TOWNSHIP OF MONROE

MIDDLESEX COUNTY, NEW JERSEY

REPORT OF AUDIT

YEARS ENDED DECEMBER 31, 2023 AND 2022

PKF O'CONNOR DAVIES
ACCOUNTANTS AND ADVISORS

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TOWNSHIP OF MONROE

MIDDLESEX COUNTY

PART I

REPORT OF AUDIT OF FINANCIAL STATEMENTS

YEARS ENDED DECEMBER 31, 2023 AND 2022

Independent Auditors' Report

Honorable Mayor and Members
of the Township Council
Township of Monroe
Middlesex County, New Jersey

Report on the Audit of the Regulatory Basis Financial Statements

Opinions on Regulatory Basis Financial Statements

We have audited the regulatory basis financial statements of the various funds and the governmental fixed assets of the Township of Monroe, County of Middlesex, New Jersey, (the "Township") which comprise the balance sheets as of December 31, 2023 and 2022, and the related statements of operations and changes in fund balance for the years then ended, the statements of changes in fund balance, the statements of revenues and statements of expenditures for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements as listed in the table of contents.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying regulatory basis financial statements present fairly, in all material respects, the regulatory basis balance sheets of the Township as of December 31, 2023 and 2022, and the regulatory basis statements of operations and changes in fund balance for the years then ended, the regulatory basis statements of changes in fund balance, the regulatory basis statements of revenues and the regulatory basis statements of expenditures for the year ended December 31, 2023 and the related notes to the financial statements, in accordance with the financial reporting provisions of the Department of Community Affairs, Division of Local Government Services, State of New Jersey ("Division") described in Note 1.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles section of our report, the financial statements do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position of the Township as of December 31, 2023 and 2022, or its revenues, expenditures and changes in fund balance thereof for the years then ended.

Basis for Opinions

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

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Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As described in Note 1 of the financial statements, the financial statements are prepared by the Township on the basis of the financial reporting provisions of the Division (regulatory basis), which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of the Division. The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material and pervasive.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with the financial reporting provisions of the Division. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

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

Auditors' Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditors' 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, requirements prescribed by the Division, and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

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

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

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

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

Report on Supplementary Information Required by the Division in Accordance with the Regulatory Basis of Accounting

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Township's basic financial statements. The information included in Part II – Supplementary Schedules Required by the Division, Part IV – Supplementary Data, and Part V – General Comments and Recommendations, as listed in the table of contents, is presented for purposes of additional analysis as required by the Division and is not a required part of the 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 Supplementary Information is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Report on Supplementary Information as Required by the Uniform Guidance

Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the Township's basic financial statements. The accompanying schedule of expenditures of federal awards as required by 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 related notes to the schedule of federal awards are presented for purposes of additional analysis and are not a required part of the basic financial statements. The schedule of expenditures of federal awards and related notes are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statements, or to the financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards and related notes are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 30, 2024 on our consideration of the Township's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Township's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Township's internal control over financial reporting and compliance.

PKF O'Connor Davies, LLP

Woodcliff Lake, New Jersey
September 30, 2024

Gary W. Higgins, CPA
Registered Municipal Accountant, No. 405

FINANCIAL STATEMENTS – REGULATORY BASIS

Exhibit A

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

CURRENT FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

ASSETS	Ref.	BALANCE DEC. 31, 2023	BALANCE DEC. 31, 2022
Cash - Treasurer	A-4	$ 52,071,228.15	$ 39,361,001.81
Cash - Change Fund	A	900.00	900.00
Due from the State of New Jersey - Senior Citizens' and Veterans Deductions	A-5	38,754.65	-
		52,110,882.80	39,361,901.81
Receivables With Offsetting Reserves:			
Taxes Receivable	A-6	1,297,722.53	1,519,641.91
Tax Title Liens Receivable	A-6	482,028.17	455,707.68
Property Acquired for Taxes (At Assessed Valuation)	A-6	1,569,800.00	1,569,800.00
Due From Library	A-4	268.24	268.24
Due from Animal Control Fund	A-8	62.40	-
Due From Affordable Housing Fund		-	83,328.00
Prepaid Fees	A-4	25.00	-
Prepaid School Tax		-	1.00
Revenue Accounts Receivable	A-7	24,466.05	23,963.63
		3,374,372.39	3,652,710.46
Total Current Fund		55,485,255.19	43,014,612.27
State and Federal Grant Fund:			
Grants Receivable	A-13	34,738.52	29,858.56
Due from Trust Fund	A-15	54,676.79	1,260.39
Due from Current Fund	A-15	972,258.75	2,782,601.63
Total State and Federal Grant Fund		1,061,674.06	2,813,720.58
		$ 56,546,929.25	$ 45,828,332.85

LIABILITIES, RESERVES AND FUND BALANCE	Ref.	BALANCE DEC. 31, 2023	BALANCE DEC. 31, 2022
Liabilities:			
Appropriation Reserves	A-3,A-9	$ 4,383,568.03	$ 3,562,501.50
Reserve for Encumbrances	A-3,A-9	1,150,976.82	670,315.89
Prepaid Taxes	A-6	3,348,432.95	1,689,676.18
County Taxes Payable	A-11	942,390.39	-
Various Payables	A-12	422,618.71	566,104.09
Various Reserves	A-12	963,449.78	858,791.44
Tax Overpayments	A-10	24,677.70	209,517.20
Due to State of N.J. per Ch. 20, P.L. 1976		-	51,051.12
Due to State and Federal Grant Fund	A-8	972,258.75	2,782,601.63
Due to General Capital Fund	A-8	819,660.17	2,746,197.12
Due to Water-Sewer Utility Capital Fund	A-8	10,195,470.79	9,298,044.05
Due to Trust-Other Fund	A-8	3,338,841.52	1,581,598.82
Due to Self Insurance Trust Fund	A-8	4,919.68	-
Due to Affordable Housing Trust Fund	A-8	10,258,082.85	-
		36,825,348.14	24,016,399.04
Reserve for Receivables	Reserve	3,374,372.39	3,652,710.46
Fund Balance	A-1	15,285,534.66	15,345,502.77
Total Current Fund		55,485,255.19	43,014,612.27
State and Federal Grant Fund:			
Reserve for State and Federal Grants:			
Appropriated	A-14	101,627.53	785,584.67
Unappropriated	A-16	951,371.65	2,018,225.01
Reserve for Encumbrances	A-14	8,674.88	9,910.90
Total State and Federal Grant Fund		1,061,674.06	2,813,720.58
		$ 56,546,929.25	$ 45,828,332.85

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	REF.	YEAR 2023	YEAR 2022
REVENUE AND OTHER INCOME REALIZED			
Fund Balance Utilized	A-1,A-2	$ 10,995,000.00	$ 9,900,000.00
Miscellaneous Revenues Anticipated	A-2	14,771,167.49	12,664,322.92
Receipts from Delinquent Taxes	A-2	1,433,921.39	2,265,419.28
Receipts from Current Taxes	A-6	232,695,118.61	222,517,735.28
Non-Budget Revenue	A-2	309,184.16	496,620.73
Other Credits to Income:			
Unexpended Balances of Approp. Reserves	A-9	1,538,480.54	3,812,100.11
Prior Year Sr. Cit. Deductions Allowed	A-5	22,863.78	-
Interfunds Returned - Net	A-8	83,241.60	-
Refunds		-	39,900.66
Total Revenues		261,848,977.57	251,697,211.62
EXPENDITURES AND OTHER CHARGES			
Budget Appropriations:			
Operating:			
Salaries and Wages	A-3	27,856,626.00	26,845,687.00
Other Expenses	A-3	23,565,695.00	22,201,754.00
State and Federal Programs Off-Set by Revenue	A-3	319,252.24	372,501.18
Municipal Debt Service	A-3	6,069,763.58	6,248,701.44
Capital Improvements	A-3	995,000.00	270,000.00
Deferred Charges and Statutory Expend.-Mun.	A-3	7,031,235.40	6,805,276.10
County Tax	A-11	45,121,263.79	41,701,960.90
Local District School Taxes	A-11	123,870,121.00	121,326,663.00
Special District Taxes	A-11	14,802,776.00	14,198,830.00
Municipal Open Space Taxes	A-11	1,255,760.00	1,250,164.98
Prior Year Sr. Cit. & Vet. Deductions Disallowed	A-5	7,308.90	6,525.34
Refund Prior Year Revenues	A-4	19,143.77	59,123.10
Prepaid/School Tax		-	1.00
Interfunds and Library Advanced - Net		-	83,596.24
Total Expenditures		250,913,945.68	241,370,784.28

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

CURRENT FUND
COMPARATIVE STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

	REF.	YEAR 2023	YEAR 2022
Excess in Revenue/Statutory Excess to Fund Balance		$ 10,935,031.89	$ 10,326,427.34
FUND BALANCE			
Balance - January 1	A	15,345,502.77	14,919,075.43
		26,280,534.66	25,245,502.77
Decreased by:			
Utilization as Anticipated Revenue	A-1, A-2	10,995,000.00	9,900,000.00
Balance - December 31	A	$ 15,285,534.66	$ 15,345,502.77

See Notes to Financial Statements

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

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

	Ref.	ANTICIPATED 2023 BUDGET	APPROP. N.J.S.A. 40A:4-87	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Anticipated	A-1	$ 10,995,000.00		$ 10,995,000.00	
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages		30,000.00		36,958.00	$ 6,958.00
Fees and Permits		276,250.00		364,754.11	88,504.11
Fines and Costs:					
Municipal Court		260,000.00		267,449.67	7,449.67
Interest and Costs on Taxes		390,000.00		439,146.31	49,146.31
Interest on Investments and Deposits		180,000.00		1,305,636.93	1,125,636.93
Franchise Tax-Cable Companies					
Energy Receipts Taxes		2,279,149.00		2,279,149.14	0.14
Municipal Relief Fund Aid 2022		118,073.00		118,073.12	0.12
Dedicated Uniform Construction Code Fees Offset with Appropriations (N.J.S.A. 40A:4-36 and N.J.A.C. 5:23-4.17):					
Uniform Construction Code Fees		2,425,000.00		2,749,885.00	324,885.00
Public and Private Revenues Offset with Approps.:					
Distracted Driving Grant - U Drive, U Text, U Pay		8,750.00		8,750.00	
Click It or Ticket Grant			$ 8,750.00	8,750.00	
Drive Sober or Get Pulled Over			7,000.00	7,000.00	
Emergency Management Assistance Grant		10,000.00		10,000.00	
Clean Communities Program			118,040.16	118,040.16	
Recycling Tonnage Grant		89,462.08		89,462.08	
Recycling Enhancement Grant		73,000.00		73,000.00	
Cultural Arts Grant		4,250.00		4,250.00	
Additional Revenues Offset with Appropriations:					
Ambulance Fees		2,220,000.00		2,892,734.44	672,734.44
Other Special Items:					
Utility Operating Surplus of the Prior Year		1,900,000.00		1,900,000.00	
Franchise Tax-Cable Companies		361,316.00		361,316.53	0.53
American Recovery Act 2020 Revenue Shortfall		1,700,000.00		1,700,000.00	
MCIA Loan Reimbursements		36,812.00		36,812.00	
Total Miscellaneous Revenues	A-1, A-7	12,362,062.08	133,790.16	14,771,167.49	2,275,315.25
Receipts from Delinquent Taxes	A-1, A-6	1,450,000.00		1,433,921.39	(16,078.61)
Subtotal General Revenues		24,807,062.08	133,790.16	27,200,088.88	2,259,236.64
Amount to be Raised by Taxes for Support of Municipal Budget:					
Local Tax for Municipal Purposes Including Reserve for Uncollected Taxes	A-6	40,970,198.24		47,718,675.10	6,748,476.86
Minimum Library Tax	A-6	3,926,522.72		3,926,522.72	
Total Amount to be Raised by Taxes for Support of Municipal Budget	A-2	44,896,720.96	-	51,645,197.82	6,748,476.86
Budget Totals		69,703,783.04	133,790.16	78,845,286.70	9,007,713.50
Non-Budget Revenues	A-1, A-7			309,184.16	309,184.16
		$ 69,703,783.04	$ 133,790.16	$ 79,154,470.86	$ 9,316,897.66
	Ref.	A-3	A-3	A-1	

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See Notes to Financial Statements

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

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

	REF.		
ANALYSIS OF REALIZED REVENUES			
Allocation of Current Tax Collections:			
2023 Collections	A-6	$ 230,428,096.87	
Prepaid Taxes Applied	A-6	1,689,676.18	
State Share of Sr. Citizens and Veterans Deductions Allowed	A-6	577,345.56	
			$ 232,695,118.61
Allocated to:			
Local School Tax	A-11	123,870,121.00	
County Taxes	A-11	44,178,873.40	
Added County Taxes	A-11	942,390.39	
Municipal Open Space Tax	A-11	1,255,760.00	
Special District Taxes	A-11	14,802,776.00	
			185,049,920.79
			47,645,197.82
Add: Reserve for Uncollected Taxes	A-3		4,000,000.00
Amount for Support of Municipal Budget	A-2		$ 51,645,197.82
Allocation of Delinquent Tax Collections:			
Collections	A-6		$ 1,433,921.39

See Notes to Financial Statements

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

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

	2023 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED: PAID OR CHARGED	EXPENDED: ENCUMBERED	EXPENDED: RESERVED	UNEXPENDED BALANCE CANCELLED
OPERATIONS WITHIN "CAPS"						
GENERAL GOVERNMENT:						
Office of the Mayor						
Salaries and Wages	$ 15,000.00	$ 15,000.00	$ 15,000.00			
Other Expenses	10,050.00	10,050.00	1,134.44	$ 1,505.90	$ 7,409.66	
Township Council						
Salaries and Wages	31,263.00	31,263.00	30,801.75		461.25	
Other Expenses	19,850.00	19,850.00	14,327.00	1,250.00	4,273.00	
Office of the Township Clerk						
Salaries and Wages	421,336.00	421,336.00	399,527.03		21,808.97	
Other Expenses	72,750.00	72,750.00	44,183.24	952.09	27,614.67	
Elections						
Salaries and Wages	21,390.00	21,390.00	3,119.38		18,270.62	
Other Expenses	45,000.00	45,000.00	40,568.73		4,431.27	
Office of the Business Administrator						
Salaries and Wages	330,088.00	330,088.00	292,255.08		37,832.92	
Other Expenses	21,200.00	21,200.00	9,293.90	1,565.79	10,340.31	
Human Resources						
Salaries and Wages	267,986.00	267,986.00	258,176.75		9,809.25	
Other Expenses	98,330.00	98,330.00	27,252.59	51,843.97	19,233.44	
Transportation						
Salaries and Wages	675,952.00	675,952.00	658,173.00		17,779.00	
Other Expenses	114,800.00	114,800.00	106,483.34	2,013.35	6,303.31	
Citizens Review Board						
Salaries and Wages	1,600.00	1,600.00	1,599.96		0.04	
Insurance						
General Liability	590,539.00	590,539.00	580,945.80		9,593.20	
Workers Compensation	464,243.00	464,243.00	379,242.60		85,000.40	
Employee Group Health	5,948,496.00	5,948,496.00	5,697,152.74	10,607.00	240,736.26	
Health Benefit Waiver	445,007.00	445,007.00	401,399.66		43,607.34	
Public Information and Public Advocacy						
Salaries and Wages	114,541.00	114,541.00	99,858.25		14,682.75	
Other Expenses	59,200.00	59,200.00	49,330.71	71.99	9,797.30	
Division of Recreation						
Salaries and Wages	1,245,980.00	1,245,980.00	1,155,620.35		90,359.65	
Other Expenses	291,083.00	291,083.00	206,614.67	33,263.22	51,205.11	

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

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

			EXPENDED			UNEXPENDED
	2023 BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	BALANCE CANCELLED
Division of Parks						
Salaries and Wages	$ 268,624.00	$ 268,624.00	$ 199,441.34		$ 69,182.66	
Other Expenses	126,925.00	126,925.00	110,067.04	$ 7,643.02	9,214.94	
Division of Treasury						
Salaries and Wages	476,343.00	476,343.00	427,706.52		48,636.48	
Other Expenses:						
Annual Audit	54,000.00	54,000.00		54,000.00		
Special Accounting	40,000.00	40,000.00	10,867.46		29,132.54	
Data Processing	200,000.00	200,000.00	157,474.26	18,499.03	24,026.71	
Miscellaneous Other Expense	25,500.00	25,500.00	15,658.62	2,116.07	7,725.31	
Division of Revenue Collection						
Salaries and Wages	345,310.00	345,310.00	323,225.28		22,084.72	
Other Expenses:						
Tax Sale Costs	6,500.00	6,500.00	855.00		5,645.00	
Tax Lien Foreclosure	600.00	600.00			600.00	
Miscellaneous Other Expense	24,100.00	24,100.00	12,481.76	338.44	11,279.80	
Division of Assessment						
Salaries and Wages	381,724.00	381,724.00	370,099.89		11,624.11	
Other Expenses	62,700.00	62,700.00	23,599.77	2,509.10	36,591.13	
Division of Ambulance Services						
Salaries and Wages	3,126,745.00	3,126,745.00	2,869,345.78		257,399.22	
Other Expenses	71,050.00	65,050.00	9,810.60	177.60	55,061.80	
Police						
Salaries and Wages	11,572,970.00	11,572,970.00	11,159,910.12		413,059.88	
Other Expenses	743,700.00	733,700.00	588,647.30	86,130.11	58,922.59	
Emergency Management Services						
Salaries and Wages	42,983.00	42,983.00	38,208.59		4,774.41	
Other Expenses	21,200.00	21,200.00	11,492.55		9,707.45	
Office of the Township Engineer						
Other Expenses:						
Miscellaneous Other Expense	342,000.00	342,000.00	305,466.75	31,533.25	5,000.00	
Division of Streets and Roads						
Salaries and Wages	2,431,665.00	2,431,665.00	2,342,141.12		89,523.88	
Other Expenses	451,125.00	401,125.00	246,180.95	15,896.15	139,047.90	

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

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

	2023 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED: PAID OR CHARGED	EXPENDED: ENCUMBERED	EXPENDED: RESERVED	UNEXPENDED BALANCE CANCELLED
Vehicle Maintenance						
Salaries and Wages	$ 335,280.00	$ 335,280.00	$ 301,109.31		$ 34,170.69	
Other Expenses	583,500.00	593,500.00	504,159.08	$ 23,670.98	65,669.94	
Solid Waste and Recycling						
Other Expenses	48,000.00	48,000.00	39,781.26	1,426.20	6,792.54	
Landfill						
Other Expenses	170,000.00	170,000.00	132,185.49		37,814.51	
Buildings and Grounds						
Salaries and Wages	957,702.00	957,702.00	942,728.93		14,973.07	
Other Expenses	809,205.00	839,205.00	723,303.92	44,934.66	70,966.42	
Community Services Act						
Other Expenses	1,513,900.00	1,513,900.00	216,605.68	628,191.03	669,103.29	
Office of the Township Attorney						
Other Expenses	582,900.00	582,900.00	401,930.25	31,926.85	149,042.90	
Municipal Prosecutor						
Salaries and Wages	67,027.00	67,027.00	67,026.96		0.04	
Other Expenses	3,000.00	3,000.00	400.00		2,600.00	
Health Advisory Board						
Salaries and Wages	2,836.00	2,836.00	2,835.96		0.04	
Other Expenses	500.00	500.00	95.00		405.00	
Economic Development Commission						
Salaries and Wages	18,000.00	18,000.00	2,927.42		15,072.58	
Other Expenses	15,000.00	15,000.00			15,000.00	
Municipal Court						
Salaries and Wages	423,553.00	423,553.00	406,446.44		17,106.56	
Other Expenses	17,800.00	17,800.00	8,817.28	2,354.44	6,628.28	
Public Defender						
Salaries and Wages	27,452.00	27,452.00	27,452.00			
Animal Control						
Salaries and Wages	204,708.00	204,708.00	193,049.02		11,658.98	
Other Expenses	24,775.00	44,775.00	29,718.89	3,512.48	11,543.63	
Environmental Protection						
Other Expenses	1,000.00	1,000.00			1,000.00	
Building Demolition						
Other Expenses	300.00	300.00			300.00	

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

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

	2023 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED PAID OR CHARGED	EXPENDED ENCUMBERED	EXPENDED RESERVED	UNEXPENDED BALANCE CANCELLED
Municipal Land Use Law (NJSA 40:55D-1)						
Zoning Board of Adjustment						
Salaries and Wages	$ 149,457.00	$ 149,457.00	$ 131,537.84		$ 17,919.16	
Other Expenses	53,500.00	53,500.00	45,016.19	$ 7,513.94	969.87	
Planning Board						
Salaries and Wages	9,248.00	9,248.00	9,248.00			
Other Expenses	96,000.00	96,000.00	76,641.52	13,553.69	5,804.79	
Division of Planning						
Salaries and Wages	217,216.00	217,216.00	177,346.73		39,869.27	
Other Expenses	61,500.00	61,500.00	38,330.88	2,548.69	20,620.43	
Shade Tree Commission						
Salaries and Wages	11,860.00	11,860.00	11,860.00			
Other Expenses	6,310.00	6,310.00	(10,187.52)	11,241.08	5,256.44	
Cultural Arts Commission						
Salaries and Wages	26,180.00	26,180.00	26,180.00			
Other Expenses	101,400.00	101,400.00	75,908.81	1,362.50	24,128.69	
Environmental & Con. Comm Commission						
Salaries and Wages	4,050.00	4,050.00	4,050.00			
Other Expenses	5,725.00	5,725.00	730.28		4,994.72	
Historic Preservation Commission						
Salaries and Wages	4,050.00	4,050.00	4,050.00			
Other Expenses	8,300.00	8,300.00	1,248.00	1,516.65	5,535.35	
Senior Services						
Salaries and Wages	645,444.00	645,444.00	577,833.24		67,610.76	
Other Expenses	118,600.00	118,600.00	106,534.03	6,407.52	5,658.45	
Recreation and Youth Advisory Board						
Salaries and Wages	3,630.00	3,630.00	3,629.04		0.96	
Other Expenses	5,950.00	5,950.00	3,688.38	300.00	1,961.62	
Human Relations Commission						
Salaries and Wages	2,836.00	2,836.00	2,835.96		0.04	
Other Expenses	2,050.00	2,050.00	288.00	95.94	1,666.06	
Open Space and Farmland Preservation Commission						
Salaries and Wages	2,767.00	2,767.00	1,085.96		1,681.04	
Other Expenses	750.00	750.00			750.00	
Celebration of Public Events						
Other Expenses	64,000.00	64,000.00	57,711.02	292.46	5,996.52	

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

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

	2023 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED PAID OR CHARGED	EXPENDED ENCUMBERED	EXPENDED RESERVED	UNEXPENDED BALANCE CANCELLED
UNIFORM CONSTRUCTION CODE - APPROPRIATIONS OFFSET BY DEDICATED REVENUES (N.J.A.C. 5:23-4.17):						
Uniform Construction Code						
Salaries & Wages	$ 1,409,973.00	$ 1,409,973.00	$ 1,224,368.56		$ 185,604.44	
Other Expenses	47,900.00	47,900.00	30,767.96	$ 3,965.48	13,166.56	
Accumulated Absences	2,000.00	2,000.00			2,000.00	
Central Mailing	56,000.00	56,000.00	52,709.68	16.00	3,274.32	
Utilities	1,911,375.00	1,911,375.00	1,410,397.39	6,086.44	494,891.17	
Total Operations Within "CAPS"	42,955,957.00	42,949,957.00	37,759,124.51	1,112,833.11	4,077,999.38	-
Total Operations Including Contingent Within "CAPS"	42,955,957.00	42,949,957.00	37,759,124.51	1,112,833.11	4,077,999.38	-
DETAIL:						
Salaries and Wages	26,296,769.00	26,296,769.00	24,761,811.56	-	1,534,957.44	-
Other Expenses	16,659,188.00	16,653,188.00	12,997,312.95	1,112,833.11	2,543,041.94	
DEFERRED CHARGES - MUNICIPAL WITHIN "CAPS"						
DEFERRED CHARGES						
Prior Years Bills:						
Ricoh, 2020 Human Services	649.00	649.00	649.00			
WB Mason, 2020 Building and Grounds	255.05	255.05	255.05			
PSE&G, 2020 Building and Grounds	3,600.00	3,600.00	1,800.00		1,800.00	
PSE&G, 2021 Building and Grounds	3,600.00	3,600.00	1,800.00		1,800.00	
Conrail, 2020 Streets and Roads	499.35	499.35	499.35			
STATUTORY EXPENDITURES:						
Contribution to:						
Public Employees' Retirement System	2,355,829.00	2,355,829.00	2,355,829.00			
Social Security System (O.A.S.I.)	1,862,046.00	1,862,046.00	1,861,177.54		868.46	
Police & Firemen's Retirement System	2,740,757.00	2,740,757.00	2,740,757.00			
Unemployment Compensation Insurance (N.J.S.A. 43:21-3 et. seq.)	30,000.00	30,000.00			30,000.00	
Defined Contribution Retirement Plan	28,000.00	34,000.00	34,000.00			
Total Def. Charges and Statutory Expend. Municipal Within "CAPS"	7,025,235.40	7,031,235.40	6,996,766.94	-	34,468.46	-
Total General Appropriations for Municipal Purposes Within "CAPS"	49,981,192.40	49,981,192.40	44,755,891.45	1,112,833.11	4,112,467.84	-

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

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

	2023 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED PAID OR CHARGED	EXPENDED ENCUMBERED	EXPENDED RESERVED	UNEXPENDED BALANCE CANCELLED
OPERATIONS EXCLUDED FROM "CAPS"						
911 System						
Salaries and Wages	$ 199,622.00	$ 199,622.00	$ 199,622.00			
Other Expenses	29,100.00	29,100.00	18,298.00	$ 2,387.50	$ 8,414.50	
Maintenance of Free Public Library	4,173,009.00	4,173,009.00	4,173,009.00			
NJPDES Stormwater Permit [N.J.S.A. 40A:4-45.3(cc)]:						
Division of Streets and Roads - Salaries and Wages	255,865.00	255,865.00	255,685.00		180.00	
Division of Streets and Roads - Other Expenses	221,125.00	221,125.00	182,241.07	7,426.40	31,457.53	
Vehicle Maintenance - Salaries and Wages	9,108.00	9,108.00	9,108.00			
Vehicle Maintenance - Other Expenses	7,000.00	7,000.00	7,000.00			
Solid Waste and Recycling - Other Expenses	70,000.00	70,000.00	70,000.00			
Utilities (Gasoline and Diesel Fuel)	114,555.00	114,555.00	114,555.00			
Recycling Tax	7,500.00	7,500.00	4,718.25		2,781.75	
Police and Firemens Retirement System	353,994.00	353,994.00	353,994.00			
Public Employees' Retirement system	124,727.00	124,727.00	124,727.00			
SHARED SERVICE AGREEMENTS:						
Shared Service (Fire Districts and Board)						
Other Expenses	65,000.00	65,000.00			65,000.00	
Shared Service (Recycling)						
Other Expenses	630,000.00	630,000.00	582,802.94	8,557.25	38,639.81	
Shared Service (County Health)						
Other Expenses	103,002.00	103,002.00	103,001.13	0.03	0.84	
ADDITIONAL APPROPRIATIONS OFFSET BY REVENUES:						
Ambulance Services						
Salaries and Wages	1,095,262.00	1,095,262.00	1,082,316.00		12,946.00	
Other Expenses	1,004,738.00	1,004,738.00	873,285.71	19,772.53	111,679.76	

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

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

	2023 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED PAID OR CHARGED	EXPENDED ENCUMBERED	EXPENDED RESERVED	UNEXPENDED BALANCE CANCELLED
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES						
SFSP Fire District Payment	$ 8,757.00	$ 8,757.00	$ 8,757.00			
Recycling Tonnage Grant	89,462.08	89,462.08	89,462.08			
Clean Communities Program		118,040.16	118,040.16			
Cultural Arts Grant	4,250.00	4,250.00	4,250.00			
Click It or Ticket Grant		8,750.00	8,750.00			
Drive Sober or Get Pulled Over		7,000.00	7,000.00			
Distracted Driving Grant	8,750.00	8,750.00	8,750.00			
Recycling Enhancement Grant	73,000.00	73,000.00	73,000.00			
Emergency Management Assistance Grant	10,000.00	10,000.00	10,000.00			
Total Operations Excluded from "CAPS"	8,657,826.08	8,791,616.24	8,482,372.34	$ 38,143.71	$ 271,100.19	-
DETAIL:						
Salaries and Wages	1,559,857.00	1,559,857.00	1,546,731.00		13,126.00	
Other Expenses	7,097,969.08	7,231,759.24	6,935,641.34	38,143.71	257,974.19	
CAPITAL IMPROVEMENTS - EXCLUDED FROM "CAPS"						
Capital Improvement Fund	995,000.00	995,000.00	995,000.00			
Total Capital Improvements Excl. from "CAPS"	995,000.00	995,000.00	995,000.00	-	-	-
MUNICIPAL DEBT SERVICE - EXCLUDED FROM "CAPS"						
Payment of Bond Principal	3,877,902.00	3,877,902.00	3,877,902.00			
Interest on Bonds	1,444,176.00	1,444,176.00	1,444,176.00			
Interest on Notes	192,700.00	192,700.00	192,700.00			
Green Trust Loan Program Principal and Interest	16,179.00	16,179.00	16,178.02			$ 0.98
Capital Lease Obligations:						
Principal	506,623.16	506,623.16	506,623.16			
Interest	32,184.40	32,184.40	32,184.40			
Total Municipal Debt Service - Excl. from "CAPS"	6,069,764.56	6,069,764.56	6,069,763.58	-	-	0.98

Exhibit A-3

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

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

	Ref.	2023 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED PAID OR CHARGED	EXPENDED ENCUMBERED	EXPENDED RESERVED	UNEXPENDED BALANCE CANCELLED
Total General Appropriations for Municipal Purposes Excluded from "CAPS"		$ 15,722,590.64	$ 15,856,380.80	$ 15,547,135.92	$ 38,143.71	$ 271,100.19	$ 0.98
Subtotal General Appropriations		65,703,783.04	65,837,573.20	60,303,027.37	1,150,976.82	4,383,568.03	0.98
Reserve for Uncollected Taxes		4,000,000.00	4,000,000.00	4,000,000.00			
Total General Appropriations		$ 69,703,783.04	$ 69,837,573.20	$ 64,303,027.37	$ 1,150,976.82	$ 4,383,568.03	$ 0.98
	Ref.				A	A	
Adopted Budget	A-2		$ 69,703,783.04				
Approp. by N.J.S.A. 40A:4-87	A-2		133,790.16				
			$ 69,837,573.20				
Disbursed	A-4			$ 59,983,775.13			
Reserve for Uncollected Taxes	A-2			4,000,000.00			
Due to Grant Fund	A-6			319,252.24			
				$ 64,303,027.37			

See Notes to Financial Statements

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

TRUST FUNDS
COMPARATIVE BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

ASSETS	REF.	BALANCE DEC. 31, 2023	BALANCE DEC. 31, 2022	LIABILITIES, RESERVES AND FUND BALANCE	REF.	BALANCE DEC. 31, 2023	BALANCE DEC. 31, 2022
Animal Control Fund:				Animal Control Fund:			
Cash - Treasurer	B-1	$ 2,884.33	$ 13,339.50	Reserve for Animal Control Expenditures	B-1	$ 2,820.73	$ 11,385.64
				Due to State of New Jersey - License Fees	B-1	1.20	2.40
				Due to Current Fund	B-1	62.40	-
				Reserve for Encumbrances		-	1,951.46
Total		2,884.33	13,339.50	Total		2,884.33	13,339.50
Trust-Other Fund:				Trust-Other Fund:			
Cash and Investments	B-1	2,134,080.13	4,927,170.68	Reserve for Community Development	B-1	120,452.25	168,900.75
Due From Current Fund	B-1	3,338,841.52	1,581,598.82	Reserve for Encumbrances	B-1	164,239.13	371,663.42
Due from Water Sewer Utility Operating Fund		-	131,961.83	Due to State and Federal Grant Fund	B-1	54,676.79	1,260.39
Due From Payroll Trust Fund		-	9,990.20	Reserve for Various Deposits	B-1	5,417,864.98	6,626,626.38
Due From Community Development Grant	B-1	284,311.50	517,729.41				
Total		5,757,233.15	7,168,450.94	Total		5,757,233.15	7,168,450.94
Affordable Housing Trust Fund:				Affordable Housing Trust Fund:			
Cash - Treasurer	B-1	814,553.27	15,334,797.86	Reserve for Encumbrances	B-1	6,806,024.74	185,725.10
Due from General Capital Fund	B-1	1,716,314.61	-	Due To Current Fund		-	83,328.00
Due from Current Fund	B-1	10,258,082.85	-	Reserve for Affordable Housing Trust Fund	B-1	5,982,925.99	15,065,744.76
Total		12,788,950.73	15,334,797.86	Total		12,788,950.73	15,334,797.86
Unemployment Trust Fund:				Unemployment Trust Fund:			
Cash - Treasurer	B-1	427,404.52	468,965.27	Reserve for Unemployment Trust Fund	B-1	447,269.96	488,965.27
Due from Water Sewer Utility Operating Fund	B-1	19,865.44	20,000.00				
Total		447,269.96	488,965.27	Total		447,269.96	488,965.27
Payroll Trust Fund:				Payroll Trust Fund:			
Cash - Treasurer	B-1	504,436.29	469,009.91	Payroll Deductions Payable	B-1	611,323.85	461,620.68
Due from Water Sewer Utility Operating Fund	B-1	106,887.56	2,600.97	Due to Other Trust Fund	B-1	-	9,990.20
Total		$ 611,323.85	$ 471,610.88	Total		$ 611,323.85	$ 471,610.88

Exhibit B

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

TRUST FUNDS
COMPARATIVE BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

ASSETS	REF.	BALANCE DEC. 31, 2023	BALANCE DEC. 31, 2022	LIABILITIES, RESERVES AND FUND BALANCE	REF.	BALANCE DEC. 31, 2023	BALANCE DEC. 31, 2022
Developers' Escrow Fund:				Developers' Escrow Fund:			
Cash - General Trust	B-1	$ 10,833,882.86	$ 11,998,813.77	Due from Water Sewer Utility Operating Fund	B-1	$ 114,847.52	$ 114,847.52
Cash - Water-Sewer Trust	B-1	3,902,477.16	4,116,943.44	Due to Water and Sewer Capital Fund	B-1	1,963.47	1,963.47
				Developers' Escrow Funds-Utility	B-1	3,785,666.17	4,000,132.45
				Developers' Escrow Funds	B-1	10,833,882.86	11,998,813.77
Total		14,736,360.02	16,115,757.21	Total		14,736,360.02	16,115,757.21
Self Insurance Trust Fund:				Self Insurance Trust Fund:			
Cash - Treasurer	B-1	409,978.66	369,938.89	Reserve for Encumbrances	B-1	15,765.33	17,875.12
Due from Current Fund	B-2	4,919.68	-	Reserve for Self Insurance	B-1	399,307.88	352,240.44
Due from Water Sewer Utility Operating Fund	B-1	174.87	176.67				
Total		415,073.21	370,115.56	Total		415,073.21	370,115.56
Open Space Trust Fund:				Open Space Trust Fund:			
Cash - Treasurer	B-1	918,581.73	1,615,794.46	Reserve for Encumbrances	B-1	146,044.70	474,177.37
Due From General Capital Fund	B-1	42,529.99	90,978.49	Reserve for Open Space	B-1	815,067.02	1,232,595.58
Total		961,111.72	1,706,772.95	Total		961,111.72	1,706,772.95
		$ 35,720,206.97	$ 41,669,810.17			$ 35,720,206.97	$ 41,669,810.17

See Notes to Financial Statements

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

	Ref.	BALANCE DEC. 31, 2023	BALANCE DEC. 31, 2022
ASSETS			
Cash - Treasurer	C-2	$ 2,547,665.83	$ 648,819.80
Cash - Affordable Housing Capital Fund		-	1,659,382.03
Due from Developer	C-4	111,846.50	111,846.50
Grants Receivable	C-7	2,166,602.62	3,939,066.46
Due from Current Fund	C-16	819,660.17	2,746,197.12
Due from Water-Sewer Utility Capital Fund	C-17	10,760.46	10,760.46
Deferred Charges to Future Taxation:			
Funded	C-5	41,856,512.04	46,853,605.00
Unfunded	C-6	47,153,357.99	29,658,791.75
		$ 94,666,405.61	$ 85,628,469.12
LIABILITIES, RESERVES AND FUND BALANCE			
Green Trust Loan Program	C-14	$ 23,789.66	$ 39,259.46
General Serial Bonds	C-13	41,575,000.00	46,050,000.00
Bond Anticipation Notes	C-12	18,425,000.00	8,200,000.00
MCIA Lease Purchase Agreements	C-14	257,722.38	764,345.54
Reserve for Encumbrances	C-9	3,618,704.30	2,835,475.20
Improvement Authorizations:			
Funded	C-9	3,612,674.47	6,444,547.59
Unfunded	C-9	24,337,328.00	19,361,980.41
Due to Open Space Trust Fund	C-18	42,529.99	90,978.49
Due to Affordable Housing Trust Fund	C-15	1,716,314.61	-
Reserve for Affordable Housing Assistance		-	1,659,382.03
Capital Improvement Fund	C-10	601,100.00	-
Miscellaneous Reserves	C-11	176,296.67	182,500.40
Fund Balance	C-1	279,945.53	-
		$ 94,666,405.61	$ 85,628,469.12
Bonds and notes authorized but not issued (Exhibit C-19)		$ 28,728,357.99	$ 21,458,791.75

See Notes to the Financial Statements

Exhibit C-1

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS
FOR YEARS ENDED DECEMBER 31, 2023 AND 2022

	Ref.	December 31, 2023	December 31, 2022
Balance, January 1	C	-	$ 427,366.17
Increased by:			
Premium on Bonds and Bond Anticipation Notes	C-2	$ 289,825.25	
Cash Receipts	C-2	6,400.00	
Refunding Issue Excess Cost of Issuance			40,499.15
Canceled Funded Improvement Authorizations	C-9	333,720.28	
		629,945.53	467,865.32
Decreased by:			
Canceled Grants Receivable- Improvement Authorizations Canceled	C-7	350,000.00	
Appropriated to Budget Revenue		-	467,865.32
Balance, December 31	C	$ 279,945.53	$ -

See Notes to the Financial Statements

Exhibit - D

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

WATER-SEWER UTILITY FUND
COMPARATIVE BALANCE SHEET - REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

ASSETS	REF	BALANCE DEC. 31, 2023	BALANCE DEC. 31, 2022
Operating Fund:			
Cash - Treasurer	D-5	$ 7,764,485.74	$ 11,948,723.39
Due from Developers Escrow Fund	D-19	114,847.52	114,847.52
Due from Water-Sewer Capital Fund	D-19	1,219,316.34	-
		9,098,649.60	12,063,570.91
Receivables with Full Reserves:			
Consumer Accounts Receivable	D-7	1,931,970.42	1,692,506.21
		1,931,970.42	1,692,506.21
Total Operating Fund		11,030,620.02	13,756,077.12
Capital Fund:			
Cash - Treasurer	D-5, D-6	$ 1,525,483.71	$ 1,510,204.75
Due from Current Fund	D-19	10,195,470.79	9,298,044.05
Due from Water-Sewer Operating Fund		-	1,704,914.89
Due from Developers Escrow Fund	D-19	1,963.47	1,963.47
Fixed Capital	D-11	147,937,532.45	147,629,593.92
Fixed Capital Authorized and Uncompleted	D-12	72,354,500.00	71,754,500.00
Total Capital Fund		232,014,950.42	231,899,221.08
		$ 243,045,570.44	$ 245,655,298.20

See Notes to Financial Statements

LIABILITIES, RESERVES AND FUND BALANCES	REF.	BALANCE DEC. 31, 2023	BALANCE DEC. 31, 2022
Operating Fund:			
Liabilities:			
Appropriation Reserves	D-4, D-10	$ 1,730,737.79	$ 1,027,605.43
Reserve for Encumbrances	D-4, D-10	1,214,148.11	774,742.88
Accounts Payable	D-9	420,930.99	236,247.20
Water-Sewer Overpayments	D-9	34,435.66	35,795.62
Various Reserves	D-9	160,276.86	158,776.86
Due to Payroll Trust Fund	D-19	106,887.56	2,600.97
Due to Water-Sewer Utility Capital Fund		-	1,704,914.89
Due to Trust Fund	D-19	-	131,961.83
Due to Unemployment Trust Fund	D-19	19,865.44	19,865.44
Due to Self Insurance Trust Fund	D-19	174.87	176.67
Accrued Interest Payable	D-8	555,061.52	560,399.89
Bond Indenture Reserve	D-9	2,291,000.00	2,291,000.00
		6,533,518.80	6,944,087.68
Reserve for Receivables	Reserve	1,931,970.42	1,692,506.21
Fund Balance	D-1	2,565,130.80	5,119,483.23
Total Operating Fund		11,030,620.02	13,756,077.12
Capital Fund:			
Serial Bonds Payable	D-17	$ 33,195,000.00	$ 35,175,000.00
Bond Anticipation Note Payable	D-16	13,900,000.00	13,200,000.00
Loans Payable - NJEIT	D-18	651,525.11	800,495.10
Reserve for Encumbrances	D-13	2,644,597.70	4,100,113.99
Accounts Payable	D-9	24,107.69	24,107.69
Due to General Capital Fund	D-19	10,760.46	10,760.46
Due to Water-Sewer Utility Operating Fund	D-19	1,219,316.34	-
Improvement Authorizations:			
Funded	D-13	5,163,801.49	5,600,245.88
Unfunded	D-13	13,399,120.82	13,618,685.67
Reserve for:			
Capital Outlay	D-14	207,013.49	207,013.49
Retainage Payable	D-9	42,058.50	42,058.50
Amortization	D-20	157,761,992.34	155,325,083.82
Deferred Amortization	D-21	1,181,000.00	1,181,000.00
Reserve for Debt Service	D-9	561,021.70	561,021.70
Reserve for Bond Resolution	D-15	1,017,971.74	1,017,971.74
Fund Balance	D-2	1,035,663.04	1,035,663.04
Total Capital Fund		232,014,950.42	231,899,221.08
		$ 243,045,570.44	$ 245,655,298.20
Bonds and Notes Authorized But Not Issued	D-22	$ 13,602,515.00	$ 13,702,515.00

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

WATER-SEWER UTILITY OPERATING FUND
STATEMENT OF OPERATIONS AND
CHANGE IN FUND BALANCE - REGULATORY BASIS
FOR THE YEARS ENDED DECEMBER 31, 2023 AND 2022

REVENUE AND OTHER INCOME	REF.	YEAR 2023	YEAR 2022
Fund Balance Utilized	D-3	$ 1,500,000.00	$ 1,500,000.00
Utility Service Charges	D-3	18,035,501.99	18,207,622.42
Miscellaneous Revenues	D-3	920,739.04	903,321.70
Other Credits to Income:			
Accounts Payable Canceled		-	228,535.69
Unexpend. Balance of Appropriation Reserves	D-10	731,253.59	939,889.33
Total Revenues		21,187,494.62	21,779,369.14
EXPENDITURES			
Budget and Emergency Appropiations:			
Operating	D-4	15,443,945.00	14,627,821.00
Capital Improvements	D-4	300,000.00	300,000.00
Debt Service	D-4	3,605,578.05	3,510,872.51
Deferred Charges and Statutory Expend.	D-4	971,824.00	865,000.00
Refund of Prior Year Revenues	D-5	20,500.00	
Total Expenditures		20,341,847.05	19,303,693.51
Excess in Revenues		845,647.57	2,475,675.63
FUND BALANCE			
Balance - January 1,	D	5,119,483.23	6,043,807.60
		5,965,130.80	8,519,483.23
Decreased by:			
Utilized as Anticipated Revenue	D-1	1,500,000.00	1,500,000.00
Appropriated in Current Fund Budget	D-5, A-2	1,900,000.00	1,900,000.00
Balance - December 31,	D	$ 2,565,130.80	$ 5,119,483.23

See Notes to Financial Statements

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

WATER-SEWER UTILITY CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

	REF.	
Balance - December 31, 2023 and 2022	D	$ 1,035,663.04

See Notes to Financial Statements

Exhibit - D-3

TOWNSHIP OF MONROE
MIDDLESEX COUNTY, NEW JERSEY

WATER-SEWER UTILITY OPERATING FUND
STATEMENT OF REVENUES - REGULATORY BASIS
FOR THE YEAR ENDED DECEMBER 31, 2023

		2023 BUDGET	REALIZED	EXCESS
Operating Surplus Anticipated		$ 1,500,000.00	$ 1,500,000.00	
Water-Sewer Utility Service Charges		18,000,000.00	18,035,501.99	$ 35,501.99
Miscellaneous Revenues		823,028.00	920,739.04	97,711.04
		$ 20,323,028.00	$ 20,456,241.03	$ 133,213.03
	Ref.	D-4	D-1	

Analysis of Realized Revenues:

Analysis of Water-Sewer Utility Charges:			
Service Charges- Residential and Commercial			$ 11,922,886.82
Service Charges- Schools,Municipal,Institution			195,420.63
Service Charges- Fire Protection			1,197,725.11
Service Charges-Interlocals			1,064,264.02
Service Charges Connection Fees			1,872,660.29
Service Charges-Review and Inspection			269,775.62
Service Charges-Cell Tower Lease			634,152.14
Service Charges-Miscellaneous			878,617.36
	Ref.	D-3, D-5, D-7	$ 18,035,501.99
Analysis of Miscellaneous Revenues:			
Developer Fees			$ 391,403.18
Interest on Investments			248,391.19
Meter Purchase			2,737.50
Miscellaneous			278,207.17
	Ref.	D-3, D-5	$ 920,739.04

See Notes to Financial Statements

Exhibit D-4

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

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

	Ref.	2023 BUDGET	BUDGET AFTER MODIFICATION	EXPENDED PAID OR CHARGED	EXPENDED ENCUMBERED	RESERVED	UNEXPENDED BALANCE CANCELLED
Operating:							
Salaries and Wages		$ 4,453,071.00	$ 4,453,071.00	$ 4,099,999.34		$ 353,071.66	
Other Expenses		10,990,874.00	10,990,874.00	8,703,622.14	$ 1,038,398.04	1,248,853.82	
Capital Improvements:							
Capital Outlay		300,000.00	300,000.00	72,670.00	175,750.07	51,579.93	
Debt Service:							
Payment of Bond Principal		1,980,000.00	1,980,000.00	1,980,000.00			
Interest on Bonds		1,091,988.00	1,091,988.00	1,091,987.50			$ 0.50
Interest on Notes		332,864.00	332,864.00	332,863.89			0.11
NJEIT 2012 Loan		165,595.00	165,595.00	163,914.66			1,680.34
Monroe Township MCIA Debt Service		36,812.00	36,812.00	36,812.00			
Statutory Expenditures:							
Contribution to:							
Public Employees' Retirement System		601,824.00	601,824.00	601,824.00			
Social Security System (O.A.S.I.)		360,000.00	360,000.00	292,767.62		67,232.38	
Unemployment Compensation Insurance (N.J.S.A. 43:21-3 et seq.)		10,000.00	10,000.00			10,000.00	
		$ 20,323,028.00	$ 20,323,028.00	$ 17,376,461.15	$ 1,214,148.11	$ 1,730,737.79	$ 1,680.95
	Ref.	D-3	D-3		D	D	
Disbursed	D-5			$ 15,934,712.22			
Accrued interest on notes	D-8			332,863.89			
Interest on NJEIT Loan	D-8			16,897.54			
Accrued interest on bonds	D-8			1,091,987.50			
				$ 17,376,461.15			

See Notes to Financial Statements.

Exhibit E

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

STATEMENT OF GOVERNMENTAL FIXED ASSETS
REGULATORY BASIS
DECEMBER 31, 2023 AND 2022

	BALANCE DEC. 31, 2023	BALANCE DEC. 31, 2022
General Fixed Assets:		
Land	$ 3,769,000.00	$ 3,769,000.00
Land Improvements	4,495,603.75	4,495,603.75
Buildings	24,003,548.08	24,003,548.08
Equipment	23,442,825.81	21,954,481.59
Total General Fixed Assets	$ 55,710,977.64	$ 54,222,633.42
Investment in General Fixed Assets	$ 55,710,977.64	$ 54,222,633.42

See Notes to Financial Statements

NOTES TO FINANCIAL STATEMENTS

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The Township is managed under the Faulkner Act form of government authorized under NJSA: 40:69A-31 et. seq. Voters elect the Township Council of five (5) members to staggered, four-year terms. The Mayor is the chief executive and is directly elected to a four-year term. The Township Council is the legislative body of the municipality. The Mayor appoints department heads with Council approval. By ordinance, the business administrator supervises administration of departments, subject to the Mayor's direction.

The Governmental Accounting Standards Board (GASB) requires the financial reporting entity to include both the primary government and component units. Component units are legally separate organizations for which the Township is financially accountable. The Township is financially accountable for an organization if the Township appoints a voting majority of the organization's governing board and (1) the Township is able to significantly influence the programs or services performed or provided by the organization; or (2) the Township is legally entitled to or can otherwise access the organization's resources; the Township is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the Township is obligated for the debt of the organization. Component units may also include organizations that are fiscally dependent on the Township in that the Township approves the budget, the issuance of debt or the levying of taxes. The Township is not includable in any other reporting entity as a component unit.

Except as noted below, the financial statements of the Township of Monroe include every board, body, officer or commission supported and maintained wholly or in part by funds appropriated by the Township of Monroe, as required by N.J.S.A. 40A: 5-5. Accordingly, the financial statements-regulatory basis of the Township of Monroe, do not include the operations of the local school board, municipal library and the local fire districts and companies and the first aid squads.

B. Description of Regulatory Basis of Accounting

The financial statements of the Township of Monroe have been prepared on a basis of accounting in conformity with accounting principles and practices prescribed or permitted by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") which is regulatory basis of accounting other than accounting principles generally accepted in the United States of America (GAAP). Such principles and practices are designed to primarily for determining compliance with legal provisions and budgetary restrictions and a means of reporting the stewardship of public officials with respect to public funds. Under this method of accounting, the Township accounts for its financial transactions through separate funds, which differ from the fund structure required by GAAP.

The GASB is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB has adopted accounting statements to be used by governmental units when reporting financial position and results of operations in accordance with GAAP. The municipalities in the State of New Jersey do not prepare financial statements in accordance with GAAP and thus do not comply with all of the GASB pronouncements.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C. Basis of Presentation – Financial Statements

The accounting policies of the Township of Monroe conform to the accounting principles applicable to municipalities that 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 Township of Monroe accounts for its financial transactions through the following separate funds:

Current Fund - resources and expenditures for governmental operations of a general nature, including Federal and State grant funds, except as otherwise noted.

Trust Funds - receipts, custodianship and disbursement of funds in accordance with the purposes for which each reserve was created.

General Capital Fund - resources, including Federal and State Grants in aid of construction, and expenditures for the acquisition of general capital facilities, other than those acquired through the Current Fund, including the status of bonds and notes authorized for said purposes.

Water-Sewer Utility Fund - resources and expenditures for the operations and acquisition of capital facilities of the municipally owned Water-Sewer Utility.

Governmental Fixed Assets - the Governmental Fixed Asset System is used to account for fixed assets used in governmental fund type operations for control purposes. All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available or any other reasonable basis, provided such basis is adequately disclosed in the financial statements. Donated fixed assets are valued at their estimated fair value on the date of donation. No depreciation is recorded on general fixed assets.

Comparative Data – Comparative data for the prior year has been presented in the accompanying financial statements in order to provide an understanding of changes in the Township's financial position and operations. However, comparative data have not been presented in all statements because their inclusion would make certain statements unduly complex and difficult to understand.

Reclassifications – Certain reclassifications may have been made to the December 31, 2022 balances to conform to the December 31, 2023 presentation.

Financial Statements – Regulatory Basis

The GASB Codification also requires the financial statements of a governmental unit to be presented in the basic financial statements in accordance with GAAP. The Township presents the regulatory basis financial statements listed in the table of contents which are required by the Division and which differ from the basic financial statements required by GAAP. In addition, the Division requires the regulatory basis financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from reporting requirements under GAAP.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued):

D. Basis of Accounting and Measurement Focus

The Governmental Accounting Standards Board (GASB) is the accepted standards-setting body for establishing governmental accounting and financial reporting principles. GASB's Codification of Governmental Accounting and Financial Reporting Standards and subsequent GASB pronouncements are recognized as U.S. generally accepted accounting principles (GAAP) for state and local governments. GAAP provides for the issuance of entity-wide financial statements along with the presentation of separate fund financial statements that differ from the organization of funds prescribed under the regulatory basis of accounting utilized by the Township. The resultant presentation of financial position and results of operations in the form of financial statements is not intended to present the basic financial statement presentation required by GAAP.

As indicated above, the basis of accounting utilized by New Jersey municipalities is as prescribed by the Division of Local Government Services. The basis of accounting for operating funds is generally a modified cash basis for revenue recognition and a modified accrual basis for expenditures. The operating funds utilize a “current financial resources” measurement focus. The accounting principles and practices prescribed for municipalities by the Division differ in certain respects from generally accepted accounting principles (GAAP) applicable to local government units. The most significant is the reporting of entity-wide financial statements, which are not presented in the accounting principles prescribed by the Division. The other more significant differences are as follows:

Revenues – Revenues are recorded as received in cash except for statutory reimbursements and grant funds that are due from other governmental units. State and Federal grants, entitlements and shared revenues received for operating purposes are realized as revenues when anticipated in the Township budget. Receivables for property taxes and utility consumer charges are recorded with offsetting reserves within the Current Fund and Water-Sewer Utility Fund, respectively. Other amounts that are due to the Township, which are susceptible to accrual are recorded as receivables with offsetting reserves. These reserves are liquidated and revenues are recorded as realized upon receipt of cash. GAAP requires the recognition of revenues for general operations in the accounting period in which they become available and measurable, with the exception of utility consumer charges, which should be recognized in the period they are earned and become measurable.

Expenditures - For purposes of financial reporting, expenditures are recorded as "paid or charged" or "appropriation reserves". Paid or charged refers to the Township "budgetary" basis of accounting. Generally, these 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. Reserves for un-liquidated encumbrances at the close of the year are reported as a cash liability. Encumbrances do not constitute expenditures under GAAP. Appropriation reserves refer to unexpended appropriation balances at the close of the year. Appropriation reserves are automatically created and recorded as a cash liability, except for amounts, which may be cancelled 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 and not recorded in the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Generally, unexpended balances of budget appropriations are not recorded as expenditures under GAAP.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting and Measurement Focus (Continued)

For the purpose of calculating the results of Current Fund operations, the regulatory basis of accounting utilized by the Township requires that certain expenditures be deferred and raised as items of appropriation in budgets of succeeding years. These deferred charges include the two general categories of over-expenditures and emergency appropriations. Over-expenditures occur when expenditures recorded as "paid or charged" exceed available appropriation balances. Emergency appropriations occur when, subsequent to the adoption of a balanced budget, the governing body authorizes the establishment of additional appropriations based on unforeseen circumstances or for other special purposes as defined by statute. Over-expenditures and emergency appropriations are deducted from total expenditures in the calculation of operating results and are established as assets for Deferred Charges on the Current Fund balance sheet. GAAP does not permit the deferral of over-expenditures to succeeding budgets. In addition, GAAP does not recognize expenditures based on the authorization of an appropriation. Instead, the authorization of special purpose expenditures, such as the preparation of tax maps or revaluation of assessable real property, would represent the designation of fund balance.

Cash, Cash Equivalents and Investments – Cash includes amounts in demand deposits as well as short term investments with a maturity date within three months of the date acquired by the government. Investments are reported at cost and are limited by N.J.S.A. 40A:5-15.1 et seq. GAAP requires all investments be reported at fair value.

Interfunds - Interfund receivables in the Current Fund are recorded with offsetting reserves, which are created by charges to operations. Income is recognized in the accounting period the receivables are liquidated. GAAP does not require the establishment of an offsetting reserve. Interfund receivables in the other funds are not offset by reserves.

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. Although the expenditure method of accounting for purchases of supplies is in accordance with GAAP, the cost of inventory on hand at the close of the year should be reported on the balance sheet with an offsetting reserve for conformity with GAAP.

Property Tax Revenues/Receivables - Real property taxes are assessed locally, based upon the assessed value of the property. The tax bill includes a levy for Municipal, County, Fire District and School purposes. The bills are mailed annually in June for that calendar year's levy. Taxes are payable in four quarterly installments on February 1, May 1, August 1, and November 1. The amounts of the first and second installments are determined as one-quarter of the total tax levied against the property for the preceding year. The installment due the third and fourth quarters is determined by taking the current year levy less the amount previously charged for the first and second installments, with the remainder being divided equally. If unpaid on these dates, the amount due becomes delinquent and subject to interest at 8% per annum, or 18% on any delinquency amount in excess of $1,500. A penalty of up to 6% of the delinquency may be imposed on a taxpayer with a delinquency in excess of $10,000 who fails to pay that delinquency prior to the end of the fiscal year in which the charges become delinquent.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting and Measurement Focus (Continued)

Property Tax Revenues/Receivables (Continued)

The school levy is turned over to the Board of Education as expenditures are incurred, and the balance, if any, must be transferred as of December 31, of each fiscal year. County taxes are paid quarterly on February 15, May 15, August 15 and November 15, to the County by the Township. When unpaid taxes or any municipal lien, or part thereof, on real property, remains in arrears on April first in the year following the calendar year levy when the same became in arrears, the collector in the municipality shall, subject to the provisions of the New Jersey Statutes, enforce the lien by placing the property on a standard tax sale. The Township also has the option when unpaid taxes or any municipal lien, or part thereof, on real property remains in arrears on the 11th day of the eleventh month in the fiscal year when the taxes or lien became in arrears, the collector in the municipality shall, subject to the provisions of the New Jersey Statutes, enforce the lien by placing property on an accelerated tax sale, provided that the sale is conducted and completed no earlier than in the last month of the fiscal year. The Township may institute annual in rem tax foreclosure proceedings to enforce the tax collection or acquisition of title to the property. In accordance with the accounting principles prescribed by the State of New Jersey, current and delinquent taxes are realized as revenue when collected. Since delinquent taxes and liens are fully reserved, no provision has been made to estimate that portion of the tax receivable and tax title liens that are uncollectible. GAAP requires property tax revenues to be recognized in the accounting period when they become susceptible to accrual (i.e., when they are both levied and available), reduced by an allowance for doubtful accounts.

Sale of Municipal Assets - Cash proceeds from the sale of Township owned property may be realized as revenue or reserved until utilized as an item of revenue in a subsequent year budget. Year-end balances of reserved proceeds are reported as a cash liability in the Current Fund. GAAP requires that revenue be recognized in the accounting period that the terms of the sales contracts become legally enforceable.

Miscellaneous Revenues/Receivables – Miscellaneous revenues are recognized on a cash basis Receivables for the for the miscellaneous items that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Township's Current Fund. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual (i.e., when they are both measurable and available).

Compensated Absences - The Township records expenditures for payments of earned and unused vacation and sick leave in the accounting period in which the payments are made. GAAP requires that expenditures be recorded in the governmental (Current) fund in an amount that would normally be liquidated with available financial resources, and that expenditures be recorded in the enterprise (Utility) fund on a full accrual basis.

Property Acquired for Taxes - 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 governmental fixed asset account group at the lower of cost or fair market value.

Grant and Similar Award Revenues/Receivables – Federal and State grants, entitlements or shared revenues received for purposes normally financed through the Current Fund are recognized when anticipated in the Township's budget. GAAP requires such revenues to be recognized as soon as all eligibility requirements imposed by the grantor or provider have been met.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting and Measurement Focus (Continued)

Deferred Charges – Certain expenditures and other items are required to be deferred to budgets of succeeding years. GAAP requires expenditures and certain other items generally to be recognized when incurred, if measurable. Funded and unfunded debt authorizations for general capital projects are also recorded as deferred charges and represent permanent long-term debt issues outstanding (funded) and temporary debt issues outstanding or unissued debt authorizations (unfunded), respectively. GAAP does not permit the recording of deferred charges for funded and unfunded debt authorizations.

Tax Appeals and Other Contingent Losses – Losses arising from tax appeals and other contingent losses are recognized at the time a decision is rendered by an administrative or judicial body; however, municipalities may establish reserves transferred from tax collections or by budget appropriation for future payments of tax appeal losses. GAAP requires such amounts to be recorded when it is probable that a loss has been incurred and the amount of such loss can be reasonably estimated.

Fixed Assets - Property and equipment purchased by the Current and the General Capital Funds are recorded as expenditures at the time of purchase and are not capitalized. Property and equipment purchased by the Utility Fund are recorded in their capital accounts at cost and are adjusted for dispositions and abandonments. Contributions in aid of construction are not capitalized. The balances in the Reserve for Amortization and Deferred Reserve for Amortization accounts in the Utility Capital Fund represent charges to operations for the costs of acquisitions of property, equipment and improvements, and costs funded from sources other than bonded debt of the utility. The utility does not record depreciation on fixed assets. GAAP does not require the establishment of a reserve for amortization for utility fixed assets but does require the recognition of depreciation of these assets as an operating expense of the utility.

Governmental Fixed Assets – New Jersey Administrative Code 5:30-5.6 established a mandate for fixed asset accounting by municipalities, effective December 31, 1985. Fixed assets used in governmental operations are accounted for in the Governmental Fixed Assets. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets, sidewalks and drainage systems are not capitalized. All fixed assets have been valued at cost or estimated historical cost if the actual cost in not available, except for land and buildings at January 1, 1996, which have been valued at the assessed value.

Cash and cash equivalents and short-term investments - The carrying amount approximates fair value because of the short maturity of those instruments.

Long-term debt - The Township's long-term debt is stated at face value. The debt is not traded and it is not practicable to determine its fair value without incurring excessive cost. Additional information pertinent to the Township's long-term debt is disclosed in Note 3 to the financial statements.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting and Measurement Focus (Continued)

Net Pension Liability and Related Deferred Outflows of Resources and Deferred Inflows of Resources and Pension Expense - The requirements of GASB Statement No. 68, *Accounting and Financial Reporting for Pensions* and GASB Statement No. 71*, Pension Transition for Contributions Made Subsequent to the Measurement Date – an amendment of GASB No. 68* require governmental entities to record their distributive shares of net pension liability, deferred outflows of resources, deferred inflow of resources and total pension related expense. Accounting principles applicable to municipalities, which have been prescribed by the Division, do not require the recording of the liabilities, deferrals and expenses, but do require the disclosure of these amounts. The audited financial information related to pensions is released annually by the State's Division of Pensions and Benefits and is required to be included as note disclosures in the financial statements. Refer to Note 8 to the Financial Statements for these disclosures.

Other Post-Employment Benefits Other Than Pensions – The requirements of GASB Statement No. 75, *Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions (OPEB)* that is provided by other entities require governmental entities to record in their financial statements a share of the other governments net OPEB liability, deferred outflow of resources, deferred inflow of resources and total OPEB expense. Accounting principles applicable to municipalities, which have been prescribed by the Division, do not require the recording of these liabilities, deferrals and expenses, but do require the disclosure of the amounts. Since the Township does not follow GAAP, the GASB did not result in a change in the Township's assets, liabilities and contribution requirements. However, it did result in additional note disclosures as required by the GASB. Refer to Note 9 to the Financial Statements for the disclosures.

Lease Receivable/Deferred Inflows of Resources - The requirements of GASB Statement No. 87, *Leases* requires the lessor to recognize a lease receivable and deferred inflows of resources at the commencement of the lease term, with certain exceptions for leases of assets held as investments, certain regulated leases, short-term leases, and leases that transfer ownership of the underlying asset. The lease receivable should be measured at the present value of lease payments expected to be received during the lease term. The deferred inflow of resources should be measured at the value of the lease receivable plus any payments received at or before the commencement of the lease term that relate to future periods. Accounting principles applicable to municipalities, which have been prescribed by the Division, do not require the recording of these receivables and deferred inflow of resources, but do require the disclosure of these amounts. Management has determined the impact of the Statement on the financial statements was not material.

Lease Payable/Lease Asset - The requirements of GASB Statement No. 87, *Leases* requires the lessee to recognize a lease liability and a lease asset at the commencement of the lease term, unless the lease is short-term or it transfers ownership of the underlying asset. The lease liability should be measured at the present value of payments expected to be made during the lease term (less any incentives). The lease asset should be measured at the amount of the initial measurement of the lease liability, plus any payments made to the lessor at or before the commencement of the lease term and certain direct costs. Accounting principles applicable to municipalities, which have been prescribed by the Division, do not require the recording of these payables and deferred outflow of resources, but do require the disclosure of these amounts. Management has determined the impact of the Statement on the financial statements was not material.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting and Measurement Focus (Continued)

Recently Issued and Adopted Accounting Principles

The GASB issued Statement No. 96, *"Subscription-Based Technology Arrangements"* in May 2020. This Statement provides guidance on accounting and financial reporting for subscription-based information technology arrangements. The requirements of this Statement are effective for periods beginning after June 15, 2022. Management has determined the impact of the Statement on the financial statements was not material.

The GASB Statement No. 101, *"Compensated Absences",* provides guidance on the accounting and financial reporting for compensated absences. The objective of this Statement is to better meet the information need of financial statement users by updating the recognition and measurement guidance for compensated absences. The objective is achieved by aligning recognition and measurement under a unified model and by amending certain previously required disclosures. The requirements of this Statement are effective for reporting periods beginning after December 15, 2023.

The GASB Statement No. 102, *"Certain Risk Disclosures"*, provides guidance on disclosures within government financial statements on risks related to a government's vulnerabilities due to certain concentrations or constraints. A concentration is defined as a lack of diversity related to an aspect of a significant inflow or outflow of resources. A constraint is a limitation imposed on a government by an external party or by formal action of the government's highest level of decision-making authority. Concentrations and constraints may limit a government's ability to acquire resources or control spending. Under this statement, a government is required to assess whether an event or events associated with a concentration or constraint that could cause substantial impact have occurred, have begun to occur, or are more likely than not to begin within 12 months of the date the financial statements are issued. The requirements of this Statement are effective for reporting periods beginning after June 15, 2024.

The GASB Statement No. 103, *"Financial Reporting Model Improvements"*, has been issued to improve key components of the financial reporting model to enhance its effectiveness in providing information that is essential for decision making and assessing the government's accountability. The requirements of this Statement are effective for reporting periods beginning after June 15, 2025.

This is not an all-inclusive list of recently issued GASB pronouncements but rather a listing of Statements that the Township believes will most impact its financial statements. The Township will evaluate the impact this and other pronouncements may have on its financial statements and will implement them as applicable and when material.

Use of Estimates – The preparation of the financial statements requires management of the Township to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenses during the reporting period. Accordingly, actual results could differ from those estimates.

Water-Sewer Utility Fund – Effective February 1, 2009, pursuant to N.J.S.A. 40A:5A-20, the adoption of local ordinances and resolutions and the approval of the Local Finance Board, Department of Community Affairs, State of New Jersey, the Monroe Township Municipal Utilities Authority (MUA) was dissolved and its operations were absorbed by the Township of Monroe. The activity of the utility operations are recorded and reported within the Water-Sewer Utility Fund section of the Township's financial statements. The MUA, the previous entity, operated as a separate authority and reported its financial statements in accordance with accounting principles generally accepted in the United States.

Note 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

D. Basis of Accounting and Measurement Focus (Continued)

Upon this transition, the Township Water-Sewer Utility Fund reports its financial statements for the period February 1, 2009 through December 31, 2009, under the OCBOA form of accounting as promulgated by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The primary differences between these accounting principles are as described above. In accordance with the establishment of the Water-Sewer Utility Fund, the Township converted the balance sheet reported by the MUA under the GAAP basis of accounting at January 31, 2009, to a balance sheet prepared by the Township as the Water-Sewer Utility Fund under the Township's OCBOA basis of accounting as of February 1, 2009.

Note 2: STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgets and Budgetary Accounting – An annual budget is required to be adopted and integrated into the accounting system to provide budgetary control over revenues and expenditures. Budget amounts presented in the accompanying financial statements represent amounts adopted by the Township and approved by the State Division of Local Government Services as per N.J.S.A. 40A:4 et seq.

The Township is not required to adopt budgets for the following funds:

Trust Funds
General Capital Fund
Water-Sewer Utility Capital Fund

The governing body is required to introduce and approve the annual budget no later than February 10, of the fiscal year. The budget is required to be adopted no later than March 20, and prior to adoption must be certified by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. The Director of the Division of Local Government Services, with the approval of the Local Finance Board may extend the introduction and approval and adoption dates of the municipal budget. The budget is prepared by fund, function, activity and line item (salary or other expense) and includes information on the previous year. The legal level of control for appropriations is exercised at the individual line-item level for all operating budgets adopted. The governing body of the municipality may authorize emergency appropriations and the inclusion of certain special items of revenue to the budget after its adoption and determination of the tax rate. During the last two months of the fiscal year, the governing body may, by a 2/3 vote; amend the budget through line-item transfers. Management has no authority to amend the budget without the approval of the governing body. Expenditures may not legally exceed budgeted appropriations at the line-item level. During 2023 and 2022, the Township Council increased the original current fund budget by $133,790.16 and $115,018.25, respectively. The increases were funded by additional grants and aid allotted to the Township.

Additionally, the governing body approved several budget transfers during 2022 in the Water-Sewer Utility Operating Fund Budget.

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION

The Local Bond Law, Chapter 40A:2 et seq, governs the issuance of bonds to finance municipal capital expenditures. The Township's debt is summarized as follows.

A. Summary of Municipal Debt for Capital Projects

	2023	2022
Issued:		
General:		
Serial Bonds	$ 41,575,000.00	$ 46,050,000.00
Bond Anticipation Notes	18,425,000.00	8,200,000.00
Green Acres Trust Loans	23,789.66	39,259.46
MCIA Loan and Lease Programs	257,722.38	764,345.54
Water - Sewer Utility:		
Serial Bonds	33,195,000.00	35,175,000.00
NJEIT Loans	651,525.11	800,495.10
Bond Anticipation Notes	13,900,000.00	13,200,000.00
Total Issued	108,028,037.15	104,229,100.10
Net Issued	108,028,037.15	104,229,100.10
Authorized But Not Issued:		
General:		
Bonds and Notes	28,728,357.99	21,458,791.75
Water - Sewer Utility:		
Bonds and Notes	13,602,515.00	13,702,515.00
Total Authorized But Not Issued	42,330,872.99	35,161,306.75
Total Bonds and Notes Issued and Authorized but not Issued	$ 150,358,910.14	$ 139,390,406.85

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (Continued)

A. Summary of Municipal Debt for Capital Projects (Continued)

Summarized below are the Township's individual bond and loan issues which the Township has pledged its full faith and credit towards the repayment of and which were outstanding at December 31, 2023 and 2022.

	2023	2022
General Debt:		
Serial Bonds and Bond Anticipation Notes:		
$16,220,000, General Obligation Bonds - 2019 serial bond issued 2019 with final maturity 2034, remaining interest rates at 3.00% to 5.00%	$ 12,850,000.00	$ 13,825,000.00
$9,295,000, General Obligation Bonds - 2021 serial bond issued 2021 with final maturity 2034, remaining interest rate at 2.00%	8,385,000.00	8,840,000.00
$25,290,000, General Obligation Refunding Bonds - 2021 serial bond issued 2021 with final maturity 2033, remaining interest rates at 4.00% to 5.00%	20,340,000.00	23,385,000.00
$8,200,000, General Capital Bond Anticipation Notes - 2022 issued 6/6/22, mature on 6/6/23, interest 2.35%	-	8,200,000.00
$18,425,000, General Capital Bond Anticipation Notes - 2023 issued 6/5/23, mature on 6/4/24, interest 5.00%	18,425,000.00	
Subtotal - Bonds and Bond Anticipation Notes	60,000,000.00	54,250,000.00
Loans:		
MCIA Lease Program - 2019 due 7/15/24, Interest 4.00%	257,722.38	764,345.54
$265,600.16, N.J. Green Trust Loan issued 1/11/05 with final maturity 2025 interest 2.000%	23,789.66	39,259.46
Subtotal - Loans	281,512.04	803,605.00
Subtotal - General Debt	60,281,512.04	55,053,605.00

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (Continued)

A. Summary of Municipal Debt for Capital Projects (Continued)

Summarized below are the Township's individual bond and loan issues which were outstanding at December 31, 2023 and 2022.

	2023	2022
Water-Sewer Utility Debt:		
Serial Bonds, Bond Anticipation Notes and Loans:		
$30,000,000, Water-Sewer Capital Revenue Bonds serial bond issued 2015 with final maturity 2039, interest rates at 3.000% to 4.000%	$ 22,755,000.00	$ 23,770,000.00
$4,750,000, Water-Sewer Revenue Refunding Bonds serial bond issued 2016 with final maturity 2026, interest rates at 4.000%	1,585,000.00	2,075,000.00
$7,310,000, Water-Sewer Capital Revenue Bonds serial bond issued 2019 with final maturity 2038, interest rates at 3.000% to 5.000%	6,080,000.00	6,435,000.00
$3,015,000, Water-Sewer Capital Revenue Bonds serial bond issued 2021 with final maturity 2036, interest rate at 2.00%	2,775,000.00	2,895,000.00
$13,200,000, Water - Sewer Bond Anticipation Notes issued 6/6/22, mature on 6/6/23, interest 2.35%	-	13,200,000.00
$13,900,000, Water - Sewer Bond Anticipation Notes - 2023 issued 6/5/23, mature on 6/4/24, interest 5.00%	13,900,000.00	-
$1,060,000, NJ Environmental Infrastructure Trust Loan issued 2012 with final maturity 8/1/28 interest rates at 3.000% to 5.000%	420,000.00	495,000.00
$1,183,520, NJ Environmental Infrastructure Trust Loan issued 2012 with final maturity 2/1/27 interest rates at 0.000%	231,525.11	305,495.10
Subtotal - Water-Sewer Utility Debt	47,746,525.11	49,175,495.10
Total Outstanding Debt	$ 108,028,037.15	$ 104,229,100.10

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (Continued)

B. 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:

2023	Gross Debt	Deductions	Net Debt
Local School District Debt	$ 89,480,000.00	$ 89,480,000.00	
Water - Sewer Utility Debt	61,349,040.11	61,349,040.11	
General Debt	89,009,870.03	20,565,513.30	$ 68,444,356.73
	$ 239,838,910.14	$ 171,394,553.41	$ 68,444,356.73

Net Debt $ 68,444,356.73 Divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended $ 12,009,366,172.67 = 0.57%

2022	Gross Debt	Deductions	Net Debt
Local School District Debt	$ 97,675,000.00	$ 97,675,000.00	
Water - Sewer Utility Debt	62,077,515.00	62,077,515.00	
General Debt	76,512,396.75	14,320,346.28	$ 62,192,050.47
	$ 236,264,911.75	$ 174,072,861.28	$ 62,192,050.47

Net Debt $ 62,192,050.47 Divided by Equalized Valuation Basis per N.J.S.A. 40A:2-2 as amended $ 10,670,904,170.67 = 0.58%

The Township's Borrowing Power Under N.J.S.A. 40A:2-6 as Amended, at December 31, was as follows:

	2023	2022
3 1/2% of Equalized Valuation Basis Municipal	$ 420,327,816.04	$ 373,481,645.97
Net Debt	68,444,356.73	62,192,050.47
Remaining Borrowing Power	$ 351,883,459.31	$ 311,289,595.50

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (Continued)

B. Summary of Statutory Debt Condition – Annual Debt Statement (Continued)

Calculation of “Self-Liquidating Purpose”
Water-Sewer Utility per N.J.S.A. 40A:2-45

The calculation of “Self-Liquidating Purpose” for the Water-Sewer Utility Fund per N.J.S.A. 40A:2-45 is as follows:

	2023	2022
Cash Receipts From Fees, Rents or Other Charges for the year	$ 20,456,241.03	$ 20,610,944.12
Deductions:		
Operating and Maintenance Costs	16,415,769.00	15,492,821.00
Debt Service	3,605,578.05	3,510,872.51
Total Deductions	20,021,347.05	19,003,693.51
Excess in Revenue	$ 434,893.98	$ 1,607,250.61

The differences between the excess revenues for debt statement purposes and the statutory cash basis for the Water-Sewer Utility Fund is as follows:

		2023	2022
Excess in Revenues - Cash Basis (D-1)		$ 845,647.57	$ 2,475,675.63
Add:	Capital Improvements	300,000.00	300,000.00
	Other Deductions	20,500.00	
		1,166,147.57	2,775,675.63
Less:	Unexpend. Balance of Approp. Reserves	731,253.59	939,889.33
	Accounts Payable Cancelled	-	228,535.69
Excess in Revenue		$ 434,893.98	$ 1,607,250.61

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (Continued)

C. Schedule of Annual Debt Service for Principal and Interest for the Bonded Debt Issued and Outstanding at December 31, 2023:

Calendar	General		Water - Sewer Utility		
Year	Principal	Interest	Principal	Interest	Total
2024	$ 4,545,000.00	$ 1,438,475.00	$ 2,050,000.00	$ 1,037,600.00	$ 9,071,075.00
2025	4,665,000.00	1,253,675.00	2,130,000.00	953,325.00	9,002,000.00
2026	4,770,000.00	1,064,850.00	2,195,000.00	882,425.00	8,912,275.00
2027	4,940,000.00	877,400.00	2,150,000.00	816,050.00	8,783,450.00
2028	3,310,000.00	727,950.00	2,150,000.00	749,850.00	6,937,800.00
2029	3,345,000.00	606,175.00	2,150,000.00	683,650.00	6,784,825.00
2030	3,410,000.00	482,075.00	2,150,000.00	619,500.00	6,661,575.00
2031	3,450,000.00	361,925.00	2,150,000.00	557,400.00	6,519,325.00
2032	3,480,000.00	240,325.00	2,150,000.00	495,300.00	6,365,625.00
2033	3,510,000.00	117,400.00	2,150,000.00	431,325.00	6,208,725.00
2034	2,150,000.00	27,800.00	2,150,000.00	367,350.00	4,695,150.00
2035			2,150,000.00	301,500.00	2,451,500.00
2036			2,150,000.00	235,650.00	2,385,650.00
2037			1,910,000.00	172,200.00	2,082,200.00
2038			1,910,000.00	109,275.00	2,019,275.00
2039			1,500,000.00	52,500.00	1,552,500.00
Total	$ 41,575,000.00	$ 7,198,050.00	$ 33,195,000.00	$ 8,464,900.00	$ 90,432,950.00

The details of the Township financing are contained within the supplementary schedules section included within this report.

As described previously within the Notes to the Financial Statements, effective February 1, 2009, the Township dissolved the Monroe Township Utilities Authority and created a Municipal Water-Sewer Utility. In connection with this transition, the Water-Sewer Utility assumed the responsibility for the MUA's previously issued debt. Pursuant to the 1977 General Bond Resolution, certain reserves are required to be maintained until the bonds are retired.

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (Continued)

D. Loan Agreements

New Jersey Green Trust Loan

The Township has contracted for the funding of Ballfield Improvements through the N.J. Green Trust Loan Program in the amount of $265,600.16. Pursuant to the provisions of N.J.S.A. 40A:2-1 et seq. the loan principal in the amount of $23,789.66 and $39,259.46 at December 31, 2023 and 2022, respectively, has been included in the calculation of the Township's statutory debt condition.

Schedule of Annual Debt Service for Principal and Interest for the Loan Agreements Issued and Outstanding at December 31, 2023:

Calendar	NJ Green Trust		
Year	Principal	Interest	Total
2024	$ 15,780.75	$ 397.29	$ 16,178.04
2025	8,008.91	80.09	8,089.00
Total	$ 23,789.66	$ 477.38	$ 24,267.04

The payment schedules for the respective loan agreements are set forth in the General Capital section of this report.

E. Lease Agreements – Middlesex County Improvement Authority

The Township has entered into various lease/purchase agreements with the Middlesex County Improvement Authority for capital equipment. During the years ended December 31, 2023 and 2022, the Township made principal lease payments in the amount of $506,623.16 and $502,234.99, respectively. The lease payment schedules for the respective lease agreements are set forth in the General Capital section of this report. The following is a combined schedule of the future minimum lease payments under these capital leases and the present value of the net minimum lease payments at December 31, 2023:

Year Ended December 31:	
2024	$ 268,031.28
Total minimum lease payments	268,031.28
Less amount representing interest	10,308.90
Present value of future minimum lease payments	$ 257,722.38

As a result of legislation that impacted and provided for limitations on increases in tax levy amounts (P.L. 2007, c62), the characterization of certain lease payment obligations have been modified as of July 1, 2007. As of and subsequent to that date, any lease obligations that involve asset acquisitions or projects with estimated lives of five (5) years or greater, those obligations due to the conduit issuer are to be classified as debt, in accordance with debt authorized under N.J.S.A. 40A:2-3 et seq. Lease obligations issued with respect to assets with estimated useful lives of less than five years and all lease obligations issued prior to July 1, 2007, are not considered debt of the local unit.

Note 3: DEBT, DEBT SERVICE AND STATUTORY DEBT CONDITION (Continued)

F. Loan Agreements

Department of Environmental Protection Environmental Infrastructure Loans

The Township has contracted with the State of New Jersey, Department of Environmental Protection to fund a portion of the costs incurred for improvements to wells 17 and 19. Total final loan amount was $2,612,985 which included $522,595 of Principal Forgiveness. Information relating to these loans is as follows:

	Loan #1	Loan #2
Drawn Down Date	11/21/2016	11/21/2016
Final Loan Amount	$1,060,000.00	1,183,520.00
Interest Rates	Various	0.00%
Due Dates	Aug. 1 & Feb. 1	Feb. 1 & Aug. 1
Number of Payments	19	19
Final Payment Date	08/01/28	02/01/27

Pursuant to the provisions of N.J.S.A. 40A:2-1 et seq. the combined outstanding principal of these loans has been included in the calculation of the Township's statutory debt condition within the Water-Sewer Utility.

Schedule of Annual Debt Service for Principal and Interest for the NJEIT Debt Issued and Outstanding at December 31, 2023:

Calendar	Fund Loan	Trust Loan		
Year	Principal	Principal	Interest	Total
2024	$ 73,969.99	$ 75,000.00	$ 17,400.00	$ 166,369.99
2025	73,969.99	80,000.00	13,650.00	167,619.99
2026	73,969.99	85,000.00	9,650.00	168,619.99
2027	9,615.14	90,000.00	5,400.00	105,015.14
2028		90,000.00	2,700.00	92,700.00
Total	$ 231,525.11	$ 420,000.00	$ 48,800.00	$ 700,325.11

The details of the Township financings are contained within the supplementary schedules section included within this report.

Note 4: FUND BALANCES APPROPRIATED

Fund balances at December 31, which were appropriated and included as anticipated revenue for the succeeding years were as follows:

	Fund Balance Dec. 31, 2023	Utilized in Succeeding Budget
Current Fund	$ 15,285,534.66	$ 10,995,000.00
Water-Sewer Utility Fund	2,565,130.80	426,419.00

	Fund Balance Dec. 31, 2022	Utilized in Succeeding Budget
Current Fund	$ 15,345,502.77	$ 10,995,000.00
Water-Sewer Utility Fund	5,119,483.23	1,500,000.00

Note 5: DEPOSITS AND INVESTMENTS

The Township considers petty cash, change funds, cash in banks, certificates of deposit and deposits with the New Jersey Cash Management Fund as cash and cash equivalents.

A. Cash Deposits

The Township’s deposits are insured through either the Federal Deposit Insurance Corporation (FDIC), National Credit Union Share Insurance Fund (NCUSIF), Securities Investor Protection Corporation (SIPC) or New Jersey's Governmental Unit Deposit Protection Act (GUDPA). The Township is required to deposit their funds in a depository which is protecting such funds pursuant to GUDPA. The New Jersey Governmental Unit Deposit Protection Act requires all banks doing business in the State of New Jersey to pledge collateral equal to at least 5% of the average amount of its public deposits and 100% of the average amount of its public funds in excess of the lesser of 75% of its capital funds or $200 million for all deposits not covered by the FDIC or NCUSIF.

Bank balances are insured up to $250,000 in the aggregate by the FDIC for each bank. NCUSIF insures credit union accounts up to $250,000 in the aggregate for each financial institution. SIPC replaces cash claims up to a maximum of $250,000 for each failed brokerage firm. At December 31, 2023 and 2022, the book value of the Township's deposits were $83,858,042.38 and $94,443,805.56 and bank and brokerage firm balances of the Township's deposits amounted to $85,202,932.12 and $97,139,825.43, respectively. The Township's deposits which are displayed on the various fund balance sheets as "cash" are categorized as

	Bank Balance	
Depository Account	2023	2022
Insured	$ 85,202,932.12	$ 97,139,825.43
Change Funds (On-Hand)	900.00	900.00
Total	$ 85,203,832.12	$ 97,140,725.43

Note 5: DEPOSITS AND INVESTMENTS (Continued)

Custodial Credit Risk - Deposits – Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Township does not have a formal policy for custodial credit risk. As of December 31, 2023 and 2022, none of the Township's bank balances were exposed to custodial credit risk.

B. Investments

The Township is permitted to invest public funds in accordance with the types of securities authorized by N.J.S.A. 40A:5-15.1. Investments include bonds or other obligations of the United States or obligations guaranteed by the United States of America, Government Money Market Mutual Funds, 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 obligations bear a fixed rate of interest not dependent on any index or other external factor; bonds or other obligations of the Township or bonds or other obligations of the school districts which are a part of the Township or school districts located within the Township, Bonds or other obligations, having a maturity date of not more than 397 days from the date of purchase, issued by New Jersey school district, municipalities, counties, and entities subject to the "Local Authorities Fiscal Control Law, " (C.40A:5A-1 et seq.); Other bonds or obligations having a maturity date not more than 397 days from the date of purchase may be approved by the Division of Investments in the Department of the Treasury for investment by local units; Local Government investment pools, 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); and agreements for the repurchase of fully collateralized securities, if transacted in accordance with NJSA 40A:5-15.1 (8a-8e).

Interest Rate Risk – The Township does not have a formal investment policy that limits investment maturities as a means of managing its exposure to fair value losses arising from increasing interest rates.

Credit Risk – State law limits investments as noted above (N.J.S.A. 40A:5-15.1 and NJAC 5:30-14.19). The Township does not have an investment policy that would further limit its investment choices.

Concentration of Credit Risk – The Township places no limit in the amount the Township may invest in any one issuer.

As of December 31, 2023 and 2022, the Township had no outstanding investments.

Interest earned in the General Capital Fund, Animal Control Fund and certain Other Trust Funds are assigned to the Current Fund in accordance with the regulatory basis of accounting. Interest earned in the Water-Sewer Utility Capital Fund is assigned to the Water-Sewer Utility Operating Fund in accordance with the regulatory basis of accounting.

Note 6: TAXES AND UTILITY CHARGES AND FEES RECEIVABLE

Receivables at December 31, 2023 and 2022 consisted of the following:

	Current	Water-Sewer Utility	Total
2023			
Taxes Receivable	$ 1,297,722.53		$ 1,297,722.53
Tax Title Liens	482,028.17		482,028.17
Utility Charges and Fees	-	$ 1,931,970.42	1,931,970.42
	$ 1,779,750.70	$ 1,931,970.42	$ 3,711,721.12

In 2023, the Township collected $1,433,921.39 and $1,692,506.21 from delinquent taxes and utility charges and fees, which represented 72.5% and 100.0%, respectively of the prior year delinquent taxes and tax title liens receivable balances.

	Current	Water-Sewer Utility	Total
2022			
Taxes Receivable	$ 1,519,641.91		$ 1,519,641.91
Tax Title Liens	455,707.68		455,707.68
Utility Charges and Fees	-	$ 1,692,506.21	1,692,506.21
	$ 1,975,349.59	$ 1,692,506.21	$ 3,667,855.80

In 2022, the Township collected $2,265,419.28 and $1,454,735.99 from delinquent taxes and utility charges and fees, which represented 99.8% and 100.0%, respectively of the prior year delinquent taxes and tax title liens receivable balances.

Note 7: FIXED ASSETS

A. General Fixed Assets

The following is a summary of changes in the general fixed assets account group for the years ended December 31, 2023 and 2022.

	Balance Dec. 31, 2022	Increase	Decrease	Balance Dec. 31, 2023
Land	$ 3,769,000.00			$ 3,769,000.00
Land Improvements	4,495,603.75			4,495,603.75
Buildings	24,003,548.08			24,003,548.08
Machinery & equipment	21,954,481.59	$ 1,488,344.22		23,442,825.81
	$ 54,222,633.42	$ 1,488,344.22	$ -	$ 55,710,977.64

	Balance Dec. 31, 2021	Increase	Decrease	Balance Dec. 31, 2022
Land	$ 3,769,000.00			$ 3,769,000.00
Land Improvements	4,495,603.75			4,495,603.75
Buildings	24,151,660.08		$ 148,112.00	24,003,548.08
Machinery & equipment	21,438,417.68	$ 1,753,167.70	1,237,103.79	21,954,481.59
	$ 53,854,681.51	$ 1,753,167.70	$1,385,215.79	$ 54,222,633.42

Note 7: FIXED ASSETS

B. Utility Fund Fixed Assets

The following is a summary of changes in the utility fund fixed assets for the years ended December 31, 2023 and 2022.

Water-Sewer Capital Fund	Balance Dec. 31, 2022	Increase	Decrease	Balance Dec. 31, 2023
Land	$ 1,088,665.68			$ 1,088,665.68
Building	1,274,312.39			1,274,312.39
Machinery & equipment	3,427,705.81			3,427,705.81
Vehicles	579,472.61			579,472.61
Infrastructure	141,259,437.43	$ 307,938.53		141,567,375.96
	$ 147,629,593.92	$ 307,938.53	$ -	$ 147,937,532.45

Water-Sewer Capital Fund	Balance Dec. 31, 2021	Increase	Decrease	Balance Dec. 31, 2022
Land	$ 1,088,665.68			$ 1,088,665.68
Building	1,274,312.39			1,274,312.39
Machinery & equipment	3,427,705.81			3,427,705.81
Vehicles	579,472.61			579,472.61
Infrastructure	140,968,510.88	$ 290,926.55		141,259,437.43
	$ 147,338,667.37	$ 290,926.55	$ -	$ 147,629,593.92

Note 8: EMPLOYEE RETIREMENT SYSTEMS

The State of New Jersey sponsors and administers the following contributory defined benefit public employee retirement systems (retirement systems) covering substantially all state and local government employees which includes those Township employees who are eligible for pension coverage.

Police and Firemen's Retirement System (PFRS) – established in July 1944, under the provisions of N.J.S.A. 43:16A to provide coverage to substantially all full time county and municipal police or firemen and State firemen appointed after December 31, 1944. Membership is mandatory for such employees. PFRS is a cost-sharing multi-employer defined benefit pension plan with a special funding situation. For additional information about PFRS, please refer to the State Division of Pension and Benefits (Division's) Annual Comprehensive Financial Report (ACFR) which can be found at www.state.nj.us/treasury/pensions.

The vesting and benefit provisions are set by N.J.S.A. 43:16A. PFRS provides retirement benefits as well as death and disability benefits. All benefits vest after ten years of service, except disability benefits which vest after four years of service.

The following represents the membership tiers for PFRS:

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

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

Public Employees' Retirement System (PERS) – established in January 1955, under the provisions of N.J.S.A. 43:15A to provide coverage, to substantially all full-time employees of the State or any county, municipality, school district, or public agency provided the employee is not a member of another State-administered retirement system. Membership is mandatory for such employees. PERS is a cost-sharing multi-employer defined benefit pension plan with a special funding situation. For additional information about PERS, please refer to the State Division of Pension and Benefits (Division's) Annual Comprehensive Financial Report (ACFR) which can be found at www.state.nj.us/treasury/pensions.

The vesting and benefit provisions are set by N.J.S.A. 43:15A. PERS provides retirement, death, and disability benefits. All benefits vest after ten years of service, except for medical benefits, which, if applicable, vest after 25 years of service or under the disability provisions of PERS.

The following represents the membership tiers for PERS:

Tier	Definition
1	Members who were enrolled prior to July 1, 2007
2	Members who were eligible to enroll on or after July 1, 2007 and prior to November 2, 2008
3	Members who were eligible to enroll on or after November 2, 2008 and prior to May 22, 2010

Note 8: EMPLOYEE RETIREMENT SYSTEMS (Continued)

Public Employees' Retirement System (PERS) (Continued)

4	Members who were eligible to enroll on or after May 22, 2010 and prior to June 28, 2011
5	Members who were eligible to enroll on or after June 28, 2011

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

The State of New Jersey sponsors and administers the following defined contribution public employee retirement program covering certain state and local government employees which include those Township employees who are eligible for pension coverage.

Defined Contribution Retirement Program (DCRP) – established under the provisions of Chapter 92, P.L. 2007 and Chapter 103, P.L. 2008 to provide coverage to elected and certain appointed officials, effective July 1, 2007 and employees enrolled in PERS on or after July 1, 2007 who earn in excess of established annual maximum compensation limits (equivalent to annual maximum wage for social security deductions). This provision was extended by Chapter 1, P.L. 2010, effective May 21, 2010, to new employees (Tier 2) of the PFRS and new employees who would otherwise be eligible to participate in PERS and do not earn the minimum salary required or do not work the minimum required hours but earn a base salary of at least $5,000 are eligible for participation in the DCRP. Membership is mandatory for such individuals with vesting occurring after one (1) year of membership. DCRP is a defined contribution pension plan.

Other Pension Funds

The state established and administers a Supplemental Annuity Collective Trust Fund (SACT) which is available to active members of the State-administered retirement systems to purchase annuities to supplement the guaranteed benefits provided by their retirement system. The state or local governmental employers do not appropriate funds to SACT.

The cost of living increase for PFRS and PERS are funded directly by each of the respective systems, but are currently suspended as a result of reform legislation.

According to state law, all obligations of each retirement system will be assumed by the State of New Jersey should any retirement system be terminated.

The State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, issues publicly available financial reports that include the financial statements and required supplementary information of each of the above systems, funds, and trust. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits website at www.state.nj.us/treasury/pensions.

Note 8: EMPLOYEE RETIREMENT SYSTEMS (Continued)

Measurement Focus and Basis of Accounting

The financial statements of the retirement systems are prepared in accordance with U.S. generally accepted accounting principles as applicable to governmental organizations. In doing so, the Division adheres to reporting requirements established by the Governmental Accounting Standards Board (GASB).

The accrual basis of accounting is used for measuring financial position and changes in net position of the pension trust funds. Under this method, contributions are recorded in the accounting period in which they are legally due from the employer or plan member, and deductions are recorded at the time the liabilities are due and payable in accordance with the terms of each plan. The accounts of the Division are organized and operated on the basis of funds. All funds are accounted for using an economic resources measurement focus.

Investment Valuation

The Division of Investment, Department of the Treasury, State of New Jersey (Division of Investment) manages and invests certain assets of the retirement systems. Prudential retirement is the third-party administrator for the DCRP and provides record keeping, administrative services and investment options. Investment transactions are accounted for on a trade or investment date basis. Interest and dividend income is recorded on the accrual basis, with dividends accruing on the ex-dividend date. The net increase or decrease in the fair value of investments includes the net realized and unrealized gains or losses on investments.

The State of New Jersey, Department of the Treasury, Division of Investment, issues publicly available financial reports that include the financial statements of the State of New Jersey Cash Management Fund. The financial report may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Investment, P.O. Box 290, Trenton, New Jersey 08625-0290, or at www.state.nj/treasury/doinvest.

Collective Net Pension Liability

The collective net pension liability of the participating employers for local PERS at June 30, 2023 was $14.6 billion.
The collective net pension liability of the participating employers for local PFRS at June 30, 2023 was $13.4 billion.

Actuarial Methods and Assumptions

In the July 1, 2022 PERS and July 1, 2022 PFRS actuarial valuations, the actuarial assumptions and methods used in these valuations were described in the Actuarial Assumptions and Methods section of the Actuary's report and are included here in this note to the financial statements. The pension systems selected economic and demographic assumptions and prescribed them for use for purposes of compliance with GASB Statement No. 68. The Actuary provided guidance with respect to these assumptions, and it is their belief that the assumptions represent reasonable expectations of anticipated plan experience.

Note 8: EMPLOYEE RETIREMENT SYSTEMS (Continued)

Employer and Employee Pension Contributions

The contribution policy is set by laws of the State of New Jersey and contributions are required by active members and participating employers. Plan members and employer contributions may be amended by State of New Jersey legislation, with the amount of contributions by the State of New Jersey contingent upon the annual Appropriations Act. As defined, the various retirement systems require employee contributions for 2023 and 2022 based on 10.0% for PFRS, 7.50% for PERS and 5.50% for DCRP of employee's annual pensionable compensation.

For the years ended December 31, 2023, 2022 and 2021 for PFRS and PERS, which are cost sharing multi-employer defined benefit pension plans, employers' contributions are based on an actuarially determined amount, which includes the normal cost and unfunded accrued liability. In the DCRP, which is a defined contribution plan, member contributions are matched by a 3% employer contribution. All contributions made by the Township for 2023, 2022 and 2021 were equal to the required contributions.

During the years ended December 31, 2023, 2022 and 2021, the Township, was required to contribute for normal cost pension contributions, accrued liability pension contributions and non-contributory life insurance premiums the following amounts which equaled the required contributions for each respective year:

Year Ended December 31	PFRS	PERS	DCRP
2023	$ 3,094,750	$ 3,082,380	$ 35,191
2022	2,648,074	2,805,789	30,195
2021	2,581,992	2,622,971	27,811

In addition, for the years ended December 31, 2023, 2022 and 2021 the Township contributed for long-term disability insurance premiums (LTDI) $0, $0 and $0, respectively for PERS.

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

The regulatory basis of accounting requires participating employers in PERS and PFRS to disclose in accordance with GASB Statement No. 68, *Accounting and Financial Reporting for Pensions, (GASB No. 68)* their proportionate share of the collective net pension liability, collective deferred outflows of resources, collective deferred inflows of resources and collective pension expense excluding that attributable to employer-paid member contributions. The employer allocation percentages presented are based on the ratio of the contributions as an individual employer to total contributions to the PERS and PFRS during the fiscal year ended June 30, 2023 and June 30, 2023, respectively. Employer allocation percentages have been rounded for presentation purposes.

Note 8: PENSION PLANS (Continued)

Public Employees' Retirement System (PERS)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

At December 31, 2023, the Township reported a liability of $36,582,567 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The Township's proportionate share of the net pension liability was based on the ratio of the Township's contributions to the pension plan relative to the total contributions of all participating governmental entities during the measurement period. As of the measurement date of June 30, 2023, the Township's proportionate share was 0.2525657428 percent, which was a increase of 0.0081357174 percent from its proportionate share measured as of June 30, 2022 of 0.2444300254 percent.

For the year ended December 31, 2023, the pension system has determined the Township's pension expense to be $1,289,593 for PERS based on the actuarial valuations which is less than the actual reported contribution reported in the Township's 2023 financial statements of $3,082,380. At December 31, 2023, the Township's deferred outflows of resources and deferred inflows of resources related to PERS pension which are not reported on the Township's financial statements are from the following sources:

PERS	2023	
	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 349,776	$ 149,538
Change in assumptions	80,364	2,217,060
Net difference between projected and actual earnings on pension plan investments	168,467	
Changes in proportion and differences between Township Contributions and proportionate share of contributions	2,678,686	
Township contributions subsequent to the measurement date	3,375,612	-
Total	$ 6,652,905	$ 2,366,598

Note 8: PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

The $3,375,612 of deferred outflows of resources resulting from the Township's contribution subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ending December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense (benefit) on the GAAP basis as follows if GASB 68 were recognized:

Year ending	Amount
2024	$ (766,613)
2025	(276,072)
2026	1,921,627
2027	6,360
2028	25,393
Total	$ 910,695

Actuarial Assumptions

The Township's total pension liability reported for the year ended December 31, 2023 was based on the June 30, 2023 measurement date as determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement date:

	June 30, 2023
Inflation rate:	
Price	2.75%
Wage	3.25%
Salary Increases	2.75%-6.55% Based on years of service
Investment rate of return	7.00%
Mortality Table	Pub - 2010

Assumptions for mortality improvements are based on Society of Actuaries Scale MP - 2021.

The actuarial assumptions used in the July 1, 2022 valuations were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

Note 8: PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans 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 real rates of return for each major asset class included in the pension plans' target asset allocation as of June 30, 2023, as reported for the year ended December 31, 2023 is summarized in the following table:

2023

Asset Class	Target Allocation	Long-Term Expected Real Rate of Return
U.S. Equities	28.00%	8.98%
Non - US 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. Treasuries	4.00%	3.31%
Risk Mitigation Strategies	3.00%	6.21%
	100.00%	

Discount Rate

The discount rate used to measure the total pension liabilities of the PERS plan was as follows:

Calendar Year	Measurement Date	Discount Rate
2023	June 30, 2023	7.00%

Note 8: PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

Long-Term Expected Rate of Return (Continued)

The following table represents the crossover period, if applicable, for the PERS defined benefit plan:

	2023
Period of Projected Benefit Payments for which the Following Rates were Applied: Long-Term Expected Rate of Return	All Periods

Sensitivity of Net Pension Liability

The following presents the Township's proportionate share of the PERS net pension liability as of December 31, 2023 calculated using the discount rate of 7.00%, as well as what the Township's proportionate share of the PERS net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower 6.00% or 1-percentage-point higher 8.00% than the current rate:

2023	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
PERS	$47,622,719	$36,582,567	$27,185,938

The sensitivity analysis was based on the proportionate share of the Township's net pension liability at December 31, 2023. A sensitivity analysis specific to the Township's net pension liability was not provided by the pension system.

Note 8: PENSION PLANS (Continued)

Public Employees' Retirement System (PERS) (Continued)

Special Funding Situation – PERS

Under N.J.S.A. 43:15A-15, the Township is responsible for their own PERS contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State to make contributions if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 365, P.L. 2001, and Chapter 133, P.L. 2001. The amounts contributed on behalf of the Township by the State 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. Accordingly, the Township's proportionate share percentage of the net pension liability, deferred outflows and inflows determined under GASB Statement No. 68 is zero percent and the State's proportionate share is 100% for PERS under this legislation.

At December 31, 2023, the State's proportionate share of the net pension liability attributable to the Township for the PERS special funding situation is $0. For the year ended December 31, 2023, the pension system has determined the State's proportionate share of the pension expense attributable to the Township for the PERS special funding situation is $114,087, which is equal to the actual contribution the State made on behalf of the Township of $114,087. At December 31, 2023 (measurement date June 30, 2023) the State's share of the PERS net pension liability attributable to the Township was 0.2525657428 percent. The State's proportionate share attributable to the Township was developed based on actual contributions made to PERS allocated to employers based upon covered payroll. These on-behalf contributions have not been reported on the Township's financial statements.

Police and Firemen's Retirement System (PFRS)

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

At December 31, 2023, the Township reported a liability of $26,513,098 for its proportionate share of the PFRS net pension liability. The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of July 1, 2022. The Township's proportionate share of the net pension liability was based on the ratio of the Township's contributions to the pension plan relative to the total contributions of all participating governmental entities during the measurement period. As of the measurement date of June 30, 2023, the Township's proportionate share was 0.23996397 percent, which was an increase of 0.00200756 percent from its proportionate share measured as of June 30, 2022 of 0.23795641 percent.

For the year ended December 31, 2023, the pension system has determined the Township pension expense to be $2,583,321 for PFRS based on the actuarial valuations which is less than the actual contribution reported in the Township's financial statements of $3,094,750. At December 31, 2023, the Township's deferred outflows of resources and deferred inflows of resources related to PFRS pension which are not reported on the Township's financial statements are from the following sources:

Note 8: PENSION PLANS (Continued)

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

Pension Liabilities, Pension Expense, and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions (Continued)

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual experience	$ 1,135,238	$ 1,264,440
Change in assumptions	57,225	1,790,269
Net difference between projected and actual earnings on pension plan investments	1,350,262	
Changes in proportion and differences between Township Contributions and proportionate share of contributions	2,787,949	308,964
Township contributions subsequent to the measurement date	3,194,403	
Total	$ 8,525,077	$ 3,363,673

The $3,194,403 of deferred outflows of resources resulting from the Township's contribution subsequent to the measurement date will be recognized as a reduction to the net pension liability in the year ending December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions would be recognized in pension expense (benefit) on the GAAP basis as follows if GASB 68 were recognized:

Year ending	Amount
2024	$ 50,434
2025	(182,223)
2026	1,782,889
2027	155,110
2028	148,606
Thereafter	12,185
Total	$ 1,967,001

Note 8: PENSION PLANS (Continued)

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

Actuarial Assumptions

The Township's total pension liability reported for the year ended December 31, 2023 was based on the June 30, 2023 measurement date as determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. This actuarial valuation used the following actuarial assumptions, applied to all periods in the measurement date:

	2023
Inflation rate:	
Price	2.75%
Wage	3.25%
Salary increases:	
Through all future years	3.25%-16.25%
	Based on Years of Service
Investment rate of return	7.00%
Mortality Rate Table	Pubs - 2010

Assumptions for mortality improvements are based on Society of Actuaries Scale MP - 2021.

The actuarial assumptions used in the July 1, 2022 valuations were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021.

Long-Term Expected Rate of Return

The long-term expected rate of return on pension plan investments was determined using a building-block method in which best-estimate ranges of expected future real rate of return (expected returns, net of pension plans 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 real rates of return for each major asset class included in the pension plans' target asset allocation as of June 30, 2023, as reported for the year ended December 31, 2023 is summarized in the following table:

Note 8: PENSION PLANS (Continued)

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

Long-Term Expected Rate of Return (Continued)

2023

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

Discount Rate

The discount rate used to measure the total pension liability as of June 30, 2023 was 7.00%. 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 will be made based on 100% of the actuarially determined contributions for the State employer and 100% of the actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to projected benefit payments to determine the total pension liability.

Note 8: PENSION PLANS (Continued)

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

Sensitivity of Net Pension Liability

The following presents the Township's proportionate share of the PFRS net pension liability as of December 31, 2023 calculated using the discount rate of 7.00%, as well as what the Township's proportionate share of the PFRS net pension liability would be if it were calculated using a discount rate that is 1-percentage-point lower 6.00% and 1-percentage-point higher 8.00% than the current rate:

2023	At 1% Decrease (6.00%)	At Current Discount Rate (7.00%)	At 1% Increase (8.00%)
PFRS	$ 36,941,359	$ 26,513,098	$ 17,828,848

The sensitivity analysis was based on the proportionate share of the Township's net pension liability at December 31, 2023. A sensitivity analysis specific to the Township's net pension liability was not provided by the pension system.

Special Funding Situation – PFRS

Under N.J.S.A. 43:16A-15, the Township is responsible for their own PFRS contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State to make contributions if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 8, P.L. 2000, Chapter 318, P.L. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.L. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed on behalf of the Township by the State 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. Accordingly, the Township's proportionate share percentage of the net pension liability, deferred outflows and inflows determined under GASB Statement No. 68 is zero percent and the State's proportionate share is 100% for PFRS under this legislation.

At December 31, 2023, the State's proportionate share of the net pension liability attributable to the Township for the PFRS special funding situation is $4,885,347. For the year ended December 31, 2023, the pension system has determined the State's proportionate share of the pension expense attributable to the Township for the PFRS special funding situation is $555,698 which is less than the actual contribution the State made on behalf of the Township of $558,695. At December 31, 2023 (measurement date June 30, 2023) the State's share of the PFRS net pension liability attributable to the Township was 0.23996397 percent, which was an increase of 0.00200756 percent from its proportionate share measured as of December 31, 2022 (measurement date June 30, 2022) of 0.23795641 percent. The State's proportionate share attributable to the Township was developed based on actual contributions made to PFRS allocated to employers based upon covered payroll. These on-behalf contributions have not been reported on the Township's financial statements.

Pension Plan Fiduciary Net Position

Detailed information about the PFRS pension plan's fiduciary net position is available in the separately issued financial report from the State of New Jersey, Department of the Treasury, Division of Pension and Benefits. The financial reports may be accessed via the New Jersey, Division of Pensions and Benefits, website at www.state.nj.us/treasury/pensions.

Note 8: PENSION PLANS (Continued)

DEFINED CONTRIBUTION RETIREMENT PLAN

The Defined Contribution Retirement Plan (DCRP) is a multiple employer defined contribution plan as defined in GASB Statement No. 68. The Plan is administered by The New Jersey Division of Pensions and Benefits (Division). The more significant aspects of the DCRP are as follows:

Plan Membership and Contributing Employers- Enrollment in the DCRP is required for state or local officials, elected or appointed on or after July 1, 2007; employees enrolled in PFRS or PERS on or after July 1, 2007, who earn salary in excess of established “maximum compensation” limits; employees otherwise eligible to enroll in PFRS or PERS on or after November 2, 2008, who do not earn the minimum annual salary for tier 3 enrollment but who earn salary of at least $5,000 annually; and employees otherwise eligible to enroll in PFRS or PERS after May 21, 2010, who do not work the minimum number of hours per week required for tier 4 or tier 5 enrollment, but who earn salary of at least $5,000 annually.

Contribution Requirement and Benefit Provisions - State and local government employers contribute 3% of the employees’ base salary. Active members contribute 5.5% of base salary.

Eligible members are provided with a defined contribution retirement plan intended to qualify for favorable Federal income tax treatment under IRC Section 401(a), a noncontributory group life insurance plan and a noncontributory group disability benefit plan. A participant’s interest in that portion of his or her defined contribution retirement plan account attributable to employee contributions shall immediately become and shall at all times remain fully vested and non-forfeitable.

A participant’s interest in that portion of his or her defined contribution retirement plan account attributable to employer contributions shall be vested and non-forfeitable on the date the participant commences the second year of employment or upon his or her attainment of age 65, while employed by an employer, whichever occurs first.

Note 9: OTHER POST EMPLOYMENT BENEFITS

The Township provides medical, prescription drug and Medicare Part B reimbursement to retirees and their covered dependents, in accordance with applicable resolutions and collective bargaining agreements. The Township maintains a single-employer, defined benefit health plan with benefits provided through insurance carriers and by third party claims administrators. All active employees who retire from the Township and meet the eligibility criteria receive these benefits.

The Township currently funds the costs to provide postemployment benefits on a pay-as-you-go basis. The Township establishes and has the power to amend benefits and contribution obligations, subject to collective bargaining agreements.

The Township's annual post-employment benefit (OPEB) cost (expense) is calculated based on amounts actuarially determined in accordance with the parameters of GASB Statement 75.

The projection of future benefits for an ongoing plan involves estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the health-care cost trend. Amounts determined regarding the funded status of the plan and the annual contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future.

Projections of benefits for financial reporting purposes are based on the substantive plan and include the types of benefits provided at the time of each valuation and the historical pattern of sharing benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

Employees covered by benefit terms

At December 31, 2023, the following employees were covered by the benefit terms:

Active employees	312
Retirees and surviving spouses	107
	419

Note 9: OTHER POST EMPLOYMENT BENEFITS (Continued)

Summary of Post-Retirement Welfare (Health) Benefits

A. Eligibility

Post-retirement medical benefits are provided to bargained and non-bargained employees who:

- Retired with 25 or more years of service in the Public Employees' Retirement System (PERS) or the Police and Firemen's Retirement System (PFRS) and have at least 15 years of service of service with the Township for members of the bargaining groups PBA/SOA and non-bargained groups, or at least 25 years of service with the Township for other bargaining groups;
- Retire under an approved disability retirement through PERS or PFRS.

B. Health Benefits

The Township provides major medical and hospitalization benefits through the Horizon Blue Cross Blue Shield Direct Access or OMNIA plans.

The Township provides prescription drug coverage through the Horizon Blue Cross Blue Shield Direct Access or OMNIA plans with co-payments of $5/$25/$50 (generic/preferred/non-preferred) with coverage to certain grandfathered retires with $5/$15 or $2/$4 co-pays.

C. Dental and Vision

The Township does not provide dental or vision benefits to retirees.

D. Survivor Medical Benefits

In the event of the death of an active employee with 25 or more years of service, medical and prescription drug coverage is provided for the lifetime of the surviving spouse and to age 26 for dependents.

E. Contributions

The Township does not require current retirees, dependents, and survivors to contribute toward the cost of the postretirement medical and prescription drug coverage. The Township pays 100% of the premiums.

Employees of the PBA/SOA bargaining groups who retire after satisfying the eligibility requirements who have at least 15 years of pensionable service as of December 31, 2014, shall not contribute to the cost of medical premiums. All other employees who retire after satisfying the eligibility requirements who have at least 20 years of pensionable service as of December 31, 2014, shall not contribute to the cost of medical premiums.

Any employee who retires after satisfying the eligibility requirements, and does not meet the December 31, 2014 provision, must contribute toward the cost of medical premiums. The retiree contributions are based on a percentage of the postretirement healthcare cost. The contribution percentages vary based on healthcare coverage tier and amount of PERS and PFRS pension amounts, pursuant to the requirements of P.L. 2011 C. 78 (Chapter 78).

Note 9: OTHER POST EMPLOYMENT BENEFITS (Continued)

Summary of Post-Retirement Welfare (Health) Benefits (Continued)

F. Medicare
The Township reimburses Medicare Part B premium charges for retirees and their dependents who met the eligibility rules in Section A above. Any Medicare Part D subsidy for which the Township may be eligible is not considered in this valuation. The accounting treatment for the Retiree Drug Subsidy is defined under GASB Technical Bulletin No. 2006-1.

G. Death Benefits
There are no death benefits paid to retirees by the Township.

Change in the Total OPEB Liability

	2023
Balance - beginning of year	$ 190,832,145
Changes for the year:	
Service cost	6,664,204
Interest cost	7,144,144
Benefit payments	(3,532,743)
Actuarial assumption changes	18,901,327
Net changes	29,176,932
Balance - end of year	$ 220,009,077

Note 9: OTHER POST EMPLOYMENT BENEFITS (Continued)

Changes in plan fiduciary net position during year

	2023
Balance - beginning of year	$ -
Changes for the year:	
Employer contributions	3,532,743
Benefit payments	(3,532,743)
Net changes	-
Balance - end of year	$ -
Net OPEB Liability at end of year	$ 220,009,077
Plan fiduciary net position as a percentage of the total OPEB liability	0%
Covered-employee payroll	$ 28,831,718
Total OPEB liability as a percentage of covered-employee payroll	763.08%

Total employer contributions for the retiree plan were for benefit payments and there were no fiduciary plan assets at the beginning or end of the year.

Benefit assumptions are based upon blended plan rates to produce annual composite rates. The monthly per capita claims cost for post-65 Medicare Part B premium reimbursements is $164.90. Salary increases are scheduled at 3% per year. Retiree contributions assumes the cost for current Premium Free retirees and their dependents is 100% paid by the Township Administration prior to the application of Chapter 78. Direct Bill retirees and their dependents pay 100% of the costs to continue medical coverage.

In accordance with Local Finance Notice 2007-15 issued by the New Jersey Department of Community Affairs, the Township demographic and health care assumptions utilized are consistent with the assumptions used by the New Jersey Division of Pensions and Benefits and the State Health Benefits Plan as reported in their July 1, 2020 Actuarial Valuation to value the GASB obligations.

Changes since prior valuation – The discount rate was decreased from 3.65% to 3.26% to reflect current market rates.

The assumptions for the plan used the “20-Bond GO Index” to establish a discount rate of 3.50% at December 31, 2017, 4.10% at December 31, 2018, 2.75% at December 31, 2019, 2.15% at December 31, 2020, 2.05% at December 31, 2021, 3.65% at December 31, 2022, and 3.26% at December 31,2023. Inflation is assumed at 2.50% per year.

Note 9: OTHER POST EMPLOYMENT BENEFITS (Continued)

Sensitivity of the total OPEB liability to changes in the discount rate

The following presents the total OPEB liability of the Township, as well as what the Township's total 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 discount rate:

	1% Decrease 2.26%	Current Rate 3.26%	1% Increase 4.26%
Total OPEB liability	$272,689,180	$220,009,077	$180,328,927

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rate

The following represents the total OPEB liability of the Township, as well as what the Township's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower or 1-percentage-point higher than the current healthcare cost trend rates:

	1% Decrease	Current Rate	1% Increase
Total OPEB liability	$174,562,995	$220,009,077	$282,714,534

OPEB Expenses and Deferred Outflows of Resources and Deferred Inflows of Resources related to OPEB

At December 31, 2023, the Township reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources, if GASB 75 were recognized:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Difference between expected and actual demographic experience	$ 8,328,066	$ 5,139,376
Change in assumptions	43,247,707	54,640,882
Total	$ 51,575,773	$ 59,780,258

Note 9: OTHER POST EMPLOYMENT BENEFITS (Continued)

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB would be recognized in OPEB expenses had the Township followed generally accepted accounting principles as follows:

Year ended December 31,

2024	$	(498,512)
2025		(498,512)
2026		(498,509)
2027		(3,153,490)
2028		(9,855,907)
Thereafter		6,300,445
Total	$	(8,204,485)

The actuarial cost method used to determine the GASB 75 plan's cost is the Entry Age Normal Cost Method. Under the entry age normal cost method, the actuarial present value of the projected benefits of each individual included in the valuation is allocated on a level basis over the earnings of the individual between entry age and assumed exit age(s). The Service Cost is the portion of this actuarial present value allocated to a valuation year. The Total Pension Liability is the portion of this actuarial present value not provided for at the valuation date by the actuarial present value of future service costs. The plan is currently unfunded.

Note 10: OTHER LONG-TERM LIABILITIES

A. Compensated Absences

The Township has permitted employees to accrue unused sick pay, which may be taken as time off or paid at a later date at an agreed upon rate. It is estimated that the cost of such unpaid sick and vacation pay would approximate $3,567,061.10 and $3,585,756.00 for 2023 and 2022, respectively. This amount represents the current value of all accumulations and is not intended to portray amounts that would be recorded under GAAP. Expenditures for payment of accrued sick and vacation benefits are recorded in the period in which payments are made as part of the current year's operating budget appropriations. As of December 31, 2023 and 2022, the Township reserved $148,067.73 and $164,397.28, respectively in the Trust-Other Fund for compensated absences.

Note 11: RISK MANAGEMENT

The Township is exposed to various risks of loss related to general liability, automobile coverage, damage and destruction of assets; errors and omissions; injuries to employees; natural disasters; workers. The Township has obtained insurance coverage to guard against these events which will provide minimum exposure to the Township should they occur.

The Township of Monroe is a member of the Garden State Municipal Joint Insurance Fund (GSMJIF). The joint insurance fund is both an insured and self-administered group of municipalities established for the purpose of insuring against property damage, general liability, motor vehicles and equipment liability and worker's compensation. The Funds is a risk-sharing public entity pools. The GSMJIF funds coverage amounts are on file with the Township.

Note 11: RISK MANAGEMENT (Continued)

The relationship between the Township and the insurance funds are governed by a contract and by-laws that have been adopted by resolution of each unit's governing body. The Township is contractually obligated to make all annual and supplementary contributions to the insurance funds, to report claims on a timely basis, to cooperate with the management of the funds, its claims administrator and attorneys in claims investigation and settlement, and to follow risk management procedures as outlined by the funds. Members have a contractual obligation to fund any deficit of the funds attributable to a membership year during which the municipality was a member.

The funds provide its members with risk management services, including the defense of and settlement of claims, and established reasonable and necessary loss reduction and prevention procedures to be followed by the members.

Complete financial statements of the respective funds can be obtained by contacting the respective fund's Treasurer.

There has been no significant reduction in insurance coverage from the previous year.

See Note 15 to Financial Statements with respect to the Township's previous participation with Middlesex County Joint Insurance Fund (MCJIF).

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

Year Ended December 31	Opening Balance	Increases	Decreases	Ending Balance
2023	$ 488,965.27	$ 15,039.46	$ 56,734.77	$ 447,269.96
2022	469,302.72	72,143.18	52,480.63	488,965.27
2021	269,097.72	200,934.00	729.00	469,302.72

Note 12: DEFERRED COMPENSATION

The Township has instituted a Deferred Compensation Plan pursuant to section 457 of the Internal Revenue Code and P.L. 1977, C. 381; P.L. 1978, C. 39; P.L. 1980, C. 78; and P.L. 1997, C. 116 of the Statutes of New Jersey. The Plan is an arrangement whereby a public employer may establish a plan and permit its employees to voluntarily authorize a portion of their current salary to be withheld and invested in one or more of the types of investments permitted under the governing regulations. The Township has engaged a private contractor to administer the plan.

Note 13: INTERFUNDS

The following interfund balances were on the balance sheets of the respective funds at December 31, 2023:

Fund	Interfund Receivables	Interfund Payables
Current Fund	$ 62.40	$ 25,589,233.76
Grant Fund	1,026,935.54	-
Animal Control Fund	-	62.40
Trust-Other Fund	3,338,841.52	54,676.79
Affordable Housing Trust Fund	11,974,397.46	-
Unemployment Trust Fund	19,865.44	-
Payroll Trust Fund	106,887.56	-
Developers' Escrow Fund	-	116,810.99
Self Insurance Trust Fund	5,094.55	-
Open Space Tust Fund	42,529.99	-
General Capital Fund	830,420.63	1,758,844.60
Water-Sewer Utility Operating Fund	1,334,163.86	126,927.87
Water-Sewer Utility Capital Fund	10,197,434.26	1,230,076.80
	$ 28,876,633.21	$ 28,876,633.21

The following interfund balances were on the balance sheets of the respective funds at December 31, 2022:

Fund	Interfund Receivables	Interfund Payables
Current Fund	$ 83,328.00	$ 16,408,441.62
Grant Fund	2,783,862.02	-
Trust - Other Fund	1,723,550.85	1,260.39
Affordable Housing Trust Fund	-	83,328.00
Unemployment Trust Fund	19,865.44	-
Developers' Escrow Fund	-	116,810.99
Self Insurance Trust Fund	176.67	-
Payroll Trust Fund	2,600.97	9,990.20
Open Space Trust Fund	90,978.49	-
General Capital Fund	2,756,957.58	90,978.49
Water-Sewer Utility Operating Fund	114,847.52	1,859,519.80
Water-Sewer Utility Capital Fund	11,004,922.41	10,760.46
Totals	$ 18,581,089.95	$ 18,581,089.95

Note 14: FEDERAL ARBITRAGE REGULATIONS

The Township is subject to Section 148 of the Internal Revenue Code as it pertains to the arbitrage rebate on all tax-exempt obligations, both long and short-term debt. Under the 1986 Tax Reform Act, the Internal Revenue Service (IRS) required that all excess earnings from investment proceeds be rebated to the IRS. Arbitrage, for purposes of these regulations, is defined as the difference between the yield on the investment and the yield on the obligations issued. If there are excess earnings, this amount may be required to be rebated to the IRS. At December 31, 2023 and 2022, the Township has not estimated its estimated arbitrage earnings due to the IRS, if any.

Note 15: CONTINGENT LABILITIES

The Township is a party defendant in some lawsuits, none of a kind unusual for a municipality of its size and scope of operation. In the opinion of the Township's Attorney, the potential claims against the Township not covered by insurance policies would not materially affect the financial condition of the Township.

Pending Tax Appeals - Various tax appeal cases were pending in the New Jersey Tax Court at December 31, 2023 and 2022. Amounts claimed have not yet been determined. The Township is vigorously defending its assessments in each case. Under the accounting principles prescribed by the Division of Local Government Services, Department of community Affairs, State of New Jersey, the Township does not recognize a liability, if any, until these cases have been adjudicated. The Township expects such amounts, if any, could be material. Funding of any ultimate liability would be provided for in succeeding years' budget or from fund balance. As of December 31, 2023 and 2022, the Township reserved $716,194.04 and $729,558.52, respectively in the Current Fund for tax appeals pending in the New Jersey Tax Court.

Federal and State Awards - The participates in a number of federal and state programs that are fully or partially funded by grants received from other governmental units. Expenditures financed by grants are subject to audit by the appropriate grantor government. If expenditures are disallowed due to noncompliance with grant program regulations, the Township may be required to reimburse the grantor government. As of December 31, 2023 and 2022, significant amounts of grant expenditure have not been audited by the various grantor agencies but the Township believes that disallowed expenditures, if any, based on subsequent audits will not have a material effect on the overall financial position of the Township.

Other - Supplemental Insurance Assessments - Effective December 31, 2018, the Township exited the Middlesex County Joint Insurance Fund (MCJIF). During 2022, the Township was advised that its final supplemental assessment is $1,298,593.68. The terms of the payment of the supplemental assessment are stated as follows: the Township to pay first 10% and an additional 15% by March 31, 2023, and the remaining balance to be paid in seven annual installments starting no later than March 31, 2024. The Township paid the first 10% and an additional 15% in 2023 under protest. During 2024, the Township has paid the required installment.

Note 16: SUBSEQUENT EVENTS

The Township has evaluated subsequent events occurring after December 31, 2023 through the date the financial statements were available to be issued. Based on this evaluation, the Township has determined the following subsequent event has occurred which requires disclosure in the financial statements.

Debt Issued

The Township issued General Obligation Bonds, Series 2024 in the amount of $34,695,000, consisting of $21,270,000 General Improvement Bonds and $13,425,000 Water-Sewer Utility Bonds, dated June 3, 2024. The Bonds are due in annual installments in 2025 through 2049 in the amounts of $565,000 through $2,260,000 bearing interest rates of 5.00% - 4.00%, with a net interest cost of 3.73%.

The Township issued Bond Anticipation Notes, Series 2024 in the amount of $24,750,000, consisting of $14,100,000 Bond Anticipation Notes and $10,650,000 Water-Sewer Utility Bond Anticipation Notes. The Notes bear an interest rate of 4.25%, with a net interest cost of 3.58%. The Notes are dated June 3, 2024, with a maturity date of June 2, 2025.

The Township has authorized bonds and/or notes to date as follows:

Purpose	Debt Authorized
Road & Sidewalk, Municipal Facility, Roadway and Pedestrian Improvements	$2,396,640
Improvement to Applegarth School	4,761,900
Signal Improvements Various Roads	2,190,000
Facility Improv. Open Space Property	1,397,600
Various Capital Improvements	3,523,300
Water-Sewer Utility Improvement and Acquisitions	4,995,900
Total	$19,265,340

TOWNSHIP OF MONROE

MIDDLESEX COUNTY

PART II

SUPPLEMENTARY INFORMATION REQUIRED BY THE DIVISION

YEAR ENDED DECEMBER 31, 2023

Current Fund

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF CASH - TREASURER

	Ref.	CURRENT FUND	
Balance December 31, 2022	A		$ 39,361,001.81
Increased by Cash Receipts			
Miscellaneous Revenue Not Anticipated	A-2	$ 309,184.16	
Due NJ Sr. Citizens and Veterans Deductions	A-5	503,094.67	
Taxes Receivable	A-6	235,210,451.21	
Miscellaneous Anticipated Revenue	A-7	14,333,842.13	
Interfunds	A-8	13,612,547.60	
Due From Library	A, A-4	3,487,617.68	
Tax Overpayments	A-10	24,677.70	
Various Accounts Payable & Reserves	A-12	447,050.94	
Total Cash Receipts			267,928,466.09
			307,289,467.90
Decreased by Disbursements			
Budget Appropriations	A-3	59,983,775.13	
Prior Year Refunds	A-1	19,143.77	
Prepaid Fees	A	25.00	
Appropriation Reserves	A-9	2,687,516.19	
Due From Library	A, A-4	3,487,617.68	
Interfunds	A-8	4,348,489.86	
Tax Overpayments	A-10	209,517.20	
Taxes Payable	A-11	184,107,529.40	
Various A/P, & Reserves	A-12	374,625.52	
Total Cash Disbursements			255,218,239.75
Balance December 31, 2023	A		$ 52,071,228.15

Exhibit A-5

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF DUE TO/(FROM) STATE OF NEW JERSEY - FOR ALLOWABLE DEDUCTIONS PER CHAPTER 20, P.L. 1976
CURRENT FUND

	REF.		
Balance - December 31, 2022 (Due To)	A		$ 51,051.12
Increased by:			
Collected	A-4	$ 503,094.67	
2023 Sr. Citizens and Vet. Deductions Disallowed by Collector	A-5	1,928.48	
2022 Sr. Citizens and Vet. Deductions Disallowed by Collector	A-1	7,308.90	
			512,332.05
			563,383.17
Decreased by:			
Allowable Deductions per Tax Billings	A-6	483,500.00	
2023 Sr. Citizens and Vet. Deductions Allowed by Collector	A-6	95,774.04	
2022 Sr. Citizens And Vet. Ded. Allowed by Collector	A-1	22,863.78	
			602,137.82
Balance - December 31, 2023 (Due From)	A		$ (38,754.65)

Analysis of Sr. Citizens & Veterans Deductions Allowed - 2023 Taxes		
Per Tax Billings	A-5	$ 483,500.00
Allowed (Disallowed) by Tax Collector (Net)	A-5	93,845.56
	A-6	$ 577,345.56

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF PROPERTY TAXES RECEIVABLE AND LEVY ANALYSIS

	Total	Prepaid	Current	Delinquent	Arrears	Tax Liens	Property Acquired for Taxes
Balance 12/31/2022……………….....	$ 1,855,473.41	$ (1,689,676.18)		$ 1,461,518.42	$ 58,123.49	$ 455,707.68	$ 1,569,800.00
Billings / Levy:							
Original Levy……………………………	233,970,007.20		$ 233,970,007.20				
Added & Omitted………………………	-						
Adjustments……………………………	-						
Canceled Taxes……………………………	(32,544.16)		(24,026.90)	(8,517.26)			
Adjustments	11,532.95		11,532.95				
Transfers							
Tax Lien……….………………………..	-		(26,266.95)	(53.54)		26,320.49	
Revenue							
Sr.Citizens & Vets……………………….	(592,900.44)		(577,345.56)	(15,554.88)			
Cash Receipts…………………………….	(235,210,451.21)	(3,348,432.95)	(230,428,096.87)	(1,433,921.39)			
Prepaid Applied………………………...	-	1,689,676.18	(1,689,676.18)				
Balance 12/31/2023…………….....	$ 1,117.75	(3,348,432.95)	$ 1,236,127.69	$ 3,471.35	$ 58,123.49	$ 482,028.17	$ 1,569,800.00
Ref.		A	A	A	A	A	A

Analysis of 2023 Property Tax Levy:

Tax Yield:

General Purpose Tax	$ 229,389,574.56
Added/Omitted Taxes	4,580,432.64
	$ 233,970,007.20

Tax Levy:	Ref.	
Local School District Tax	A-11	$ 123,870,121.00
County Tax	A-11	40,593,770.10
County Open Space	A-11	3,585,103.30
Due County - Added & Omitted	A-11	942,390.39
Special District Taxes	A-11	14,802,776.00
Municipal Open Space	A-11	1,255,760.00
		185,049,920.79
Local Tax for Municipal Purposes	A-2	40,970,198.24
Minimum Library Tax	A-2	3,926,522.72
Add: Additional Tax Levied		4,023,365.45
		$ 233,970,007.20

Current Taxes Realized:	Ref.	
Sr. Citizens & Vets	A-2	$ 577,345.56
Cash Receipts	A-2	230,428,096.87
Prepayments	A-2	1,689,676.18
Subtotal	A-2	232,695,118.61
Res. For Uncoll. Tax	A-3	4,000,000.00
		236,695,118.61
Allocated to School, County and Fire Districts	A-11	(185,049,920.79)
	A-2	$ 51,645,197.82

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF NONBUDGET REVENUES AND VARIOUS ACCOUNTS RECEIVABLES

		December 31, 2022	Current Year Accrued/	Cash Receipts - Current Year	December 31, 2023
Revenue Accounts Receivable:					
Municipal Court - Fines and Costs		$ 23,963.63	$ 267,952.09	$ 267,449.67	$ 24,466.05
	Ref.	A	Reserve	A-2	A
Due from Library		$ 268.24	$ 3,487,617.68	$ 3,487,617.68	$ 268.24
	Ref.	A	A-4	A-4	A
Non - Budget Revenue:					
Administrative Fee - Senior Citizens and Veterans			$ 9,659.62	$ 9,659.62	-
Cell Tower Lease			30,261.00	30,261.00	-
Facility Rental Fees			5,850.00	5,850.00	-
Planning Board Fees			14,950.00	14,950.00	-
Municipal Court Fees			50,310.23	50,310.23	-
Vending Machine			4,796.55	4,796.55	-
FEMA Reimbursments			3,442.50	3,442.50	-
Hotel Tax			106,651.30	106,651.30	-
Prior year void checks			2,067.00	2,067.00	-
Unclaimed			23,402.27	23,402.27	-
Judgements			35,000.00	35,000.00	-
Miscellaneous			22,793.69	22,793.69	-
	A-2, A-4	-	309,184.16	309,184.16	-
Total		$ 24,231.87	$ 4,064,753.93	$ 4,064,251.51	$ 24,734.29
	Ref.	A	Reserve	A-2, A-4	A

Analysis of Miscellaneous Revenues:		
Current Year Collections	A-4	$ 14,333,842.13
Grants Realized - Due to Grant Fund		
Grants Realized - Due to Grant Fund	A-2, A-8	319,252.24
Atincipated as Revenue Current Fund Budget	A-12	118,073.12
Total Miscellaneous Revenues	A-2	$ 14,771,167.49

Exhibit A-8

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF INTERFUNDS

	Ref.	Balance Dec. 31, 2022	Increases	Decreases	BALANCE Dec. 31, 2023
Due To:					
Grant Fund		$ 2,782,601.63	$ 566,439.87	$ 2,376,782.75	$ 972,258.75
General Capital Fund		2,746,197.12	364,360.00	2,290,896.95	819,660.17
Water Sewer Utility Capital Fund		9,298,044.05	897,426.74		10,195,470.79
Trust Other Fund		1,581,598.82	1,757,242.70		3,338,841.52
Self Insurance Trust Fund			4,919.68		4,919.68
Affordable Housing Trust Fund			10,258,082.85		10,258,082.85
Due From ( ):					
Affordable Housing Trust Fund		(83,328.00)	83,328.00		-
Animal Control Fund				62.40	(62.40)
		$ 16,325,113.62	$ 13,931,799.84	$ 4,667,742.10	$ 25,589,171.36
Due To	A	$ 16,408,441.62			$ 25,589,233.76
Due From ( )	A	(83,328.00)			(62.40)
		$ 16,325,113.62			$ 25,589,171.36
Cash Receipts	A-4		$ 13,612,547.60		
Cash Disbursements	A-4			$ 4,348,489.86	
Grant Revenues Budgeted	A-2			319,252.24	
Grant Appropriations Budgeted	A-3		319,252.24		
			$ 13,931,799.84	$ 4,667,742.10	

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF 2022 APPROPRIATION RESERVES

	BALANCE DEC. 31, 2022	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
Office of the Mayor				
Other expenses	$ 5,854.82	$ 5,854.82	$ 1,661.18	$ 4,193.64
Township Council				
Other expenses	3,395.40	3,395.40		3,395.40
Office of the Township Clerk				
Salaries and wages	31,296.04	31,296.04	18,712.71	12,583.33
Other expenses	31,844.12	31,844.12	8,385.72	23,458.40
Elections				
Other expenses	33.26	33.26		33.26
Division of Administration				
Salaries and wages	17,917.24	17,917.24	17,434.93	482.31
Other expenses	14,567.95	4,567.95	560.45	4,007.50
Human Resources				
Salaries and wages	23,059.75	10,059.75	9,486.89	572.86
Other expenses	65,418.27	15,418.27	6,109.58	9,308.69
Transportation				
Salaries and wages	33,514.34	30,314.34	23,589.27	6,725.07
Other expenses	24,921.41	24,921.41	3,387.65	21,533.76
Insurance				
General Liability	6,638.58	6,638.58		6,638.58
Workers Compensation	85,000.64	85,000.64	75,000.00	10,000.64
Employee Group Health	149,648.77	149,648.77	100,000.00	49,648.77
Health Benefit Waiver	4,429.45	4,429.45		4,429.45
Office of Information and Public Advocacy				
Salaries and wages	19,091.49	4,091.49	3,870.42	221.07
Other expenses	12,140.00	2,140.00	1,374.00	766.00
Division of Recreation				
Salaries and wages	52,367.80	52,367.80	29,421.45	22,946.35
Other expenses	86,024.89	36,024.89	22,814.28	13,210.61
Division of Parks				
Salaries and wages	51,918.05	26,918.05	17,824.02	9,094.03
Other expenses	23,378.46	23,378.46	8,439.89	14,938.57
Division of Treasury				
Salaries and wages	26,295.82	26,295.82	22,844.24	3,451.58
Other expenses:				
Annual audit	42,300.00	42,300.00	41,500.00	800.00
Special accounting services	33,425.00	33,425.00		33,425.00
Data processing	3,450.40	3,450.40		3,450.40
Miscellaneous other expenses	14,057.26	14,057.26	759.83	13,297.43
Division of Revenue Collection				
Salaries and wages	25,478.70	25,478.70	12,428.62	13,050.08
Division of Revenue Collection				
Other expenses:				
Tax sale costs	5,553.57	5,553.57		5,553.57
Tax lien foreclosure	600.00	600.00		600.00
Miscellaneous other expenses	10,513.67	10,513.67	5,939.17	4,574.50
Division of Assessments				
Salaries and wages	56,028.03	13,996.03	12,249.32	1,746.71
Other expenses	27,706.03	7,706.03		7,706.03
Division of First Aid				
Salaries and wages	430,091.20	175,091.20	158,320.28	16,770.92
Other expenses	10,462.00	10,462.00	154.00	10,308.00

Exhibit A-9

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF 2022 APPROPRIATION RESERVES

	BALANCE DEC. 31, 2022	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
Police				
Salaries and wages	$ 445,768.58	$ 478,968.58	$ 441,820.95	$ 37,147.63
Other expenses	121,864.24	121,864.24	95,349.30	26,514.94
Emergency Management Services				
Salaries and wages	1,666.68	1,666.68		1,666.68
Other expenses	6,375.82	6,375.82		6,375.82
Department of Engineering:				
Office of the Township Engineer				
Other expenses:				
Miscellaneous other expenses	33,432.53	33,432.53	26,578.00	6,854.53
Department of Public Works:				
Division of Streets and Roads				
Salaries and wages	188,292.58	108,292.58	101,725.80	6,566.78
Other expenses	199,044.73	399,044.73	218,073.70	180,971.03
Vehicle Maintenance				
Salaries and wages	33,082.77	33,082.77	12,321.07	20,761.70
Other expenses	52,962.57	52,962.57	19,689.94	33,272.63
Solid Waste and Recycling				-
Other expenses	8,822.44	8,822.44	2,423.75	6,398.69
Landfill				
Other expenses	49,186.44	49,186.44	8,558.34	40,628.10
Buildings and Grounds				
Salaries and wages	40,476.77	55,476.77	36,835.91	18,640.86
Other expenses	121,508.46	171,508.46	137,375.94	34,132.52
Community Services Act				
Other expenses	552,607.25	552,607.25	275,841.48	276,765.77
Department of Law:				
Office of the Township Attorney				
Other expenses	138,289.33	93,289.33	8,762.90	84,526.43
Municipal Prosecutor				
Salaries and wages				
Other expenses	3,000.00	3,000.00		3,000.00
Health Advisory Board				
Other expenses	500.00	500.00		500.00
Municipal Court				
Salaries and wages	23,098.83	13,098.83	12,486.11	612.72
Other expenses	2,722.11	2,722.11	1,226.05	1,496.06
Department of Health and Welfare:				
Animal Control				-
Salaries and wages	17,123.22	17,123.22	6,860.71	10,262.51
Other expenses	2,725.96	2,725.96	194.27	2,531.69
Environmental Protection				
Other expenses	1,000.00	1,000.00		1,000.00
Building Demolition				
Other expenses	300.00	300.00		300.00
Other Township Agencies:				
Municipal Land Use Law				
(N.J.S.A. 40:55D-1)				
Zoning Board of Adjustment				
Salaries and wages	7,370.76	7,370.76	3,003.04	4,367.72
Other expenses	10,348.97	10,348.97	2,182.69	8,166.28
Planning Board				
Salaries and wages				-
Other expenses	10,881.48	10,881.48	5,337.66	5,543.82

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF 2022 APPROPRIATION RESERVES

	BALANCE DEC. 31, 2022	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
Division of Planning				
Salaries and wages	$ 17,800.29	$ 17,800.29	$ 10,380.88	$ 7,419.41
Other expenses	9,091.89	9,091.89	4,534.21	4,557.68
Shade Tree Commission				
Other expenses	43,508.30	43,508.30	24,312.36	19,195.94
Cultural Arts Commission				
Salaries and wages	0.04	0.04		0.04
Other expenses	1,248.23	1,248.23	1,112.84	135.39
Environmental and Conservation Commission (R.S. 40:56A-1)				
Other expenses	4,811.43	4,811.43		4,811.43
Historic Preservation Commission				
Salaries and wages	52.30	52.30		52.30
Other expenses	6,035.50	6,035.50		6,035.50
Senior Services				
Salaries and wages	37,928.23	37,928.23	24,091.51	13,836.72
Other expenses	4,491.81	4,491.81	656.60	3,835.21
Recreational and Youth Advisory Bd.				
Salaries and wages	1.04	1.04		1.04
Other expenses	2,502.39	2,502.39	50.65	2,451.74
Human Relations Commission				
Other expenses	2,050.00	2,050.00		2,050.00
Open Space and Farmland Preservation Commission				
Salaries and wages	1,035.19	1,035.19		1,035.19
Other expenses	750.00	750.00		750.00
Celebration of Public Events				
Other expenses	19,193.92	19,193.92	8,719.70	10,474.22
State Uniform Construction Code (N.J.S.A. 52:270-120D et seq.)				
Salaries and wages	72,930.55	47,930.55	46,063.43	1,867.12
Other expenses	24,050.75	24,050.75	9,161.56	14,889.19
Unclassified:				
Accumulated absences	2,000.00	202,000.00	202,000.00	-
Central mailing services	0.01	0.01		0.01
Utilities	52,472.03	192,472.03	176,165.58	16,306.45
Contribution to:				
Social Security System (O.A.S.I.)	61,300.25	61,300.25	61,300.25	-
Defined Contribution Retirement Plan	1,044.10	1,076.10	1,075.16	0.94
Unemployment Compensation	30,000.00	30,000.00		30,000.00
Public Employees' Retirement System	0.39	0.39		0.39
9-1-1 System				
Other expenses	1,020.51	1,020.51	1,020.51	-
Maintenance of Free Public Library	0.50	0.50		0.50
NJPDES Stormawater Permit:				
Division of Streets and Roads				
Salaries and wages				-
Other expenses	30,679.52	30,679.52	6,948.67	23,730.85
Recycling Tax				
Other expenses	2,229.26	2,229.26	313.11	1,916.15

Exhibit A-9

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF 2022 APPROPRIATION RESERVES

	Ref.	BALANCE DEC. 31, 2022	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
Shared Service Agreements					
Shared Service (Fire District & BOE)					
Other expenses		$ 5,000.00	$ 5,000.00		$ 5,000.00
Shared Service (Recycling)					
Other expenses		45,585.47	60,585.47	$ 53,983.33	6,602.14
Shared Service (Health)					-
Other expenses		0.50	0.50		0.50
Ambulance Services (Increased Fee)					
Other expenses		253,128.06	253,128.06	43,530.99	209,597.07
Total General Appropriations		$ 4,232,817.39	$ 4,232,817.39	$ 2,694,336.85	$ 1,538,480.54
	Ref.				A-1
Appropriation Reserves	A	$ 3,562,501.50			
Encumbrances Payable	A	670,315.89			
		$ 4,232,817.39			
Accounts Payable	A-12			$ 6,820.66	
Cash Disbursements	A-4			2,687,516.19	
				$ 2,694,336.85	

Exhibit A-10

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF PROPERTY TAX OVERPAYMENTS

	Ref.	Total	Current Taxes	Prior Years
Balance - December 31, 2022	A	$ 209,517.20	-	$ 209,517.20
Cash Receipts	A-4	24,677.70	$ 24,677.70	
Cash Payments - Refunds	A-4	(209,517.20)		$ (209,517.20)
Balance - December 31, 2023	A	$ 24,677.70	$ 24,677.70	-

Exhibit A-11

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF TAXES PAYABLE

	December 31, 2022	Taxes Levied	Cash Disbursements	December 31, 2023
County - General	-	$ 40,593,770.10	$ (40,593,770.10)	-
County - Open Space	-	3,585,103.30	(3,585,103.30)	-
County - Added & Omitted	-	942,390.39		$ 942,390.39
Local School District Taxes	$ (1.00)	123,870,121.00	(123,870,120.00)	-
Municipal Open Space Tax	-	1,255,760.00	(1,255,760.00)	-
Special District Taxes:				
Fire District 1	-	2,751,827.00	(2,751,827.00)	-
Fire District 2	-	5,192,875.00	(5,192,875.00)	-
Fire District 3	-	6,858,074.00	(6,858,074.00)	-
Total	$ (1.00)	$ 185,049,920.79	$ (184,107,529.40)	$ 942,390.39
Ref.	A	A-1, A-6	A-4	A

Exhibit A-12

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF CHANGES IN VARIOUS ACCOUNTS PAYABLES AND RESERVES

	December 31, 2022	Transfer from Appropriation Reserves	Cash Receipts	Decreases	December 31, 2023
Accounts Payable:					
N.J. Marriage/Civil Union License Filing Fees	-	-	$ 800.00	$ (800.00)	-
N.J. State Building Code Enforcement Fees	$ 33,057.00		210,155.00	(202,389.00)	$ 40,823.00
Vendor Accounts Payable	497,047.09	$ 6,820.66		(158,072.04)	345,795.71
Union Education Fund	36,000.00	-			36,000.00
Subtotal	566,104.09	6,820.66	210,955.00	(361,261.04)	422,618.71
Reserve for:					
Tax Appeals	729,558.52			(13,364.48)	716,194.04
Codification of Ordinances	10,787.00		-	-	10,787.00
Municipal Relief Fund	118,073.12		236,095.94	(118,073.12)	236,095.94
Reserve for Energy Aggregation	372.80			-	372.80
Subtotal	858,791.44	-	236,095.94	(131,437.60)	963,449.78
Total	$ 1,424,895.53	$ 6,820.66	$ 447,050.94	$ (492,698.64)	$ 1,386,068.49
Ref.	A	A-9	A-4	A-4, A-7	A

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF STATE AND FEDERAL GRANTS RECEIVABLE

GRANTS		BALANCE DECEMBER 31, 2022	BUDGET REVENUE REALIZED	CHAPTER 159	COLLECTED	CANCELED	BALANCE DECEMBER 31, 2023
2016							
Sustainable NJ Small Grant		$ 2,000.01					$ 2,000.01
2020							
USDOJ Bulletproof Vest Partnership Program		2,314.23					2,314.23
2021							
Drive Sober or Get Pulled Over		415.44					415.44
Middlesex County Area Senior Outreach		354.00					354.00
SFY21 Body Worn Camera Grant		20,380.00					20,380.00
2022							
Sustainable NJ Small Grant		2,000.00					2,000.00
Distracted Driving Grant		1,457.88					1,457.88
Middlesex County Cultural Arts		937.00					937.00
2023							
Recycling Tonnage Grant			$ 89,462.08		$ 89,462.08		
Clean Communities Program				$ 118,040.16	118,040.16		
Cultural Arts Grant			4,250.00				4,250.00
Click It or Ticket Grant				8,750.00	8,680.00	$ 70.00	
Distracted Driving Grant			8,750.00		8,680.00	70.00	
Drive Sober or Get Pulled Over				7,000.00	6,370.04		629.96
Recycling Enhancement Grant			73,000.00		73,000.00		
Emergency Management Assistance Grant			10,000.00		10,000.00		
		$ 29,858.56	$ 185,462.08	$ 133,790.16	$ 314,232.28	$ 140.00	$ 34,738.52
	Ref.	A	A-14	A-14		A-14	A
Due from Other Trust Fund	A-15				$ 73,000.00		
Due from Current Fund	A-15				241,232.28		
					$ 314,232.28		

Exhibit A-14

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF STATE AND FEDERAL GRANTS - APPROPRIATED

GRANT	BALANCE DECEMBER 31, 2022	ENCUMBERED DECEMBER 31 2022	TOTAL TRANSFERRED FROM 2023 BUDGET	CHAPTER 159	PAID OR CHARGED	ENCUMBERED DECEMBER 31 2023	CANCELED	BALANCE DECEMBER 31, 2023
Drunk Driving Enforcement Fund	$ -	$ 972.70			$ 972.70			-
NJ DEP Recycling Tonnage Grant	121,270.55	660.00	$ 89,462.08		202,850.35	$ 8,542.28		-
Municipal Court Alcohol Education Rehabilitation Fund	6,938.46				2,000.00			$ 4,938.46
Drive Sober or Get Pulled Over	-			$ 7,000.00	6,818.36			181.64
Body Armor Replacement Fund	8,116.50							8,116.50
USDOJ Bulletproof Vest Partnership Progam	727.63							727.63
Distracted Driving Crackdown Grant	1,457.88		8,750.00		1,960.00		$ 70.00	8,177.88
Click It or Ticket Grant				8,750.00	8,680.00		70.00	
Clean Communities	50,347.47	8,278.20		118,040.16	128,358.50			48,307.33
Emergency Management Assistance Grant	8,339.20		10,000.00		831.60			17,507.60
American Rescue Plan Act	573,774.89				573,774.89			
Middlesex County Recycling Enhancement Grant	5,608.58		73,000.00		73,000.00			5,608.58
Middlesex County Cultural Arts	3,000.00		4,250.00		4,250.00			3,000.00
Sustainable New Jersey - Small Grant	6,003.51				809.00	132.60		5,061.91
	$ 785,584.67	$ 9,910.90	$ 185,462.08	$ 133,790.16	$ 1,004,305.40	$ 8,674.88	$ 140.00	$ 101,627.53
Ref.	A	A	A-13	A-13		A	A-13	A

	Ref.	
Transferred to Grants Unappropriated	A-16	$ 573,774.89
Due to Other Trust Fund	A-15	73,000.00
Due to Current Fund	A-15	357,530.51
		$ 1,004,305.40

Exhibit A-15

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF DUE FROM INTERFUNDS RECEIVABLE
GRANT FUND

	Ref.	TOTAL	CURRENT FUND	TRUST OTHER FUND
Balance - December 31, 2022	A	$ 2,783,862.02	$ 2,782,601.63	$ 1,260.39
Increased by:				
Grants Received Deposited into Current Fund	A-13	241,232.28	241,232.28	
Grants Received Deposited into Trust Other Fund	A-16	73,000.00		73,000.00
Grant Appropriations Budgeted	A-14	319,252.24	319,252.24	
Reserve for Unappropriated Grants	A-16	59,371.75	5,955.35	53,416.40
		3,476,718.29	3,349,041.50	127,676.79
Decreased by:				
Grant Revenues Budgeted	A-13	319,252.24	319,252.24	
ARP Funds Transferred to Current Fund	A-16	1,700,000.00	1,700,000.00	
Grant Appropriations Expended	A-14	430,530.51	357,530.51	73,000.00
Balance - December 31, 2023	A	$ 1,026,935.54	$ 972,258.75	$ 54,676.79

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF UNAPPROPRIATED RESERVES FOR STATE AND FEDERAL GRANTS
GRANT FUND

GRANTS		BALANCE DECEMBER 31, 2022	TRANSFERRED TO 2023 CURRENT FUND BUDGET	INCREASE	BALANCE DECEMBER 31, 2023
American Rescue Plan Grant		$ 2,018,225.01	$ 1,700,000.00	$ 573,774.89	$ 891,999.90
Alcohol Education Rehab. Fund				1,168.15	1,168.15
Body Armor Grant 2023				4,787.20	4,787.20
National Opioids Settlement				53,416.40	53,416.40
		$ 2,018,225.01	$ 1,700,000.00	$ 633,146.64	$ 951,371.65
	Ref.	A	A-15	A-15	A
Transferred from Grants Appropriated	A-16			$ 573,774.89	
Due from Current Fund	A-15			5,955.35	
Due from Other Trust Fund	A-15			53,416.40	
				$ 633,146.64	

Trust Fund

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

TRUST FUNDS
SCHEDULE OF CASH AND RESERVE ACTIVITY

	Balance 12/31/2022	Encumbrances/ Adjustments 12/31/2023	....…………..Cash……………... Receipts	Disbursements	Adjustments	Balance 12/31/2023
Animal Control Fund:						
Due to NJ - State License Fees……………………	$ 2.40	-	$ 3,369.40	$ (3,370.60)	-	$ 1.20
Due to Current Fund			62.40			62.40
Reserve for Encumbrances	1,951.46	$ (1,951.46)				-
Animal Control Reserves…………………………………	11,385.64	1,951.46	25,308.93	(35,825.30)		2,820.73
Total	13,339.50	-	28,740.73	(39,195.90)	-	2,884.33
Due From Current Fund						
Affordable Housing Trust Fund:						
Reserve for Encumbrances……………………….	185,725.10	6,620,299.64				6,806,024.74
Reserves for Affordable Housing Trust…………………	15,065,744.76	(6,620,299.64)	1,210,314.46	(5,389,148.20)	$ 1,716,314.61	5,982,925.99
Due from General Capital Fund					(1,716,314.61)	(1,716,314.61)
Due to/from Current Fund……………………………….	83,328.00			(10,341,410.85)		(10,258,082.85)
Total	15,334,797.86	-	1,210,314.46	(15,730,559.05)	-	814,553.27
Unemployment Trust Fund:						
Reserves for Unemployment…………………………….	488,965.27		15,039.46	(56,734.77)		447,269.96
Due from Water Sewer Utility Operating Fund………..	(20,000.00)		134.56			(19,865.44)
Total	468,965.27	-	15,174.02	(56,734.77)	-	427,404.52
Payroll Trust Fund:						
Payroll and Payroll Deductions…………………………	437,671.35		22,970,170.80	(22,923,946.79)		483,895.36
Due to Trust Other Fund…………………………………	9,990.20			(9,990.20)		-
Due from Water Sewer Utility Operating Fund………..	(2,600.97)			(104,286.59)		(106,887.56)
Utility Payroll…………………………………	23,949.33		4,732,288.80	(4,628,809.64)		127,428.49
Total	469,009.91	-	27,702,459.60	(27,667,033.22)	-	504,436.29
Developers' Escrow Fund:						
Performance Bond Deposits…………………………….	8,743,875.34		533,910.56	(1,515,307.59)		7,762,478.31
Engineering Escrow Deposits……………………….	2,366,743.64		804,873.77	(936,127.94)		2,235,489.47
Professional Fees Deposits………………………..	888,194.79		463,727.74	(516,007.45)		835,915.08
Due to Water Sewer Utility Operating Fund………..	114,847.52					114,847.52
Due to Water Sewer Utility Capital Fund………………	1,963.47					1,963.47
Utility Escrow Deposits…………………………….	4,000,132.45		734,025.17	(948,491.45)		3,785,666.17
Total	16,115,757.21	-	2,536,537.24	(3,915,934.43)	-	14,736,360.02
Self Insurance Trust Fund:						
Reserve for Encumbrances	17,875.12	(2,109.79)				15,765.33
Reserve for Self Insurance………………………………	352,085.07	2,109.79	579,115.95	(539,199.01)	4,919.68	399,031.48
Due From Current Fund………………………..					(4,919.68)	(4,919.68)
Due from Water Sewer Utility Operating Fund………..	(176.67)		1.80			(174.87)
Reserve for Self Insurance - Utility………………………	155.37		121.03			276.40
Total	369,938.89	-	579,238.78	(539,199.01)	-	409,978.66
Open Space Trust:						
Reserve for Encumbrances………………………………	474,177.37	(328,132.67)				146,044.70
Due from General Capital……………………….	(90,978.49)		48,448.50			(42,529.99)
Open Space Reserves…………………………..	1,232,595.58	328,132.67	1,810,256.02	(2,555,917.25)		815,067.02
Total	$ 1,615,794.46	$ -	$ 1,858,704.52	$ (2,555,917.25)	$ -	$ 918,581.73

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

TRUST FUNDS
SCHEDULE OF CASH AND RESERVE ACTIVITY

	Balance 12/31/2022	Encumbrances/ Adjustments 12/31/2023	....…………..Cash…………….... Receipts	Disbursements	Adjustments	Balance 12/31/2023
Other Trust Fund:						
Due from Comm. Develop Grant ……………………….	$ (517,729.41)		$ 233,417.91			$ (284,311.50)
Reserve for Comm. Develop. Block Grant…………….	168,900.75			$ (48,448.50)		120,452.25
Reserve for Encumbrances……………………………	371,663.42			(207,424.29)		164,239.13
Due from Current Fund………………………	(1,581,598.82)			(1,757,242.70)		(3,338,841.52)
Due from Payroll Trust Fund - Utility……………………	(9,990.20)		9,990.20			-
Due from Water-Sewer Utility Operating Fund………..	(131,961.83)		131,961.83			-
Due to State and Federal Grant Fund…………………	1,260.39				$ 53,416.40	54,676.79
Miscellaneous Reserves:						
Accumulated Absences……………………….	32,142.24		202,000.00	(86,074.51)		148,067.73
Accumulated Absences-Utility………………….	132,255.04			(132,255.04)		-
Animal Control Donations………………………	225.00					225.00
Charlotte Eder Bequest……………………	216,566.21			(107,810.16)		108,756.05
Cultural Arts Commission Donations………	300.69					300.69
Cultural Arts Commission Trust………	20.85		6,361.22	(5,047.00)		1,335.07
Detention Basin Escrows………………………………	1,348,513.34			(50,380.80)		1,298,132.54
Environmental Disturbance Fund………………………	18,500.00					18,500.00
Historic Preservation Donations……………………	8,390.19			(7,980.00)		410.19
LEAD Program Contributions…………………………	28,161.48		32,028.60	(52,576.73)		7,613.35
Mining Escrow……………………………..	13,565.89					13,565.89
Miscellaneous Donations……………………	489.00					489.00
MTUD Payoll Prior	14,391.11					14,391.11
Municipal Alliance Donations…………………………	273.13					273.13
Other Escrows…………………………..	66,009.48		1,750.00	(8,974.14)		58,785.34
Parking Offense Adjudication Act……………………	1,426.97		34.00			1,460.97
Police Donations………………………………………	4,812.04		535.00			5,347.04
Police Forfeited Funds…………………………	17,002.56		6,741.26	(5,280.54)		18,463.28
Police Off-Duty Trust………………………………	947,347.98		1,163,840.96	(1,082,628.98)		1,028,559.96
Premium on Tax Sale…………………………………	2,524,600.00		116,800.00	(1,114,000.00)		1,527,400.00
Public Defender………………………....	-		5,525.00	(5,225.00)		300.00
Recreation Trips……………………………	16,475.87		299,142.00	(279,066.38)		36,551.49
Recycling Trust………………………………..	179,607.88		49,835.44	(118,331.33)		111,111.99
Road Opening Deposits………………………..	56,900.89		15,587.00	(2,466.00)		70,021.89
Senior Center Facility Donation……………..	100.00					100.00
Senior Center Trust Donation……………..	37,467.24		116,954.80	(110,754.56)		43,667.48
Shade Tree Commission Donations…………………	4,950.75					4,950.75
Shade Tree Replacement………………………	903,350.18		9,640.00	(249,467.00)		663,523.18
Storm Recovery Fund………………………………	40,989.52		200,000.00	(17,218.51)		223,771.01
Street Vacation Escrow………………………..	11,756.85					11,756.85
Transportation Contribution……………………………	34.00					34.00
National Opioids Settlement			53,416.40		(53,416.40)	-
Total	4,927,170.68	-	2,655,561.62	(5,448,652.17)	-	2,134,080.13
Total	$ 39,314,773.78	$ -	$ 36,586,730.97	$ (55,953,225.80)	$ -	$ 19,948,278.95
Ref.	B					B

Footnote:
Animal Control Reserve for Expenditures:
R.S. 4:19-15.11 - Any amount in this account which is in excess of the total amount paid into the Animal Control Accout during the last two fiscal years next preceding shall be transferred to the Current Fund.

Year	Amount
2021	$ 23,765.80
2022	20,931.84
	$ 44,697.64

General Capital Fund

Exhibit C-2

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL CAPITAL FUND CASH

	Ref.		
Balance, December 31, 2022	C		$ 2,308,201.83
Increased by Receipts:			
Current Fund Appropriations:			
Capital Improvement Fund	C-10	$ 995,000.00	
Open Space Trust Fund - CIF	C-10	337,700.00	
Refunds/Reimbursements	C-1	6,400.00	
Premium on Sale of BANS	C-1	289,825.25	
Affordable Housing Trust Fund	C-9	148,000.00	
Interest-Affordable Housing Capital	C-8	56,932.58	
Miscellaneous Reserves	C-11	78,407.00	
Bond Anticipation Notes	C-12	18,425,000.00	
Receipts from Current Fund	C-16	2,290,896.95	
			22,628,161.78
			24,936,363.61
Decreased by:			
Improvement Authorizations	C-9	14,055,638.55	
Disbursed to Open Space Trust Fund	C-17	48,448.50	
Bond Anticipation Notes	C-12	8,200,000.00	
Miscellaneous Reserves	C-11	84,610.73	
			22,388,697.78
Balance, December 31, 2023	C		$ 2,547,665.83

Exhibit C-3

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
ANALYSIS OF GENERAL CAPITAL CASH

	Balance Dec. 31, 2022	Balance Dec. 31, 2023
Fund Balance	-	$ 279,945.53
Capital Improvement Fund	-	601,100.00
Reserve for Encumbrances	$ 2,835,475.20	3,618,704.30
Miscellaneous Reserves	182,500.40	176,296.67
Due to Trust Open Space Fund	90,978.49	42,529.99
Due to Affordable Housing Trust Fund	-	1,716,314.61
Due from Developer	(111,846.50)	(111,846.50)
Grants Receivable/Reserve	(3,939,066.46)	(2,166,602.62)
Due From Current Fund	(2,746,197.12)	(819,660.17)
Due from Water-Sewer Capital Fund	(10,760.46)	(10,760.46)
Improvements Authorizations - Funded	6,444,547.59	3,612,674.47
Unexpended Proceeds of Bond Anticipation Notes	1,385,189.79	1,584,379.15
Deferred Charges - Unfunded - Expenditures	(3,482,001.13)	(5,975,409.14)
	$ 648,819.80	$ 2,547,665.83
	C	C

( ) Denotes Deficit

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF DUE FROM DEVELOPER

	Ref.	
Balance, December 31, 2023 and 2022	C	$ 111,846.50

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

	Ref.	Total	Serial Bonds	Green Trust Loans	MCIA Lease Purchase Agreements
Balance, December 31, 2022	C	$ 46,853,605.00	$ 46,050,000.00	$ 39,259.46	$ 764,345.54
Decreased by:					
Obligations Paid	C-13, C-14	4,997,092.96	4,475,000.00	15,469.80	506,623.16
Balance, December 31, 2023	C	$ 41,856,512.04	$ 41,575,000.00	$ 23,789.66	$ 257,722.38

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

						Analysis of Balance		
Ord. No.	Improvement Description	Balance Dec. 31, 2022	Authorized 2023	Canceled	Balance Dec. 31, 2023	Bond Anticipation Notes	Expenditures	Unexpended Balance of Improvement Authorizations
2000-26	Recreation and Open Space/Farmland Preservation	$ 6,571,600.00			$ 6,571,600.00			$ 6,571,600.00
2002-17	Various 2002 Capital Imrovements	60,764.75		$ 59,833.76	930.99		$ 930.99	
2007-03	Various Improvements to James Monroe Park	158,500.00			158,500.00			158,500.00
2011-17	Various 2011 Capital Imrovements	111,000.00			111,000.00	$ 89,000.00		22,000.00
2012-29	Various 2012 Capital Improvements	131,500.00			131,500.00	131,500.00		
2014-12	Various 2014 Capital Improvements	600.00			600.00		200.00	400.00
2015-10	Various 2015 Capital Improvements	371,200.00			371,200.00	276,000.00		95,200.00
2016-22	Various 2016 Capital Improvements	775,200.00			775,200.00	520,000.00		255,200.00
2017-14	Various 2017 Capital Improvements	576,600.00			576,600.00	400,000.00		176,600.00
2018-24	Various Capital Improvements	264,400.00			264,400.00			264,400.00
2019-08	Various Roadway, Sidewalk and Curb Improvements	300.00			300.00			300.00
2019-15	Schoolhouse Rd. Pedestrian/Roadway Improvements	262,800.00			262,800.00			262,800.00
2020-03	Pedestrian/Roadway Improvements	1,200,000.00			1,200,000.00	1,200,000.00		
2020-04	Various 2020 Capital Improvements	3,532.00			3,532.00			3,532.00
2020-17	Various 2020 Capital Improvements	2,825,000.00			2,825,000.00	2,700,000.00		125,000.00
2020-22	Refunding Bond Ordinance 2012 and 2013 Bonds	1,500,000.00			1,500,000.00			1,500,000.00
2021-06	Various Capital Improvements	1,853,750.00			1,853,750.00	1,850,000.00	1,350.00	2,400.00
2021-18	Various Capital Improvements	3,169,300.00			3,169,300.00	2,244,500.00	308,851.07	615,948.93
2022-06	Various Capital Improvements	2,737,120.00			2,737,120.00	2,000,000.00		737,120.00
2022-07	Various Capital Improvements	823,700.00			823,700.00	100,000.00		723,700.00
2022-16	Open Space Improvements	1,683,700.00			1,683,700.00	1,600,000.00		83,700.00
2022-17	Various Capital Improvements	4,578,225.00			4,578,225.00	1,014,000.00	573,815.58	2,990,409.42
2023-07	Various Capital Improvements		$ 6,766,000.00		6,766,000.00	4,000,000.00	2,487,269.26	278,730.74
2023-08	Open Space Recreation Improvements		4,428,500.00		4,428,500.00	300,000.00		4,128,500.00
2023-15	Acquisition of Property Open Space		2,323,800.00		2,323,800.00		2,220,852.91	102,947.09
2023-20	Various Capital Improvements		2,131,400.00		2,131,400.00		382,139.33	1,749,260.67
2023-22	Improvements to Police Building and Expansion of Parking Lot		1,904,700.00		1,904,700.00			1,904,700.00
		$ 29,658,791.75	$ 17,554,400.00	$ 59,833.76	$ 47,153,357.99	$ 18,425,000.00	$ 5,975,409.14	$ 22,752,948.85
	Ref.	C	C-9	C-9	C	C-12		

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

Ord. No.	Improvement Description	Balance Dec. 31, 2022	Authorized 2023	Canceled	Balance Dec. 31, 2023	Analysis of Balance: Bond Anticipation Notes	Analysis of Balance: Expenditures	Analysis of Balance: Unexpended Balance of Improvement Authorizations
					Improvement Authorizations - Unfunded			$ 24,337,328.00
					Less: Unspent Note Cash:			
					Ordinance			
					2011-17		$ 393.25	
					2012-29		116.83	
					2015-10		16,900.97	
					2016-22		2,671.55	
					2017-14		187,147.51	
					2020-03		840,157.74	
					2020-17		20,852.34	
					2022-16		214,062.97	
					2022-07		100,000.00	
					2022-16		142,703.99	
					2023-08		59,372.00	
								1,584,379.15
								$ 22,752,948.85

Exhibit C-7

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GRANTS RECEIVABLE

	Ref.	Balance Dec. 31, 2022	Decrease	Balance Dec. 31, 2023
County of Middlesex:				
Intersection of Forsgate Dr./Applegarth Rd./ Possum Hollow Rd. (2002-17B)		$ 680,000.00	$ 358,262.97	$ 321,737.03
Traffic Light at Perrineville Rd. and Schoolhouse Rd. (2003-11E)		194,424.17		194,424.17
Traffic Light at Applegarth and Cranbury Station Rd. (2008-08)		682,029.89	425,697.86	256,332.03
Applegarth/Clearbrook Traffic Light (2009-20)		400,000.00	274,143.01	125,856.99
		1,956,454.06	1,058,103.84	898,350.22
Department of Transportation:				
2005 Road Paving and Sidewalk Program (2005-32B)		250,000.00	250,000.00	-
Schoolhouse Rd. Pedestrian/Roadway Improvements(2019-15)		258,394.80		258,394.80
Costco Drive (2020-03)		225,675.10		225,675.10
Camelot Neighborhood(2020-03)		118,750.00	118,750.00	-
Roadway and Pedestrian Improvements - Lower Matchaponix and Spotswood Gravel Hill Roads- (2021-06)		152,312.50		152,312.50
South Middlesex Pavement Preservation Project (2022-06A)		550,000.00		550,000.00
Spotswood Gravel Hill From Traffic Light to Benny Court (2022-06D)		327,480.00	245,610.00	81,870.00
		1,882,612.40	614,360.00	1,268,252.40
Due From State:				
Senior Center (2006-14C)		100,000.00	100,000.00	-
		100,000.00	100,000.00	-
		$ 3,939,066.46	$1,772,463.84	$ 2,166,602.62
	Ref.	C	C-2	C
Canceled to Fund Balance	C-1		$ 350,000.00	
Canceled Improvement Authorizations	C-9		1,058,103.84	
Grant Receipts - Due from Current Fund	C-16		364,360.00	
			$1,772,463.84	

Exhibit C-8

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR AFFORDABLE HOUSING ASSISTANCE

	Ref.	
Balance, December 31, 2022	C	$ 1,659,382.03
Increased by:		
Interest Earned	C-2	56,932.58
		1,716,314.61
Decreased by:		
Transferred to Affordable Housing Trust Fund	C-15	$ 1,716,314.61

Exhibit C-9

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord. No.	Improvement Description	Balance, Dec. 31, 2022 Funded	Balance, Dec. 31, 2022 Unfunded	2023 Authorizations	Canceled	Expended	Balance, Dec. 31, 2023 Funded	Balance, Dec. 31, 2023 Unfunded
2005-35	Rehab. of Low and Moderate Income Housing	$ 112,765.67				$ 1,403.35	$ 111,362.32	
1998-24	Various 1998 Capital Improvements	47,869.15					47,869.15	
1999-17	Recreation and Open Space	83,925.47					83,925.47	
2000-26	Various 2000 Capital Improvements	2,067,378.87	$ 6,571,600.00				2,067,378.87	$ 6,571,600.00
2002-17	Various 2002 Capital Improvements	385,002.94	59,833.76		$ 444,836.70			
2006-10	Various 2006 Capital Improvements	17,190.10			17,190.10			
2007-03	Various Improvements to James Monroe Park	3.72	158,500.00				3.72	158,500.00
2007-29	Various 2007 Capital improvements	20,679.11					20,679.11	
2008-08	Purchase and Installation of Traffic Signal	425,697.86			425,697.86			
2008-09	Acquisition of Property for Open Space Purp.	210,382.83					210,382.83	
2009-11	Various Computer Equipment and Software	1,289.34				1,289.34		
2009-20	Purchase and Insatallatio of Traffic Signal	274,143.01			274,143.01			
2009-22	Drainage Improvements to Forge Road	122,024.38			122,024.38			
2010-13	Various 2010 Capital Improvements	4,420.00			2,920.00	1,500.00		
2011-17	Various 2011 Capital Improvements	3,680.00	22,393.25		3,680.00			22,393.25
2011-19	Property improvements to Dey Homestead	19,078.44				3,150.00	15,928.44	
2012-29	Various 2012 Capital Improvements		716.83			600.00		116.83
2013-11	Various 2013 Capital Improvements	17,556.51			17,556.51			
2014-12	Various 2014 Capital improvements	10,904.24	400.00				10,904.24	400.00
2015-10	Various 2015 Capital Improvements	19,011.04	96,853.06		2,763.13	1,000.00		112,100.97
2015-15	MCIA Revenue Bonds Eqipement	6,660.05					6,660.05	
2015-21	Imp. to Soccer Complex/Tennis Courts	15,044.07				(25,296.41)	40,340.48	
2016-15	Imp. Pergola Ave./Spotswood-Gravel Hill Rd.	3,275.46					3,275.46	
2016-22	Various 2016 Capital Improvements	264.00	258,147.55		40.00	500.00		257,871.55
2017-14	Various 2017 Capital Improvements	425,791.67	420,617.34		135,359.19	347,302.31		363,747.51
2017-17	MCIA Reveunue Bonds Equipment	57,353.46				19,351.54	38,001.92	
2017-20	Acquisition of Real Property	4,946.91			4,946.91			
2018-24	Various Capital Improvements	291,987.38	198,818.00		500.09	26,868.00	199,037.29	264,400.00
2019-08	Various Roadway, Sidewalk and Curb Imp.	107.54	300.00				107.54	300.00
2019-15	Pedestrian/Roadway Imp. Schoolhouse Rd.	68,042.80	262,800.00				68,042.80	262,800.00
2019-22	Various 2019 Capital Improvements	295,736.87				3,000.00	292,736.87	
2020-03	Pedestrian and Roadway Improvements		840,505.74			348.00		840,157.74
2020-04	Various 2020 Capital Improvemnts	437,987.83	3,532.00			150,088.45	287,899.38	3,532.00
2020-17	Various 2020 Capital Improvements		292,590.31			146,737.97		145,852.34
2022-22	Refunding Bond Ord. 2012 and 2013 Bonds		1,500,000.00					1,500,000.00
2021-06	Various Capital Improvements		262,230.86			259,830.86		2,400.00
2021-18	Various Capital Improvements	28,878.37	965,311.54			378,240.98		615,948.93
2022-06	Various Capital Improvements	733,556.00	1,011,252.29			793,625.32		951,182.97
2022-07	Various Capital Improvements		794,400.00			(47,948.53)	18,648.53	823,700.00
2022-16	Open Space Improvements	84,300.00	1,683,700.00			1,541,596.01		226,403.99
2022-17	Various Capital Improvements	147,612.50	3,957,477.88			1,114,680.96		2,990,409.42
2023-07	Various Capital Improvements			$ 7,105,000.00		6,826,269.26		278,730.74
2023-08	Open Space Recreation Improvements			4,650,000.00		462,128.00		4,187,872.00
2023-15	Acquisition of Property Open Space			2,440,000.00		2,337,052.91		102,947.09
2023-20	Various Capital Improvements			2,239,000.00		489,739.33		1,749,260.67
2023-22	Improvements to Police Building and Expansion of Parking Lot			2,000,000.00		5,810.00	89,490.00	1,904,700.00
		$ 6,444,547.59	$ 19,361,980.41	$ 18,434,000.00	$ 1,451,657.88	$ 14,838,867.65	$ 3,612,674.47	$ 24,337,328.00
	Ref.	C	C	Below	Below	Below	C	C

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

Ord.		Balance, Dec. 31, 2022		2023			Balance, Dec. 31, 2023	
No.	Improvement Description	Funded	Unfunded	Authorizations	Canceled	Expended	Funded	Unfunded
			Ref.					
	Deferred Charges to Future Taxation - Unfunded		C-6	$ 17,554,400.00				
	Capital Improvement Fund		C-10	731,600.00				
	Affordable Housing Trust Fund		C-2	148,000.00				
				$ 18,434,000.00				
	Canceled Fund Balance		C-1		$ 333,720.28			
	Canceled Grants Receivable		C-7		1,058,103.84			
	Canceled Deferred Charges Future Taxation - Unfunded		C-6		59,833.76			
					$ 1,451,657.88			
	Disbursed		C-2			$ 14,055,638.55		
	Encumbrances Payable, December 31, 2023		C			3,618,704.30		
						17,674,342.85		
	Less:							
	Encumbrances Payable, December 31, 2022		C			2,835,475.20		
						$ 14,838,867.65		

Exhibit C-10

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF RESERVE FOR CAPITAL IMPROVEMENT FUND

	Ref.		
Increased by:			
2023 Budget Appropriation	C-2	$ 995,000.00	
Cash Receipts - Open Space Trust Fund	C-2	337,700.00	
			1,332,700.00
			1,332,700.00
Decreased by:			
Appropriated to Finance Improvement Authorizations	C-9		731,600.00
Balance, December 31, 2023	C		$ 601,100.00

Exhibit C-11

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF MISCELLANEOUS RESERVES

	Balance Dec. 31, 2022	Increased	Decreased	Balance Dec. 31, 2023
Reserve for Roadway, Curb, Sidewalk Improvements	$ 182,500.40	$ 78,407.00	$ 84,610.73	$ 176,296.67
Ref.	C	C-2	C-2	C

Exhibit C-12

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES

Ord. No.	Description	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2022	Increase	Decrease	Balance Dec. 31, 2023
2011-17	Various 2011 Capital Improvements	6/6/2022	06/05/23	06/04/24	5.00%	$ 88,000.00	$ 89,000.00	$ 88,000.00	$ 89,000.00
2012-29	Various 2012 Capital Improvements	6/6/2022	06/05/23	06/04/24	5.00%	131,500.00	131,500.00	131,500.00	131,500.00
2015-10	Various 2015 Capital Improvements	6/6/2022	06/05/23	06/04/24	5.00%	276,000.00	276,000.00	276,000.00	276,000.00
2016-22	Various 2016 Capital Improvements	6/7/2021	06/05/23	06/04/24	5.00%	460,000.00	520,000.00	460,000.00	520,000.00
2017-14	Various 2017 Capital Improvements	6/7/2021	06/05/23	06/04/24	5.00%	400,000.00	400,000.00	400,000.00	400,000.00
2020-03	Pedestrian and Roadway Improvements	6/7/2021	06/05/23	06/04/24	5.00%	1,200,000.00	1,200,000.00	1,200,000.00	1,200,000.00
2020-17	Various 2020 Capital Improvements	6/6/2022	06/05/23	06/04/24	5.00%	2,700,000.00	2,700,000.00	2,700,000.00	2,700,000.00
2021-06	Various Capital Improvements	6/6/2022	06/05/23	06/04/24	5.00%	800,000.00	1,850,000.00	800,000.00	1,850,000.00
2021-18	Various Capital Improvements	6/6/2022	06/05/23	06/04/24	5.00%	2,144,500.00	2,244,500.00	2,144,500.00	2,244,500.00
2022-06	Various Capital Improvements	06/05/23	06/05/23	06/04/24	5.00%		2,000,000.00		2,000,000.00
2022-07	Various Capital Improvements	06/05/23	06/05/23	06/04/24	5.00%		100,000.00		100,000.00
2022-16	Open Space Improvements	06/05/23	06/05/23	06/04/24	5.00%		1,600,000.00		1,600,000.00
2022-17	Various Capital Improvements	06/05/23	06/05/23	06/04/24	5.00%		1,014,000.00		1,014,000.00
2023-07	Various Capital Improvements	06/05/23	06/05/23	06/04/24	5.00%		4,000,000.00		4,000,000.00
2023-08	Open Space Recreation Improvements	06/05/23	06/05/23	06/04/24	5.00%		300,000.00		300,000.00
						$ 8,200,000.00	$ 18,425,000.00	$ 8,200,000.00	$ 18,425,000.00
					Ref.	C	C-2	C-2	C

	Ref.	Increase	Decrease
Renewals	C-2	$ 8,200,000.00	$ 8,200,000.00
Issued for Cash	C-2	10,225,000.00	-
		$ 18,425,000.00	$ 8,200,000.00

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF GENERAL SERIAL BONDS

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding December 31, 2023 Date	Amount	Interest Rate	Balance Dec. 31, 2022	Decreased	Balance Dec. 31, 2023
General Obligation Bonds 2019	06/10/19	$ 16,220,000.00	06/01/24	$ 995,000.00	5.000%	$ 13,825,000.00	$ 975,000.00	$ 12,850,000.00
			06/01/25	1,045,000.00	5.000%			
			06/01/26	1,090,000.00	5.000%			
			06/01/27	1,115,000.00	4.000%			
			06/01/28	1,160,000.00	4.000%			
			06/01/29	1,185,000.00	4.000%			
			06/01/30	1,230,000.00	3.000%			
			06/01/31	1,250,000.00	3.000%			
			06/01/32	1,260,000.00	3.000%			
			06/01/33	1,260,000.00	3.000%			
			06/01/34	1,260,000.00	3.000%			
General Obligation Bonds 2021	06/07/21	9,295,000.00	06/01/24	455,000.00	2.000%	8,840,000.00	455,000.00	8,385,000.00
			06/01/25	505,000.00	2.000%			
			06/01/26	550,000.00	2.000%			
			06/01/27	670,000.00	2.000%			
			06/01/28	885,000.00	2.000%			
			06/01/29	885,000.00	2.000%			
			06/01/30	885,000.00	2.000%			
			06/01/31	885,000.00	2.000%			
			06/01/32	885,000.00	2.000%			
			06/01/33	890,000.00	2.000%			
			06/01/34	890,000.00	2.000%			
General Obligation Refunding Bonds 2021	10/20/21	25,290,000.00	01/15/24	3,095,000.00	4.000%	23,385,000.00	3,045,000.00	20,340,000.00
			01/15/25	3,115,000.00	4.000%			
			01/15/26	3,130,000.00	4.000%			
			01/15/27	3,155,000.00	4.000%			
			01/15/28	1,265,000.00	4.000%			
			01/15/29	1,275,000.00	5.000%			
			01/15/30	1,295,000.00	5.000%			
			01/15/31	1,315,000.00	5.000%			
			01/15/32	1,335,000.00	5.000%			
			01/15/33	1,360,000.00	5.000%			
						$ 46,050,000.00	$ 4,475,000.00	$ 41,575,000.00
						C	C-5	C

Exhibit C-14

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF LOANS AND LEASE PROGRAMS

	Date	Amount	Schedule of Maturities Date	Schedule of Maturities Amount	Interest Rate	Balance Dec. 31, 2022	Decreased	Balance Dec. 31, 2023
Green Trust Loans:								
Ballfield Improvements	01/11/05	$ 265,600.16	04/14/24	$ 7,851.12	2.00%			
			10/14/24	7,929.63	2.00%			
			04/14/25	8,008.91	2.00%	$ 39,259.46	$ 15,469.80	$ 23,789.66
						$ 39,259.46	$ 15,469.80	$ 23,789.66
					Ref.	C	C-5	C

	Date	Amount	Schedule of Maturities Date	Schedule of Maturities Amount	Interest Rate	Balance Dec. 31, 2022	Decreased	Balance Dec. 31, 2023
MCIA Equipment Lease Program:								
MCIA Equipment Lease Program 2018	09/20/18	1,198,918.33				$ 258,813.18	$ 258,813.18	-
MCIA Equipment Lease Program 2019	10/31/19	1,198,992.00	07/15/24	$ 257,722.38	4.000%	505,532.36	247,809.98	$ 257,722.38
					Ref.	$ 764,345.54	$ 506,623.16	$ 257,722.38
						C	C-5	C

Exhibit C-15

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF DUE TO AFFORDABLE HOUSING TRUST FUND

	Ref.	
Increased by:		
Transferred from Reserve for Affordable Housing Assistance	C-8	$1,716,314.61
Balance, December 31, 2023	C	$1,716,314.61

Exhibit C-16

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF DUE FROM CURRENT FUND

	Ref.	
Balance, December 31, 2022	C	$2,746,197.12
Increased by:		
Grant Receipts Deposited in Current Fund	C-7	364,360.00
		3,110,557.12
Decreased by:		
Cash Receipts	C-2	2,290,896.95
Balance, December 31, 2023	C	$ 819,660.17

Exhibit C-17

SCHEDULE OF DUE FROM WATER-SEWER UTILITY CAPITAL FUND

	Ref.	
Balance, December 31, 2023 and 2022	C	$ 10,760.46

Exhibit C-18

SCHEDULE OF DUE TO OPEN SPACE TRUST FUND

	Ref.	
Balance, December 31, 2022	C	$ 90,978.49
Decreased by:		
Cash Disbursements	C-2	48,448.50
Balance, December 31, 2023	C	$ 42,529.99

Exhibit C-19

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL CAPITAL FUND
SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED

Ord. No.	Improvement Description	Balance Dec. 31, 2022	Authorized 2023	Canceled	Bond Anticipation Notes Issued	Balance Dec. 31, 2023
2000-26	Recreation and Open Space/Farmland Preservation	$ 6,571,600.00				$ 6,571,600.00
2002-17	Various 2002 Capital Improvements	60,764.75		$ 59,833.76		930.99
2007-03	Various Improvements to James Monroe Park	158,500.00				158,500.00
2011-17	Various 2011 Capital Imrovements	23,000.00			$ 1,000.00	22,000.00
2014-12	Various 2014 Capital Improvements	600.00				600.00
2015-10	Various 2015 Capital Improvements	95,200.00				95,200.00
2016-22	Various 2016 Capital Improvements	315,200.00			60,000.00	255,200.00
2017-14	Various 2017 Capital Improvements	176,600.00				176,600.00
2018-24	Various Capital Improvements	264,400.00				264,400.00
2019-08	Various Roadway, Sidewalk and Curb Improvements	300.00				300.00
2019-15	Schoolhouse Rd. Pedestrian/Roadway Improvements	262,800.00				262,800.00
2020-04	Various 2020 Capital Improvements	3,532.00				3,532.00
2020-17	Various 2020 Capital Improvements	125,000.00				125,000.00
2020-22	Refunding Bond Ordinance 2012 and 2013 Bonds	1,500,000.00				1,500,000.00
2021-06	Various Capital Improvements	1,053,750.00			1,050,000.00	3,750.00
2021-18	Various Capital Improvements	1,024,800.00			100,000.00	924,800.00
2022-06	Various Capital Improvements	2,737,120.00			2,000,000.00	737,120.00
2022-07	Various Capital Improvements	823,700.00			100,000.00	723,700.00
2022-16	Open Space Improvements	1,683,700.00			1,600,000.00	83,700.00
2022-17	Various Capital Improvements	4,578,225.00			1,014,000.00	3,564,225.00
2023-07	Various Capital Improvements		$ 6,766,000.00		4,000,000.00	2,766,000.00
2023-08	Open Space Recreation Improvements		4,428,500.00		300,000.00	4,128,500.00
2023-15	Acquisition of Property Open Space		2,323,800.00			2,323,800.00
2023-20	Various Capital Improvements		2,131,400.00			2,131,400.00
2023-22	Improvements to Police Building and Expansion of Parking Lot		1,904,700.00			1,904,700.00
		$ 21,458,791.75	$ 17,554,400.00	$ 59,833.76	$ 10,225,000.00	$ 28,728,357.99
	Ref.	C	C-6	C-6	C-12	C

Water-Sewer Utility Fund

Exhibit D-5

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF WATER-SEWER UTILITY
CASH - TREASURER

	REF.	OPERATING FUND		CAPITAL FUND	
Balance - January 1, 2023	D		$ 11,948,723.39		$ 1,510,204.75
Increased by Receipts:					
Water-Sewer Utility Service Charges	D-7	$ 18,035,501.99			
Miscellaneous Revenues	D-3	920,739.04			
Interfunds Receivable/Payable	D-19	104,286.59		$ 2,924,231.23	
Various Reserves	D-9	23,500.00			
Bond Anticipation Notes	D-16			13,900,000.00	
			19,084,027.62		16,824,231.23
			31,032,751.01		18,334,435.98
Decreased by Disbursements:					
Budget Expenditures	D-4	15,934,712.22			
Fund Balance Transfer as Revenue-Current Fund	D-1	1,900,000.00			
Refund of Prior Year's Revenue	D-1	20,500.00			
Improvement Authorizations	D-13			2,711,525.53	
Appropriation Reserves	D-10	855,210.93			
Various Reserves	D-9	22,000.00			
Accounts Payable	D-9	31,200.00			
Water-Sewer Utiity Service Charge Overpayments	D-9	1,359.96			
Interfunds Receivable/Payable	D-19	3,056,194.86		897,426.74	
Accrued Interest on Bonds, Notes and Loans	D-8	1,447,087.30			
Bond Anticipation Notes	D-16			13,200,000.00	
			23,268,265.27		16,808,952.27
Balance - December 31, 2023	D		$ 7,764,485.74		$ 1,525,483.71

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

WATER-SEWER UTILITY CAPITAL FUND
ANALYSIS OF CASH BALANCE

	December 31, 2022	Receipts	Bond Anticipation Notes/Bonds	Expenditures	Disbursements	Transfers	December 31, 2023
Reserve for Encumbrances	$ 4,100,113.99					$ (1,455,516.29)	$ 2,644,597.70
Retainage Payable	42,058.50						42,058.50
Accounts Payable	24,107.69						24,107.69
Reserve for Debt Service	561,021.70						561,021.70
Reserve for Bond Resolution	1,017,971.74						1,017,971.74
Capital Outlay	207,013.49						207,013.49
Due (from) Current Fund	(9,298,044.05)				$ (897,426.74)		(10,195,470.79)
Due (from)/to Water/Sewer Operating Fund	(1,704,914.89)	$ 2,924,231.23					1,219,316.34
Due (from) Trust Fund	(1,963.47)						(1,963.47)
Due to Capital Fund	10,760.46						10,760.46
Fund Balance	1,035,663.04						1,035,663.04
Improvement Authorizations							
2009-12 Computer Equipment, Software and Information Systems	7,485.97						7,485.97
2009-25 Various Water-Sewer Improvements	485.47						485.47
2009-34 Various Water-Sewer Improvements	112,654.72						112,654.72
2010-06 Improvements to Well No.s 20,21 and 23	74,557.94						74,557.94
2010-12 Various Water-Sewer Improvements	1,004,024.62					1,018.00	1,005,042.62
2011-18 Various Water-Sewer Improvements	595,279.23					(149,876.00)	445,403.23
2011-35 Imp to Wells No. 17 and 19	15,643.00			$ (8,329.50)		(1,935.58)	5,377.92
2012-15 Ashmall Pumping Station Improvements	1,771.26						1,771.26
2012-28 Various Water-Sewer Improvements	10,039.92						10,039.92
2013-17 Various Water Sewer Improvements	586,586.38						586,586.38
2014-11 Various Water Sewer Improvements	2,010,436.98			(49,768.00)		55,598.00	2,016,266.98
2014-23 Acq. Of Water Allocation Rights	79,750.00						79,750.00
2015-11 Various Water Sewer Improvements	495,577.02			(311,008.88)		(2,004.25)	182,563.89
2015-24 Acq. Of Water Allocation Rights/Well 25 Imp	(28,592.45)		50,000.00	(89,264.10)		83,788.10	15,931.55
2016-21 Various Water Sewer Improvements	57,403.13			(166,427.35)		36,791.20	(72,233.02)
2017-15 Various Water Sewer Improvements	(7,622.10)		50,000.00	(379,232.13)		257,224.24	(79,629.99)
2019-21 Various Water Sewer Improvements	605,953.37			(2,125.00)		(24,096.92)	579,731.45
2020-16 Various Water Sewer Improvements	131,664.17			(568,415.25)		422,410.83	(14,340.25)
2021-05 Various Water Sewer Improvements	26,416.40			(4,427.00)			21,989.40
2021-17 Upgrades to PS and Force Main	(14,511.87)		100,000.00	(892,402.45)		892,402.45	85,488.13
2022-15 Water Meters and Vehicles	(248,586.61)		500,000.00	(239,525.87)		44,196.22	56,083.74
2023-21 Acquis. of Equipment				(600.00)		(160,000.00)	(160,600.00)
Total	$ 1,510,204.75	$ 2,924,231.23	$ 700,000.00	$ (2,711,525.53)	$ (897,426.74)	$ -	$ 1,525,483.71
	D						D

Exhibit D-7

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF CONSUMER ACCOUNTS RECEIVABLE
WATER-SEWER UTILITY OPERATING FUND

	REF.	
Balance -December 31, 2022	D	$ 1,692,506.21
Increased by:		
Consumer Accounts Billed (Net)	Reserve	18,274,966.20
		19,967,472.41
Decreased by:		
Collections	D-3, D-5	18,035,501.99
Balance - December 31, 2023	D	$ 1,931,970.42

Exhibit D-8

SCHEDULE OF ACCRUED INTEREST ON BONDS AND NOTES
WATER-SEWER UTILITY OPERATING FUND

	REF.	
Balance - December 31, 2022	D	$ 560,399.89
Increased by:		
Charged to Budget	D-4	1,441,748.93
		2,002,148.82
Decreased by:		
Disbursed	D-5	1,447,087.30
Balance - December 31, 2023	D	$ 555,061.52

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Analysis of Accrued Interest December 31, 2023

Principal Outstanding Dec. 31, 2023	Interest Rate	From	To	Period	Amount
Serial Bonds					
$ 6,080,000.00	3.00% to 5.00%	12/01/23	12/31/23	1 Month	$ 18,158.33
2,775,000.00	2.00%	12/01/23	12/31/23	1 Month	4,625.00
1,585,000.00	4.00%	08/01/23	12/31/23	5 Months	26,416.67
22,755,000.00	2.50% to 4.00%	08/01/23	12/31/23	5 Months	300,614.58
Serial Bonds Total					349,814.58
Interest on Notes					
13,900,000.00	5.00%	06/05/23	12/31/23	6 Months 25 days	199,305.56
Interest on Loans					
420,000.00	3.00% to 5.00%	08/01/23	12/31/23	5 Months	5,941.38
Total					$ 555,061.52

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF ACCOUNTS PAYABLE, WATER-SEWER OVERPAYMENTS AND VARIOUS RESERVES
WATER-SEWER UTILITY FUND

	Ref.	Balance Dec. 31, 2022	Increases	Decreases	Balance Dec. 31, 2023
Operating Fund:					
Accounts Payable		$ 236,247.20	$ 215,883.79	$ 31,200.00	$ 420,930.99
Water-Sewer Overpayments		35,795.62		1,359.96	34,435.66
Various Reserves:					
Refund Agreement - Old Bridge Township		26,100.00			26,100.00
Developer Deposits Payable		132,676.86	23,500.00	22,000.00	134,176.86
Subtotal - Various Reserves		158,776.86	23,500.00	22,000.00	160,276.86
Bond Indenture Reserve - 1977 General Bond Resolution		2,291,000.00			2,291,000.00
		$ 2,721,819.68	$ 239,383.79	$ 54,559.96	$ 2,906,643.51
	Ref.	D			D
Cash - Various Reserves	D-5		$ 23,500.00	$ 22,000.00	
Cash - Accounts Payable	D-5			31,200.00	
Cash - Water-Sewer O/P	D-5			1,359.96	
Appropriation Res.	D-10		215,883.79		
			$ 239,383.79	$ 54,559.96	

	Ref.	Balance Dec. 31, 2022	Balance Dec. 31, 2023
Capital Fund:			
Accounts Payable		$ 24,107.69	$ 24,107.69
Various Reserves:			
Contractor's Retainage		$ 42,058.50	42,058.50
Debt Service		561,021.70	561,021.70
Subtotal - Various Reserves		603,080.20	603,080.20
		$ 627,187.89	$ 627,187.89
	Ref.	D	D

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF APPROPRIATION RESERVES
WATER-SEWER UTILITY OPERATING FUND

	Balance December 31, 2022 Appropriation Reserves	Balance December 31, 2022 Encumbrances	Balance After Transfers and Encumbrances	Paid or Charged	Balance Lapsed
Operating:					
Salaries and Wages	$ 292,363.71		$ 292,363.71	$ 184,586.17	$ 107,777.54
Other Expenses	633,759.11	$ 539,417.35	1,173,176.46	586,168.41	587,008.05
Capital Outlay	64,674.47	235,325.53	300,000.00	300,000.00	
Public Employees' Retirement System	374.00		374.00	340.14	33.86
Social Security System (O.A.S.I.)	26,434.14		26,434.14		26,434.14
Unemployment Compensation Insurance	10,000.00		10,000.00		10,000.00
TOTAL GENERAL APPROPRIATIONS	$ 1,027,605.43	$ 774,742.88	$ 1,802,348.31	$ 1,071,094.72	$ 731,253.59
Ref.	D	D			D-1

	Ref.	
Accounts Payable	D-9	$ 215,883.79
Cash Disbursements	D-5	855,210.93
		$ 1,071,094.72

Exhibit D-11

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF FIXED CAPITAL
WATER-SEWER UTILITY CAPITAL FUND

	BALANCE DEC. 31, 2022	ADDITIONS BY BUDGET CAPITAL OUTLAY	BALANCE DEC. 31, 2023
Land	$ 1,088,665.68		$ 1,088,665.68
Building	1,274,312.39		1,274,312.39
Machinery and Equipment	3,427,705.81		3,427,705.81
Vehicles	579,472.61		579,472.61
Infrastructure	141,259,437.43	$ 307,938.53	141,567,375.96
	$ 147,629,593.92	$ 307,938.53	$ 147,937,532.45
Ref.	D	D-20	D

The Fixed Capital as reported is taken from the municipal records and does not necessarily reflect the true condition of such Fixed Capital.

Exhibit D-12

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED
WATER-SEWER UTILITY CAPITAL FUND

ORD. NO.	IMPROVEMENT DESCRIPTION	DATE	BALANCE DECEMBER 31, 2022	FIXED CAPITAL AUTHORIZED	BALANCE DECEMBER 31, 2023
	General Improvements:				
2009-12	Computer Equipment, Software and Information Systems	05/04/09	$ 350,000.00		$ 350,000.00
2009-25	Various Water-Sewer Improvements	06/29/09	630,000.00		630,000.00
2009-34	Various Water-Sewer Improvements	11/30/09	2,800,000.00		2,800,000.00
2010-06	Improvements to Well No.s 20,21 and 23	05/03/10	8,306,000.00		8,306,000.00
2010-12	Various Water Sewer Improvements	08/02/10	1,769,000.00		1,769,000.00
2011-18	Various Water Sewer Improvements	08/02/10	2,344,500.00		2,344,500.00
2011-35	Imp to Wells No. 17 and 19	08/02/10	2,404,000.00		2,404,000.00
2012-15	Ashmall Pumping Station Improvements	07/02/12	1,095,000.00		1,095,000.00
2012-28	Various Water Sewer Improvements	08/27/12	1,220,000.00		1,220,000.00
2013-17	Various Water Sewer Improvements	09/09/13	4,281,000.00		4,281,000.00
2014-11	Various Water Sewer Improvements	07/07/14	3,455,000.00		3,455,000.00
2014-23	Acq. Of Water Allocation Rights	11/05/14	5,500,000.00		5,500,000.00
2015-11	Various Water Sewer Improvements	07/06/15	5,275,000.00		5,275,000.00
2015-24	Acq. Of Water Allocation Rights/Well 25 Improvements	12/28/15	5,800,000.00		5,800,000.00
2016-21	Various Water Sewer Improvements	07/06/16	4,035,000.00		4,035,000.00
2017-15	Various Water Sewer Improvements	07/05/17	6,105,000.00		6,105,000.00
2019-21	Various Water Sewer Improvements	06/24/19	1,130,000.00		1,130,000.00
2020-16	Various Water Sewer Improvements	09/02/20	7,625,000.00		7,625,000.00
2021-05	Various Water Sewer Improvements	04/07/21	2,825,000.00		2,825,000.00
2021-17	Upgrades to PS 14 and Force Main	08/03/21	3,975,000.00		3,975,000.00
2022-15	Water-Meters and Vehicles	08/02/22	830,000.00		830,000.00
2023-21	Acquis. of Equipment	08/07/23		$ 600,000.00	600,000.00
			$ 71,754,500.00	$ 600,000.00	$ 72,354,500.00
		Ref.	D	D-13	D

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS
WATER-SEWER UTILITY CAPITAL FUND

ORD. NO.	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE - DECEMBER 31, 2022 FUNDED	BALANCE - DECEMBER 31, 2022 UNFUNDED	ENCUMB. DEC. 31, 2022	2023 AUTHOR.	PAID OR CHARGED	ENCUMB. DEC. 31, 2023	BALANCE - DECEMBER 31, 2023 FUNDED	BALANCE - DECEMBER 31, 2023 UNFUNDED
	General Improvements:										
2009-12	Computer Equipment, Software and Information Systems	05/04/09	$ 350,000.00	$ 7,485.97						$ 7,485.97	
2009-25	Various Water-Sewer Improvements	06/29/09	675,000.00	485.47						485.47	
2009-34	Various Water-Sewer Improvements	11/30/09	2,800,000.00	112,654.72		$ 688.82			$ 688.82	112,654.72	
2010-06	Improvements to Well No.s 20,21 and 23	05/03/10	9,000,000.00	74,557.94		8,152.85			8,152.85	74,557.94	
2010-12	Various Water Sewer Improvements	08/02/10	2,240,000.00	1,004,024.62		1,018.00				1,005,042.62	
2011-18	Various Water Sewer Improvements	06/07/11	2,344,500.00	595,279.23	$ 76,500.00	19,097.11			168,973.11	445,403.23	$ 76,500.00
2011-35	Imp to Wells No. 17 and 19	12/28/11	4,900,000.00	15,643.00		34.92		$ 8,329.50	1,970.50	5,377.92	
2012-15	Ashmall Pumping Station Improvements	07/02/12	2,020,000.00	1,771.26						1,771.26	
2012-28	Various Water Sewer Improvements	08/27/12	1,470,000.00	10,039.92		114,871.84			114,871.84	10,039.92	
2013-17	Various Water Sewer Improvements	09/09/13	5,200,000.00	586,586.38		44,423.67			44,423.67	586,586.38	
2014-11	Various Water Sewer Improvements	07/07/14	3,455,000.00	2,010,436.98		65,607.92		49,768.00	10,009.92	2,016,266.98	
2014-23	Acq. Of Water Allocation Rights	11/05/14	5,500,000.00	79,750.00		133,152.28			133,152.28	79,750.00	
2015-11	Various Water Sewer Improvements	07/06/15	5,275,000.00	495,577.02	2,275,000.00	179,744.33		311,008.88	181,748.58	182,563.89	2,275,000.00
2015-24	Acq. Of Water Allocation Rights/Well 25 Improvements	12/28/15	5,800,000.00		277,422.55	83,830.12		89,264.10	42.02		271,946.55
2016-21	Various Water Sewer Improvements	07/06/16	4,035,000.00		2,692,403.13	63,222.19		166,427.35	26,430.99		2,562,766.98
2017-15	Various Water Sewer Improvements	07/05/17	6,105,000.00		2,697,377.90	928,141.19		379,232.13	670,916.95		2,575,370.01
2019-21	Various Water Sewer Improvements	06/24/19	1,130,000.00	605,953.37		339.46		2,125.00	24,436.38	579,731.45	
2020-16	Various Water Sewer Improvements	09/20/20	7,625,000.00		4,556,664.17	701,522.79		568,415.25	279,111.96		4,410,659.75
2021-05	Well 25 Improvements	04/07/21	2,825,000.00		26,416.40			4,427.00			21,989.40
2021-17	Upgrades to PS 14 and Force Main	08/03/21	3,975,000.00		435,488.13	1,508,279.89		892,402.45	615,877.44		435,488.13
2022-15	Water-Meters and Vehicles	08/02/22	830,000.00		581,413.39	247,986.61		239,525.87	203,790.39	56,083.74	330,000.00
2023-21	Acquis. of Equipment	08/07/23	600,000.00				$ 600,000.00	600.00	160,000.00		439,400.00
				$ 5,600,245.88	$ 13,618,685.67	$ 4,100,113.99	$ 600,000.00	$ 2,711,525.53	$ 2,644,597.70	$ 5,163,801.49	$ 13,399,120.82
			Ref.	D	D	D	D-12	D-5	D	D	D

Exhibit D-14

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF CAPITAL OUTLAY RESERVE
WATER-SEWER UTILITY CAPITAL FUND

	Balance December 31, 2022	Balance December 31, 2023
Route 613 Water Main	$ 115,579.44	$ 115,579.44
Collection System and Pump Station Replacement	91,434.05	91,434.05
	$ 207,013.49	$ 207,013.49
Ref.	D	D

Exhibit D-15

SCHEDULE OF RESERVE FOR BOND RESOLUTION
WATER-SEWER UTILITY CAPITAL FUND

	Balance December 31, 2022	Balance December 31, 2023
Bond Reserve Account	$ 17,971.74	$ 17,971.74
Renewal and Replacement Account	1,000,000.00	1,000,000.00
	$ 1,017,971.74	$ 1,017,971.74
Ref.	D	D

Exhibit D-16

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF WATER-SEWER UTILITY BOND ANTICIPATION NOTES
WATER-SEWER UTILITY CAPITAL FUND

Ord. No.	Description	Date of Ordinance	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance Dec. 31, 2022	Increase	Decrease	Balance Dec. 31, 2023
2015-24	Various Water-Sewer Improvements	12/28/15	06/06/22	06/05/23	06/04/24	5.00%	$ 2,850,000.00	$ 2,900,000.00	$ 2,850,000.00	$ 2,900,000.00
2016-21	Various Water-Sewer Improvements	07/06/16	06/06/22	06/05/23	06/04/24	5.00%	400,000.00	400,000.00	400,000.00	400,000.00
2017-15	Various Water-Sewer Improvements	07/01/17	06/06/22	06/05/23	06/04/24	5.00%	400,000.00	450,000.00	400,000.00	450,000.00
2020-16	Various Water-Sewer Improvements	09/02/20	06/07/21	06/05/23	06/04/24	5.00%	3,200,000.00	3,200,000.00	3,200,000.00	3,200,000.00
2021-05	Various Water-Sewer Improvements	04/07/21	06/06/22	06/05/23	06/04/24	5.00%	2,825,000.00	2,825,000.00	2,825,000.00	2,825,000.00
2021-17	Various Water-Sewer Improvements	08/02/22	06/06/22	06/05/23	06/04/24	5.00%	3,525,000.00	3,625,000.00	3,525,000.00	3,625,000.00
2022-15	Various Water-Sewer Improvements	08/02/22	06/05/23	06/05/23	06/04/24	5.00%		500,000.00		500,000.00
							$ 13,200,000.00	$ 13,900,000.00	$ 13,200,000.00	$ 13,900,000.00
						Ref.	D			D

	Ref.	Increase	Decrease
Issued for Cash	D-5, D-22	$ 700,000.00	
Renewals	D-5	13,200,000.00	$ 13,200,000.00
		$ 13,900,000.00	$ 13,200,000.00

Exhibit D-17

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF WATER-SEWER SERIAL BONDS
WATER-SEWER UTILITY CAPITAL FUND

DESCRIPTION	DATE OF ISSUE	AMOUNT OF ISSUE	MATURITIES OF BONDS DATE	MATURITIES OF BONDS AMOUNT	INTEREST RATE	BALANCE DEC. 31, 2022	DECREASED	BALANCE DEC. 31, 2023
2015 General Obligation Revenue Bonds	8/6/2015	$ 30,000,000.00	8/1/2024	$ 1,050,000.00	4.000%			
			8/1/2025	1,085,000.00	2.500%			
			8/1/2026	1,120,000.00	3.000%			
			8/1/2027	1,500,000.00	3.000%			
			8/1/2028	1,500,000.00	3.000%			
			8/1/2029	1,500,000.00	3.000%			
			8/1/2030	1,500,000.00	3.000%			
			8/1/2031	1,500,000.00	3.000%			
			8/1/2032	1,500,000.00	3.125%			
			8/1/2033	1,500,000.00	3.125%			
			8/1/2034	1,500,000.00	3.250%			
			8/1/2035	1,500,000.00	3.250%			
			8/1/2036	1,500,000.00	3.250%			
			8/1/2037	1,500,000.00	3.375%			
			8/1/2038	1,500,000.00	3.375%			
			8/1/2039	1,500,000.00	3.500%	$ 23,770,000.00	$ 1,015,000.00	$ 22,755,000.00
2016 Refunding Revenue Bonds	2/10/2016	4,750,000.00	2/1/2024	505,000.00	4.000%			
			2/1/2025	530,000.00	4.000%			
			2/1/2026	550,000.00	4.000%	2,075,000.00	490,000.00	1,585,000.00
2019 General Obligation Revenue Bonds	5/29/2019	7,310,000.00	6/1/2024	375,000.00	5.000%			
			6/1/2025	390,000.00	5.000%			
			6/1/2026	395,000.00	5.000%			
			6/1/2027	410,000.00	4.000%			
			6/1/2028	410,000.00	4.000%			
			6/1/2029	410,000.00	4.000%			
			6/1/2030	410,000.00	3.000%			
			6/1/2031	410,000.00	3.000%			
			6/1/2032	410,000.00	3.000%			
			6/1/2033	410,000.00	3.000%			
			6/1/2034	410,000.00	3.000%			
			6/1/2035	410,000.00	3.000%			
			6/1/2036	410,000.00	3.000%			
			6/1/2037	410,000.00	3.000%			
			6/1/2038	410,000.00	3.000%	6,435,000.00	355,000.00	6,080,000.00
2021 General Obligation Revenue Bonds	6/7/2021	3,015,000.00	6/1/2024	120,000.00	2.000%			
			6/1/2025	125,000.00	2.000%			
			6/1/2026	130,000.00	2.000%			
			6/1/2027	240,000.00	2.000%			
			6/1/2028	240,000.00	2.000%			
			6/1/2029	240,000.00	2.000%			
			6/1/2030	240,000.00	2.000%			
			6/1/2031	240,000.00	2.000%			
			6/1/2033	240,000.00	2.000%			
			6/1/2034	240,000.00	2.000%			
			6/1/2035	240,000.00	2.000%			
			6/1/2036	240,000.00	2.000%	2,895,000.00	120,000.00	2,775,000.00
						$ 35,175,000.00	$ 1,980,000.00	$ 33,195,000.00
					Ref.	D	D-4	D

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF WATER-SEWER NJEIT LOANS
WATER-SEWER-UTI;ITY CAPITAL FUND

DESCRIPTION	DATE OF ISSUE	AMOUNT OF ISSUE	MATURITIES OF BONDS DATE	MATURITIES OF BONDS AMOUNT	INTEREST RATE	BALANCE DEC. 31, 2022	DECREASED	BALANCE DEC. 31, 2023
NJ Environmental Infrastructure Trust Loan	5/3/2012	$ 1,060,000.00	8/1/2024	$ 75,000.00	5.000%			
			8/1/2025	80,000.00	5.000%			
			8/1/2026	85,000.00	5.000%			
			8/1/2027	90,000.00	3.000%			
			8/1/2028	90,000.00	3.000%	$ 495,000.00	$ 75,000.00	$ 420,000.00
NJ Environmental Infrastructure Trust Loan	5/3/2012	1,183,520.00	2/1/2024-2/1/2026	24,656.66	0.000%			
			8/1/2024-8/1/2026	49,313.33	0.000%			
			2/1/2027	9,615.14	0.000%	305,495.10	73,969.99	231,525.11
						$ 800,495.10	$ 148,969.99	$ 651,525.11
					Ref.	D	D-20	D

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF INTERFUNDS
WATER-SEWER UTILITY FUND

	Balance Dec. 31, 2022	Receipts	Disbursements	Balance Dec. 31, 2023
Operating Fund:				
Due from Developers Escrow Fund	$ (114,847.52)			$ (114,847.52)
Due to/from Water-Sewer Utility Capital Fund	1,704,914.89		$ (2,924,231.23)	(1,219,316.34)
Due to Payroll Trust Fund	2,600.97	$ 104,286.59		106,887.56
Due to Trust Fund	131,961.83		(131,961.83)	-
Due to Unemployment Trust Fund	19,865.44			19,865.44
Due to Self Insurance Fund	176.67		(1.80)	174.87
Total - Operating Fund	$ 1,744,672.28	$ 104,286.59	$ (3,056,194.86)	$ (1,207,235.99)
Ref.	D	D-5	D-5	D
Capital Fund:				
Due from Developers Escrow Fund	$ (1,963.47)			$ (1,963.47)
Due from Current Fund	(9,298,044.05)		$ (897,426.74)	(10,195,470.79)
Due from/to Water-Sewer Utility Operating Fund	(1,704,914.89)	$ 2,924,231.23		1,219,316.34
Due to General Capital Fund	10,760.46			10,760.46
Total - Capital Fund	$ (10,994,161.95)	$ 2,924,231.23	$ (897,426.74)	$ (8,967,357.46)
Ref.	D	D-5	D-5	D

( ) Denotes receivable

Exhibit D-20

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF RESERVE FOR AMORTIZATION
WATER-SEWER UTILITY CAPITAL FUND

	Ref.		
Balance - December 31, 2022	D		$ 155,325,083.82
Increased by:			
Additions by Capital Outlay -			
2023 Budget	D-4	$ 72,670.00	
2022 Appropriation Reserves	D-10	235,268.53	
Paid by Budget Appropriations:			
Serial Bonds and Loans	D-17,18	2,128,969.99	
			2,436,908.52
Balance - December 31, 2023	D		$ 157,761,992.34

Exhibit D-21

SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION
WATER - SEWER UTILITY CAPITAL FUND

	Ref.	
Balance - December 31, 2023 and 2022	D	$ 1,181,000.00

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

SCHEDULE OF BONDS AND NOTES AUTHORIZED BUT NOT ISSUED
WATER-SEWER-UTILITY CAPITAL FUND

ORD. NO.	DATE OF ORD.	IMPROVEMENT DESCRIPTION	BALANCE DEC. 31, 2022	AUTHORIZED 2023	NOTES ISSUED	BALANCE DEC. 31, 2023
		General Improvements				
2011-18	06/07/11	Various Water Sewer Improvements	$ 76,500.00			$ 76,500.00
2015-11	07/06/15	Various Water Sewer Improvements	2,275,000.00			2,275,000.00
2015-24	12/28/15	Acq. Of Water Allocation Rights/Well 25 Imp	306,015.00		$ 50,000.00	256,015.00
2016-21	07/06/16	Various Water Sewer Improvements	2,635,000.00			2,635,000.00
2017-15	07/05/17	Various Water Sewer Improvements	2,705,000.00		50,000.00	2,655,000.00
2020-16	09/02/20	Various Water Sewer Improvements	4,425,000.00			4,425,000.00
2021-05	04/07/21	Various Water Sewer Improvements	-			
2021-17	08/03/21	Various Water Sewer Improvements	450,000.00		100,000.00	350,000.00
2022-15	08/02/22	Various Water Sewer Improvements	830,000.00		500,000.00	330,000.00
2023-21	08/07/23	Acquis. of Equipment	-	$ 600,000.00		600,000.00
			$ 13,702,515.00	$ 600,000.00	$ 700,000.00	$ 13,602,515.00
		Ref.	Footnote D	D-13	D-16	Footnote D

TOWNSHIP OF MONROE

MIDDLESEX COUNTY

PART III

SINGLE AUDIT SECTION

YEAR ENDED DECEMBER 31, 2023

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Independent Auditors' Report

Honorable Mayor and Members
of the Township Council
Township of Monroe
Middlesex County, New Jersey

We have audited, in accordance with the auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States and the audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey ("Division"), the regulatory basis financial statements of the Township of Monroe ("Township") as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Township's basic financial statements, and have issued our report thereon dated September 30, 2024 in which we expressed an adverse opinion on the conformity of the statements with accounting principles generally accepted in the United States of America due to the differences between those principles and the financial reporting provisions of the Division.

Report on Internal Control Over Financial Reporting

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

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

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

PKF O'CONNOR DAVIES, LLP
300 Tice Boulevard, Suite 315, Woodcliff Lake, NJ 07677 I Tel: 201.712.9800 I Fax: 201.712.0988 I www.pkfod.com

Report on Compliance and Other Matters

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

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 Township'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 Township's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

PKF O'Connor Davies, LLP

Woodcliff Lake, New Jersey
September 30, 2024

Gary W. Higgins

Gary W. Higgins, CPA
Registered Municipal Accountant, No. 405

Report on Compliance for Each Major Federal and
Report on Internal Control Over Compliance Required by the Uniform Guidance

Independent Auditors' Report

Honorable Mayor and Members
of the Township Council
Township of Monroe
Middlesex County, New Jersey

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

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

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

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America ("GAAS"); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States *("Government Auditing Standards")*; and 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"). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditors' Responsibilities for the Audit of Compliance section of our report. We are required to be independent of the Township 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 program. Our audit does not provide a legal determination of the Township's compliance with the compliance requirements referred to above.

PKF O'CONNOR DAVIES, LLP
300 Tice Boulevard, Suite 315, Woodcliff Lake, NJ 07677 I Tel: 201.712.9800 I Fax: 201.712.0988 I www.pkfod.com

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 Township's federal programs.

Auditors' 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 Township'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 GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error; as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Non-compliance 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 Township's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, 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 Township'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 Township'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, but not for the purpose of expressing an opinion on the effectiveness of the Township'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.

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 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 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 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 Auditors' 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. Accordingly, this report is not suitable for any other purpose.

PKF O'Connor Davies, LLP

Woodcliff Lake, New Jersey
September 30, 2024

Gary W. Higgins

Gary W. Higgins, CPA
Registered Municipal Accountant, No. 405

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

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

Federal Grantor/Pass-Through Grantor/Program Title	Federal A.L. Number	Grant Period From	Grant Period To	Revised Budget	Total Federal Expenditures	Provided to Subrecipients
U.S. Department of Housing and Urban Development:						
Pass-through County of Middlesex						
CDBG - Entitlement Grants Cluster						
Community Development Block Grant	14.218	7/1/2021	Completion	$ 332,760.00	$ 189,785.08	
Total U.S. Department of Housing and Urban Development					189,785.08	-
U.S. Department of the Treasury:						
Direct Program:						
Coronavirus State and Local Fiscal Recovery Funds - ARP	21.027	3/3/2021	12/31/2024	4,386,999.89	1,700,000.00	
Total U.S. Department of the Treasury					1,700,000.00	-
U.S. Department of Homeland Security:						
Pass-through NJ Department of Law and Public Safety						
COVID-19 FEMA - Disaster Grants - Public Assistance	97.036	1/20/2020	5/11/2023	3,442.50	3,442.50	
Emergency Management Assistance Grant	97.042	1/1/2022	Completion	20,000.00	831.60	
Total U.S. Department of Homeland Security					4,274.10	-
U.S. Department of Transportation:						
Pass-through NJ Division of Highway Traffic Safety						
Highway Safety Cluster						
State and Community Highway Safety -						
Click It or Ticket Grant	20.600	1/1/2023	Completion	8,680.00	8,680.00	
National Priority Safety Programs -						
Drive Sober or Get Pulled Over	20.616	1/1/2023	Completion	7,000.00	6,818.36	
Distracted Driving Crackdown	20.616	1/1/2022	Completion	19,180.00	1,960.00	
Total U.S. Department of Transportation					17,458.36	-
Total Federal Awards					$ 1,911,517.54	$ -

See accompanying Notes to Schedule of Expenditures of Federal Awards.

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

NOTES TO SCHEDULE OF EXPENDITURES
OF FEDERAL AWARDS
DECEMBER 31, 2023

NOTE 1: GENERAL

The accompanying schedule of expenditures of federal awards presents the activity of all federal award programs of the Township of Monroe, County of Middlesex (“Township”). The Township is defined in Note 1(A) to the financial statements. All federal awards received directly from federal agencies, as well as federal awards passed through other government agencies are included on the schedule of expenditures of federal awards.

NOTE 2: BASIS OF ACCOUNTING

The accompanying schedule of expenditures of federal awards is presented using the modified accrual basis of accounting as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (OCBOA), which differ in certain respects from generally accepted accounting principles (GAAP) applicable to local government units and as detailed in the Notes to the Financial Statements. The federal awards expended amounts included in the respective expenditure schedules do not reflect amounts encumbered, which encumbered amounts are considered as expended as reported in the NJ OCBOA financial statements.

NOTE 3: RELATIONSHIP TO FINANCIAL STATEMENTS

Unless specifically noted, the amounts reported in the accompanying schedules agree with amounts reported in Township’s financial statements.

NOTE 4: RELATIONSHIP TO FEDERAL FINANCIAL REPORTS

Unless specifically required, the amounts reported in the accompanying schedule agrees with the amounts reported in the related federal financial reports, where required.

NOTE 5: INDIRECT COST RATE

The Township has elected not to use the ten percent de minimis indirect cost rate as allowed by the Uniform Guidance.

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

Section 1 - Summary of Auditors' Results

Financial Statements

Type of report the auditor issued on the financial statements:	Unmodified (OCBOA) - Regulatory Basis			
Internal Control over financial reporting:				
1) Material weakness(es) identified?		Yes	X	No
2) Significant deficiency(ies) identified?		Yes	X	None reported
Noncompliance material to basic financial statements noted?		Yes	X	No

Federal Awards

Internal Control over major federal programs:				
1) Material weakness(es) identified?		Yes	X	No
2) Significant deficiency(ies) identified?		Yes	X	None reported
Type of auditor's report issued on compliance for major federal programs:	Unmodified			
Any audit findings disclosed that are required to be reported in accordance with 2 CFR 200.516(a)?		Yes	X	No

Identification of major federal programs:

A.L. Number	Name of Federal Program or Cluster
21.027	Coronavirus State and Local Fiscal Recovery Funds - ARP

Dollar threshold used to distinguish between Type A and B programs:			$750,000.00	
Auditee qualified as low-risk auditee?		Yes	X	No

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

State Financial Assistance **Not Applicable**

Dollar threshold used to distinguish between Type A and B programs: ______

Auditee qualified as low-risk auditee? ______ Yes ______ No

Type of auditor's report issued on compliance for
major state programs: ______

Internal Control over major programs:

1) Material weakness(es) identified? ______ Yes ______ No

2) Significant deficiency(ies) identified? ______ Yes ______ None reported

Any audit findings disclosed that are required to be reported
in accordance with NJOMB Circular 15-08 as applicable? ______ Yes ______ No

Identification of major state programs:

GMIS Number(s)	Name of State Program or Cluster

Section II - Financial Statement Findings

This section identifies significant deficiencies, material weaknesses, and instances of noncompliance related to the general-purpose financial statements that are required to be reported in accordance with Chapter 5.18(a) of *Government Auditing Standards.*

Significant Deficiency(ies)/Material Weaknesses

None noted.

Noncompliances

None noted.

Section III - Federal Awards Findings and Questioned Costs

This section identifies the significant deficiencies, material weaknesses, and instances of noncompliance, including questioned costs, related to the audit of major federal programs, as required by Title 2 U.S. Code of Federal Regualtions Part 200.

Federal Award Programs:

Significant Deficiency(ies)/Material Weaknesses:

None noted.

Noncompliance:

None noted.

TOWNSHIP OF MONROE

MIDDLESEX COUNTY

PART IV

SUPPLEMENTARY DATA

YEAR ENDED DECEMBER 31, 2023

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

Revenue and Other Income Realized	Year 2023 Amount	Year 2023 %	Year 2022 Amount	Year 2022 %
Fund Balance Utilized	$ 10,995,000.00	4.20	$ 9,900,000.00	3.93
Miscellaneous - From Other Than Local Property Tax Levies	16,724,937.57	6.39	17,014,057.06	6.76
Collection of Delinquent Taxes and Tax Title Liens	1,433,921.39	0.55	2,265,419.28	0.90
Collection of Current Tax Levy	232,695,118.61	88.86	222,517,735.28	88.41
Total Income	261,848,977.57	100.00	251,697,211.62	100.00
Expenditures				
Budget Expenditures:				
Municipal Purposes	65,837,572.22	26.24	62,743,919.72	25.99
County Taxes	45,121,263.79	17.98	41,701,960.90	17.28
Local School Taxes	123,870,121.00	49.37	121,326,663.00	50.27
Municipal Open Space Taxes	1,255,760.00	0.50	1,250,164.98	0.52
Special District Taxes	14,802,776.00	5.90	14,198,830.00	5.88
Other Expenditures	26,452.67	0.01	149,245.68	0.06
Total Expenditures	250,913,945.68	100.00	241,370,784.28	100.00
Statutory Excess to Fund Balance	10,935,031.89		10,326,427.34	
Fund Balance January 1	15,345,502.77		14,919,075.43	
	26,280,534.66		25,245,502.77	
Less:				
Utilization as Anticipated Revenue	10,995,000.00		9,900,000.00	
Fund Balance December 31	$ 15,285,534.66		$ 15,345,502.77	

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

Revenue and Other Income Realized	Year 2023 Amount	Year 2023 %	Year 2022 Amount	Year 2022 %
Fund Balance Utilized	$ 1,500,000.00	7.08	$ 1,500,000.00	6.89
Utility Service Charge	18,035,501.99	85.12	18,207,622.42	83.60
Miscellaneous Revenues	920,739.04	4.35	903,321.70	4.15
Other Credits to Income	731,253.59	3.45	1,168,425.02	5.36
Total Income	21,187,494.62	100.00	21,779,369.14	100.00
Expenditures				
Budget Expenditures:				
Operating	15,443,945.00	75.93	14,627,821.00	75.78
Capital Improvements	300,000.00	1.47	300,000.00	1.55
Debt Service	3,605,578.05	17.72	3,510,872.51	18.19
Deferred Charges and Statutory Expenditures	971,824.00	4.78	865,000.00	4.48
Refund of Prior Year Revenues	20,500.00	0.10		
Total Expenditures	20,341,847.05	100.00	19,303,693.51	100.00
Excess in Revenue	845,647.57		2,475,675.63	
Fund Balance January 1	5,119,483.23		6,043,807.60	
	5,965,130.80		8,519,483.23	
Less:				
Utilization as Anticipated Revenue	1,500,000.00		1,500,000.00	
Appropriated in Current Fund Budget	1,900,000.00		1,900,000.00	
Fund Balance December 31	$ 2,565,130.80		$ 5,119,483.23	

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION*

	2023	2022	2021
Tax Rate	$2.559	$2.517	$2.505
Apportionment of Tax Rate:			
Municipal	0.489	0.489	0.489
Municipal Open Space	0.015	0.015	0.015
Municipal Library Tax	0.047	0.043	0.039
County	0.485	0.461	0.451
Local School	1.480	1.470	1.473
Open Space Tax - County	0.043	0.039	0.038
Special District			
Fire District No.1	0.135	0.135	0.130
Fire District No.2	0.154	0.150	0.146
Fire District No.3	0.233	0.224	0.218

Assessed Valuation:

2023	$ 8,371,735,885		
2022		$ 8,255,720,313	
2021			$ 8,111,966,138

*Per Abstract of Ratables, Middlesex County, NJ

Note: Under the provisions of Chapter 129, P.L. 1976, the County Board of Taxation estimated the amount of approved Veterans and Senior Citizens Tax Deductions for 2023 to be $483,500.

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.

Year	Tax Levy	Cash Collections	Percentage of Collection
2023	$ 233,970,007.20	$ 232,695,118.61	99.45%
2022	224,137,675.78	222,517,735.28	99.27%
2021	224,776,995.67	222,533,535.50	99.00%

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.

Year	Amount of Tax Title Liens	Amount of Delinquent Taxes	Total Delinquent	Percentage of Tax Levy
2023	$ 482,028.17	$ 1,297,722.53	$ 1,779,750.70	0.76%
2022	455,707.68	1,519,641.91	1,975,349.59	0.88%
2021	407,974.75	1,860,629.40	2,268,604.15	1.01%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

Year	Amount
2023	$ 1,569,800.00
2022	1,569,800.00
2021	1,569,800.00

COMPARISON OF WATER AND SEWER UTILITY LEVIES AND COLLECTIONS

Year	Levy	Cash Collections*
2023	$ 18,274,966.20	$ 18,035,501.99
2022	18,409,597.02	18,207,622.42
2021	18,489,837.05	18,513,812.22

*Cash collections include amounts which were levied in prior years

COMPARATIVE SCHEDULE OF FUND BALANCES

	Year Ended		Balance		Utilized in Budget of Succeeding Year
Current Fund	2023	$	15,285,534.66	$	10,995,000.00
	2022		15,345,502.77		10,995,000.00
	2021		14,919,075.43		9,900,000.00
Water-Sewer	2023	$	2,565,130.80	$	426,419.00
Operating Utility Fund	2022		5,119,483.23		1,500,000.00
	2021		6,043,807.60		1,500,000.00

OFFICIALS IN OFFICE AND SURETY BOND COVERAGES

The following officials were in office as at December 31, 2023:

NAME	TITLE	AMOUNT OF BOND	
Stephen Dalina	Mayor		
Miriam Cohen	Council President		
Terence Van Dzura	Council Vice President		
Rupa P. Siegel	Councilperson		
Michael Markel	Councilperson		
Charles Dipierro	Councilperson		
Alan M. Weinberg	Business Administrator		
George J. Lang	Chief Financial Officer	$ 1,000,000.00	(A)
Samantha Rampacek	Tax Collector	1,000,000.00	(A)
Patricia Reid	Clerk		
Donna Linke	Court Adminstrator	1,000,000.00	(A)
Joseph Lombardi	Acting Judge	1,000,000.00	(A)
Louis Rainone, Esq.	Township Attorney		
Lou Buonocore	Construction Code Official		
Tricia Mercado	Assessor		
Michael Biennas	Chief of Police		

(A) Garden State Municipal Joint Insurance Fund

TOWNSHIP OF MONROE

MIDDLESEX COUNTY

PART V

GENERAL COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2023

TOWNSHIP OF MONROE
COUNTY OF MIDDLESEX, NEW JERSEY

GENERAL COMMENTS
FOR THE YEAR ENDED DECEMBER 31, 2023

GENERAL COMMENTS

Our comments with respect to our examination and any error, omission, irregularity, violation of law, discrepancy or other nonconformity to the law or regulation found during the examination are herewith set forth.

Prior Year Finding Unresolved

Finding 2023-1:

As a result of formal Current Fund bank reconciliations not being performed and made available on a regularly scheduled basis, the financial schedules and related information were not made available on a timely basis resulting in the delayed filing of the Township's annual audit report with the Division of Local Government Services and the related Schedule of Federal Awards.

Recommendation:

That Current Fund bank reconciliations be performed on a regularly scheduled basis to allow the Township to complete the necessary financial reporting process and procedures, including the timely preparation of financial statements and the related Schedules of Federal Awards and State Financial Assistance, where applicable, in accordance with Federal and State reporting guidelines.

Current Year Findings

Finding 2023-2:

During the audit of the bank reconciliation process, we noted certain inter-account transfers existed on the bank reconciliations as of December 31. Additionally, offsetting interfunds existed on certain balance sheets.

Recommendation:

That inter-account transfers on the Township's bank reconciliations and interfunds be satisfied as of December 31.

Finding 2023-3:

The audit indicated certain inactive liabilities and appropriated grant reserve balances as of December 31, 2023.

Recommendation:

That the Township review all inactive liabilities and appropriated grant reserve balances and be cleared of record, where appropriate.

GENERAL COMMENTS

Current Year Findings (Continued)

Finding 2023-4:

Chapter 159 Resolutions approved by the Governing Body were not timely filed with Division of Local Government Services, State of New Jersey for approvals required.

Recommendation:

The Township timely file Chapter 159 Resolutions with the Division of Local Government Services, State of New Jersey for the required approvals.

Contracts and Agreements Required to be Advertised for N.J.S.A. 40A:11-4

N.J.S.A. 40A:11-4 states "every contract awarded by the contracting agent for the provision or performance of any goods or services, the cost of which in the aggregate exceeds the bid threshold, shall be awarded only by resolution of the governing body of the contracting unit to the lowest responsible bidder after public advertising for bids and bidder therefore, except as is provided otherwise in this act or specifically by any other law. The governing body of a contracting unit may, by resolution approved by a majority of the governing body and subject to subsections b. and c. of this section, disqualify a bidder who would otherwise be determined to be the lowest responsible bidder, if the governing body finds that it has had prior negative experience with the bidder.

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

On June 24, 2020, the Local Public Contracts Law was amended, effective for periods beginning on July 1, 2020. The amendment addresses the bid threshold (N.J.S.A. 40A:11-3(c)), thereby increasing the amount from $40,000.00 to $44,000.00 under which a contract may be awarded without public advertising for those municipalities that have appointed a Qualified Purchasing Agent.

The maximum bid threshold remains at $17,500.00 for those municipalities that do not have a Qualified Purchasing Agent. As of December 31, 2023, the Township has a Qualified Purchasing Agent.

The Purchasing Agent and the Governing Body of the Municipality has the responsibility of determining whether the expenditures in any category will exceed $44,000 within the fiscal year. Where question arises as to whether any contract or agreement might result in violation of the statute, the Town Counsel’s opinion should be sought before a commitment is made.

In as much 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.

GENERAL COMMENTS

Contracts and Agreements Required to be Advertised for N.J.S.A. 40A:11-4 (Continued)

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.

Any interpretation as to possible violation of N.J.S.A. 40A:11-4 would be in the province of the Township solicitor.

Collection of Interest on Delinquent Taxes

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

The governing body, on December 5, 2022 adopted a resolution authorizing interest to be charged on delinquent taxes for Calendar year 2023.

NOW, THEREFOR,BE IT RESOLVED, by the Mayor and Council of the Township of Monroe, County of Middlesex, state of New Jersey as follows:

(1) The Tax Collector is hereby authorized and directed to charge 8% per annum on the first $1,500.00 of the delinquency and 18% on any amount in excess of $1,500.00 be collected from the date the tax was payable until the date that actual payment to the Tax Collector is made, and if the delinquency is in excess of $10,000.00 and remains in arrears beyond December 31st, an additional penalty of 6% shall be charged.
(2) A delinquency shall mean the sum of all taxes, assessments, municipal liens and charges due on a given parcel of property covering any number of quarters or years.
(3) Effective January 1, 2023, there will be a ten (10) day grace period for quarterly tax payments made by cash, check or money order.
(4) Any payments not made in accordance with this paragraph three of this resolution shall be charged interest form the due date as set forth in paragraph on of this resolution.

SO RESOLVED, as aforesaid.

Suggestions to Management

Continued efforts be made to review and liquidate prior year inactive accounts receivable balances, where appropriate.

RECOMMENDATIONS

It is recommended that:

1. * Current Fund bank reconciliations be performed on a regularly scheduled basis to allow the Township to complete the necessary financial reporting process and procedures, including the timely preparation of financial statements and the related Schedules of Federal Awards and State Financial Assistance, where applicable, in accordance with Federal and State reporting guidelines.

2. Inter-account transfers on the Township's bank reconciliations and interfunds be satisfied as of December 31.

3. The Township review all inactive liabilities and appropriated grant reserve balances and be cleared of record, where appropriate.

4. The Township timely file Chapter 159 Resolutions with the Division of Local Government Services, State of New Jersey for the required approvals.

* * * * * * * * * *

Status of Prior Years' Audit Findings/Recommendations

A review of was performed on all prior years' recommendations and corrective action was taken on all recommendations, except those noted with an asterisk above.

Acknowledgement

We received the complete cooperation of the various officials of the Township of Monroe, and we greatly appreciate the courtesies extended to us.

Should any questions arise as to our comments or recommendations, or should you desire assistance in implementing our recommendations, please do not hesitate to contact us.

PKF O'Connor Davies, LLP
Certified Public Accountants

Gary W. Higgins, CPA, RMA
Registered Municipal Accountant No. 405