u>NET DEBT</u>        |
|--------------------|------------------------|----------------------|------------------------|
| Sewer Utility Debt | \$ 135,000.00          | \$ 135,000.00        | \$                     |
| General Debt       | <u>4,027,459.37</u>    | <u>35,329.40</u>     | <u>3,992,129.97</u>    |
|                    | <u>\$ 4,162,459.37</u> | <u>\$ 170,329.40</u> | <u>\$ 3,992,129.97</u> |

NET DEBT \$3,992,129.97 DIVIDED BY EQUALIZED VALUATION BASIS PER N.J.S.A. 40A:2-2, AS AMENDED, \$1,127,279,775.00 EQUALS 0.354%.

NOTE 3: GOVERNMENTAL DEBT (CONTINUED)

EQUALIZED VALUATION BASIS

|   |                            |
|---|----------------------------|
| 2021 Equalized Valuation Basis of Real Property | \$ 1,025,114,505.00        |
| 2022 Equalized Valuation Basis of Real Property | 1,104,875,422.00           |
| 2023 Equalized Valuation Basis of Real Property | <u>1,251,849,398.00</u>    |
|   | <u>\$ 1,127,279,775.00</u> |

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

|  |                            |
|--|----------------------------|
| Equalized Valuation Basis* - December 31, 2023 | \$ <u>1,127,279,775.00</u> |
| 4% of Equalized Valuation Basis                | \$ 45,091,191.00           |
| Net Debt                                       | <u>3,992,129.97</u>        |
| Remaining Borrowing Power                      | <u>\$ 41,099,061.03</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 Borough of Manville for the last three (3) preceding years.

SCHOOL DEBT DEDUCTION

School debt is deductible up to the extent of 4% of the Average Equalized Assessed Valuation of real property for the Local School Districts.

LONG-TERM DEBT

GENERAL CAPITAL FUND

General Serial Bonds

|  |                        |
|--|------------------------|
| \$5,435,000, General Improvement Bonds, due in annual installments from \$485,000 to \$600,000 due starting May 1, 2020 to May 1, 2028 at an interest rate of 3.000% | \$ <u>2,675,000.00</u> |
|--|------------------------|

|                                   |                        |
|-----------------------------------|------------------------|
| <u>Total General Capital Debt</u> | <u>\$ 2,675,000.00</u> |
|-----------------------------------|------------------------|

NOTE 3: GOVERNMENTAL DEBT (CONTINUED)

Bonds and Notes Authorized But Not Issued

At December 31, 2023, the Borough has authorized but not issued bonds and notes as follows:

|                            |                        |
|----------------------------|------------------------|
| General Capital Fund       | <u>\$ 1,352,459.37</u> |
| Sewer Utility Capital Fund | <u>\$ 135,000.00</u>   |

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

| Calendar<br>Year | <u>General Capital</u> |                      |                        |
|------------------|------------------------|----------------------|------------------------|
|                  | <u>Principal</u>       | <u>Interest</u>      | <u>Total</u>           |
| 2024             | \$ 550,000.00          | \$ 72,000.00         | \$ 622,000.00          |
| 2025             | 550,000.00             | 55,500.00            | 605,500.00             |
| 2026             | 550,000.00             | 39,000.00            | 589,000.00             |
| 2027             | 525,000.00             | 22,875.00            | 547,875.00             |
| 2028             | <u>500,000.00</u>      | <u>7,500.00</u>      | <u>507,500.00</u>      |
| Total            | <u>\$ 2,675,000.00</u> | <u>\$ 196,875.00</u> | <u>\$ 2,871,875.00</u> |

NOTE 3: GOVERNMENTAL DEBT (CONTINUED)

SHORT-TERM DEBT

In accordance with NJSA 40A:2-8.1, a local unit may, in anticipation of the issuance of bonds, borrow money and issue notes if the bond ordinance or subsequent resolution so provides. Any such note shall be designated as a "bond anticipation note" and shall be subject to the following provisions:

- (1) every note shall contain a recital that it is issued for a period not exceeding one year and may be renewed from time to time for additional periods, none of which shall exceed one year;
- (2) all such notes, including renewals, shall mature and be paid not later than the first day of the fifth month following the close of the tenth fiscal year next following the date of the original notes; and
- (3) no such notes shall be renewed beyond the third anniversary date of the original notes unless an amount of such notes, at least equal to the first legally payable installment of the bonds in anticipation of which those notes are issued, is paid and retired on or before each subsequent anniversary date beyond which such notes are renewed from funds other than the proceeds of obligations.

The Borough did not have any Bond Anticipation Notes in 2023.

In accordance with NJSA 40A:4 sections 64 through 73, in any fiscal year, in anticipation of the collection of taxes for such year, whether levied in such year, or in anticipation of other revenue for such year, the Borough may, by resolution, borrow money and issue its negotiable notes, each of which shall be designated by the fiscal year to which it pertains. The proceeds may be used to pay outstanding previous notes of same purpose, or for purposes provided for in the budget or for which taxes are levied or to be levied for in such year. The amount outstanding shall not exceed an amount certified as the gross borrowing power, and no such notes shall be authorized in excess of an amount certified as the net borrowing power. Tax anticipation notes may be renewed from time to time, but any note shall mature within 120 days after the beginning of the succeeding fiscal year, and bear an interest rate that does not exceed 6%. The Borough did not have any Tax Anticipation Notes in 2023.

NOTE 4: 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, were as follows:

|                    |                 |
|--------------------|-----------------|
| Current Fund       | \$ 1,900,000.00 |
| Sewer Utility Fund | \$ None         |

NOTE 5: 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 Borough bills and collects its own property taxes and also the taxes for the County and the Local School District. The collections and remittance of county and school taxes are accounted for in the Current Fund. Borough property tax revenues are recognized when collected in cash and any receivables are recorded with offsetting reserves on the balance sheet of the Borough's Current Fund:

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

|                  | BALANCE<br>DECEMBER<br><u>31, 2023</u> | BALANCE<br>DECEMBER<br><u>31, 2022</u> |
|------------------|--|--|
| Prepaid Taxes \$ | <u>220,424.20</u>                      | <u>\$ 306,293.03</u>                   |

NOTE 6: 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/annrprts.shtml](http://www.nj.gov/treasury/pensions/annrprts.shtml).

NOTE 6: PENSION PLANS (CONTINUED)

Plan Descriptions

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.

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.

NOTE 6: PENSION PLANS (CONTINUED)

Vesting and Benefit Provisions (Continued)

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.

Certain portions of the costs are contributed by the employees. The Borough's share of PERS and PFRS pension costs, which is based upon the annual billings received from the State, amounted to:

| <u>YEAR</u> |    | <u>PERS</u> |    | <u>PFRS</u> |    | <u>DCRP</u> |
|-------------|----|-------------|----|-------------|----|-------------|
| 2023        | \$ | 374,375.00  | \$ | 998,908.00  | \$ | 601.96      |
| 2022        |    | 320,490.00  |    | 858,535.00  |    | 6,266.20    |
| 2021        |    | 305,623.00  |    | 888,942.00  |    | 2,016.16    |

Certain Borough employees are also covered by Federal Insurance Contribution Act.

NOTE 6: PENSION PLANS (CONTINUED)

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, 2023. 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, 2023.

Public Employees Retirement System (PERS)

At June 30, 2023, the State reported a net pension liability of \$3,399,678.00 for the Borough’s proportionate share of the total net pension liability. The total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The Borough’s proportion of the net pension liability was based on a projection of the Borough’s long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2023, the Borough’s proportion was .0234713507 percent, which was a decrease of 0.0026308274 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2023, the State recognized an actuarially determined pension benefit of \$159,008.00 for the Borough’s proportionate share of the total pension expense. The pension expense recognized in the Borough’s financial statements based on the April 1, 2023 billing was \$329,161.

NOTE 6: PENSION PLANS (CONTINUED)

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

Public Employees Retirement System (PERS) (Continued)

At June 30, 2023, the State reported deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

|  | <u>Deferred<br/>Outflow of<br/>Resources</u> | <u>Deferred<br/>Inflow of<br/>Resources</u> |
|--|--|---|
| Differences between expected and actual experience   | \$ 32,505.00                                 | \$ 13,897.00                                |
| Changes of assumptions   | 7,468.00                                     | 206,035.00                                  |
| Net difference between projected and actual earnings on pension plan investments                             | 15,656.00                                    |   |
| Changes in proportion and differences between Borough contributions and proportionate share of contributions | <u>34,796.00</u>                             | <u>403,863.00</u>                           |
|  | <u>\$ 90,425.00</u>                          | <u>\$ 623,795.00</u>                        |

Other local amounts reported by the State as the Borough'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:

| Year Ended<br><u>June 30,</u> | <u>Amount</u>         |
|-------------------------------|-----------------------|
| 2024                          | (\$253,303.40)        |
| 2025                          | (173,998.40)          |
| 2026                          | 66,187.60             |
| 2027                          | (98,868.40)           |
| 2028                          | <u>(73,387.40)</u>    |
|                               | <u>(\$533,370.00)</u> |

NOTE 6: 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, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which rolled forward to June 30, 2023. These actuarial valuations used the following assumptions:

Inflation

|                           |                              |
|---------------------------|------------------------------|
| Price                     | 2.75%                        |
| Wage                      | 3.25%                        |
| Salary Increases          | 2.75-6.55%                   |
|                           | Based on<br>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, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

NOTE 6: 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, 2023) 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, 2023 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                        | 28.00%                   | 8.98%   |
| Non-U.S. Developed Market Equity | 12.75%                   | 9.22%   |
| International Small Cap Equity   | 1.25%                    | 9.22%   |
| Emerging Market Equity           | 5.50%                    | 11.13%  |
| Private Equity                   | 13.00%                   | 12.50%  |
| Real Estate                      | 8.00%                    | 8.58%   |
| Real Assets                      | 3.00%                    | 8.40%   |
| High Yield                       | 4.50%                    | 6.97%   |
| Private Credit                   | 8.00%                    | 9.20%   |
| Investment Grade Credit          | 7.00%                    | 5.19%   |
| Cash Equivalents                 | 2.00%                    | 3.31%   |
| U.S. Treasury's                  | 4.00%                    | 3.31%   |
| Risk Mitigation Strategies       | 3.00%                    | 6.21%   |

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity 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 6: PENSION PLANS (CONTINUED)

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

Public Employees Retirement System (PERS) (Continued)

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

The following presents the Borough's proportionate share of the net pension liability of the participating employers as of June 30, 2023 respectively, calculated using the discount rate as disclosed above as well as what the Borough'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, 2023                  |   |                                |
|---|--------------------------------|---|--------------------------------|
|   | 1%<br>Decrease<br><u>6.00%</u> | At Current<br>Discount Rate<br><u>7.00%</u> | 1%<br>Increase<br><u>8.00%</u> |
| Borough's proportionate share<br>of the pension liability | \$4,425,658.00                 | \$3,399,678.00                              | \$2,526,434.00                 |

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, 2023, 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 Borough 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 Borough 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 Borough related to this legislation.

NOTE 6: 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 Borough as of December 31, 2023 was 0.0235604644% which was a decrease of 0.0026459960 percent from its proportion measured as of June 30, 2022. The non-employer contributing entities' contribution and employer pension expense and related revenue for the years ended June 30, 2023 and June 30, 2022 was \$10,602.00 and \$8,288.00, respectively.

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, 2023, the State reported a net pension liability of \$7,888,444.00 for the Borough's proportionate share of the total PFRS net pension liability. The total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

At June 30, 2023, the Borough's proportion was 0.0713965000 percent, which was a decrease of 0.0026643600 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2023, the State recognized an actuarially determined pension expense of \$144,429.00. The pension expense recognized in the Borough's financial statements based on the April 1, 2023 billing was \$963,201.00.

NOTE 6: PENSION PLANS (CONTINUED)

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

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

At June 30, 2023, the State reported deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

|  | <u>Deferred<br/>Outflow of<br/>Resources</u> | <u>Deferred<br/>Inflow of<br/>Resources</u> |
|--|--|---|
| Differences between expected and actual experience   | \$ 337,767.00                                | \$ 376,209.00                               |
| Changes of assumptions   | 17,026.00                                    | 532,659.00                                  |
| Net difference between projected and actual earnings on pension plan investments                             | 401,744.00                                   |   |
| Changes in proportion and differences between Borough contributions and proportionate share of contributions | <u>445,529.00</u>                            | <u>862,429.00</u>                           |
|  | <u>\$ 1,202,066.00</u>                       | <u>\$ 1,771,297.00</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> |    |                     |
| 2024           | \$ | (390,371.00)        |
| 2025           |    | (377,992.00)        |
| 2026           |    | 390,621.00          |
| 2027           |    | (124,148.00)        |
| 2028           |    | (68,829.00)         |
| Thereafter     |    | <u>1,488.00</u>     |
|                | \$ | <u>(569,231.00)</u> |

NOTE 6: 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, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which rolled forward to June 30, 2023. This actuarial valuation used the following assumptions:

|                           |   |
|---------------------------|---|
| Inflation                 |   |
| Price                     | 2.75%   |
| Wage                      | 3.25%   |
| Salary Increases          | All future years<br>3.25-16.25%<br>Based on years of<br>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, 2022 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

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, 2023 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                        | 28.00%                   | 8.98%   |
| Non-U.S. Developed Market Equity | 12.75%                   | 9.22%   |
| International Small Cap Equity   | 1.25%                    | 9.22%   |
| Emerging Market Equity           | 5.50%                    | 11.13%  |
| Private Equity                   | 13.00%                   | 12.50%  |
| Real Estate                      | 8.00%                    | 8.58%   |
| Real Assets                      | 3.00%                    | 8.40%   |
| High Yield                       | 4.50%                    | 6.97%   |
| Private Credit                   | 8.00%                    | 9.20%   |
| Investment Grade Credit          | 7.00%                    | 5.19%   |
| Cash Equivalents                 | 2.00%                    | 3.31%   |
| U.S. Treasury's                  | 4.00%                    | 3.31%   |
| Risk Mitigation Strategies       | 3.00%                    | 6.21%   |

NOTE 6: PENSION PLANS (CONTINUED)

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

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

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of both June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the non-employer 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.

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

The following presents the Borough's proportionate share of the net pension liability of the participating employers as of June 30, 2023, 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, 2023                  |   |                                |
|--|--------------------------------|---|--------------------------------|
|  | 1%<br>Decrease<br><u>6.00%</u> | At Current<br>Discount Rate<br><u>7.00%</u> | 1%<br>Increase<br><u>8.00%</u> |
| Borough's proportionate share<br>of the PFRS pension liability | \$10,991,166.00                | \$7,888,444.00                              | \$5,304,619.00                 |

NOTE 6: PENSION PLANS (CONTINUED)

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

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

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 Borough 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 Borough 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 Borough related to this legislation.

The non-employer contributing entities' total proportionate share of the collective net pension liability that is associated with the Borough as of December 31, 2023 and 2022 is 0.0713966300% and 0.0740606700% respectively, the non-employer contributing entities' contribution for the year ended June 30, 2023 and 2022 was \$166,229.00 and \$187,826.00, respectively and the employer pension expense and related revenue for the year ended June 30, 2023 and 2022 was \$165,337.00 and \$174,065.00, respectively.

At June 30, 2023 and 2022, the State's proportionate share of the net pension liability attributable to the Borough for the PFRS special funding situation is \$1,453,538.00 and \$1,508,706.00, respectively.

At June 30, 2023, the Borough's and State of New Jersey's proportionate share of the PFRS net pension liability were as follows:

|   |                       |
|---|-----------------------|
| Borough's Proportionate Share of Net Pension Liability  | \$7,888,444.00        |
| State of New Jersey Proportionate Share of<br>Net Pension Liability Associated with the Borough | <u>1,453,538.00</u>   |
|   | <u>\$9,341,982.00</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 7: COMPENSATED ABSENCES

Under the existing policy of the Borough, employees are allowed to accumulate unused sick pay over the life of their working careers which may be taken as time off at a later date. The accumulated cost of such unpaid compensation is not required to be reported in the financial statements as presented and has not been determined, but is probably material. The Borough 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: LITIGATION

The Borough 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 Borough's legal counsel would not be material.

NOTE 9: CONTINGENT LIABILITIES

The Borough 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. Findings and questioned costs, if any, relative to federal and state financial assistance programs will be discussed in detail in Part II of the 2023 audit report. In addition, these programs are also subject to compliance and financial audits by the grantors or their representatives. As of December 31, 2023, the Borough does not believe that any material liabilities will result from such audits.

NOTE 10: TAX APPEALS

There are several tax appeals filed requesting a reduction of assessments for 2023 and prior years. Any reduction in assessed valuation will result in a refund of prior year's 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 balance in the reserve at December 31, 2023 is \$600,000.00.

NOTE 11: RISK MANAGEMENT

The Borough is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Borough 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 Borough. Settled claims have not exceeded this commercial coverage in any of the past three fiscal years.

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

| Fiscal Year | Interest Earned | Contributions |             | Amount Reimbursed | Ending Balance |
|-------------|-----------------|---------------|-------------|-------------------|----------------|
|             |                 | Employer      | Employee    |                   |                |
| 2023        | \$ 1,382.45     | \$            | \$ 9,281.84 | \$ 23,499.72      | \$ 105,244.62  |
| 2022        | 324.70          |               | 7,853.01    | 7,535.11          | 118,080.05     |
| 2021        | 7.78            | 40,000.00     | 6,849.49    | 5,853.39          | 117,437.45     |

NOTE 12: INTERFUND RECEIVABLES AND PAYABLES

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

| FUND             | INTERFUND RECEIVABLE | INTERFUND PAYABLE    |
|------------------|----------------------|----------------------|
| Current Fund     | \$ 837,884.64        | \$ 40,000.00         |
| Grant Fund       |                      | 837,884.64           |
| Trust Other Fund | 40,000.00            |                      |
|                  | <u>\$ 877,884.64</u> | <u>\$ 877,884.64</u> |

All Interfund balances resulted from the time lag between the dates that payments between funds are made. All interfund balances will be liquidated within one year.

**NOTE 13: DEFERRED COMPENSATION PLAN**

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

The Borough has engaged a private contractor to administer the plan.

The accompanying financial statements do not include the Borough's Deferred Compensation Plan activities.

**NOTE 14: LENGTH OF SERVICE AWARDS PROGRAM**

The Borough of Manville adopted an ordinance establishing a Length of Service Awards Program for the members of the Manville Fire Department and the Manville First Aid/Rescue Squad pursuant to N.J.S.A. 40A:14-183 *et seq.*

Under this program, each volunteer of the Manville Fire Department that performs the minimum amount of service will have an annual amount up to \$1,150.00 deposited into a tax deferred income account that will earn interest for the volunteer. Each volunteer of the Manville First Aid/Rescue Squad that performs the minimum amount of service will have an amount up to \$1,150.00 deposited into a tax deferred income account for the volunteer. The Borough's budgeted costs amounted to \$14,000.00 in 2023, \$14,000.00 in 2022 and \$14,000.00 in 2021.

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

NOTE 15: 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 Borough is not required to recognize any long-term obligations resulting from OPEB on their financial statements.

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.

NOTE 15: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Plan Description and Benefits Provided (Continued)

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

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

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

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

Contributions

The Borough's contributions to the Plan for the years ended December 31, 2023, 2022 and 2021, were \$227,650.70, \$124,838.86 and \$137,871.90 respectively, which equaled the required contributions for that year.

NOTE 15: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Total Net OPEB Liability

At June 30, 2023, the Plan reported a Liability of \$12,008,834.00 for the Borough’s proportionate share of the collective Net OPEB Liability. The total Net OPEB Liability measured as of June 30, 2023 was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023.

The Borough’s proportion of the Net OPEB Liability was based on the ratio of the plan members of an individual employer to the total members of the Plan’s nonspecial funding situation during the measurement period July 1, 2022 through June 30, 2023.

At June 30, 2023, the Borough’s proportion was 0.080024 percent, which was an increase of 0.016968 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2023, the State reported OPEB benefit of \$449,865.00. This OPEB benefit was based on the OPEB plans June 30, 2023 measurement date.

At June 30, 2023, the State reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

|   | <u>Deferred<br/>Outflow of<br/>Resources</u> | <u>Deferred<br/>Inflow of<br/>Resources</u> |
|---|--|---|
| Differences between expected and actual experience                            | \$553,785.00                                 | \$3,261,207.00                              |
| Changes of assumptions  | 1,555,595.00                                 | 3,394,513.00                                |
| Net difference between projected and actual earnings on OPEB plan investments |  | 1,981.00                                    |
| Changes in proportion   | <u>6,526,103.00</u>                          | <u>1,144,042.00</u>                         |
|   | <u>\$8,635,483.00</u>                        | <u>\$7,801,743.00</u>                       |

NOTE 15: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Other local amounts reported by the State as the Borough’s proportionate share of deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in the State’s actuarially calculated OPEB (benefit)/expense as follows:

| Year Ended      | Amount                     |
|-----------------|----------------------------|
| <u>June 30,</u> |                            |
| 2024            | (\$285,982.80)             |
| 2025            | (39,474.80)                |
| 2026            | 472,736.20                 |
| 2027            | 793,430.20                 |
| 2028            | 505,201.20                 |
| Thereafter      | <u>(612,170.00)</u>        |
|                 | <u><u>\$833,740.00</u></u> |

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%

NOTE 15: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Actuarial Assumptions and Other Inputs (Continued)

|            |  |
|------------|--|
| 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, 2022 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, 2023 was 3.65%. This represents the municipal bond return rate as chosen by the State. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Health Care Trend Assumption

For Pre-Medicare medical benefits, the trend rate is initially 6.50% and decreases to a 4.50% long-term trend rate after nine years. For post-65 medical benefits PPO, the trend rate is increasing to 14.8% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For HMO, the trend rate is increasing to 17.4% in fiscal year 2026 and decreases to 4.50% in fiscal year 2033. For prescription drug benefits, the initial trend rate is 9.5% and decreases to a 4.50% long-term trend rate after seven years. For the Medicare Part B reimbursement, the trend rate is 5.00%.

NOTE 15: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Sensitivity of the Borough’s Proportionate Share of the Net OPEB Liability to Changes in the Discount Rate

The following presents the Net OPEB Liability associated with the Borough as of June 30, 2023, 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, 2023                     |                                     |                                   |
|---|-----------------------------------|-------------------------------------|-----------------------------------|
|   | <u>1.00%<br/>Decrease (2.65%)</u> | <u>At Discount<br/>Rate (3.65%)</u> | <u>1.00%<br/>Increase (4.65%)</u> |
| Borough's proportionate share of the Net OPEB Liability | \$13,910,060.00                   | \$12,008,832.00                     | \$10,479,590.00                   |

Sensitivity of the Borough’s Proportionate Share of the Net OPEB Liability to Changes in Healthcare Trends

The following presents the total Net OPEB Liability associated with the Borough as of June 30, 2023, 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, 2023             |                                       |                           |
|---|---------------------------|---------------------------------------|---------------------------|
|   | <u>1.00%<br/>Decrease</u> | <u>Healthcare Cost<br/>Trend Rate</u> | <u>1.00%<br/>Increase</u> |
| Borough's proportionate share of the Net OPEB Liability | \$10,206,100.00           | \$12,008,832.00                       | \$14,316,890.00           |

NOTE 15: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Special Funding Situation

The Borough, by resolution of the governing body, has elected to provide postretirement medical coverage to certain employees under the provisions of Chapter 330, P.L. 1997.

Under Chapter 330, P.L. 1997, the State shall pay the premium or periodic charges for the qualified local police and firefighter retirees and dependents equal to 80 percent of the premium or periodic charge for the category of coverage elected by the qualified retiree under the State managed care plan or a health maintenance organization participating in the program providing the lowest premium or periodic charge.

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

Therefore, these employers are considered to be in a special funding situation as defined by GASB Statement No 75 and the State is treated as a nonemployer contributing entity. Since the local participating employers do not contribute under this legislation directly to the plan, there is no net Net OPEB Liability, deferred outflows of resources or deferred inflows of resources to report in the financial statements of the local participating employers related to this legislation.

The non-employer contributing entities' total proportionate share of the collective net pension liability that is associated with the Borough as of December 31, 2023 and 2022 is 0.071109% and 0.091241% respectively, and the employer pension expense and related revenue for the year ended June 30, 2023 and 2022 was \$2,481,059.00 and \$3,078,298.00, respectively.

At June 30, 2023 and 2022, the State's proportionate share of the net OPEB liability attributable to the Township for the special funding situation is \$2,481,059.00 and \$3,078,298.00 respectively.

At June 30, 2023, the Borough's and State of New Jersey's proportionate share of the Net OPEB Liability were as follows:

|   |                        |
|---|------------------------|
| Borough's proportionate share<br>of the Net OPEB Liability  | \$12,008,834.00        |
| State of New Jersey's proportionate<br>share of Net OPEB Liability associated<br>with the Borough | <u>2,481,059.00</u>    |
|   | <u>\$14,489,893.00</u> |

NOTE 15: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

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 16: DEFERRED CHARGES TO BE RAISED IN SUCCEEDING YEAR’S BUDGET

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:

|                                   | <u>BALANCE<br/>DECEMBER<br/>31, 2023</u> | <u>RAISED IN<br/>2024 BUDGET</u> | <u>BALANCE TO<br/>SUCCEEDING<br/>BUDGETS</u> |
|-----------------------------------|--|----------------------------------|--|
| Current Fund:                     |  |                                  |  |
| Special Emergency Authorizations: |  |                                  |  |
| Hurricane Ida                     | \$ <u>500,000.00</u>                     | \$ <u>250,000.00</u>             | \$ <u>250,000.00</u>                         |

NOTE 17: FIXED ASSETS

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

|                         | <u>Balance<br/>December 31,<br/>2022</u> | <u>Additions</u>     | <u>Balance<br/>December 31,<br/>2023</u> |
|-------------------------|--|----------------------|--|
| Land                    | \$ 13,536,350.00                         | \$                   | \$ 13,536,350.00                         |
| Buildings               | 7,734,150.00                             |                      | 7,734,150.00                             |
| Machinery and Equipment | <u>8,410,472.28</u>                      | <u>386,972.31</u>    | <u>8,797,444.59</u>                      |
|                         | <u>\$ 29,680,972.28</u>                  | <u>\$ 386,972.31</u> | <u>\$ 30,067,944.59</u>                  |

NOTE 18: SUBSEQUENT EVENTS

The Borough has evaluated subsequent events occurring after the financial statement date through September 25, 2024 which is the date the financial statements were available to be issued. Based upon this evaluation, the Borough has determined that no subsequent events need to be disclosed.

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BOROUGH OF MANVILLE  
SUPPLEMENTARY SCHEDULES – ALL FUNDS  
YEAR ENDED DECEMBER 31, 2023

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF CASH - TREASURER

| <u>REF.</u>                 | <u>CURRENT FUND</u> | <u>CURRENT FUND</u>  | <u>GRANT FUND</u>   |
|-----------------------------|---------------------|----------------------|---------------------|
| A                           | \$                  | 5,513,741.16         | \$                  |
| Increased by Receipts:      |                     |                      |                     |
| A-5                         | \$                  | 30,124,801.84        | \$                  |
| A-15                        |                     | 6,681.00             |                     |
| A-12                        |                     | 3,011,632.33         |                     |
| A-2                         |                     | 401,480.01           |                     |
| A-8                         |                     | 57,464.81            |                     |
| A-13:A-25                   |                     | 1,297,143.02         | 1,359,012.99        |
| A-6                         |                     | 600.00               |                     |
| A-26                        |                     |                      | 735,465.30          |
| A-27                        |                     | 167,825.42           | 10,714.45           |
| A-24:A-29                   |                     | 270,051.18           | 55,710.75           |
| A-14                        |                     | <u>35,337,679.61</u> | <u>2,160,903.49</u> |
|                             | \$                  | 40,851,420.77        | \$ 2,160,903.49     |
| Decreased by Disbursements: |                     |                      |                     |
| A-3                         | \$                  | 12,245,376.05        | \$                  |
| A-20                        |                     | 311,931.34           |                     |
| A-19                        |                     | 15,656,016.00        |                     |
| A-18                        |                     | 4,504,315.03         |                     |
| A-16                        |                     | 6,525.17             |                     |
| A-27                        |                     |                      | 1,163,122.36        |
| A-24                        |                     |                      | 195,890.63          |
| A-6                         |                     | 900.00               |                     |
| A-13:A-25                   |                     | 1,870,938.72         | 801,890.50          |
| A-14                        |                     | 135,247.55           |                     |
| A-1                         |                     | 10,402.03            |                     |
| A-2                         |                     | <u>1,053.00</u>      |                     |
|                             |                     | 34,742,704.89        | \$ 2,160,903.49     |
| A                           | \$                  | <u>6,108,715.88</u>  |                     |

Balance, December 31, 2023

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF CASH - COLLECTOR

|                                       | <u>REF.</u> |                  |                         |
|---------------------------------------|-------------|------------------|-------------------------|
| Increased by Receipts:                |             |                  |                         |
| Property Taxes Receivable             | A-9         | \$ 29,782,075.97 |                         |
| Tax Overpayments                      | A-16        | 20,132.38        |                         |
| Prepaid Taxes                         | A-17        | 220,424.20       |                         |
| Revenue Accounts Receivable           | A-12        | 78,031.11        |                         |
| Miscellaneous Revenue Not Anticipated | A-2         | <u>24,138.18</u> |                         |
|                                       |             |                  | \$ 30,124,801.84        |
| Decreased by Disbursements:           |             |                  |                         |
| Payments to Treasurer                 | A-4         |                  | \$ <u>30,124,801.84</u> |

"A-6"

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF PETTY CASH FUND

| <u>DEPARTMENT</u>              | <u>CASH</u><br><u>DISBURSEMENTS</u> | <u>CASH</u><br><u>RECEIPTS</u> | <u>BALANCE</u><br><u>DECEMBER</u><br><u>31, 2023</u> |
|--------------------------------|-------------------------------------|--------------------------------|--|
| Clerk                          | \$ 300.00                           | \$                             | \$ 300.00  |
| Police                         | 200.00                              | 200.00                         |  |
| Public Works                   | 200.00                              | 200.00                         |  |
| Police - Narcotics Enforcement | 200.00                              | 200.00                         |  |
|                                | <u>900.00</u>                       | <u>600.00</u>                  | <u>300.00</u>  |
| <u>REF.</u>                    | A-4                                 | A-4                            | A  |

"A-7"

SCHEDULE OF CHANGE FUNDS

| <u>DEPARTMENT</u> | <u>BALANCE</u><br><u>DECEMBER 31,</u><br><u>2022 AND 2023</u> |
|-------------------|---|
| Tax Collector     | \$ 200.00   |
| Board of Health   | 100.00  |
| Recreation        | 50.00   |
| Clerk             | 50.00   |
| Municipal Court   | 400.00  |
|                   | <u>800.00</u>   |
| <u>REF.</u>       | A   |

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF DUE STATE OF NEW JERSEY  
FOR SENIOR CITIZENS AND VETERANS DEDUCTIONS  
PER CHAPTER 20, P.L. 1971

|   | <u>REF.</u> |    |                        |
|---|-------------|----|------------------------|
| Balance, December 31, 2022                          | A           | \$ | 400.09                 |
| Increased by:                                       |             |    |                        |
| Senior Citizens Deductions Per Tax Billing          |             | \$ | 14,000.00              |
| Veterans Deductions Per Tax Billing                 |             |    | 47,750.00              |
| Senior Citizens Deductions Allowed by Tax Collector |             |    | <u>500.00</u>          |
|   |             | \$ | <u>62,250.00</u>       |
|   |             | \$ | <u>62,650.09</u>       |
| Decreased by:                                       |             |    |                        |
| Received in Cash From State                         | A-4         | \$ | 57,464.81              |
| Deductions Disallowed by Collector:<br>Current Year |             |    | <u>3,963.90</u>        |
|   |             |    | <u>61,428.71</u>       |
| Balance, December 31, 2023                          | A           | \$ | <u><u>1,221.38</u></u> |

ANALYSIS OF STATE SHARE OF 2023  
SENIOR CITIZENS AND VETERANS DEDUCTIONS

|  |     |    |                         |
|--|-----|----|-------------------------|
| Senior Citizens Deductions Per Tax Billing                       |     | \$ | 14,000.00               |
| Veterans Deductions Per Tax Billing                              |     |    | 47,750.00               |
| Deductions Allowed by Tax Collector:<br>Senior Citizens          |     |    | <u>500.00</u>           |
|  |     | \$ | <u>62,250.00</u>        |
| Less: Deductions Disallowed by Tax Collector:<br>Senior Citizens |     |    | <u>3,963.90</u>         |
|  | A-9 | \$ | <u><u>58,286.10</u></u> |

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

| YEAR | BALANCE<br>DECEMBER<br>31, 2022 | 2023<br>LEVY  | CASH COLLECTIONS<br>2022 | 2023          | CANCELED | APPLIED | TRANSFERRED<br>TO TAX<br>TITLE LIENS | BALANCE<br>DECEMBER<br>31, 2023 |
|------|---------------------------------|---------------|--------------------------|---------------|----------|---------|--------------------------------------|---------------------------------|
| 2020 | \$ 1,650.77                     | \$            | \$                       | \$ 7,634.05   | \$       | \$      | \$                                   | \$ 1,650.77                     |
| 2021 | 7,634.05                        |               |                          | 454,384.95    | 4,847.33 |         | 308.62                               | 18,787.44                       |
| 2022 | 478,328.34                      |               |                          | 482,019.00    | 4,847.33 |         | 308.62                               | 20,438.21                       |
|      | 487,613.16                      |               |                          |               |          |         |                                      |                                 |
| 2023 |                                 | 30,102,812.02 | 306,293.03               | 29,378,343.07 | 3,402.70 |         | 6,058.49                             | 408,714.73                      |
|      | 487,613.16                      | 30,102,812.02 | 306,293.03               | 29,840,362.07 | 8,250.03 |         | 6,367.11                             | 429,152.94                      |

REF.

A

A-2:A-17

A-2

A-2:A-16

A-10

A

Cash+Collector  
State of New Jersey

\$ 29,782,075.97  
58,286.10  
29,840,362.07

TAX YIELD  
General Property Tax  
Added and Omitted Tax (54:4-63.1 et seq.)

\$ 30,024,428.51  
78,383.51  
30,102,812.02

ANALYSIS OF 2023 PROPERTY TAX LEVY

TAX LEVY  
Local District School Tax

\$ 3,631,779.83  
504,467.24  
363,058.47  
5,009.49

\$ 15,656,016.00  
  
4,504,315.03

Local Tax for Municipal Purposes  
Additional Tax Levied

9,864,172.31  
78,308.68  
9,942,480.99  
30,102,812.02

"A-10"

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF TAX TITLE LIENS

|                                 | <u>REF.</u> |                 |                            |
|---------------------------------|-------------|-----------------|----------------------------|
| Balance, December 31, 2022      | A           |                 | \$ 58,437.41               |
| Increased by:                   |             |                 |                            |
| Transfers From Taxes Receivable | A-9         | \$ 6,367.11     |                            |
| Other Charges                   |             | <u>1,281.09</u> |                            |
|                                 |             |                 | <u>7,648.20</u>            |
| Balance, December 31, 2023      | A           |                 | \$ <u><u>66,085.61</u></u> |

"A-11"

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES  
(AT ASSESSED VALUATION)

|                            |   |                               |
|----------------------------|---|-------------------------------|
| Balance, December 31, 2022 | A | \$ 1,175,500.00               |
| Balance, December 31, 2023 | A | \$ <u><u>1,175,500.00</u></u> |

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

| <u>REF.</u> | <u>BALANCE<br/>DECEMBER<br/>31, 2022</u> | <u>ACCRUED IN<br/>CURRENT YEAR</u> | <u>COLLECTED BY<br/>TREASURER/<br/>COLLECTOR</u> | <u>BALANCE<br/>DECEMBER<br/>31, 2023</u> |
|-------------|--|------------------------------------|--|--|
|             | \$                                       | \$                                 | \$   | \$                                       |
| A-2         |  | 13,258.00                          | 13,258.00  |  |
| A-2         |  | 35,615.00                          | 35,615.00  |  |
| A-2         |  | 4,252.00                           | 4,252.00   |  |
| A-2         |  | 126,741.00                         | 126,741.00                                       |  |
| A-2         |  | 4,791.00                           | 4,791.00   |  |
| A-2         | 6,378.35                                 | 108,467.09                         | 107,718.03                                       | 7,127.41                                 |
| A-2         |  | 9,869.72                           | 9,869.72   |  |
| A-2         |  | 15,523.50                          | 15,523.50  |  |
| A-2         |  | 1,620,096.80                       | 1,620,096.80                                     |  |
| A-2         |  | 78,031.11                          | 78,031.11  |  |
| A-2         |  | 262,663.94                         | 262,663.94                                       |  |
| A-2         |  | 510,000.00                         | 510,000.00                                       |  |
| A-2         |  | 192,835.30                         | 192,835.30                                       |  |
| A-2         |  | 42,307.96                          | 42,307.96  |  |
| A-2         |  | 56,059.00                          | 56,059.00  |  |
| A-2         |  | 9,901.08                           | 9,901.08   |  |
|             | <u>\$ 6,378.35</u>                       | <u>\$ 3,090,412.50</u>             | <u>\$ 3,089,663.44</u>                           | <u>\$ 7,127.41</u>                       |

REF.

A

A

Tax Collector  
Treasurer

A-5  
A-4

\$ 78,031.11  
3,011,632.33  
\$ 3,089,663.44

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF INTERFUNDS

|                            | <u>REF.</u> | <u>TOTAL</u>           | <u>GRANT FUND</u>      | <u>ANIMAL CONTROL TRUST FUND</u> | <u>TRUST OTHER FUNDS</u> | <u>GENERAL CAPITAL FUND</u> | <u>SEWER UTILITY OPERATING FUND</u> |
|----------------------------|-------------|------------------------|------------------------|----------------------------------|--------------------------|-----------------------------|-------------------------------------|
| Balance, December 31, 2022 | A           | \$ 289,672.80          | \$ 278,662.45          | \$ 6,915.35                      | \$                       | \$ 4,095.00                 | \$                                  |
| Due From                   | A           | <u>87,091.97</u>       |                        |                                  | <u>67,294.85</u>         |                             | <u>19,797.12</u>                    |
| Due To                     |             |                        |                        |                                  |                          |                             |                                     |
| Treasurer-Receipts         | A-4         | \$ <u>1,297,143.02</u> | \$ <u>669,005.76</u>   | \$ <u>6,915.35</u>               | \$ <u>617,126.91</u>     | \$ <u>4,095.00</u>          | \$                                  |
| Treasurer-Disbursements    | A-4         | \$ <u>1,870,938.72</u> | \$ <u>1,226,128.25</u> | \$                               | \$ <u>625,013.35</u>     | \$                          | \$ <u>19,797.12</u>                 |
| Balance, December 31, 2023 | A           | \$ 835,784.94          | \$ 835,784.94          | \$                               | \$                       | \$                          | \$                                  |
| Due From                   | A           | <u>59,408.41</u>       |                        |                                  | <u>59,408.41</u>         |                             |                                     |
| Due To                     |             |                        |                        |                                  |                          |                             |                                     |

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF RESERVE FOR MISCELLANEOUS DEPOSITS

|                                    | BALANCE<br>DECEMBER<br>31, 2022 | CASH<br>RECEIPTS     | CASH<br>DISBURSEMENTS | ENCUMBRANCES<br>PAYABLE | ANTICIPATED<br>REVENUE | BALANCE<br>DECEMBER<br>31, 2023 |
|------------------------------------|---------------------------------|----------------------|-----------------------|-------------------------|------------------------|---------------------------------|
| FEMA                               | \$ 50,196.18                    | \$                   | \$                    |                         | \$                     | 50,196.18                       |
| FEMA - Hurricane IDA               | 560,181.23                      | 267,279.09           | 75,584.97             |                         | 250,000.00             | 501,875.35                      |
| Revaluation                        | 41,859.00                       |                      |                       |                         |                        | 41,859.00                       |
| Police Outside Overtime            | 9,170.42                        |                      | 9,170.42              |                         |                        |                                 |
| Codification of Ordinances         | 23,000.00                       |                      |                       | 23,000.00               |                        |                                 |
| Tax Maps                           | 15,140.66                       |                      |                       |                         |                        | 15,140.66                       |
| Hurricane IDA - Insurance Proceeds | 336,143.20                      | 1,372.09             | 49,817.16             |                         |                        | 286,326.04                      |
| LIHWAP-Water Assistance Program    |                                 |                      |                       |                         |                        | 1,372.09                        |
| Due State NJ - DCA Fees            | 25.00                           |                      |                       |                         |                        | 25.00                           |
| Due State NJ - Marriage Licenses   |                                 | 1,400.00             | 675.00                |                         |                        | 725.00                          |
|                                    | <u>\$ 1,035,715.69</u>          | <u>\$ 270,051.18</u> | <u>\$ 135,247.55</u>  | <u>\$ 23,000.00</u>     | <u>\$ 250,000.00</u>   | <u>\$ 897,519.32</u>            |

REF.

Balance, December 31, 2022  
Encumbrances Payable

\$ 1,016,532.69  
19,183.00

A-4  
A-21

A-4  
A-21  
A-2

A

"A-15"

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF RESERVE FOR SALE OF MUNICIPAL ASSETS

|                            | <u>REF.</u> |    |                          |
|----------------------------|-------------|----|--------------------------|
| Balance, December 31, 2022 | A           | \$ | 244,679.59               |
| Increased by:              |             |    |                          |
| Cash Receipts              | A-4         |    | <u>6,681.00</u>          |
| Balance, December 31, 2023 | A           | \$ | <u><u>251,360.59</u></u> |

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF TAX OVERPAYMENTS

|                            | <u>REF.</u> |    |                         |
|----------------------------|-------------|----|-------------------------|
| Balance, December 31, 2022 | A           | \$ | 15,906.91               |
| Increased by:              |             |    |                         |
| Cash Receipts              | A-5         |    | <u>20,132.38</u>        |
|                            |             | \$ | <u>36,039.29</u>        |
| Decreased by:              |             |    |                         |
| Cash Disbursements         | A-4         |    | <u>6,525.17</u>         |
| Balance, December 31, 2023 | A           | \$ | <u><u>29,514.12</u></u> |

"A-17"

BOROUGH OF MANVILLE  
CURRENT FUND  
SCHEDULE OF PREPAID TAXES

|   | <u>REF.</u> |    |                          |
|---|-------------|----|--------------------------|
| Balance, December 31, 2022 (2023 Taxes) | A           | \$ | 306,293.03               |
| Increased by:                           |             |    |                          |
| Collection - 2024 Taxes                 | A-5         |    | <u>220,424.20</u>        |
|   |             | \$ | 526,717.23               |
| Decreased by:                           |             |    |                          |
| Applied to Taxes Receivable             | A-9         |    | <u>306,293.03</u>        |
| Balance, December 31, 2023 (2024 Taxes) | A           | \$ | <u><u>220,424.20</u></u> |

"A-18"

SCHEDULE OF COUNTY TAXES PAYABLE

|                        |         |    |                            |
|------------------------|---------|----|----------------------------|
| Current Year Tax Levy: |         |    |                            |
| County Tax             | A-1:A-9 | \$ | 3,631,779.83               |
| County Library Tax     | A-1:A-9 |    | 504,467.24                 |
| County Open Space      | A-1:A-9 |    | 363,058.47                 |
| Added County Taxes     | A-1:A-9 |    | <u>5,009.49</u>            |
|                        |         | \$ | 4,504,315.03               |
| Decreased by:          |         |    |                            |
| Cash Disbursements     | A-4     | \$ | <u><u>4,504,315.03</u></u> |

"A-19"

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE

|                                  | <u>REF.</u> |    |                      |
|----------------------------------|-------------|----|----------------------|
| Increased by:                    |             |    |                      |
| Levy Calendar Year 2023          | A-9         | \$ | 15,656,016.00        |
| Decreased by:                    |             |    |                      |
| Payment to Local District School | A-1:A-4     | \$ | <u>15,656,016.00</u> |

BOROUGH OF MANVILLE  
CURRENT FUND  
SCHEDULE OF 2022 APPROPRIATION RESERVES

|  | BALANCE<br>DECEMBER<br>31, 2022 | ADJUSTED<br>BALANCE | PAID OR<br>CHARGED | BALANCE<br>LAPSED |
|--|---------------------------------|---------------------|--------------------|-------------------|
| <u>GENERAL GOVERNMENT</u>                      |                                 |                     |                    |                   |
| Administrative and Executive:                  | \$                              | \$                  | \$                 | \$                |
| Salaries and Wages                             | 4,327.41                        | 4,327.41            |                    | 4,327.41          |
| Other Expenses                                 | 16.41                           | 635.66              | 122.80             | 512.86            |
| Sustainable NJ                                 | 2,000.00                        | 2,000.00            |                    | 2,000.00          |
| Mayor and Council:                             |                                 |                     |                    |                   |
| Salaries and Wages                             | 1,249.50                        | 1,249.50            |                    | 1,249.50          |
| Other Expenses                                 | 3,828.75                        | 3,903.75            | 1,655.35           | 2,248.40          |
| Borough Clerk:                                 |                                 |                     |                    |                   |
| Salaries and Wages                             | 7,607.28                        | 7,607.28            |                    | 7,607.28          |
| Other Expenses                                 | 169.31                          | 1,172.01            | 405.33             | 766.68            |
| Elections:                                     |                                 |                     |                    |                   |
| Other Expenses                                 | 324.48                          | 324.48              |                    | 324.48            |
| Financial Administration:                      |                                 |                     |                    |                   |
| Other Expenses                                 | 8,032.27                        | 8,526.35            | 8,251.58           | 274.77            |
| Audit  | 1,475.00                        | 1,475.00            |                    | 1,475.00          |
| Assessment of Taxes:                           |                                 |                     |                    |                   |
| Salaries and Wages                             | 1,377.78                        | 1,377.78            |                    | 1,377.78          |
| Other Expenses                                 | 2,652.53                        | 2,652.53            | 2,540.00           | 112.53            |
| Data Processing:                               |                                 |                     |                    |                   |
| Other Expenses                                 | 3,118.20                        | 3,118.20            | 2,936.39           | 181.81            |
| Collection of Taxes:                           |                                 |                     |                    |                   |
| Salaries and Wages                             | 1,344.34                        | 1,344.34            |                    | 1,344.34          |
| Other Expenses                                 | 276.08                          | 551.08              | 469.48             | 81.60             |
| Legal Services and Costs:                      |                                 |                     |                    |                   |
| Other Expenses                                 | 22,685.34                       | 22,772.84           | 15,966.25          | 6,806.59          |
| Engineering Services and Costs:                |                                 |                     |                    |                   |
| Other Expenses                                 | 5,000.00                        | 5,000.00            | 5,000.00           |                   |
| Public Buildings and Grounds:                  |                                 |                     |                    |                   |
| Other Expenses                                 | 12,490.53                       | 35,981.17           | 13,875.65          | 22,105.52         |
| Planning/Zoning:                               |                                 |                     |                    |                   |
| Salaries and Wages                             | 600.24                          | 600.24              |                    | 600.24            |
| Other Expenses                                 | 11,754.27                       | 11,851.18           | 11,851.18          |                   |
| <u>PUBLIC SAFETY</u>                           |                                 |                     |                    |                   |
| Fire:  |                                 |                     |                    |                   |
| Other Expenses                                 | 114.70                          | 59,323.88           | 56,826.45          | 2,497.43          |
| Police:  |                                 |                     |                    |                   |
| Salaries and Wages                             | 13,042.92                       | 13,042.92           | 2,493.40           | 10,549.52         |
| Other Expenses                                 | 1.21                            | 19,167.56           | 19,078.45          | 89.11             |
| Emergency Management:                          |                                 |                     |                    |                   |
| Other Expenses                                 | 897.92                          | 9,616.82            | 8,686.90           | 929.92            |
| First Aid Organization Contribution            | 10,000.00                       | 10,000.00           |                    | 10,000.00         |
| First Aid Insurance Payment                    | 77.76                           | 77.76               |                    | 77.76             |
| Shade Tree Commission                          | 994.49                          | 7,584.49            | 6,590.00           | 994.49            |
| Public Works Department:                       |                                 |                     |                    |                   |
| Salaries and Wages                             | 14,142.43                       | 14,142.43           |                    | 14,142.43         |
| Other Expenses                                 | 250.33                          | 83,515.91           | 49,528.62          | 33,987.29         |
| Board of Health:                               |                                 |                     |                    |                   |
| Salaries and Wages                             | 7,731.54                        | 7,731.54            |                    | 7,731.54          |
| Other Expenses                                 | 3,469.04                        | 3,667.04            | 650.00             | 3,017.04          |
| Bloodborne Pathogens:                          |                                 |                     |                    |                   |
| Other Expenses                                 | 100.00                          | 100.00              |                    | 100.00            |
| Insurance:                                     |                                 |                     |                    |                   |
| Group Insurance Plan for Employees             | 16,857.43                       | 16,857.43           | 16,376.02          | 481.41            |
| Other Insurance Premiums                       | 3,943.56                        | 3,943.56            |                    | 3,943.56          |
| Workmen Comp. Insurance                        | 15,616.20                       | 15,616.20           |                    | 15,616.20         |
| Health Benefits Waiver                         | 15,000.00                       | 15,000.00           |                    | 15,000.00         |
| <u>RECREATION AND EDUCATION</u>                |                                 |                     |                    |                   |
| Recreation:                                    |                                 |                     |                    |                   |
| Salaries and Wages                             | 3,583.01                        | 3,583.01            |                    | 3,583.01          |
| Other Expenses                                 | 87.25                           | 812.81              | 548.56             | 264.25            |
| Celebration of Events, Anniversary or Holiday: |                                 |                     |                    |                   |
| Other Expenses                                 | 101.19                          | 525.00              | 423.81             | 101.19            |
| Contribution to Senior Citizen Center          |                                 | 2,000.00            | 2,000.00           |                   |
| Contribution to Youth Services Commission      | 100.00                          | 100.00              |                    | 100.00            |

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF 2022 APPROPRIATION RESERVES

|  | BALANCE<br>DECEMBER<br>31, 2022 | ADJUSTED<br>BALANCE  | PAID OR<br>CHARGED   | BALANCE<br>LAPSED    |
|--|---------------------------------|----------------------|----------------------|----------------------|
| <u>STATE UNIFORM CONSTRUCTION CODE</u>   |                                 |                      |                      |                      |
| Construction Office:                     | \$                              | \$                   | \$                   | \$                   |
| Salaries and Wages                       | 6,915.07                        | 6,915.07             | 2,000.00             | 4,915.07             |
| Other Expenses                           | 0.87                            | 2,193.99             |                      | 2,193.99             |
| Property Maintenance:                    |                                 |                      |                      |                      |
| Salaries and Wages                       | 976.51                          | 976.51               |                      | 976.51               |
| Other Expenses                           |                                 | 100.00               |                      | 100.00               |
| Uniform Fire Safety Act:                 |                                 |                      |                      |                      |
| Salaries and Wages                       | 2,744.78                        | 2,744.78             |                      | 2,744.78             |
| Other Expenses                           | 183.16                          | 9,899.50             | 9,660.54             | 238.96               |
| <u>UNCLASSIFIED</u>                      |                                 |                      |                      |                      |
| Utilities:                               |                                 |                      |                      |                      |
| Gasoline and Fuel                        | 1,081.29                        | 9,816.77             | 9,816.77             |                      |
| Electricity                              | 10,967.84                       | 10,967.84            | 10,293.13            | 674.71               |
| Natural Gas                              | 4,674.59                        | 4,674.59             | 4,674.59             |                      |
| Telephone                                | 121.50                          | 121.50               | 42.95                | 78.55                |
| Street Lighting                          | 8,243.11                        | 8,243.11             | 8,243.11             |                      |
| Fire Hydrant Service                     | 30,126.78                       | 30,126.78            | 26,267.98            | 3,858.80             |
| Water                                    | 5,032.53                        | 5,032.53             | 878.94               | 4,153.59             |
| Postage                                  | 6,774.51                        | 6,774.51             |                      | 6,774.51             |
| Statutory Expenditures:                  |                                 |                      |                      |                      |
| Contribution to:                         |                                 |                      |                      |                      |
| Public Employees' Retirement System      | 4,036.68                        | 4,036.68             |                      | 4,036.68             |
| Social Security System (O.A.S.I.)        | 11,619.20                       | 11,619.20            |                      | 11,619.20            |
| Police and Firemen's Pension Fund        | 16,465.00                       | 16,465.00            |                      | 16,465.00            |
| DCRP                                     | 4,733.80                        | 4,733.80             |                      | 4,733.80             |
| Length of Service Awards Program         | 14,000.00                       | 14,000.00            | 7,400.00             | 6,600.00             |
| Interlocal Municipal Service Agreements: |                                 |                      |                      |                      |
| Health Services Contract:                |                                 |                      |                      |                      |
| County of Somerset                       | 680.28                          | 680.28               |                      | 680.28               |
| Public Works Services:                   |                                 |                      |                      |                      |
| Somerville                               | 7,050.00                        | 7,050.00             |                      | 7,050.00             |
| Animal Control Contract:                 |                                 |                      |                      |                      |
| Township of Bridgewater                  | 6,100.00                        | 6,100.00             |                      | 6,100.00             |
| Somerset County Regional Animal Shelter  | 4,660.00                        | 4,660.00             |                      | 4,660.00             |
| Municipal Court Services:                |                                 |                      |                      |                      |
| Township of Hillsborough                 | 6,377.11                        | 6,377.11             | 6,377.11             |                      |
| Accounting Services:                     |                                 |                      |                      |                      |
| Township of Montgomery                   | 449.48                          | 449.48               |                      | 449.48               |
|  | <u>\$ 350,454.79</u>            | <u>\$ 577,638.19</u> | <u>\$ 311,931.34</u> | <u>\$ 265,706.85</u> |
| <u>REF.</u>                              | A: A-20                         |                      | A-4                  | A-1                  |
| Budget - Reserved                        | A-20                            | \$ 350,454.79        |                      |                      |
| Reserve for Encumbrances                 | A-21                            | <u>227,183.40</u>    |                      |                      |
|  |                                 | <u>\$ 577,638.19</u> |                      |                      |

"A-21"

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES PAYABLE

|                                       | <u>REF.</u> |                  |                             |
|---------------------------------------|-------------|------------------|-----------------------------|
| Balance, December 31, 2022            | A           |                  | \$ 246,366.40               |
| Increased by:                         |             |                  |                             |
| Budget Appropriations                 | A-3         | \$ 440,928.80    |                             |
| Reserve for Miscellaneous Reserves    | A-14        | <u>23,000.00</u> |                             |
|                                       |             |                  | <u>463,928.80</u>           |
|                                       |             |                  | \$ <u>710,295.20</u>        |
| Decreased by:                         |             |                  |                             |
| Transferred to Appropriation Reserves | A-20        | \$ 227,183.40    |                             |
| Reserve for Miscellaneous Reserves    | A-14        | <u>19,183.00</u> |                             |
|                                       |             |                  | <u>246,366.40</u>           |
| Balance, December 31, 2023            | A           |                  | \$ <u><u>463,928.80</u></u> |

"A-22"

GRANT FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES PAYABLE

|                                    |      |  |                             |
|------------------------------------|------|--|-----------------------------|
| Balance, December 31, 2022         | A    |  | \$ 5,092.15                 |
| Increased by:                      |      |  |                             |
| Reserve for Grants Appropriated    | A-27 |  | <u>267,322.40</u>           |
|                                    |      |  | \$ <u>272,414.55</u>        |
| Decreased by:                      |      |  |                             |
| Transferred to Grants Appropriated | A-27 |  | <u>5,092.15</u>             |
| Balance, December 31, 2023         | A    |  | \$ <u><u>267,322.40</u></u> |

"A-23"

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF DEFERRED CHARGES

|                            | <u>REF.</u> | <u>EMERGENCY</u><br><u>AUTHORIZATION</u> | <u>TOTAL</u>         |
|----------------------------|-------------|--|----------------------|
| Balance, December 31, 2022 | A           | \$ 750,000.00                            | \$ 750,000.00        |
| Decreased by:              |             |  |                      |
| Budget Appropriation       | A-3         | <u>250,000.00</u>                        | <u>250,000.00</u>    |
|                            |             | \$ 250,000.00                            | \$ 250,000.00        |
| Balance, December 31, 2023 | A           | <u>\$ 500,000.00</u>                     | <u>\$ 500,000.00</u> |

BOROUGH OF MANVILLE  
GRANT FUND

SCHEDULE OF RESERVE FOR GRANTS-UNAPPROPRIATED

| GRANT/PROGRAM               | BALANCE<br>DECEMBER<br>31, 2022 | RECEIPTS            | DISBURSEMENTS      | APPLIED TO<br>RECEIVABLES | APPLIED TO<br>REVENUES | BALANCE<br>DECEMBER<br>31, 2023 |
|-----------------------------|---------------------------------|---------------------|--------------------|---------------------------|------------------------|---------------------------------|
| BVP - Bulletproof Vest      | \$ 1,577.40                     | \$                  | \$                 | 1,577.40                  | \$                     | 23,335.11                       |
| Clean Communities Program   | 23,528.87                       | 26,390.44           | 3,055.33           | 23,528.87                 |                        | 2,099.70                        |
| American Recovery Plan      | 192,835.30                      |                     |                    |                           | 192,835.30             | 15,000.00                       |
| Body Armor Replacement Fund | 1,789.21                        | 2,099.70            |                    | 1,789.21                  |                        | 1,263.00                        |
| Stormwater Assistance Grant |                                 | 15,000.00           |                    |                           |                        | 10,957.61                       |
| Statewide Insurance Grant   |                                 | 1,263.00            |                    |                           |                        |                                 |
| Opioid Settlement           | 19,006.22                       | 10,957.61           |                    | 19,006.22                 |                        |                                 |
|                             | <u>\$ 238,737.00</u>            | <u>\$ 55,710.75</u> | <u>\$ 3,055.33</u> | <u>\$ 45,901.70</u>       | <u>\$ 192,835.30</u>   | <u>\$ 52,655.42</u>             |
| REF.                        | A                               | A-4                 | A-4                | A-26                      | A-2-A-4                | A                               |

"A-25"

BOROUGH OF MANVILLE

GRANT FUND

SCHEDULE OF INTERFUNDS

|  | <u>REF.</u> | <u>TOTAL</u>                | <u>CURRENT<br/>FUND</u>     |
|--|-------------|-----------------------------|-----------------------------|
| Balance, December 31, 2022<br>Due From   | A           | \$ <u>278,662.45</u>        | \$ <u>278,662.45</u>        |
| Increased by:<br>Treasurer-Receipts      | A-4         | <u>1,359,012.99</u>         | <u>1,359,012.99</u>         |
| Decreased by:<br>Treasurer-Disbursements | A-4         | <u>801,890.50</u>           | <u>801,890.50</u>           |
| Balance, December 31, 2023<br>Due From   | A           | \$ <u><u>835,784.94</u></u> | \$ <u><u>835,784.94</u></u> |

BOROUGH OF MANVILLE  
GRANT FUND

SCHEDULE OF GRANTS RECEIVABLE

|  | BALANCE<br>DECEMBER<br>31, 2022 | 2023<br>BUDGET<br>ANTICIPATED<br>REVENUE | CASH<br>RECEIPTS | UNAPPROPRIATED<br>APPLIED | CANCELED | BALANCE<br>DECEMBER<br>31, 2023 |
|--|---------------------------------|--|------------------|---------------------------|----------|---------------------------------|
| Clean Communities Program                              |                                 |  |                  |                           |          |                                 |
| D.O.T. - West Campaign Road                            | \$ 40,000.00                    | \$ 23,528.87                             |                  | \$ 23,528.87              |          | \$ 40,000.00                    |
| D.O.T. - Kennedy Blvd. Phase 2                         | 51,905.15                       |  |                  |                           |          | 51,905.15                       |
| D.O.T. - Brooks Blvd. Phase 1                          | 160,117.51                      |  |                  |                           |          | 160,117.51                      |
| D.O.T. - Brooks Blvd. Phase 2                          | 130,995.44                      |  |                  |                           |          | 130,995.44                      |
| D.O.T. - Brooks Blvd. Phase 3                          | 200,715.89                      |  |                  |                           |          | 200,715.89                      |
| D.O.T. - Knopf Ave. - Phase 1                          | 275,000.00                      |  | 178,473.18       |                           |          | 96,526.82                       |
| D.O.T. - Knopf Ave. - Phase 2                          | 348,000.00                      |  | 255,506.16       |                           |          | 92,493.84                       |
| D.O.T. - Knopf Ave. - Phase 3                          |                                 | 409,350.00                               |                  |                           |          | 409,350.00                      |
| FEMA - Emergency Management Flood Mitigation           | 277.75                          |  |                  |                           |          | 277.75                          |
| FEMA - 2018 Flood Mitigation- County Match             | 64,572.14                       |  |                  |                           |          | 64,572.14                       |
| Municipal Alliance Alcohol and Drug Abuse              | 7,846.63                        |  |                  |                           |          | 7,846.63                        |
| Municipal Alliance Alcohol and Drug Abuse 23-24        |                                 | 13,508.23                                |                  |                           |          | 13,508.23                       |
| Body Armor Replacement Fund                            |                                 | 1,789.27                                 |                  | 1,789.21                  | 0.06     |                                 |
| Recycling Tonnage Grant                                |                                 | 18,601.22                                | 18,601.22        |                           |          |                                 |
| BVP - Bulletproof Vest                                 |                                 | 1,577.40                                 |                  | 1,577.40                  |          |                                 |
| County Open Space Grant                                | 250,000.00                      |  |                  |                           |          | 250,000.00                      |
| Community Development Block Grant                      |                                 | 132,884.74                               | 132,884.74       |                           |          |                                 |
| Pedestrian Safety Grant                                | 2,056.50                        |  |                  |                           |          | 2,056.50                        |
| Emergency Siren Grant                                  |                                 | 200,000.00                               | 150,000.00       |                           |          | 50,000.00                       |
| NJ Opioid Settlement                                   |                                 | 19,006.22                                |                  | 19,006.22                 |          |                                 |
| Supplemental Transitional Aid - Emergency Services     |                                 | 298,618.00                               |                  |                           |          | 298,618.00                      |
| Supplemental Transitional Aid - Information Technology |                                 | 150,000.00                               |                  |                           |          | 150,000.00                      |
|  | \$ 1,531,487.01                 | \$ 1,268,863.95                          | \$ 735,465.30    | \$ 45,901.70              | \$ 0.06  | \$ 2,018,983.90                 |

REF.

A

A-2

A-4

A-24

A-27

A

BOROUGH OF MANVILLE  
GRANT FUND

SCHEDULE OF RESERVE FOR GRANTS-APPROPRIATED

| GRANT/PROGRAM   | BALANCE<br>DECEMBER<br>31, 2022 | ENCUMBRANCES<br>PAYABLE | 2023<br>BUDGET<br>APPROPRIATIONS | PAID OR<br>CHARGED | CANCELED | BALANCE<br>DECEMBER<br>31, 2023 |
|---|---------------------------------|-------------------------|----------------------------------|--------------------|----------|---------------------------------|
| Office of Emergency Management - 2015                   | \$ 113.40                       | \$                      | \$                               | \$                 | \$       | \$ 113.40                       |
| Office of Emergency Management - 2016                   | 2.29                            |                         |                                  |                    |          | 2.29                            |
| Office of Emergency Management - 2020                   | 1,925.00                        |                         |                                  | 1,300.00           |          | 625.00                          |
| Office of Emergency Management (EMMA 2022)              | 10,000.00                       |                         |                                  | 6,891.88           |          | 3,008.12                        |
| Siren System Grant                                      |                                 |                         | 200,000.00                       | 199,978.18         |          | 21.82                           |
| Supplemental Transitional Aid - Emergency Services      |                                 |                         | 298,618.00                       | 173,733.88         |          | 124,884.12                      |
| Supplemental Transitional Aid - Information Technology  |                                 |                         | 150,000.00                       | 85,043.40          |          | 64,956.60                       |
| Alcohol Education Rehabilitation - 2010                 | 35.50                           |                         |                                  |                    |          | 35.50                           |
| Drunk Driving Enforcement Fund - 2010                   | 524.53                          | 355.02                  |                                  | 879.55             |          |                                 |
| Drunk Driving Enforcement Fund - 2012                   | 1,354.87                        | 598.40                  |                                  | 1,953.27           |          |                                 |
| Drunk Driving Enforcement Fund - 2013                   | 4,106.96                        |                         |                                  | 4,106.96           |          |                                 |
| Drunk Driving Enforcement Fund - 2015                   | 1,686.41                        |                         |                                  | 1,686.41           |          |                                 |
| Drunk Driving Enforcement Fund - 2016                   | 3,409.50                        |                         |                                  | 3,409.50           |          |                                 |
| Clean Communities Program - 2022                        |                                 |                         | 23,528.87                        | 23,528.87          |          |                                 |
| Clean Communities Program - 2023                        |                                 |                         |                                  |                    |          |                                 |
| County Open Space Grant                                 | 110,874.77                      |                         |                                  | 63,517.88          |          | 47,356.89                       |
| Body Armor Replacement Fund - 2017                      | 427.94                          | 790.74                  |                                  | 1,218.68           |          |                                 |
| Body Armor Replacement Fund - 2019                      | 1,969.52                        |                         |                                  | 1,969.52           |          |                                 |
| Body Armor Replacement Fund - 2020                      | 4,426.23                        |                         |                                  | 1,805.12           |          | 2,621.11                        |
| Body Armor Replacement Fund - 2022                      | 1,371.51                        |                         |                                  |                    |          | 1,371.51                        |
| Body Armor Replacement Fund - 2023                      |                                 |                         |                                  |                    |          | 1,789.21                        |
| Federal Bulletproof Vest Partnership - 2018             | 1,095.71                        | 790.74                  | 1,789.27                         | 3,463.85           | 0.06     |                                 |
| Recycling Tonnage Grant - 2021                          | 164.60                          | 349.85                  | 1,577.40                         | 514.45             |          |                                 |
| Recycling Tonnage Grant - 2022                          | 7,881.10                        | 1,407.40                |                                  | 7,921.97           |          |                                 |
| Recycling Tonnage Grant - 2023                          |                                 |                         | 18,601.22                        |                    |          | 1,366.53                        |
| Somerset County Youth Services - 2015                   | 123.95                          |                         |                                  | 123.95             |          |                                 |
| Somerset County Youth Services - 2016                   | 376.05                          |                         |                                  | 376.05             |          |                                 |
| Somerset County Youth Services - 2019                   | 4,500.00                        |                         |                                  | 4,500.00           |          |                                 |
| Somerset County Youth Services - 2020                   | 4,500.00                        |                         |                                  | 4,500.00           |          |                                 |
| Somerset County Youth Services - 2022                   | 10,000.00                       |                         |                                  | 10,000.00          |          |                                 |
| Somerset County Youth Services ABIS Environmental Grant | 170.02                          |                         |                                  |                    |          | 170.02                          |
| Statewide Insurance Grant                               | 1,890.00                        |                         |                                  |                    |          | 1,890.00                        |
| Sustainable Jersey Small Grants- 2019                   | 87.85                           |                         |                                  |                    |          | 87.85                           |
| Sustainable Jersey Small Grants- 2020                   | 864.72                          |                         |                                  |                    |          | 864.72                          |
| Flood Mitigation Assistance Grant- 2018 Match           | 53,654.50                       |                         |                                  |                    |          | 53,654.50                       |
| Municipal Alliance Alcohol and Drug Abuse - 2016        | 2,135.36                        | 800.00                  | 13,508.23                        | 2,935.38           |          | 1,324.56                        |
| Municipal Alliance Alcohol and Drug Abuse - 2023        |                                 |                         |                                  | 12,183.67          |          | 1,000.32                        |
| Municipal Alliance Alcohol and Drug Abuse - Match       |                                 |                         |                                  | 2,304.65           |          | 26,861.15                       |
| NJ DOT Kennedy Blvd - Phase I, II, III                  | 3,304.97                        |                         |                                  | 56,745.90          |          | 73,232.45                       |
| NJ DOT Brooks Blvd - Phase II                           | 26,861.15                       |                         |                                  | 9,893.16           |          | 9,113.06                        |
| NJ DOT Settlement                                       | 129,978.35                      |                         | 19,006.22                        | 243,115.44         |          | 31,884.56                       |
| NJ DOT Knopf Ave. - Phase 1                             | 275,000.00                      |                         |                                  | 335,782.25         |          |                                 |
| NJ DOT Knopf Ave. - Phase 2                             | 335,782.25                      |                         |                                  | 17,270.75          |          | 392,079.25                      |
| NJ DOT Knopf Ave. - Phase 3                             | 5,465.50                        |                         | 409,350.00                       | 4,091.00           |          | 1,374.50                        |
| Pedestrian Safety Grant - 2018-2019 Match               | 2,930.88                        |                         |                                  |                    |          | 2,930.88                        |
| Community Development Block Grant                       |                                 |                         | 132,884.74                       |                    |          |                                 |
|   | \$ 1,008,995.41                 | \$ 5,092.15             | \$ 1,268,863.95                  | \$ 1,419,730.31    | \$ 0.06  | \$ 863,221.14                   |
|   | A                               | A-22                    | A-3                              |                    |          | A                               |
| Cash Disbursements                                      |                                 |                         |                                  | \$ 1,163,122.36    |          |                                 |
| Encumbrances Payable                                    |                                 |                         |                                  | 267,322.40         | 0.06     |                                 |
| Grants Receivable                                       |                                 |                         |                                  |                    |          |                                 |
|   | \$                              | \$                      | \$                               | \$                 | \$       | \$                              |
|   |                                 |                         |                                  | 1,430,444.76       |          |                                 |
|   |                                 |                         |                                  | 10,714.45          |          |                                 |
| Less: Refunds   |                                 |                         |                                  | 1,419,730.31       | 0.06     |                                 |

REE.

A-4  
A-22  
A-26

A-4

"A-28"

BOROUGH OF MANVILLE

CURRENT FUND

SCHEDULE OF RESERVE FOR TAX APPEALS

|                            | <u>REF.</u> |    |                   |
|----------------------------|-------------|----|-------------------|
| Balance, December 31, 2022 | A           | \$ | 600,000.00        |
| Balance, December 31, 2023 | A           | \$ | <u>600,000.00</u> |

"A-29"

SCHEDULE OF RESERVE FOR GRANTS UNAPPROPRIATED - CURRENT FUND

|                            |     |    |                   |
|----------------------------|-----|----|-------------------|
| Balance, December 31, 2022 | A   | \$ | 83,930.38         |
| Increased by:              |     |    |                   |
| Cash Receipts              | A-4 |    | <u>167,825.42</u> |
|                            |     | \$ | 251,755.80        |
| Decreased by:              |     |    |                   |
| Applied to Revenue         | A-2 |    | <u>83,930.38</u>  |
| Balance, December 31, 2023 | A   | \$ | <u>167,825.42</u> |

BOROUGH OF MANVILLE

TRUST FUND

SCHEDULE OF CASH-TREASURER

| <u>REF.</u>                       | <u>ANIMAL CONTROL</u> | <u>OTHER</u>            |
|-----------------------------------|-----------------------|-------------------------|
| Balance, December 31, 2022        | \$ 13,996.55          | \$ 2,473,232.02         |
| Increased by Receipts:            |                       |                         |
| Dog License Fees                  | \$ 1,944.49           | \$                      |
| Due State of New Jersey           | 187.80                |                         |
| Various Reserves and Deposits     |                       | 9,503,572.07            |
| Community Development Block Grant |                       | 165,809.64              |
| Interfunds                        |                       | 665,013.35              |
|                                   | <u>2,132.29</u>       | <u>10,334,395.06</u>    |
|                                   | \$ <u>16,128.84</u>   | \$ <u>12,807,627.08</u> |
| Decreased by Disbursements:       |                       |                         |
| Expenditures Under R.S.4:19-15.11 | \$ 2,031.00           | \$                      |
| Due State of New Jersey           | 187.80                |                         |
| Various Reserves and Deposits     |                       | 10,195,883.63           |
| Community Development Block Grant |                       | 133,002.89              |
| Interfunds                        | <u>6,915.35</u>       | <u>657,126.91</u>       |
|                                   | <u>9,134.15</u>       | <u>10,986,013.43</u>    |
| Balance, December 31, 2023        | \$ <u>6,994.69</u>    | \$ <u>1,821,613.65</u>  |

"B-2"

BOROUGH OF MANVILLE

TRUST FUND

SCHEDULE OF RESERVE FOR ANIMAL CONTROL TRUST FUND EXPENDITURES

|                                    | <u>REF.</u> |    |                        |
|------------------------------------|-------------|----|------------------------|
| Balance, December 31, 2022         | B           | \$ | 7,081.20               |
| Increased by:                      |             |    |                        |
| Receipts:                          |             |    |                        |
| License Fees Collected             | B-1         | \$ | <u>1,924.69</u>        |
|                                    |             |    | 9,005.89               |
| Decreased by:                      |             |    |                        |
| Expenditures under R.S.4:19-15.11: |             |    |                        |
| Cash Disbursements                 | B-1         |    | <u>2,031.00</u>        |
| Balance, December 31, 2023         | B           | \$ | <u><u>6,974.89</u></u> |

| <u>LICENSE FEES COLLECTED</u> |                           |
|-------------------------------|---------------------------|
| <u>YEAR</u>                   | <u>AMOUNT</u>             |
| 2022                          | \$ 3,819.30               |
| 2021                          | <u>3,434.00</u>           |
|                               | \$ <u><u>7,253.30</u></u> |

"B-3"

SCHEDULE OF DUE STATE OF NEW JERSEY

|                            |     |    |                     |
|----------------------------|-----|----|---------------------|
| Increased by:              |     |    |                     |
| Cash Receipts              | B-1 | \$ | 207.60              |
| Decreased by:              |     |    |                     |
| Cash Disbursements         | B-1 |    | <u>187.80</u>       |
| Balance, December 31, 2023 | B   | \$ | <u><u>19.80</u></u> |

BOROUGH OF MANVILLE

TRUST FUND

SCHEDULE OF INTERFUNDS - ANIMAL CONTROL TRUST FUND

|                            | <u>REF.</u> |    |                 |
|----------------------------|-------------|----|-----------------|
| Balance, December 31, 2022 | B           | \$ | 6,915.35        |
| Decreased by:              |             |    |                 |
| Cash Disbursements         | B-1         | \$ | <u>6,915.35</u> |

"B-5"

BOROUGH OF MANVILLE

TRUST FUND

SCHEDULE OF INTERFUNDS - TRUST OTHER FUND

|   | <u>REF.</u> | <u>TOTAL</u>               | <u>CURRENT<br/>FUND</u>    |
|---|-------------|----------------------------|----------------------------|
| Balance, December 31, 2022:<br>Due From | B           | \$ <u>67,294.85</u>        | \$ <u>67,294.85</u>        |
| Increased by:<br>Cash Receipts          | B-1         | \$ <u>665,013.35</u>       | \$ <u>665,013.35</u>       |
| Decreased by:<br>Cash Disbursements     | B-1         | \$ <u>657,126.91</u>       | \$ <u>657,126.91</u>       |
| Balance, December 31, 2023:<br>Due From | B           | \$ <u><u>59,408.41</u></u> | \$ <u><u>59,408.41</u></u> |

BOROUGH OF MANVILLE

TRUST FUND

SCHEDULE OF VARIOUS RESERVES AND DEPOSITS

|                                       | BALANCE<br>DECEMBER<br>31, 2022 | CASH<br>RECEIPTS       | CASH<br>DISBURSEMENTS   | ENCUMBRANCES<br>PAYABLE | BALANCE<br>DECEMBER<br>31, 2023 |
|---------------------------------------|---------------------------------|------------------------|-------------------------|-------------------------|---------------------------------|
| Developers/Engineering Escrow         | \$ 42,649.41                    | \$                     | \$                      | \$                      | \$ 42,649.41                    |
| Police Escrow                         | 3,000.00                        |                        |                         |                         | 3,000.00                        |
| Donation                              | 323.48                          |                        |                         |                         | 323.48                          |
| Fire Penalties - Fire Department      | 11,739.91                       | 3,950.00               |                         |                         | 15,689.91                       |
| Fire Penalties - Fire Marshall        | 25,727.63                       | 8,733.00               | 9,790.50                |                         | 24,670.13                       |
| Drug Education                        | 2,793.16                        |                        | 204.00                  |                         | 2,589.16                        |
| Community Events                      | 1,805.59                        | 10,336.50              | 7,803.54                |                         | 4,338.55                        |
| POAA                                  | 872.00                          | 124.00                 |                         |                         | 996.00                          |
| Sustainable NJ Donations              | 813.00                          |                        |                         |                         | 813.00                          |
| DCA Fees                              | 5,426.00                        | 7,484.00               | 10,475.00               |                         | 2,435.00                        |
| Storm / Snow                          | 133,000.00                      |                        |                         |                         | 133,000.00                      |
| Police Outside Overtime               |                                 | 616,204.88             | 597,718.50              |                         | 18,486.38                       |
| Marriage Licenses                     | 428.00                          |                        |                         |                         | 428.00                          |
| Accumulated Absences                  |                                 | 100,000.00             |                         |                         | 100,000.00                      |
| Federal Housing and Urban Development | 54,082.96                       | 1,297,861.96           | 1,319,512.79            |                         | 32,432.13                       |
| Housing Assistance Trust              | 329,622.92                      | 4,051.33               |                         |                         | 333,674.25                      |
| State Unemployment Compensation       | 118,080.05                      | 10,664.29              | 23,499.72               |                         | 105,244.62                      |
| Payroll Deductions                    | 87,952.02                       | 6,899,288.11           | 6,830,567.45            |                         | 156,672.68                      |
| Law Enforcement Trust                 | 25,325.68                       | 1,846.87               |                         |                         | 27,172.55                       |
| Developer's Escrow Deposits           | 923,974.54                      | 15,352.32              | 722,242.20              |                         | 217,084.66                      |
| Recreation                            | 96,437.99                       | 109,163.77             | 133,503.16              | 1,545.02                | 70,553.58                       |
| Federal Asset Forfeitures             | 2,579.06                        | 31.70                  |                         |                         | 2,610.76                        |
| Tax Sale Premiums                     | 764,300.00                      | 207,200.00             | 299,900.00              | 14,800.00               | 656,800.00                      |
| Outside Lien Redemptions              | 41,550.17                       | 211,279.34             | 240,666.77              | 12,162.74               |                                 |
| Flexible Spending Account             | 10,708.10                       |                        |                         |                         | 10,708.10                       |
|                                       | <u>\$ 2,683,191.67</u>          | <u>\$ 9,503,572.07</u> | <u>\$ 10,195,883.63</u> | <u>\$ 28,507.76</u>     | <u>\$ 1,962,372.35</u>          |
| <u>REF.</u>                           |                                 | B-1                    | B-1                     | B-7                     | B                               |
| Balance, December 31, 2022            | B \$ 2,658,757.97               |                        |                         |                         |                                 |
| Encumbrances Payable                  | B-7 <u>24,433.70</u>            |                        |                         |                         |                                 |
|                                       | <u>\$ 2,683,191.67</u>          |                        |                         |                         |                                 |

"B-7"

BOROUGH OF MANVILLE

TRUST FUND

SCHEDULE OF ENCUMBRANCES PAYABLE - TRUST OTHER FUND

|  | <u>REF.</u> | <u>TOTAL</u>               |
|--|-------------|----------------------------|
| Balance, December 31, 2022:              | B           | \$ 24,433.70               |
| Increased by                             |             |                            |
| Charges to Various Reserves and Deposits | B-6         | <u>28,507.76</u>           |
|  |             | \$ <u>52,941.46</u>        |
| Decreased by                             |             |                            |
| Charges to Various Reserves and Deposits | B-6         | <u>24,433.70</u>           |
| Balance, December 31, 2023:              | B           | \$ <u><u>28,507.76</u></u> |

BOROUGH OF MANVILLE

TRUST FUND

SCHEDULE OF RESERVE FOR COMMUNITY DEVELOPMENT BLOCK GRANTS

| <u>PURPOSE</u>                            | BALANCE<br>DECEMBER<br>31, 2022 | DISBURSED            | BALANCE<br>DECEMBER<br>31, 2023 |
|---|---------------------------------|----------------------|---------------------------------|
| Sidewalk Improvements - 2020              | \$ 1,046.93                     | \$ 906.00            | \$ 140.93                       |
| ADA Ramp and Sidewalk Improvements - 2021 | 39,997.90                       | 26,104.43            | 13,893.47                       |
| Library Covid Improvements - 2021         | 132,884.74                      | 105,992.46           | 26,892.28                       |
|   | <u>\$ 173,929.57</u>            | <u>\$ 133,002.89</u> | <u>\$ 40,926.68</u>             |

REF.

B

B-1

B

"B-9"

BOROUGH OF MANVILLE

TRUST FUND

SCHEDULE OF COMMUNITY DEVELOPMENT BLOCK GRANTS RECEIVABLE

| <u>PURPOSE</u>                            | <u>BALANCE</u><br><u>DECEMBER</u><br><u>31, 2022</u> | <u>RECEIPTS</u>      | <u>BALANCE</u><br><u>DECEMBER</u><br><u>31, 2023</u> |
|---|--|----------------------|--|
| Library Generator - 2019                  | \$ 6,266.63  | \$ 6,266.63          | \$   |
| Sidewalk Improvements - 2020              | 77,443.00  | 77,443.00            |  |
| ADA Ramp and Sidewalk Improvements - 2021 | 100,000.00   |                      | 100,000.00   |
| Library Covid Improvements - 2021         | 132,884.74   | 82,100.01            | 50,784.73  |
|   | <u>\$ 316,594.37</u>                                 | <u>\$ 165,809.64</u> | <u>\$ 150,784.73</u>                                 |

REF.

B

B-1

B

BOROUGH OF MANVILLE

GENERAL CAPITAL FUND

SCHEDULE OF CASH-TREASURER

|   | <u>REF.</u> |    |                          |
|---|-------------|----|--------------------------|
| Balance, December 31, 2022                                | C           | \$ | 112,327.69               |
| Increased by Receipts:                                    |             |    |                          |
| 2023 Budget Appropriation:                                |             |    |                          |
| Capital Improvement Fund                                  | C-8         | \$ | 250,000.00               |
| Deferred Charges to Future Taxation Unfunded Reserve for: | C-4         |    | 80,000.00                |
| RCA Readington  | C-13        |    | 466.92                   |
| RCA Hillsborough  | C-14        |    | 675.64                   |
|   |             |    | <u>331,142.56</u>        |
|   |             | \$ | <u>443,470.25</u>        |
| Decreased by Disbursements:                               |             |    |                          |
| Contracts Payable   | C-6         | \$ | 239,840.93               |
| Due Current Fund  | C-9         |    | <u>4,095.00</u>          |
|   |             |    | <u>243,935.93</u>        |
| Balance, December 31, 2023                                | C:C-3       | \$ | <u><u>199,534.32</u></u> |

BOROUGH OF MANVILLE  
GENERAL CAPITAL FUND

ANALYSIS OF CASH

|                             | CASH RECEIPTS                   |                          | CASH DISBURSEMENTS |                               |                 | TRANSFERS     |    | BALANCE<br>DECEMBER<br>31, 2023 |
|-----------------------------|---------------------------------|--------------------------|--------------------|-------------------------------|-----------------|---------------|----|---------------------------------|
|                             | BALANCE<br>DECEMBER<br>31, 2022 | BUDGET<br>APPROPRIATIONS | MISCELLANEOUS      | IMPROVEMENT<br>AUTHORIZATIONS | MISCELLANEOUS   | FROM          | TO |                                 |
| Capital Surplus             | \$ 177,181.88                   | \$                       | \$                 | \$                            | \$              | \$            | \$ | 177,181.88                      |
| Capital Improvement Fund    | 588,466.78                      | 250,000.00               |                    |                               | (500,000.00)    |               |    | 338,466.78                      |
| Reserve for:                |                                 |                          |                    |                               |                 |               |    |                                 |
| Insurance Refunds           | 35,927.00                       |                          |                    |                               |                 |               |    | 35,927.00                       |
| Debt Payments               | 35,329.40                       |                          |                    |                               |                 |               |    | 35,329.40                       |
| RCA Readington              | 37,990.22                       |                          | 466.92             |                               |                 |               |    | 38,457.14                       |
| RCA Hillsborough            | 54,970.28                       |                          | 675.64             |                               |                 |               |    | 55,645.92                       |
| Grants Receivable           | (392,217.43)                    |                          |                    |                               |                 |               |    | (392,217.43)                    |
| Interfunds Payable          | 4,095.00                        |                          |                    | 4,095.00                      |                 |               |    | 318,579.81                      |
| Contracts Payable           | 50,008.62                       |                          |                    |                               | (50,008.62)     |               |    | 318,579.81                      |
| Improvement Authorizations: |                                 |                          |                    |                               |                 |               |    |                                 |
| Ordinances:                 |                                 |                          |                    |                               |                 |               |    |                                 |
| 2004-0995                   | 15,994.89                       |                          |                    |                               |                 |               |    | 15,994.89                       |
| 2006-1024                   | 102,634.36                      |                          |                    |                               |                 |               |    | 102,634.36                      |
| 2007-1052                   | 46,874.00                       |                          |                    |                               |                 | 9,738.01      |    | 56,612.01                       |
| 2009-1090                   | 22,868.44                       |                          |                    |                               |                 | 17,904.56     |    | 40,773.00                       |
| 2011-1107                   | 4,575.35                        |                          |                    |                               |                 |               |    | 4,575.35                        |
| 2012-1111                   | 327,677.08                      |                          |                    |                               |                 |               |    | 327,677.08                      |
| 2012-1120                   | 7,515.00                        |                          |                    |                               |                 |               |    | 7,515.00                        |
| 2013-1134                   | 3,451.76                        |                          |                    |                               |                 |               |    | 3,451.76                        |
| 2014-1138                   | 12,712.88                       |                          |                    |                               |                 |               |    | 12,712.88                       |
| 2015-1162                   | (63,818.07)                     |                          |                    |                               |                 |               |    | (63,818.07)                     |
| 2018-1200                   | 12,674.65                       |                          |                    | 1,034.00                      | (7,248.50)      |               |    | (4,392.15)                      |
| 1996-0630                   | (63,100.00)                     | 63,100.00                |                    |                               |                 |               |    | (147,637.82)                    |
| 1998-0896                   | (164,537.82)                    | 16,900.00                |                    |                               |                 |               |    | (160,261.00)                    |
| 2000-0943                   | (160,261.00)                    |                          |                    |                               |                 |               |    | 173.71                          |
| 2020-1237                   | 173.71                          |                          |                    |                               |                 |               |    | 173.71                          |
| 2021-1261                   | (584,859.29)                    |                          |                    | 52,866.69                     | (22,366.05)     |               |    | (637,725.98)                    |
| 2023-1296                   |                                 |                          | 185,940.24         |                               | (288,965.26)    |               |    | 25,094.50                       |
|                             | \$ 112,327.69                   | \$ 330,000.00            | \$ 1,142.56        | \$ 239,840.93                 | \$ (868,588.43) | \$ 868,588.43 | \$ | 199,534.32                      |

REF.

C

C-4:C-8

C-6

C-9

C

BOROUGH OF MANVILLE  
GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION-UNFUNDED

| <u>ORDINANCE<br/>NUMBER</u> | <u>IMPROVEMENT DESCRIPTION</u>                 | <u>BALANCE<br/>DECEMBER<br/>31, 2022</u> | <u>CASH<br/>RECEIPTS</u> | <u>BALANCE<br/>DECEMBER<br/>31, 2023</u> | <u>ANALYSIS OF BALANCE</u> |  |
|-----------------------------|--|--|--------------------------|--|----------------------------|--|
|                             |  |  |                          |  | <u>EXPENDITURES</u>        | <u>UNEXPENDED<br/>IMPROVEMENT<br/>AUTHORIZATIONS</u> |
|                             | General Improvement:                           |  |                          |  |                            |  |
| 1996-0830                   | 1996 Road and Drainage Improvements Program    | \$ 63,100.00                             | \$ 63,100.00             | \$ 147,637.82                            | \$ 147,637.82              |  |
| 1998-0896                   | 1998 Road Improvements                         | 164,537.82                               | 16,900.00                | 160,261.00                               | 160,261.00                 |  |
| 2000-0943                   | Improvement to North Street and Gladys Avenue  | 160,261.00                               |                          | 94,560.55                                | 63,818.07                  | 30,742.48  |
| 2015-1162                   | Acquisition and Demolition of Flood Properties | 94,560.55                                |                          | 950,000.00                               | 637,725.98                 | 312,274.02   |
| 2021-1261                   | Various Public Improvements                    | 950,000.00                               |                          | 950,000.00                               | 637,725.98                 | 312,274.02   |
|                             |  | <u>\$ 1,432,459.37</u>                   | <u>\$ 80,000.00</u>      | <u>\$ 1,352,459.37</u>                   | <u>\$ 1,009,442.87</u>     | <u>\$ 343,016.50</u>                                 |

REF.

C

C-2

C

C-3

C-7

BOROUGH OF MANVILLE

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION-FUNDED

|                                    | <u>REF.</u> |                        |
|------------------------------------|-------------|------------------------|
| Balance, December 31, 2022         | C           | \$ 3,225,000.00        |
| Decreased by:                      |             |                        |
| Current Fund Budget Appropriation: |             |                        |
| Payment of Serial Bonds            | C-10        | <u>550,000.00</u>      |
| Balance, December 31, 2023         | C           | <u>\$ 2,675,000.00</u> |

"C-6"

BOROUGH OF MANVILLE

GENERAL CAPITAL FUND

SCHEDULE OF CONTRACTS PAYABLE

|                            | <u>REF.</u> |    |                          |
|----------------------------|-------------|----|--------------------------|
| Balance, December 31, 2022 | C           | \$ | 50,008.62                |
| Increased by:              |             |    |                          |
| Improvement Authorizations | C-7         |    | <u>508,412.12</u>        |
|                            |             | \$ | 558,420.74               |
| Decreased by:              |             |    |                          |
| Cash Disbursements         | C-2         |    | <u>239,840.93</u>        |
| Balance, December 31, 2023 | C           | \$ | <u><u>318,579.81</u></u> |

"C-8"

BOROUGH OF MANVILLE

GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

|                                      | <u>REF.</u> |                             |
|--------------------------------------|-------------|-----------------------------|
| Balance, December 31, 2022           | C           | \$ 588,466.78               |
| Increased by:                        |             |                             |
| Current Budget Appropriation         | C-2         | <u>250,000.00</u>           |
|                                      |             | \$ <u>838,466.78</u>        |
| Decreased by:                        |             |                             |
| Appropriated to Finance Improvements | C-7         | <u>500,000.00</u>           |
| Balance, December 31, 2023           | C           | \$ <u><u>338,466.78</u></u> |

"C-9"

BOROUGH OF MANVILLE

GENERAL CAPITAL FUND

SCHEDULE OF DUE CURRENT FUND

REF.

|                            |     |                    |
|----------------------------|-----|--------------------|
| Balance, December 31, 2022 | C   | \$ (4,095.00)      |
| Increased by:              |     |                    |
| Cash Disbursements         | C-2 | \$ <u>4,095.00</u> |

BOROUGH OF MANVILLE  
GENERAL CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

| ORDINANCE NUMBER | IMPROVEMENT DESCRIPTION   | DATE     | ORDINANCE AMOUNT | BALANCE DECEMBER 31, 2022 |               | 2023 AUTHORIZATIONS | CONTRACTS PAYABLE | BALANCE DECEMBER 31, 2023 |               |
|------------------|---|----------|------------------|---------------------------|---------------|---------------------|-------------------|---------------------------|---------------|
|                  |   |          |                  | FUNDED                    | UNFUNDED      |                     |                   | FUNDED                    | UNFUNDED      |
|                  | <u>General Improvements</u>   |          |                  |                           |               |                     |                   |                           |               |
| 2004-0995        | Rehabilitation of Housing Units                                     | 09/27/04 | \$ 350,000.00    | \$ 15,994.89              | \$            | \$                  | \$                | 15,994.89                 | \$            |
| 2006-1024        | Rehabilitation of Housing Units                                     | 02/27/06 | 350,000.00       | 102,634.36                |               |                     |                   | 102,634.36                |               |
| 2007-1052        | Various Public Improvements   | 04/23/07 | 2,453,500.00     | 46,874.00                 |               |                     | (9,738.01)        | 56,612.01                 |               |
| 2009-1090        | Various Public Improvements   | 11/09/09 | 1,075,000.00     | 22,868.44                 |               |                     | (17,904.56)       | 40,773.00                 |               |
| 2011-1107        | Various Public Improvements   | 11/14/11 | 740,000.00       | 4,575.35                  |               |                     |                   | 4,575.35                  |               |
| 2012-1111        | Acquisition and Dem. of Flood Properties Nor'easter/Hurricane Irene | 04/09/12 | 3,792,298.00     | 327,677.08                |               |                     |                   | 327,677.08                |               |
| 2012-1120        | Acquisition and Dem. of Flood Properties Nor'easter/Hurricane Irene | 08/27/12 | 169,602.25       | 7,515.00                  |               |                     |                   | 7,515.00                  |               |
| 2013-1134        | Various Public Improvements   | 10/24/13 | 1,298,800.00     | 3,451.76                  |               |                     |                   | 3,451.76                  |               |
| 2014-1138        | Acquisition of Real Property (Rustic Mall)                          | 02/24/14 | 340,000.00       | 12,712.88                 |               |                     |                   | 12,712.88                 | 30,742.48     |
| 2015-1162        | Acquisition and Dem. of Flood Properties                            | 07/13/15 | 1,032,880.00     | 12,674.65                 |               |                     | 8,282.50          | 4,392.15                  |               |
| 2018-1200        | Various Public Improvements   | 03/12/18 | 1,765,000.00     | 173.71                    |               |                     |                   | 173.71                    |               |
| 2020-1237        | Acq. Of Equipment and Improvements                                  | 08/17/20 | 100,000.00       |                           |               |                     | 52,866.69         |                           | 312,274.02    |
| 2021-1261        | Various Public Improvements   | 06/14/21 | 1,000,000.00     |                           |               |                     | 474,905.50        |                           |               |
| 2023-1296        | Acquisition of Vehicles and Equipment                               | 06/26/23 | 500,000.00       |                           |               | 500,000.00          |                   | 25,094.50                 |               |
|                  |   |          |                  | \$ 557,152.12             | \$ 395,883.19 | \$ 500,000.00       | \$ 508,412.12     | \$ 601,606.69             | \$ 343,016.50 |
|                  |   |          |                  | C                         | C             | C-8                 | C-6               | C-C-3                     | C-C-4         |
|                  |   |          |                  | REF.                      |               |                     |                   |                           |               |

BOROUGH OF MANVILLE  
GENERAL CAPITAL FUND

SCHEDULE OF GENERAL SERIAL BONDS

| PURPOSE                  | DATE OF ISSUE | AMOUNT OF ORIGINAL ISSUE | MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2023 |               | INTEREST RATE | BALANCE DECEMBER 31, 2022 | DECREASED     | BALANCE DECEMBER 31, 2023 |
|--------------------------|---------------|--------------------------|---|---------------|---------------|---------------------------|---------------|---------------------------|
|                          |               |                          | DATE  | AMOUNT        |               |                           |               |                           |
| General Improvement Bond | 04/24/18      | \$ 5,435,000.00          | 5/1/2024  | \$ 550,000.00 | 3.000%        | \$                        | \$            |                           |
|                          |               |                          | 5/1/2025  | 550,000.00    | 3.000%        |                           |               |                           |
|                          |               |                          | 5/1/2026  | 550,000.00    | 3.000%        |                           |               |                           |
|                          |               |                          | 5/1/2027  | 525,000.00    | 3.000%        |                           |               |                           |
|                          |               |                          | 5/1/2028  | 500,000.00    | 3.000%        |                           |               |                           |
|                          |               |                          |   |               |               | 3,225,000.00              | 550,000.00    | 2,675,000.00              |
|                          |               |                          |   |               |               | \$ 3,225,000.00           | \$ 550,000.00 | \$ 2,675,000.00           |

"C-11"

BOROUGH OF MANVILLE

GENERAL CAPITAL FUND

SCHEDULE OF GRANTS RECEIVABLE

|                            | <u>REF.</u> |                             |
|----------------------------|-------------|-----------------------------|
| Balance, December 31, 2022 | C           | \$ <u>392,217.43</u>        |
| Balance, December 31, 2023 | C           | \$ <u><u>392,217.43</u></u> |

"C-12"

BOROUGH OF MANVILLE

GENERAL CAPITAL FUND

SCHEDULE OF RESERVE FOR INSURANCE DAMAGE

|                            | <u>REF.</u> |                            |
|----------------------------|-------------|----------------------------|
| Balance, December 31, 2022 | C           | \$ <u>35,927.00</u>        |
| Balance, December 31, 2023 | C           | \$ <u><u>35,927.00</u></u> |

"C-13"

SCHEDULE OF RESERVE FOR RCA READINGTON

|                            |     |                            |
|----------------------------|-----|----------------------------|
| Balance, December 31, 2022 | C   | \$ 37,990.22               |
| Increased by:              |     |                            |
| Cash Receipts              | C-2 | <u>466.92</u>              |
| Balance, December 31, 2023 | C   | \$ <u><u>38,457.14</u></u> |

"C-14"

BOROUGH OF MANVILLE

GENERAL CAPITAL FUND

SCHEDULE OF RESERVE FOR RCA HILLSBOROUGH

|                            | <u>REF.</u> |                     |
|----------------------------|-------------|---------------------|
| Balance, December 31, 2022 | C           | \$ 54,970.28        |
| Increased by:              |             |                     |
| Cash Receipts              | C-2         | <u>675.64</u>       |
| Balance, December 31, 2023 | C           | <u>\$ 55,645.92</u> |

"C-15"

SCHEDULE OF RESERVE FOR DEBT SERVICE

|                            |   |                     |
|----------------------------|---|---------------------|
| Balance, December 31, 2022 | C | \$ <u>35,329.40</u> |
| Balance, December 31, 2023 | C | <u>\$ 35,329.40</u> |

"C-16"

BOROUGH OF MANVILLE

GENERAL CAPITAL FUND

SCHEDULE OF BONDS AND NOTES  
AUTHORIZED BUT NOT ISSUED

| <u>ORDINANCE</u><br><u>NUMBER</u> | <u>IMPROVEMENT DESCRIPTION</u>                 | <u>BALANCE</u><br><u>DECEMBER</u><br><u>31, 2023</u> |
|-----------------------------------|--|--|
|                                   | <u>General Improvements</u>                    |  |
| 1998-0896                         | 1998 Road Improvements                         | \$ 147,637.82  |
| 2000-0943                         | Improvement to North Street and Gladys Avenue  | 160,261.00   |
| 2015-1162                         | Acquisition and Demolition of Flood Properties | 94,560.55  |
| 2021-1261                         | Various Public Improvements                    | <u>950,000.00</u>                                    |
|                                   |  | <u>\$ 1,352,459.37</u>                               |

"D-5"

BOROUGH OF MANVILLE

SEWER UTILITY FUND

SCHEDULE OF CASH - TREASURER

|                                   | <u>REF.</u> | <u>OPERATING</u>            | <u>CAPITAL</u>             |
|-----------------------------------|-------------|-----------------------------|----------------------------|
| Balance, December 31, 2022        | D           | \$ <u>732,327.50</u>        | \$ <u>78,169.54</u>        |
| Increased by Receipts:            |             |                             |                            |
| Collector                         | D-6         | \$ 1,953,533.16             | \$                         |
| Miscellaneous                     | D-3         | 1,151.47                    |                            |
| Interfunds                        | D-12        | 19,797.12                   |                            |
| Reserve for Sale of Sewer Utility |             | 50,000.00                   |                            |
| Budget Appropriation              |             |                             |                            |
| Capital Improvement Fund          | D-15        |                             | 25,000.00                  |
|                                   |             | \$ <u>2,024,481.75</u>      | \$ <u>25,000.00</u>        |
|                                   |             | \$ <u>2,756,809.25</u>      | \$ <u>103,169.54</u>       |
| Decreased by Disbursements:       |             |                             |                            |
| Current Year Appropriations       | D-4         | \$ 1,945,496.10             | \$                         |
| Prior Year Appropriation Reserves | D-10        | 13,785.61                   |                            |
| Sewer Overpayment Refunds         | D-9         | 2,918.21                    |                            |
| Reserve for Sale of Sewer Utility |             | 15,764.75                   |                            |
| Contracts Payable                 |             |                             | 16,401.10                  |
|                                   |             | \$ <u>1,977,964.67</u>      | \$ <u>16,401.10</u>        |
| Balance, December 31, 2023        | D           | \$ <u><u>778,844.58</u></u> | \$ <u><u>86,768.44</u></u> |

ANALYSIS OF CAPITAL CASH:

|                             |  |    |                         |
|-----------------------------|--|----|-------------------------|
| Capital Fund Balance        |  | \$ | 22,891.27               |
| Capital Improvement Fund    |  |    | 152,955.00              |
| Improvement Authorizations: |  |    |                         |
| Ordinances:                 |  |    |                         |
| 2018-1201                   |  |    | <u>(89,077.83)</u>      |
|                             |  | \$ | <u><u>86,768.44</u></u> |

"D-6"

BOROUGH OF MANVILLE  
SEWER UTILITY OPERATING FUND  
SCHEDULE OF CASH - COLLECTOR

|                                 | <u>REF.</u> | <u>OPERATING</u>              |
|---------------------------------|-------------|-------------------------------|
| Increased by Receipts:          |             |                               |
| Consumer Accounts Receivable    | D-7         | \$ 1,914,566.43               |
| Overpayments                    | D-9         | 24,247.70                     |
| Interest on Delinquent Accounts | D-3         | <u>14,719.03</u>              |
|                                 |             | \$ 1,953,533.16               |
| Decreased by Disbursements:     |             |                               |
| Payment to Treasurer:           |             |                               |
| Sewer Operating Fund            | D-5         | \$ <u><u>1,953,533.16</u></u> |

"D-7"

SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE

|                            |         |                             |
|----------------------------|---------|-----------------------------|
| Balance, December 31, 2022 | D       | \$ 261,206.93               |
| Increased by:              |         |                             |
| Sewer Rents Levied-Net     |         | 1,945,048.17                |
|                            |         | \$ <u>2,206,255.10</u>      |
| Decreased by:              |         |                             |
| Collection                 | D-3:D-6 | \$ 1,914,566.43             |
| Overpayments Applied       | D-3:D-9 | 15,265.73                   |
| Transfer to Liens          | D-8     | <u>275.00</u>               |
|                            |         | <u>1,930,107.16</u>         |
| Balance, December 31, 2023 | D       | \$ <u><u>276,147.94</u></u> |

"D-8"

BOROUGH OF MANVILLE  
SEWER UTILITY OPERATING FUND  
SCHEDULE OF SEWER LIENS RECEIVABLE

|                                 | <u>REF.</u> |    |                        |
|---------------------------------|-------------|----|------------------------|
| Balance, December 31, 2022      | D           | \$ | 876.49                 |
| Increased by:                   |             |    |                        |
| Transfers From Sewer Receivable | D-7         |    | <u>275.00</u>          |
| Balance, December 31, 2023      | D           | \$ | <u><u>1,151.49</u></u> |

"D-9"

SCHEDULE OF SEWER OVERPAYMENTS

|                            |     |    |                         |
|----------------------------|-----|----|-------------------------|
| Balance, December 31, 2022 | D   | \$ | 15,265.73               |
| Increased by:              |     |    |                         |
| Collector Receipts         | D-6 |    | <u>24,247.70</u>        |
|                            |     | \$ | <u>39,513.43</u>        |
| Decreased by:              |     |    |                         |
| Cash Disbursements         | D-5 | \$ | 2,918.21                |
| Overpayments Applied       | D-7 |    | <u>15,265.73</u>        |
|                            |     |    | <u>18,183.94</u>        |
| Balance, December 31, 2023 | D   | \$ | <u><u>21,329.49</u></u> |

BOROUGH OF MANVILLE

SEWER UTILITY OPERATING FUND

SCHEDULE OF 2022 APPROPRIATION RESERVES

|  | <u>BALANCE</u><br><u>DECEMBER</u><br><u>31, 2022</u> | <u>BALANCE</u><br><u>AFTER</u><br><u>TRANSFERS</u> | <u>PAID OR</u><br><u>CHARGED</u> | <u>BALANCE</u><br><u>LAPSED</u> |
|--|--|--|----------------------------------|---------------------------------|
| Operating:   |  |  |                                  |                                 |
| Salaries and Wages   | \$ 19,377.24   | \$ 19,377.24                                       | \$                               | \$ 19,377.24                    |
| Other Expenses   | 17,200.80  | 36,211.07  | 13,785.61                        | 22,425.46                       |
| Group Insurance  | 7,737.66   | 7,737.66   |                                  | 7,737.66                        |
| Other Insurance  | 14,973.55  | 14,973.55  |                                  | 14,973.55                       |
| Somerset Raritan Valley Sewerage<br>Authority: Treatment Costs | <u>56,153.64</u>                                     | <u>56,153.64</u>                                   |                                  | <u>56,153.64</u>                |
| <u>Total Operating</u>   | <u>\$ 115,442.89</u>                                 | <u>\$ 134,453.16</u>                               | <u>\$ 13,785.61</u>              | <u>\$ 120,667.55</u>            |
| Statutory Expenditures:  |  |  |                                  |                                 |
| Social Security System ( O.A.S.I.)                             | <u>\$ 9,614.82</u>                                   | <u>\$ 9,614.82</u>                                 | <u>\$</u>                        | <u>\$ 9,614.82</u>              |
|  | <u>\$ 125,057.71</u>                                 | <u>\$ 144,067.98</u>                               | <u>\$ 13,785.61</u>              | <u>\$ 130,282.37</u>            |
|  | <u>D</u>   |  |                                  | <u>D-1</u>                      |
| Balance, December 31, 2022                                     | D-10   | \$ 125,057.71                                      | \$                               |                                 |
| Cash Disbursements   | D-5  |  | 13,785.61                        |                                 |
| Encumbrances Payable   | D-11   | <u>19,010.27</u>                                   |                                  |                                 |
|  |  | <u>\$ 144,067.98</u>                               | <u>\$ 13,785.61</u>              |                                 |

"D-11"

BOROUGH OF MANVILLE

SEWER UTILITY OPERATING FUND

SCHEDULE OF ENCUMBRANCES PAYABLE

|  | <u>REF.</u> |                           |
|--|-------------|---------------------------|
| Balance, December 31, 2022             | D           | \$ 19,010.27              |
| Increased by:                          |             |                           |
| Charges to Current Year Appropriations | D-4         | 9,645.14                  |
|  |             | \$ <u>28,655.41</u>       |
| Decreased by:                          |             |                           |
| Transferred to Appropriation Reserves  | D-10        | <u>19,010.27</u>          |
| Balance, December 31, 2023             | D           | \$ <u><u>9,645.14</u></u> |

"D-12"

BOROUGH OF MANVILLE  
SEWER UTILITY OPERATING FUND  
SCHEDULE OF INTERFUNDS

|                            | <u>REF.</u> | <u>TOTAL</u>        | <u>CURRENT<br/>FUND</u> |
|----------------------------|-------------|---------------------|-------------------------|
| Balance, December 31, 2022 |             |                     |                         |
| Due From                   | D           | \$ <u>19,797.12</u> | \$ <u>19,797.12</u>     |
| Increased by:              |             |                     |                         |
| Cash Receipts              | D-5         | \$ <u>19,797.12</u> | \$ <u>19,797.12</u>     |

BOROUGH OF MANVILLE  
SEWER UTILITY CAPITAL FUND  
SCHEDULE OF FIXED CAPITAL

| <u>ACCOUNT</u>                                | BALANCE<br>DECEMBER<br><u>31, 2022</u> | BALANCE<br>DECEMBER<br><u>31, 2023</u> |
|---|--|--|
| Pumping Station and Structures                | \$ 10,098.42                           | \$ 10,098.42                           |
| Electric Power Pumping Equipment              | 8,669.75                               | 8,669.75                               |
| Land and Right of Way                         | 6,220.00                               | 6,220.00                               |
| Improvement to the Water Distribution System  | 45,000.00                              | 45,000.00                              |
| Purchase of Equipment                         | 50,000.00                              | 50,000.00                              |
| Acquisition of Tractor/Mower                  | 30,000.00                              | 30,000.00                              |
| Construction of Ductile Iron Pipe             | 65,000.00                              | 65,000.00                              |
| Sewer Pumps and Improvements (Ord. 2019-1222) | 25,000.00                              | 25,000.00                              |
| Sewer Utility Improvements (Ord. 2020-1238)   | 25,000.00                              | 25,000.00                              |
|   | <u>\$ 264,988.17</u>                   | <u>\$ 264,988.17</u>                   |
| <u>REF.</u>                                   | D                                      | D                                      |

BOROUGH OF MANVILLE  
SEWER UTILITY CAPITAL FUND  
SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

| <u>ORDINANCE<br/>NUMBER</u> | <u>IMPROVEMENT DESCRIPTION</u>  | <u>DATE</u> | <u>ORDINANCE<br/>AMOUNT</u> | <u>BALANCE<br/>DECEMBER<br/>31, 2022</u> | <u>BALANCE<br/>DECEMBER<br/>31, 2023</u> |
|-----------------------------|---|-------------|-----------------------------|--|--|
| 2018 - 1201                 | Various Public Improvements and the Acquisition of New<br>Additional or Replacement Equipment for the Sewer Utility | 3/12/2018   | \$ 135,000.00               | \$ 135,000.00                            | \$ 135,000.00                            |
|                             |   |             |                             | <u>\$ 135,000.00</u>                     | <u>\$ 135,000.00</u>                     |
|                             |   | <u>REF.</u> |                             | D  | D  |

"D-15"

BOROUGH OF MANVILLE

SEWER UTILITY CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

|                            | <u>REF.</u> |                      |
|----------------------------|-------------|----------------------|
| Balance, December 31, 2022 | D           | \$ 127,955.00        |
| Increased by:              |             |                      |
| Budget Appropriation       | D-5         | <u>25,000.00</u>     |
| Balance, December 31, 2023 | D           | <u>\$ 152,955.00</u> |

"D-16"

BOROUGH OF MANVILLE

SEWER UTILITY CAPITAL FUND

SCHEDULE OF RESERVE FOR AMORTIZATION

|                            | <u>REF.</u> |                      |
|----------------------------|-------------|----------------------|
| Balance, December 31, 2022 | D           | \$ 264,988.17        |
| Balance, December 31, 2023 | D           | \$ <u>264,988.17</u> |

BOROUGH OF MANVILLE

SEWER UTILITY CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

| ORDINANCE NUMBER | IMPROVEMENT DESCRIPTION  | DATE      | ORDINANCE AMOUNT | BALANCE DECEMBER 31, 2022 |              | PAID OR CHARGED | BALANCE DECEMBER 31, 2023 |              |
|------------------|--|-----------|------------------|---------------------------|--------------|-----------------|---------------------------|--------------|
|                  |  |           |                  | FUNDED                    | UNFUNDED     |                 | FUNDED                    | UNFUNDED     |
| 2018 - 1201      | Various Public Improvements and the Acquisition of New Additional or Replacement Equipment for the Sewer Utility | 3/12/2018 | \$ 135,000.00    | \$                        | \$ 62,323.27 | \$ 16,401.10    | \$                        | \$ 45,922.17 |
|                  |  |           | \$               | \$                        | \$ 62,323.27 | \$ 16,401.10    | \$                        | \$ 45,922.17 |
|                  | REF.   |           |                  | D                         | D            | D-5             | D                         | D            |

BOROUGH OF MANVILLE

SEWER UTILITY CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

| <u>ORDINANCE<br/>NUMBER</u> | <u>IMPROVEMENT DESCRIPTION</u>  | <u>BALANCE<br/>DECEMBER<br/>31, 2022</u> | <u>BALANCE<br/>DECEMBER<br/>31, 2023</u> |
|-----------------------------|---|--|--|
| 2018 - 1201                 | Various Public Improvements and the Acquisition of New<br>Additional or Replacement Equipment for the Sewer Utility | \$ <u>135,000.00</u>                     | \$ <u>135,000.00</u>                     |
|                             |   | \$ <u><u>135,000.00</u></u>              | \$ <u><u>135,000.00</u></u>              |

BOROUGH OF MANVILLE

PART II

SINGLE AUDIT SECTION

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

REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE  
TO EACH MAJOR FEDERAL AND STATE FINANCIAL ASSISTANCE  
PROGRAMS AND ON INTERNAL CONTROL OVER COMPLIANCE  
IN ACCORDANCE WITH THE UNIFORM GUIDANCE  
AND NEW JERSEY OMB CIRCULAR 15-08

SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS  
AND STATE FINANCIAL ASSISTANCE

NOTES TO THE SCHEDULES OF EXPENDITURES OF FEDERAL AWARDS  
AND STATE FINANCIAL ASSISTANCE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS

FINANCIAL DATA SCHEDULE – SECTION 8 HOUSING CHOICE  
VOUCHER PROGRAM



# SUPLEE, CLOONEY & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

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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 Borough Council  
Borough of Manville  
County of Somerset  
Manville, New Jersey 08835

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 Borough of Manville, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Borough's regulatory financial statements, and have issued our report thereon dated September 25, 2024. Our report disclosed that, as described in Note 1 to the financial statements, the Borough of Manville 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 Borough's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control. Accordingly, we do not express an opinion on the effectiveness of Borough's internal control.

## SUPLEE, CLOONEY & COMPANY LLC

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 Borough of Manville's financial statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. However, we noted other internal control matters which are discussed in Part III, General Comments and Recommendations Section of this report.

### ***Compliance and Other Matters***

As part of obtaining reasonable assurance about whether the Borough's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under Government Auditing Standards. 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 Borough of Manville'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 Borough of Manville's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

  
\_\_\_\_\_  
CERTIFIED PUBLIC ACCOUNTANTS

  
\_\_\_\_\_  
REGISTERED MUNICIPAL ACCOUNTANT NO. 439

September 25, 2024



# SUPLEE, CLOONEY & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE  
WITH REQUIREMENTS APPLICABLE TO EACH MAJOR FEDERAL  
AND STATE FINANCIAL ASSISTANCE PROGRAMS AND ON  
INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH  
THE UNIFORM GUIDANCE AND NEW JERSEY OMB CIRCULAR 15-08**

The Honorable Mayor and Members  
of the Borough Council  
Borough of Manville  
County of Somerset  
Manville, New Jersey 08835

***Report on Compliance for Each Major Federal and State Program***

***Opinion on Each Major Federal and State Program***

We have audited the Borough of Manville, County of Somerset, State of New Jersey (the "Borough") compliance with the types of compliance requirements identified as subject to audit in the Federal OMB Compliance Supplement and the New Jersey OMB State Grant Compliance Supplement that could have a direct and material effect on each of the Borough's major federal and state programs for the year ended December 31, 2023. The Borough's major federal and state programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the Borough complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal and state programs for the year ended December 31, 2023.

***Basis for Opinion on Each Major Federal and State Program***

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance) and New Jersey OMB Circular 15-08. Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

## **SUPLEE, CLOONEY & COMPANY LLC**

We are required to be independent of the Borough and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for each major federal and state program. Our audit does not provide a legal determination of the Borough's compliance with the compliance requirements referred to above.

### ***Responsibilities of Management for Compliance***

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the Borough's federal and state programs.

### ***Auditor's Responsibilities for the Audit of Compliance***

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the Borough's compliance based on our audit. 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 generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance and New Jersey OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the Borough's compliance with the requirements of each major federal and state program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance and New Jersey OMB Circular 15-08 we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, 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 Borough's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Borough's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance and New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

# SUPLEE, CLOONEY & COMPANY LLC

## *Report on Internal Control Over Compliance*

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal and state program on a timely basis. A material weakness in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal and state program will not be prevented, or detected and corrected, on a timely basis. A significant deficiency in internal control over compliance is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal and state program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

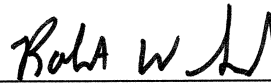
Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance and New Jersey OMB Circular 15-08 . Accordingly, this report is not suitable for any other purpose.



\_\_\_\_\_  
CERTIFIED PUBLIC ACCOUNTANTS



\_\_\_\_\_  
REGISTERED MUNICIPAL ACCOUNTANT NO. 439

September 25, 2024

BOROUGH OF MANVILLE

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
YEAR ENDED DECEMBER 31, 2023

| FEDERAL<br>AI<br>NUMBER                                  | FEDERAL GRANTOR/PASS THROUGH<br>GRANTOR/PROGRAM TITLE     | PASS THROUGH<br>GRANTORS NUMBER | GRANT PERIOD<br>FROM TO | GRANT<br>AWARD<br>AMOUNT | 2023              |                   | CUMULATIVE<br>EXPENDITURES<br>DECEMBER<br>31, 2023 |
|--|---|---------------------------------|-------------------------|--------------------------|-------------------|-------------------|--|
|  |   |                                 |                         |                          | FUNDS<br>RECEIVED | FUNDS<br>EXPENDED |  |
| <u>U. S. Department of Housing and Urban Development</u> |   |                                 |                         |                          |                   |                   |  |
| Direct Programs  |   |                                 |                         |                          |                   |                   |  |
| 14.871   | Housing Voucher Cluster:                                  |                                 |                         |                          |                   |                   |  |
|  | Section 8 Housing Assistance Program                      | N.J.112VO                       | 01/01/23                | \$                       | \$ 947,029.00     | \$ 956,310.00     | \$ 956,310.00                                      |
| 14.871   | Section 8 Housing Assistance Program - administrative     | N.J.112AF                       | 01/01/23                |                          | 114,927.00        | 123,553.13        | 123,553.13   |
| 14.879   | Mainstream Vouchers                                       | N.J.112MP                       | 01/01/23                |                          | 152,999.00        | 160,180.00        | 160,180.00   |
| 14.879   | Mainstream Vouchers - administrative                      | N.J.112MP                       | 01/01/23                |                          | 18,046.00         | 18,762.44         | 18,762.44  |
|  |   |                                 |                         |                          | \$ 1,233,001.00   | \$ 1,258,805.57   | \$ 1,258,805.57                                    |
| <u>Pass Through From County of Somerset</u>              |   |                                 |                         |                          |                   |                   |  |
| Community Development Block Grant:                       |   |                                 |                         |                          |                   |                   |  |
| 14.218   | Sidewalk ADA  | 20-UJ1191-11                    | 09/01/20                | \$                       | \$ 77,443.00      | \$ 906.00         | \$ 77,302.07                                       |
| 14.218   | Library Improvements                                      | 21-UJ1161-11                    | 09/01/21                |                          | 82,100.01         | 105,992.46        | 105,992.46   |
| 14.218   | ADA Ramp and Sidewalk Installation                        | 21-UJ1161-11                    | 09/01/21                |                          |                   | 26,104.43         | 86,106.53  |
| 14.218   | Library Generator   | 19-UJ1191-11                    | 09/01/19                |                          | 6,288.63          | 18,762.44         | 100,000.00   |
|  |   |                                 |                         |                          | \$ 165,831.64     | \$ 133,002.89     | \$ 369,401.06                                      |
| <u>U. S. Department of Justice</u>                       |   |                                 |                         |                          |                   |                   |  |
| Pass Through From State of New Jersey                    |   |                                 |                         |                          |                   |                   |  |
| 16.579   | Bulletproof Vest Partnership                              |                                 | 01/01/19                | \$                       | \$ 1,999.13       | \$                | \$ 1,999.13  |
| 16.579   | Bulletproof Vest Partnership                              |                                 | 01/01/20                |                          | 1,577.40          | 1,095.71          | 1,577.40   |
| 16.579   | Bulletproof Vest Partnership                              |                                 | 01/01/22                |                          | 1,577.40          | 1,577.40          | 1,577.40   |
|  |   |                                 |                         |                          | \$                | \$ 2,673.11       | \$ 5,153.93  |
| <u>U.S. Department of Treasury</u>                       |   |                                 |                         |                          |                   |                   |  |
| Pass Through From State of New Jersey                    |   |                                 |                         |                          |                   |                   |  |
| 21.027   | Coronavirus State and Local Fiscal Recovery Funds (SLFRF) | 21-100-022-8030-687             | 06/23/21                | \$                       | \$ 1,059,350.44   | \$ 192,835.30     | \$ 1,059,350.44                                    |
| <u>U. S. Department of Homeland Security</u>             |   |                                 |                         |                          |                   |                   |  |
| Pass Through From State of New Jersey                    |   |                                 |                         |                          |                   |                   |  |
| 97.039   | Hazard Mitigation Grant Program                           | HMGF-4021-NJ-0008               | 12/13/11                | \$                       | \$ 2,844,224.00   | \$                | \$ 2,535,235.19                                    |
| 97.039   | Flood Mitigation Grant Program                            | HMGF-4086-NJ-0104               | 12/10/14                |                          | 929,592.00        | 887,319.45        | 887,319.45   |
| 97.029   | Flood Mitigation Assistance Grant                         | 2016-FMA-FMA                    | 03/15/16                |                          | 1,070,010.00      | 544,358.10        | 544,358.10   |
| 97.036   | Remnants of Hurricane Ida                                 | PA-02-NJ-4614                   | 09/05/21                |                          | 1,432,132.85      | 267,279.09        | 1,077,460.32                                       |
| 97.042   | Emergency Management Assistance - 2015                    | 1200-100-066-1200-264-YEMR-6120 | 07/01/15                |                          | 5,000.00          | 4,886.60          | 4,886.60   |
| 97.042   | Emergency Management Assistance - 2016                    | 1200-100-066-1200-264-YEMR-6120 | 07/01/16                |                          | 5,000.00          | 4,997.71          | 4,997.71   |
| 97.042   | Emergency Management Assistance - 2020                    | 20-100-066-1200-726             | 07/01/20                |                          | 10,000.00         | 1,300.00          | 9,375.00   |
| 97.042   | Emergency Management Assistance - 2022                    | 22-100-066-1200-726             | 07/01/21                |                          | 10,000.00         | 6,991.88          | 6,991.88   |
| 97.042   | Emergency Management Assistance - 2023                    | 22-100-066-1200-726             | 07/01/21                |                          | 10,000.00         | 10,000.00         | 10,000.00  |
|  |   |                                 |                         |                          | \$ 277,279.09     | \$ 285,570.97     | \$ 5,080,624.25                                    |
|  |   |                                 |                         |                          | \$ 1,676,111.73   | \$ 1,872,887.84   | \$ 7,773,335.25                                    |

The accompanying Notes to the Schedule of Expenditures of Federal Awards and State Financial Assistance is an integral part of this schedule.

BOROUGH OF MANVILLE

SCHEDULE OF EXPENDITURES OF STATE FINANCIAL ASSISTANCE  
YEAR ENDED DECEMBER 31, 2023

| STATE GRANTOR/PASS THROUGH<br>GRANTOR/PROGRAM TITLE | STATE ACCOUNT NUMBER            | GRANT PERIOD   |            | GRANT<br>AWARD<br>AMOUNT | 2023              |                   | CUMULATIVE<br>EXPENDITURES<br>DECEMBER<br>31, 2023 |
|---|---------------------------------|----------------|------------|--------------------------|-------------------|-------------------|--|
|   |                                 | FROM           | TO         |                          | FUNDS<br>RECEIVED | FUNDS<br>EXPENDED |  |
| Department of Law and Public Safety                 |                                 |                |            |                          |                   |                   |  |
| Drunk Driving Enforcement Fund - 2010               | 6400-100-078-6400-YYYY          | Continuous     |            | \$ 6,236.08              | \$                | \$ 524.53         | \$ 6,236.08  |
| Drunk Driving Enforcement Fund - 2012               | 6400-100-078-6400-YYYY          | Continuous     |            | 4,472.58                 |                   | 1,354.87          | 4,472.58   |
| Drunk Driving Enforcement Fund - 2013               | 6400-100-078-6400-YYYY          | Continuous     |            | 4,341.70                 |                   | 4,106.96          | 4,341.70   |
| Drunk Driving Enforcement Fund - 2015               | 6400-100-078-6400-YYYY          | Continuous     |            | 1,913.16                 |                   | 1,686.41          | 1,913.16   |
| Drunk Driving Enforcement Fund - 2016               | 6400-100-078-6400-YYYY          | Continuous     |            | 6,829.67                 |                   | 3,409.50          | 6,829.67   |
| Alcohol Education Rehabilitation Fund - 2010        | 9735-760-098-Y900-001-X100-6020 | Continuous     |            | 928.19                   |                   |                   | 982.69   |
| Pedestrian Safety Enforcement                       |                                 |                |            | 11,000.00                |                   | 4,091.00          | 9,625.50   |
| Body Armor Replacement Fund - 2017                  | 1020-718-066-1020-001-YCJS-0120 | Continuous     |            | 2,347.94                 |                   | 427.94            | 2,347.94   |
| Body Armor Replacement Fund - 2019                  | 1020-718-066-1020-001-YCJS-0120 | Continuous     |            | 2,683.97                 |                   | 1,969.52          | 2,683.97   |
| Body Armor Replacement Fund - 2020                  | 1020-718-066-1020-001-YCJS-0120 | Continuous     |            | 2,514.43                 |                   | 1,805.12          | 1,805.12   |
| Body Armor Replacement Fund - 2020                  | 1020-718-066-1020-001-YCJS-0120 | Continuous     |            | 1,911.80                 |                   |                   |  |
| Body Armor Replacement Fund - 2021                  | 1020-718-066-1020-001-YCJS-0120 | Continuous     |            | 1,371.51                 |                   |                   |  |
| Body Armor Replacement Fund - 2022                  | 1020-718-066-1020-001-YCJS-0120 | Continuous     |            | 1,789.21                 |                   |                   |  |
| Body Armor Replacement Fund - 2023                  | 1020-718-066-1020-001-YCJS-0120 | Unappropriated |            | 2,099.70                 |                   |                   |  |
|   |                                 |                |            | \$ 2,099.70              | \$                | \$ 19,375.85      | \$ 41,148.41                                       |
| Department of Environmental Protection              |                                 |                |            |                          |                   |                   |  |
| Clean Communities Program - 2022                    | 4900-765-042-4900-004-VCMB-6020 | Continuous     |            | 23,528.87                |                   | 23,528.87         | 23,528.87  |
| Clean Communities Program - 2023                    | 4900-765-042-4900-004-VCMB-6020 | 01/01/23       | 12/31/23   | 26,390.44                |                   | 26,390.44         | 3,055.33   |
| Stormwater Assistance Program                       | 2023-042-4850-100-099           | Unappropriated |            | 15,000.00                |                   | 15,000.00         |  |
| Recycling Tonnage Grant - 2021                      | 4900-752-042-4900-001-V42Y-6020 | Continuous     |            | 11,586.85                |                   | 164.60            | 11,422.25  |
| Recycling Tonnage Grant - 2022                      | 4900-752-042-4900-001-V42Y-6020 | Continuous     |            | 12,710.62                |                   | 6,514.57          | 11,344.09  |
| Recycling Tonnage Grant - 2023                      | 4900-752-042-4900-001-V42Y-6020 | Continuous     |            | 18,601.22                |                   |                   |  |
| Green Acres Grant - Post-Irene Buy-Out Program      | 4800-545-042-4800-008-V22G-6020 | 10/09/12       | 10/09/14   | 948,075.00               |                   |                   |  |
|   |                                 |                |            | \$ 59,991.66             | \$                | \$ 33,263.37      | \$ 790,790.53                                      |
|   |                                 |                |            |                          |                   |                   | \$ 840,141.07                                      |
| Department of Transportation                        |                                 |                |            |                          |                   |                   |  |
| Kennedy Boulevard                                   |                                 |                |            |                          |                   |                   |  |
| Brooks Boulevard - Phase III                        | 2018-078-6320-480-AM2           | Continuous     |            | 473,000.00               |                   |                   | 446,138.85   |
| Knopf Street Improvements - Phase I                 | 2021 -                          | Continuous     |            | 340,000.00               |                   | 56,745.90         | 266,767.55   |
| Knopf Street Improvements - Phase II                | 2021-078-6320-480-AOP           | Continuous     |            | 275,000.00               |                   | 275,000.00        | 275,000.00   |
| Knopf Street Improvements - Phase III               | 2022-078-6320-480-AO1           | Continuous     |            | 348,000.00               |                   | 321,168.44        | 333,386.19   |
|   |                                 |                |            | 409,350.00               |                   |                   |  |
|   |                                 |                |            | \$ 433,979.34            | \$                | \$ 652,914.34     | \$ 1,321,292.59                                    |
| Department of Community Affairs                     |                                 |                |            |                          |                   |                   |  |
| Emergency Management Communication                  |                                 |                |            |                          |                   |                   |  |
|   | 2023-022-8030-495-695           | 01/01/2023     | 12/31/2023 | 200,000.00               |                   | 199,978.18        | 199,978.18   |
|   |                                 |                |            | \$ 150,000.00            | \$                | \$ 199,978.18     | \$ 199,978.18                                      |
|   |                                 |                |            | \$ 646,070.70            | \$                | \$ 905,531.74     | \$ 2,402,560.25                                    |

The accompanying Notes to the Schedule of Expenditures of Federal Awards and State Financial Assistance is an integral part of this schedule.

BOROUGH OF MANVILLE

NOTES TO THE SCHEDULES OF EXPENDITURES OF  
FEDERAL AWARDS AND STATE FINANCIAL ASSISTANCE

YEAR ENDED DECEMBER 31, 2023

NOTE 1. GENERAL

The accompanying schedules of expenditures of Federal Awards and State Financial Assistance present the activity of all federal and state financial assistance programs of the Borough of Manville, County of Somerset, New Jersey. All federal and state awards received directly from federal and state agencies, as well as federal awards and state financial assistance passed through other government agencies is included on the Schedules of Expenditures of Federal Awards and State Financial Assistance.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of federal awards and state financial assistance are presented on the prescribed basis of accounting, modified accrual basis with certain exceptions, prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with the budget laws of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles. The basis of accounting, with exception, is described in Note 1 to the Borough's financial statements - regulatory basis.

NOTE 3. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules of expenditures agree with the amounts reported in the related federal and state financial reports.

NOTE 4. RELATIONSHIP TO FINANCIAL STATEMENTS - REGULATORY BASIS

Amounts reported in the accompanying schedules of expenditures agree with amounts reported in the Borough's statutory basis financial statements. These amounts are reported either in the Current Fund, Grant Fund or Trust Other Fund.

Revenues:

|                  | <u>Federal</u>         | <u>State</u>         | <u>Total</u>           |
|------------------|------------------------|----------------------|------------------------|
| Current Fund     | \$ 277,279.09          | \$                   | \$ 277,279.09          |
| Grant Fund       |                        | 646,070.70           | 646,070.70             |
| Trust Other Fund | <u>1,398,832.64</u>    | <u></u>              | <u>1,398,832.64</u>    |
|                  | <u>\$ 1,676,111.73</u> | <u>\$ 646,070.70</u> | <u>\$ 2,322,182.43</u> |

Expenditures:

|                  | <u>Federal</u>         | <u>State</u>         | <u>Total</u>           |
|------------------|------------------------|----------------------|------------------------|
| Current Fund     | \$ 470,114.39          | \$                   | \$ 470,114.39          |
| Grant Fund       | 10,964.99              | 905,531.74           | 916,496.73             |
| Trust Other Fund | <u>1,391,808.46</u>    | <u></u>              | <u>1,391,808.46</u>    |
|                  | <u>\$ 1,872,887.84</u> | <u>\$ 905,531.74</u> | <u>\$ 2,778,419.58</u> |

NOTE 5. OTHER

Matching contributions expended by the Borough in accordance with terms of the various grants are not reported in the accompanying schedules. In addition, the Borough has elected not to use the 10% *de minimis* inherent cost note as allowed under Uniform Guidance.

BOROUGH OF MANVILLE  
SOMERSET COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2023

**Section I - Summary of Auditor's Results**

**Financial Statements**

- |   |            |
|---|------------|
| (1) Type of Auditor Report Issued:  | Unmodified |
|   |            |
| (2) Internal Control Over Financial Reporting:                                  |            |
| (a) Material weaknesses identified?   | No         |
| (b) Significant deficiencies that are not considered to be material weaknesses? | No         |
| (3) Noncompliance material to the financial statements noted during the audit?  | No         |

**Federal Program(s)**

- |   |            |
|---|------------|
| (1) Internal Control Over Major Federal Programs:   |            |
| (a) Material weaknesses identified?   | No         |
| (b) Significant deficiencies that are not considered to be material weaknesses?   | No         |
| (2) Type of Auditor's Report issued on compliance for major federal program(s)?   | Unmodified |
| (3) Any audit findings disclosed that are required to be reported in accordance with the Uniform Guidance and listed in Section III of this schedule? | No         |
| (4) Identification of Major Federal Program(s):   |            |

| <u>Program</u>                                    | <u>Federal AL#</u> |
|---|--------------------|
| U.S. Department of Housing and Urban Development: |                    |
| Section 8 Housing Choice Vouchers                 | 14.871             |
| Mainstream Voucher Program                        | 14.879             |

BOROUGH OF MANVILLE  
SOMERSET COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2023

**Section I - Summary of Auditor's Results (Continued)**

**Federal Program(s) (Continued)**

- (5) Program Threshold Determination:  
     Type A Federal Program Threshold > \$750,000.00  
     Type B Federal Program Threshold <= \$750,000.00
- (6) Auditee qualified as a low-risk auditee under the Uniform Guidance? Yes

**State Program(s)**

- (1) Internal Control Over Major State Programs:
- (a) Material weakness identified? No
- (a) Significant deficiencies identified that are not considered to be material weaknesses? No
- (2) Type of Auditor's Report issued on compliance for major state program(s)? Unmodified
- (3) Any audit findings disclosed that are required to be reported in accordance with NJ OMB Circular 15-08? No
- (4) Identification of Major State Program(s):

| <u>Program</u>               | <u>Grant Number</u> |
|------------------------------|---------------------|
| Department of Transportation | 078-6320-480        |

- (5) Program Threshold Determination:  
     Type A State Program Threshold > \$750,000.00  
     Type B State Program Threshold <= \$750,000.00
- (6) Auditee qualified as a low-risk auditee under OMB Circular 15-08? No

BOROUGH OF MANVILLE  
SOMERSET COUNTY, NEW JERSEY

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
FOR THE YEAR ENDED DECEMBER 31, 2023

**Section II - Financial Statement Audit - Reported Findings Under Government Auditing Standards**

**Internal Control Findings**

None Reported

**Compliance Findings**

None Reported

**Section III - Findings and Questioned Costs Relative to Major Federal and State Programs**

Federal Programs - None Reported

State Programs - None Reported

**Status of Prior Year Audit Findings** - Not Applicable

BOROUGH OF MANVILLE  
 SUPPLEMENTARY INFORMATION  
 FINANCIAL DATA SCHEDULE - SECTION 8 HOUSING CHOICE VOUCHER PROGRAM  
 FOR THE YEAR ENDED DECEMBER 31, 2023

| Line<br>Item No. | Description   | Total<br>Programs   | 14.871<br>Housing<br>Choice<br>Vouchers | 14.879<br>Mainstream<br>Vouchers |
|------------------|---|---------------------|---|----------------------------------|
|                  | <b>Balance Sheet</b>  |                     |   |                                  |
| 111              | Cash-Unrestricted   | \$ 19,004           | \$ 19,004                               |                                  |
| 113              | Cash-Other Restricted   | \$ 14,918           | \$ 14,918                               |                                  |
| 100              | <b>Total Cash</b>   | <b>\$ 33,922</b>    | <b>\$ 33,922</b>                        | <b>\$ -</b>                      |
| 121              | Accounts Receivable - PHA Projects  | \$ 2,128            | \$ 1,587                                | \$ 541                           |
| 126              | Accounts Receivable - Tenants   | \$ -                |   |                                  |
| 128              | Fraud Recovery  | \$ 3,658            | \$ 3,658                                |                                  |
| 128.1            | Allowance for Doubtful Accounts - Other   | \$ (3,658)          | \$ (3,658)                              |                                  |
| 120              | <b>Total receivables, Net of Allowance for Doubtful Accounts</b>                        | <b>\$ 2,128</b>     | <b>\$ 1,587</b>                         | <b>\$ 541</b>                    |
| 150              | <b>Total Current Assets</b>   | <b>\$ 36,050</b>    | <b>\$ 35,509</b>                        | <b>\$ 541</b>                    |
| 290              | <b>Total Assets and Deferred Outflow of Resources</b>                                   | <b>\$ 36,050</b>    | <b>\$ 35,509</b>                        | <b>\$ 541</b>                    |
| 312              | Accounts Payable <= 90 days   | \$21,068            | \$20,527                                | \$541                            |
| 313              | Accounts Payable >= 90 days   | \$0                 |   |                                  |
| 332              | Accounts Payable-PHA Programs   | \$0                 |   |                                  |
| 342              | Unearned Revenue  | \$0                 |   |                                  |
| 310              | <b>Total Current Liabilities</b>  | <b>\$21,068</b>     | <b>\$20,527</b>                         | <b>\$541</b>                     |
| 300              | <b>Total Liabilities</b>  | <b>\$21,068</b>     | <b>\$20,527</b>                         | <b>\$541</b>                     |
| 509.3            | Restricted Fund Balance   | \$ 14,918           | \$ 14,918                               |                                  |
| 512.3            | Unassigned Fund Balance   | \$ 64               | \$ 64                                   |                                  |
| 513              | <b>Total Equity-Net Assets/Position</b>   | <b>\$ 14,982</b>    | <b>\$ 14,982</b>                        | <b>\$ -</b>                      |
| 600              | <b>Total Liabilities, Deferred Inflows of Resources and Equity- Net Assets/Position</b> | <b>\$ 36,050</b>    | <b>\$ 35,509</b>                        | <b>\$ 541</b>                    |
|                  | <b>Income Statement</b>   |                     |   |                                  |
| 70600            | HUD PHA Operating Grants  | \$ 1,236,097        | \$ 1,063,094                            | \$ 173,003                       |
|                  |   | \$ -                |   |                                  |
| 71100            | Investment Income-Unrestricted  | \$ -                |   |                                  |
| 71400            | Fraud Recovery  | \$ 169              | \$ 169                                  |                                  |
| 71500            | Other Revenue   | \$ 48,004           | \$ 48,004                               |                                  |
| 70000            | <b>Total Revenue</b>  | <b>\$ 1,284,270</b> | <b>\$ 1,111,267</b>                     | <b>\$ 173,003</b>                |
| 91100            | Administrative Salaries   |                     |   |                                  |
| 91200            | Auditing Fees   | \$ -                |   |                                  |
| 91300            | Management Fee  | \$ 137,637          | \$ 119,246                              | \$ 18,391                        |
| 91900            | Other   | \$ -                |   |                                  |
| 91000            | <b>Total Operating-Administrative</b>   | <b>\$ 137,637</b>   | <b>\$ 119,246</b>                       | <b>\$ 18,391</b>                 |
| 96200            | Other General Expenses  | \$ -                |   |                                  |
| 96000            | <b>Total Other General Expenses</b>   | <b>\$ -</b>         |   | <b>\$ -</b>                      |
| 96900            | <b>Total Operating Expenses</b>   | <b>\$ 137,637</b>   | <b>\$ 119,246</b>                       | <b>\$ 18,391</b>                 |
| 97000            | <b>Excess of Operating Revenue Over Operating Expenses</b>                              | <b>\$ 1,146,633</b> | <b>\$ 992,021</b>                       | <b>\$ 154,612</b>                |

BOROUGH OF MANVILLE  
SUPPLEMENTARY INFORMATION  
FINANCIAL DATA SCHEDULE - SECTION 8 HOUSING CHOICE VOUCHER PROGRAM  
FOR THE YEAR ENDED DECEMBER 31, 2023

| Line Item No. | Description  | Total Programs | 14.871                  | 14.879              |
|---------------|--|----------------|-------------------------|---------------------|
|               |  |                | Housing Choice Vouchers | Mainstream Vouchers |
| 97300         | Housing Assistance Payments  | \$ 1,116,490   | \$ 956,310              | \$ 160,180          |
| 97350         | HAP Portability-In   | \$ -           | \$ 44,908               |                     |
| 90000         | <b>Total Expenses</b>  | \$ 1,299,035   | \$ 1,120,464            | \$ 178,571          |
| 10000         | <b>Excess (Deficiency) of Revenue Over (Under) Expenses</b>          | \$ (14,765)    | \$ (9,197)              | \$ (5,568)          |
| 11030         | Beginning Equity   | \$ 29,088      | \$ 24,179               | \$ 4,909            |
| 11040         | Prior period adjustments, equity transfers, and correction of errors | \$ 659         |                         | \$ 659              |
| 11170         | Administrative Fee Equity  | \$ 64          | \$ 64                   |                     |
| 11180         | Housing Assistance Payments Equity                                   | \$ 14,918      | \$ 14,918               |                     |
| 11190         | <b>Unit Months Available</b>   | \$ 1,272       | 1116                    | 156                 |
| 11210         | <b>Unit Months Leased</b>  | \$ 1,082       | 934                     | 148                 |

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PART III

BOROUGH OF MANVILLE

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                    | \$ 1,770,938.00         | 4.74           | \$ 1,408,160.08         | 4.03           |
| Miscellaneous-From Other Than Local      |                         |                |                         |                |
| Property Tax Levies                      | 5,409,120.25            | 14.49          | 5,147,600.42            | 14.72          |
| Collection of Delinquent Taxes and       |                         |                |                         |                |
| Tax Title Liens                          | 462,019.00              | 1.24           | 446,564.09              | 1.28           |
| Collection of Current Tax Levy           | <u>29,684,636.10</u>    | <u>79.53</u>   | <u>27,956,303.50</u>    | <u>79.97</u>   |
| <u>TOTAL INCOME</u>                      | <u>\$ 37,326,713.35</u> | <u>100.00%</u> | <u>\$ 34,958,628.09</u> | <u>100.00%</u> |
| <u>EXPENDITURES</u>                      |                         |                |                         |                |
| Budget Expenditures:                     |                         |                |                         |                |
| Municipal Purposes                       | \$ 15,027,727.38        | 42.04          | \$ 13,250,432.75        | 39.83          |
| County Taxes                             | 4,504,315.03            | 12.60          | 4,085,740.52            | 12.28          |
| School Taxes                             | 15,656,016.00           | 43.80          | 15,656,016.00           | 47.06          |
| Other                                    | <u>556,514.17</u>       | <u>1.56</u>    | <u>273,354.05</u>       | <u>0.82</u>    |
| <u>TOTAL EXPENDITURES</u>                | <u>\$ 35,744,572.58</u> | <u>100.00%</u> | <u>\$ 33,265,543.32</u> | <u>100.00%</u> |
| Excess in Revenue                        | \$ 1,582,140.77         |                | \$ 1,693,084.77         |                |
| Fund Balance, January 1                  | <u>3,313,685.49</u>     |                | <u>3,028,760.80</u>     |                |
|  | \$ 4,895,826.26         |                | \$ 4,721,845.57         |                |
| Less: Utilization as Anticipated Revenue | <u>1,770,938.00</u>     |                | <u>1,408,160.08</u>     |                |
| Fund Balance, December 31                | <u>\$ 3,124,888.26</u>  |                | <u>\$ 3,313,685.49</u>  |                |

COMPARATIVE STATEMENT OF OPERATIONS AND  
CHANGE IN FUND BALANCE-SEWER UTILITY 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>     |                             |                             |                        |                |
| Collection of Sewer Use Charges              | \$ 1,929,832.16             | 92.96                       | \$ 2,163,686.46        | 97.65          |
| Miscellaneous-From Other Than Sewer Use      | <u>146,152.87</u>           | <u>7.04</u>                 | <u>52,002.75</u>       | <u>2.35</u>    |
| <u>TOTAL INCOME</u>                          | <u>\$ 2,075,985.03</u>      | <u>100.00%</u>              | <u>\$ 2,215,689.21</u> | <u>100.00%</u> |
| <u>EXPENDITURES</u>                          |                             |                             |                        |                |
| Budget Expenditures:                         |                             |                             |                        |                |
| Operating                                    | \$ 1,983,000.00             | 96.59                       | \$ 1,811,000.00        | 97.31          |
| Capital Improvements                         | 25,000.00                   | 1.22                        | 25,000.00              | 1.34           |
| Deferred Charges and Regulatory Expenditures | 45,000.00                   | 2.19                        | 25,000.00              | 1.34           |
| Other  | <u>                    </u> | <u>                    </u> | <u>130.28</u>          | <u>0.01</u>    |
| <u>TOTAL EXPENDITURES</u>                    | <u>\$ 2,053,000.00</u>      | <u>100.00%</u>              | <u>\$ 1,861,130.28</u> | <u>100.00%</u> |
| Excess in Revenue                            | \$ 22,985.03                |                             | \$ 354,558.93          |                |
| Fund Balance, January 1                      | <u>592,990.91</u>           |                             | <u>238,431.98</u>      |                |
| Fund Balance, December 31                    | <u>\$ 615,975.94</u>        |                             | <u>\$ 592,990.91</u>   |                |

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

|                          | <u>2023</u>    | <u>2022</u>    | <u>2021</u>    |
|--------------------------|----------------|----------------|----------------|
| Tax Rate                 | <u>\$2.404</u> | <u>\$2.616</u> | <u>\$2.957</u> |
| Appointment of Tax Rate: |                |                |                |
| Municipal                | \$0.790        | \$0.794        | \$0.976        |
| County                   | 0.291          | 0.304          | 0.320          |
| County Library           | 0.040          | 0.044          | 0.047          |
| County Open Space        | 0.029          | 0.029          | 0.031          |
| Local School             | <u>1.254</u>   | <u>1.445</u>   | <u>1.583</u>   |

ASSESSED VALUATION

|      |                           |                           |                         |
|------|---------------------------|---------------------------|-------------------------|
| 2023 | <u>\$1,248,936,300.00</u> |                           |                         |
| 2022 |                           | <u>\$1,083,193,800.00</u> |                         |
| 2021 |                           |                           | <u>\$988,611,862.00</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>CURRENTLY</u>        |                                 |
|-------------|-----------------|-------------------------|---------------------------------|
|             |                 | <u>CASH COLLECTIONS</u> | <u>PERCENTAGE OF COLLECTION</u> |
| 2023        | \$30,102,812.02 | \$29,684,636.10         | 98.61%                          |
| 2022        | \$28,453,952.36 | \$27,956,303.50         | 98.25%                          |
| 2021        | \$29,272,608.79 | \$28,801,625.21         | 98.39%                          |

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<br/>31, YEAR</u> | <u>AMOUNT OF<br/>TAX TITLE<br/>LIENS</u> | <u>AMOUNT OF<br/>DELINQUENT<br/>TAXES</u> | <u>TOTAL<br/>DELINQUENT</u> | <u>PERCENTAGE<br/>OF TAX<br/>LEVY</u> |
|------------------------------|--|---|-----------------------------|---------------------------------------|
| 2023                         | \$66,085.61                              | \$429,152.94                              | \$495,238.55                | 1.65%                                 |
| 2022                         | \$58,437.41                              | \$487,613.16                              | \$546,050.57                | 1.92%                                 |
| 2021                         | \$53,755.30                              | \$464,551.31                              | \$518,306.61                | 1.77%                                 |

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 valuations of such properties was as follows:

| <u>YEAR</u> | <u>AMOUNT</u>  |
|-------------|----------------|
| 2023        | \$1,175,500.00 |
| 2022        | \$1,175,500.00 |
| 2021        | \$1,175,500.00 |

COMPARISON OF UTILITY LEVIES

| <u>YEAR</u> | <u>SEWER LEVY</u> |
|-------------|-------------------|
| 2023        | \$1,951,103.84    |
| 2022        | \$2,041,177.08    |
| 2021        | \$2,083,808.12    |

COMPARATIVE SCHEDULE OF FUND BALANCES

|                              | <u>YEAR</u> | <u>BALANCE<br/>DECEMBER 31</u> | <u>UTILIZED IN BUDGET<br/>OF SUCCEEDING<br/>YEAR</u> |
|------------------------------|-------------|--------------------------------|--|
| Current Fund                 | 2023        | \$3,124,888.26                 | \$1,900,000.00                                       |
|                              | 2022        | \$3,313,685.49                 | \$1,770,938.00                                       |
|                              | 2021        | \$3,028,760.80                 | \$1,408,160.08                                       |
|                              | 2020        | \$2,251,591.96                 | \$1,650,000.00                                       |
|                              | 2019        | \$2,292,854.90                 | \$1,650,000.00                                       |
| Sewer Utility Operating Fund | 2023        | \$615,975.94                   | -0-  |
|                              | 2022        | \$592,990.91                   | -0-  |
|                              | 2021        | \$238,431.98                   | -0-  |
|                              | 2020        | \$20,105.52                    | \$20,000.00  |
|                              | 2019        | \$150,105.52                   | \$130,000.00   |

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<br/>OF BOND</u> |
|---------------------|---|---------------------------|
| Richard Onderko     | Mayor   |                           |
| Joseph Lukac        | Council President   | *                         |
| Branden Agans       | Council Member  | *                         |
| Joseph DeVito III   | Council Member  | *                         |
| Barbara Madak       | Council Member  | *                         |
| Ronald Skirkanish   | Council Member  | *                         |
| Steven Szabo        | Council Member  | *                         |
| Gian-Paolo Caminiti | Borough Administrator, Acting Clerk   | *                         |
| Traci Dillingham    | Deputy Clerk, Deputy Administrator, Director<br>of Human Resources and Payroll, Registrar | *                         |
| Michael Pitts       | Chief Financial Officer   | *                         |
| Thaddeus Maciag     | Borough Attorney  |                           |
| Lisa Gerickont      | Tax Collector   | \$1,000,000.00            |
| Vincenzo LoMedico   | Public Works Superintendent   | *                         |
| Frank LaGuarina     | Construction Code Official/<br>Building Sub-Code Official                                 | *                         |
| Stephen Rodzinak    | Plumbing Sub-Code Official  | *                         |
| Stephanie Cornelson | Recreation Director   | *                         |
| George Sopko        | Tax Assessor  | *                         |

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

All of the bonds were examined and were properly executed.

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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 Borough has a qualified purchasing agent. In accordance with N.J.S.A. 40A:11-3 and authorized by a resolution dated July 11, 2022 of the governing body, the bid threshold for all purchases made by the Borough's qualified purchasing agent is \$44,000.00.

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

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

Emergency Warning System  
Knopf St. Phase I & II Improvement

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 of 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, UTILITY 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 7, 2023 adopted the following resolution authorizing interest to be charged on delinquent taxes and assessments:

WHEREAS, N.J.S.A. 54:4-67 governs the interest rates charged on delinquent tax and utility payments.

NOW THEREFORE BE IT RESOLVED, by the Mayor and Council of the Borough of Manville, County of Somerset that the interest rates charged on delinquent tax and utility payments shall be 8% on the first \$1,500.00 of delinquency and 18% on any excess over \$1,500.00 thereafter, for the year 2023; and

WHEREAS, N.J.S.A. 54:5-61 WHEREAS, relating to the amount of penalty to be charged on a tax sale certificate has been amended to read as follows:

When taxes, interest and costs shall in excess of \$200.00 but less than \$5,000.00, a 2% penalty on any amount due shall be charged. When taxes, interest and costs shall exceed the sum of \$5,000.00, such additional sum shall be equal to 4% of such amount paid and when the sum exceeds \$10,000.00 such additional sum paid shall be equal to 6% of such amount paid. This section shall also apply to all existing tax sale certificates held by municipalities on the effective date of this act.

NOW THEREFORE BE IT RESOLVED, by the Mayor and Council of the Borough of Manville, County of Somerset that under N.J.S.A. 54:4-61, the Tax Collector of the Borough of Manville is authorized to charge, on a tax sale certificate, a 2% penalty on any amount due in excess of \$200.00 but less than \$5,000.00; a 4% penalty on any amount due in excess of \$5,000.00 but less than \$10,000.00; and a 6% penalty on any amount due in excess of \$10,000.00. These penalties are to be applied to all municipal held tax sale certificates as well as those which may be acquired by the municipality as a result of future tax sales.

DELINQUENT TAXES AND TAX TITLE LIENS

The last tax sale was held on October 4, 2023 and was complete.

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

The following comparison is made of the number of tax title liens on December 31 of the last three years:

| <u>YEAR</u> | <u>NUMBER OF LIENS</u> |
|-------------|------------------------|
| 2023        | 6                      |
| 2022        | 5                      |
| 2021        | 4                      |

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           | 10 |
| Payments of 2023 Taxes           | 10 |
| Delinquent Taxes                 | 10 |
| Payment of Sewer Utility Charges | 10 |
| Delinquent Sewer Utility Charges | 10 |

OTHER COMMENTS

Interfunds

Transactions invariably occur in one fund which require 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.

It is the Borough's policy to review and liquidate all interfund balances on a periodic basis.

Treasurer

Monthly bank reconciliations contained numerous reconciling items which were not cleared in a timely manner.

Expenditures were charged to the Clean Communities Grants which were in excess of grant award amounts appropriated in the 2023 Budget or by budget amendment.

There are Deferred Charges to Future Taxation – Unfunded balances as of year-end, over 5 years old, where the projects have been completed however the costs remain unfunded.

Sewer Collector

A review of sewer utility billings, on a test basis, revealed errors in the calculation of amounts due.

Minutes

The official minutes of the meetings of the Borough Council for the months of October through December 2023 were not completed and available for audit.

Payroll

An individual, who was an employee of the Borough, was paid as a vendor and issued a Form 1099, instead of through the payroll system.

Confirmation of pension and tax payments were not available for audit.

We noted that some employees were not enrolled in (DCRP) the Defined Contribution Retirement Program. We also noted discrepancies with the contribution amounts withheld.

Departments

The following departments had missing or incomplete cash receipts logs in 2023:

- Tax Collector
- Borough Clerk
- Board of Health
- Board of Health – Animal Control
- Fire Safety

In addition, it was noted that cash receipts were not always deposited or turned over to the Treasurer within 48 hours per N.J.S.A. 40A:5-15.

## RECOMMENDATIONS

That reconciling items on monthly bank reconciliations be investigated and liquidated in a timely manner.

That all grants be appropriated in the Budget prior to the commitment or expenditures of funds.

That all Deferred Charges to Future Taxation over 5 years old, where the projects have been complete, be funded.

That due care be taken in the calculation of sewer billings.

\*That official minutes of the meetings of the Borough Council be completed and available for audit.

That all employees be paid through the payroll system.

That all payroll records be available for audit.

That a determination be made if certain municipal employees are required to be enrolled in the Defined Contribution Retirement Program.

\*That all departments of the Borough maintain an adequate cash receipts log.

\*That all departmental funds collected be remitted to the Treasurer within 48 hours of receipt as per N.J.S.A. 40A:5-15.

\*Unresolved prior year recommendations

