

BOROUGH OF EDGEWATER

**Financial Statements With
Supplementary Information**

December 31, 2023

(With Independent Auditors' Reports Thereon)

BOROUGH OF EDGEWATER

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INDEPENDENT AUDITOR'S REPORT

Honorable Mayor and
Members of the Borough Council
Borough of Edgewater
Edgewater, NJ 07020

Report on the Financial Statements

Adverse Opinion on U.S. Generally Accepted Accounting Principles

We have audited the accompanying balance sheets – regulatory basis of the various funds and account group of the Borough of Edgewater, as of December 31, 2023 and 2022, the related statements of operations and changes in fund balance – regulatory basis for the years then ended, and the related statements of revenues – regulatory basis and the statements of expenditures – regulatory basis of the various funds for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Borough's basic financial statements as listed in the table of contents.

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the accompanying financial statements referred to above do not present fairly the financial position of each fund of the Borough of Edgewater as of December 31, 2023 and 2022, or changes in financial position for the years then ended in accordance with accounting principles generally accepted in the United States of America.

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

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS), the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") and Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Borough of Edgewater, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse audit opinion.



Honorable Mayor and
Members of the Borough Council
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As described in Note 1 of the financial statements, the financial statements are prepared by the Borough of Edgewater on the basis of the financial reporting provisions prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, which is a basis of accounting other than accounting principles generally accepted in the United States of America, to meet the requirements of New Jersey.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Basis for Qualified Opinion on Regulatory Basis Accounting Principles

As described in Note 14 of the financial statement, the Borough participates in a Length of Service Award Program for its volunteer fire and rescue personnel. The amount reflected in the trust fund statements of \$1,500,516 and \$1,389,990 for 2023 and 2022, respectively, were not audited and, therefore, we express no opinion on the LOSAP program.

Qualified Opinion on Regulatory Basis of Accounting

In our opinion, except for the effects of the matter described in the “*Basis for Qualified Opinion on Regulatory Basis Accounting Principles*” paragraph, the financial statements referred to above, present fairly, in all material respects, the regulatory basis balances sheets and account groups as of December 31, 2023 and 2022, the regulatory basis statements of operations and changes in fund balance for the years then ended and the regulatory basis statements of revenues and expenditures and changes in fund balance for the year ended December 31, 2023 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey as described in Note 1.

Responsibilities of Management for the Financial Statements

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

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



Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS 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 judgement made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and Government Auditing Standards, we:

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

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

Other Matters

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough of Edgewater's basic financial statements. The supplementary information listed in the table of contents and schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) and the schedule of expenditures of state financial assistance as required by NJ OMB 15-08 and the letter of comments and recommendations section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The supplementary information listed in the table of contents and the schedule of expenditures of federal awards, as required by Title 2 U.S. Code of Federal Regulation Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplementary information listed in the table of contents and schedule of federal awards, as required by Title 2 U.S. Code of Federal Regulation Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance) is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

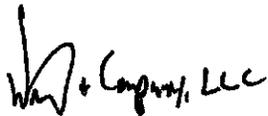
The letter of comments and recommendations section has not been subject to the auditing procedures applied in the audit of the basic financial statements and accordingly, we do not express an opinion or any form of assurance thereon.

Honorable Mayor and
Members of the Borough Council
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Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 17, 2024 on our consideration of the Borough of Edgewater'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 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 internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Edgewater's internal control over financial reporting and compliance.


Steven D. Wielkocz, C.P.A.
Registered Municipal Accountant
No. CR00413


WIELKOTZ & COMPANY, LLC
Certified Public Accountants
Pompton Lakes, New Jersey

April 17, 2024



BOROUGH OF EDGEWATER

Comparative Balance Sheet - Regulatory Basis

Current Fund

December 31, 2023 and 2022

<u>Assets</u>	<u>Ref.</u>	<u>Dec. 31,</u> <u>2023</u>	<u>Dec. 31,</u> <u>2022</u>
Current Fund:			
Cash	A-4	\$ 15,430,234	14,304,281
Petty Cash		250	250
Change Funds		200	200
Due from State of New Jersey:			
Senior Citizens' and Veterans' Deductions	A-8	36,168	36,113
		<u>15,466,852</u>	<u>14,340,844</u>
Receivables and Other Assets with Full Reserves:			
Delinquent Property Taxes Receivable	A-5	1,165,417	726,459
Property Acquired for Taxes - Assessed Valuation	A-17	3,844,775	3,844,775
Tax Title Liens	A-6	32,697	73,074
Revenue Accounts Receivable	A-7	274,836	241,072
Interfunds Receivable	A-19	77,782	54,146
		<u>5,395,507</u>	<u>4,939,526</u>
Deferred Charges:			
Special Emergency Authorizations	A-22	786,745	1,065,660
		<u>786,745</u>	<u>1,065,660</u>
		<u>21,649,104</u>	<u>20,346,030</u>
State and Federal Grant Fund:			
Grants Receivable	A-23	83,643	116,251
Due from Current Fund	A-24	1,147,796	1,960,651
		<u>1,231,439</u>	<u>2,076,902</u>
		<u>\$ 22,880,543</u>	<u>22,422,932</u>

BOROUGH OF EDGEWATER

Comparative Balance Sheet - Regulatory Basis

Current Fund

December 31, 2023 and 2022

	<u>Ref.</u>	<u>Dec. 31,</u> <u>2023</u>	<u>Dec. 31,</u> <u>2022</u>
<u>Liabilities, Reserves and Fund Balance</u>			
Current Fund:			
Appropriation Reserves	A-3,A-12	\$ 1,347,717	2,102,688
Local School District Tax Payable	A-9	7	7
Encumbrances Payable	A-13	297,969	472,487
County Added and Omitted Taxes Payable	A-11	12,563	3,086
Tax Overpayments	A-14	3,266	7,306
Prepaid Taxes	A-15	601,149	658,235
Marriage License Fees Payable	A-16	400	
Reserve for Tax Title Lien Premium	A-18	568,882	566,000
Interfunds Payable	A-19	1,775,512	1,961,858
Various Miscellaneous Reserves	A-20	905,747	742,623
Accounts Payable	A-21		21,937
		<hr/>	<hr/>
		5,513,212	6,536,227
Reserve for Receivables and Other Assets	A	5,395,507	4,939,526
Fund Balance	A-1	10,740,385	8,870,277
		<hr/>	<hr/>
		21,649,104	20,346,030
State and Federal Grant Fund:			
Appropriated Reserves	A-25	1,152,322	1,155,266
Encumbrances Payable	A-26		152,992
Unappropriated Reserves	A-27	79,117	768,644
		<hr/>	<hr/>
		1,231,439	2,076,902
		<hr/>	<hr/>
		\$ 22,880,543	22,422,932
		<hr/>	<hr/>

See accompanying notes to financial statements.

BOROUGH OF EDGEWATER

Comparative Statement of Operations and Changes in Fund Balance-Regulatory Basis

Current Fund

Year ended December 31, 2023

	Dec. 31, <u>2023</u>	Dec. 31, <u>2022</u>
Revenue and Other Income Realized:		
Fund Balance Utilized	\$ 4,270,000	3,350,000
Miscellaneous Revenue Anticipated	4,923,996	5,324,618
Receipts from Delinquent Taxes	1,082,881	1,622,793
Receipts from Current Taxes	65,877,713	64,663,600
Nonbudget Revenues	1,990,508	784,233
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	1,777,324	2,162,436
Interfunds Returned	20,000	43,365
Prior Year Adjustment		44,722
Tax Title Lien Premiums		4,000
Accounts Payable Canceled	21,937	
Liabilities Canceled	6,113	
	<hr/>	<hr/>
Total Revenue	79,970,472	77,999,767
Expenditures:		
Budget and Emergency Appropriations:		
Operations:		
Salaries and Wages	11,718,465	11,237,605
Other Expenses	13,756,315	14,183,352
Deferred Charges and Statutory Expenditures	2,851,659	2,785,036
Municipal Debt Service	4,956,433	4,775,980
County Taxes	9,899,708	9,499,497
Due County for Added Taxes	12,563	3,086
Local District School Taxes	30,598,451	30,334,445
Accounts Payable	36,770	
Interfund Advanced		22,007
Refund Prior Year Revenue		16,057
	<hr/>	<hr/>
Total Expenditures	73,830,364	72,857,065
Excess in Revenue	<hr/>	<hr/>
	6,140,108	5,142,702
Fund Balance - January 1,	<hr/>	<hr/>
	8,870,277	7,077,575
	15,010,385	12,220,277
Decreased by Utilization as Anticipated Revenue	<hr/>	<hr/>
	4,270,000	3,350,000
Fund Balance - December 31,	<hr/>	<hr/>
	\$ 10,740,385	8,870,277

See accompanying notes to financial statements.

BOROUGH OF EDGEWATER

Statement of Revenues - Regulatory Basis

Current Fund

Year ended December 31, 2023

	<u>Budget</u>	<u>Realized</u>	<u>Excess (deficit)</u>
Surplus Anticipated	\$ 4,270,000	4,270,000	
Miscellaneous Revenues:			
Licenses:			
Other	40,000	50,253	10,253
Fees and Permits:			
Other	250,000	432,098	182,098
Construction Code Official	500,000	564,326	64,326
Fines and Costs Municipal Court	90,000	86,324	(3,676)
Interest and Costs on Taxes	200,000	221,237	21,237
Interest on Investments and Deposits	25,000	378,963	353,963
Consolidated Municipal Property Tax Relief Aid	17,446		(17,446)
Energy Receipts Tax	733,285	755,920	22,635
Recycling Tonnage Grant	37,132	37,132	
Clean Communities	27,756	27,756	
Alcohol Education and Rehabilitation	2,843	2,843	
Municipal Alliance	4,942	4,942	
Distracted Driving Incentive	6,189	6,189	
Body Armor Replacement Fund	4,168	4,168	
Stormwater Assistance Grant	15,000	15,000	
Reserve for Municipal Relief Fund	39,161	39,161	
Uniform Fire Safety Act	29,000	35,773	6,773
Commercial Sewer Fees	305,000	230,884	(74,116)
American Rescue Plan	699,395	699,395	
General Capital Fund Balance	21,300	21,300	
Reserve for Payment of Debt	250,000	250,000	
Hotel Tax	500,000	593,207	93,207
PILOT Payments - Waterview Towers	365,000	467,125	102,125
Total Miscellaneous Revenues	<u>4,162,617</u>	<u>4,923,996</u>	<u>761,379</u>
Receipts from Delinquent Taxes	<u>725,000</u>	<u>1,082,881</u>	<u>357,881</u>
Subtotal General Revenues	9,157,617	10,276,877	1,119,260
Amount to be Raised by Taxes for Support of Municipal			
Budget - Local Tax for Municipal Purposes			
Including Reserve for Uncollected Taxes	25,110,790		
Minimum Library Tax	<u>1,343,815</u>	<u>27,518,491</u>	<u>1,063,886</u>
Budget Totals	35,612,222	37,795,368	2,183,146
Non-Budget Revenue		<u>1,990,508</u>	<u>1,990,508</u>
	<u>\$ 35,612,222</u>	<u>39,785,876</u>	<u>4,173,654</u>
Adopted Budget	35,532,335		
Appropriated by N.J.S.A. 40A:4-87	<u>79,887</u>		
	<u>\$ 35,612,222</u>		

BOROUGH OF EDGEWATER
Statement of Revenues - Regulatory Basis
Current Fund
Year ended December 31, 2023

Analysis of Realized Revenue

Allocation of Current Tax Collections;	
Revenue from Collections	\$ <u>65,877,713</u>
Allocated to:	
Local District School Tax	30,598,451
County Taxes	<u>9,912,271</u>
	<u>40,510,722</u>
Balance for Support of Municipal Budget Appropriations	25,366,991
Reserve for Uncollected Taxes	<u>2,151,500</u>
	<u>\$ 27,518,491</u>
Receipts from:	
Delinquent Tax Collections	\$ <u>1,082,881</u>

Analysis of Miscellaneous Revenue Not Anticipated

Police Fees	\$ 10,836
Miscellaneous	112,370
Parking Permits	5,397
Polling Place	160
Verizon Fios	89,417
Time Warner	90,113
Port Imperial	52,057
Parking Meters	6,454
Unclaimed Funds	40,558
Sewer Connection Fees	166
Ambulance Fees	152,863
PCB Settlement	17,414
FEMA	1,105,247
B Med	201,727
Electric Car Meters	8,852
Sale of Assets	39,355
Advertising	30,723
Prior Year Void Checks	<u>26,799</u>
	<u>\$ 1,990,508</u>

See accompanying notes to financial statements.

BOROUGH OF EDGEWATER

Statement of Expenditures - Regulatory Basis

Current Fund

Year ended December 31, 2023

<u>Description</u>	<u>Budget</u>	<u>Budget after Modifications</u>	<u>Expended</u>		<u>Cancelled</u>
			<u>Paid or Charged</u>	<u>Reserved</u>	
Operations-within "CAPS"					
Administrative and Executive:					
Salaries and Wages	\$ 605,000	516,000	515,511	489	
Other Expenses	335,850	335,850	335,527	323	
Mayor and Council:					
Salaries and Wages	175,000	137,000	136,169	831	
Elections:					
Salaries and Wages	5,000	5,000	3,095	1,905	
Other Expenses	9,200	9,253	9,253		
Financial Administration:					
Annual Audit	35,000	35,000	5,722	29,278	
Other Expenses	85,000	85,000	84,000	1,000	
Collection of Taxes:					
Salaries and Wages	148,000	119,000	118,810	190	
Other Expenses	50,200	50,458	50,458		
Assessment of Taxes:					
Salaries and Wages	108,000	97,000	96,995	5	
Other Expenses:					
Consultant and Legal Fees-Tax Appeals	60,000	71,950	71,950		
Miscellaneous Other Expenses	91,800	91,800	77,658	14,142	
Legal Services and Costs:					
Other Expenses	695,000	740,000	737,137	2,863	
Engineering Service and Cost:					
Miscellaneous Other Expenses	200,000	200,000	105,098	94,902	
Insurance:					
Hospitalization	3,379,376	3,379,376	3,295,903	50,097	33,376
Other Insurance	905,523	907,156	907,156		

BOROUGH OF EDGEWATER

Statement of Expenditures - Regulatory Basis

Current Fund

Year ended December 31, 2023

<u>Description</u>	<u>Budget</u>	<u>Budget after Modifications</u>	<u>Expended</u>		
			<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
Public Building and Grounds:					
Other Expenses	297,400	297,400	246,422	50,978	
Municipal Land Use Law (NJSA 40:55D-1):					
Planning Board:					
Salaries and Wages	10,160	10,160	7,772	2,388	
Other Expenses	18,000	18,000	11,772	6,228	
Zoning Board:					
Salaries and Wages	25,575	25,575	18,544	7,031	
Other Expenses	34,400	34,400	33,345	1,055	
Rent Leveling Board:					
Salaries and Wages	8,109	8,109	7,922	187	
Other Expenses	9,700	9,700	3,790	5,910	
Housing Inspector:					
Salaries and wages	10,600				
Other Expenses	3,500				
PUBLIC SAFETY:					
Fire:					
Salaries and Wages	392,100	392,100	369,782	22,318	
Other Expenses	278,500	278,500	239,515	38,985	
Fire Hydrant Services	192,000	192,000	156,000	36,000	
Volunteer First Aid:					
Salaries and Wages	469,000	490,170	490,169	1	
Other Expenses	138,400	96,400	82,518	13,882	
Fire Prevention:					
Other Expenses	40,500	40,500	36,306	4,194	

BOROUGH OF EDGEWATER

Statement of Expenditures - Regulatory Basis

Current Fund

Year ended December 31, 2023

<u>Description</u>	<u>Budget</u>	<u>Budget after Modifications</u>	<u>Expended</u>		
			<u>Paid or Charged</u>	<u>Reserved</u>	
			<u>Cancelled</u>		
Police:					
Salaries and Wages	5,293,605	5,652,166	5,651,116	1,050	
American Rescue Plan - Salaries and Wages	699,395	699,395	699,395		
Other Expenses:					
Miscellaneous Other Expenses	364,700	364,700	360,411	4,289	
Automobiles	116,200	116,200	115,501	699	
Body-Worn Cameras	50,000	50,000		50,000	
Emergency Management Services:					
Salaries and Wages	6,500	6,500	5,536	964	
Other Expenses	30,000	30,000	133	29,867	
Streets and Roads:					
Road Repairs and Maintenance:					
Salaries and Wages	2,196,600	2,330,648	2,329,821	827	
Other Expenses	251,500	251,500	225,269	26,231	
Snow Removal - Other Expenses	58,000	48,000	10,315	37,685	
Health and Welfare:					
Board of Health:					
Salaries and Wages	147,900	67,900	67,749	151	
Other Expenses	180,600	165,600	124,951	40,649	
Dog Regulation - Other Expenses	9,000	9,000	638	8,362	
P.O.S.H.A.	2,000	2,000		2,000	
Administration of Public Assistance:					
Emergency Assistance	5,150	5,150		5,150	
Recreation and Education:					
Parks and Playgrounds - Other Expenses	109,700	109,700	75,678	34,022	
Recreation:					
Salaries and Wages	541,000	532,000	531,625	375	
Other Expenses	228,900	165,785	160,282	5,503	

BOROUGH OF EDGEWATER

Statement of Expenditures - Regulatory Basis

Current Fund

Year ended December 31, 2023

<u>Description</u>	<u>Budget</u>	<u>Budget after Modifications</u>	<u>Expended</u>		
			<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
Celebration of Public Event, Anniversary or Holiday - Other Expenses	48,500	48,500	48,238	262	
Senior Citizens Committee: Other Expenses	42,500	42,500	38,274	4,226	
Sanitation: Garbage and Trash removal: Other Expenses	1,150,000	1,150,000	1,033,313	116,687	
Recycling Program: Salaries and Wages Municipal Court:	53,500	56,042	56,042		
Salaries and Wages Other Expenses	180,200	180,200	176,767	3,433	
Uniform Construction Code-Appropriations Offset by Dedicated Revenues (N.J.A.C. 5:23-4.17)	28,043	28,043	13,667	14,376	
State Uniform Construction Code Official: Salaries and Wages Other Expenses	433,500	393,500	393,418	82	
UNCLASSIFIED: Utilities: Gas & Electric	100,000	90,000	77,135	12,865	
Street Lighting Water Fuel	355,000	355,000	301,697	53,303	
Telephone Pilots - Bergen County 5% Salary and Wage Adjustment	305,000	305,000	220,877	84,123	
	110,000	110,000	104,679	5,321	
	136,000	136,000	123,974	12,026	
	375,700	375,700	331,616	44,084	
	55,000	55,000	23,190	31,810	
	125,000				
Total Operations within "CAPS"	22,604,586	22,604,586	21,555,606	1,015,604	33,376

BOROUGH OF EDGEWATER

Statement of Expenditures - Regulatory Basis

Current Fund

Year ended December 31, 2023

<u>Description</u>	<u>Budget</u>	<u>Budget after Modifications</u>	<u>Expended</u>		
			<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
Detail:					
Salaries & Wages	11,633,744	11,718,465	11,676,238	42,227	
Other Expenses (Including Contingent)	10,970,842	10,886,121	9,879,368	973,377	33,376
	22,604,586	22,604,586	21,555,606	1,015,604	33,376
Deferred Charges and Statutory Expenditures- Municipal within "CAPS"					
DEFERRED CHARGES:					
Prior Year Bills	2,000	2,000	2,000		
STATUTORY EXPENDITURES:					
Contribution to:					
Public Employees' Retirement System	642,527	642,527	588,289	54,238	
Social Security System (O.A.S.I.)	533,000	533,000	532,772	228	
Police and Firemen's Retirement System	1,390,717	1,390,717	1,390,717		
Unemployment Insurance	4,500	4,500		4,500	
	2,572,744	2,572,744	2,513,778	58,966	
Total Deferred Charged and Statutory Expenditures-Municipal within "CAPS"	25,177,330	25,177,330	24,069,384	1,074,570	33,376
Total General Appropriations for Municipal Purposes within "CAPS"					
Operations-Excluded from "CAPS"					
Maintenance of Free Public Library	1,343,815	1,343,815	1,101,768	242,047	
LOSAP	84,000	84,000	52,900	31,100	
Reserve for Tax Appeals	100,000	100,000	100,000		
Bergen County Utilities Authority-Share of Costs -Sewer Operating	1,147,640	1,147,640	1,147,640		

BOROUGH OF EDGEWATER

Statement of Expenditures - Regulatory Basis

Current Fund

Year ended December 31, 2023

Description	Budget	Budget after Modifications	Expended		
			Paid or Charged	Reserved	Cancelled
2023 CAP Exclusions:					
Health Benefits	111,624	111,624			111,624
PFRS	92,645	92,645	92,645		
PERS	37,440	37,440	37,440		
Total Operations-Excluded from "CAPS"	2,917,164	2,917,164	2,532,393	273,147	111,624
Public and Private Programs Offset with Revenues:					
Clean Community Program	27,756	27,756	27,756		
Distracted Driving Incentive	6,189	6,189	6,189		
Body Armor	4,168	4,168	4,168		
Recycling Tonnage	37,132	37,132	37,132		
Municipal Alliance					
Other Expenses	4,942	4,942	4,942		
Stormwater Assistance Grant	15,000	15,000	15,000		
Alcohol Education Rehabilitation Fund	2,843	2,843	2,843		
Total Public and Private Programs Offset with Revenue	98,030	98,030	98,030		
Total Operations-Excluded from "CAPS"	3,015,194	3,015,194	2,630,423	273,147	111,624
Detail:					
Other Expenses	3,015,194	3,015,194	2,630,423	273,147	111,624

BOROUGH OF EDGEWATER

Statement of Expenditures - Regulatory Basis

Current Fund

Year ended December 31, 2023

<u>Description</u>	<u>Budget</u>	<u>Budget after Modifications</u>	<u>Expended</u>		
			<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
Municipal Debt Service-Excluded from "CAPS"					
Payment of Bond Principal	3,245,000	3,245,000	3,245,000		
Payment of Bond anticipation Note Principal	1,100,000	1,100,000	1,077,312		22,688
Interest on Bonds	197,283	197,283	197,283		
Interest on Notes	160,000	160,000	160,000		
Green Trust Loan Program	92,000	92,000	90,611		1,389
New Jersey Infrastructure Trust Loan Principal	175,000	175,000	175,000		
Interest	20,000	20,000	11,227		8,773
Total Municipal Debt Service-Excluded from "CAPS"	4,989,283	4,989,283	4,956,433		32,850
Deferred Charges:					
Emergency Authorization	278,915	278,915	278,915		
Total Deferred Charges - Municipal - Excluded from "CAPS"	278,915	278,915	278,915		
Total General Appropriations for Municipal Purposes Excluded from "CAPS"	8,283,392	8,283,392	7,865,771	273,147	144,474
Subtotal General Appropriations	33,460,722	33,460,722	31,935,155	1,347,717	177,850
Reserve for Uncollected Taxes	2,151,500	2,151,500	2,151,500		
Total General Appropriations	\$ 35,612,222	35,612,222	34,086,655	1,347,717	177,850

BOROUGH OF EDGEWATER

Statement of Expenditures - Regulatory Basis

Current Fund

Year ended December 31, 2023

<u>Description</u>	<u>Budget</u>	<u>Budget after Modifications</u>	<u>Expended</u>		
			<u>Paid or Charged</u>	<u>Reserved</u>	<u>Cancelled</u>
Adopted Budget		35,532,335			
Added by N.J.S.A. 40A: 4-87		<u>79,887</u>			
		<u>\$ 35,612,222</u>			
<u>Analysis of Paid or Charged</u>					
Federal and State Grant Fund			98,030		
Deferred Charges			278,915		
Transfer to Various Reserves			100,000		
Interfunds			197,283		
Reserve for Uncollected Taxes			2,151,500		
Reserve for Encumbrances			297,969		
Cash			30,962,958		
			<u>\$ 34,086,655</u>		

See accompanying notes to financial statements.

BOROUGH OF EDGEWATER
Comparative Balance Sheet - Regulatory Basis
Trust Funds
December 31, 2023 and 2022

<u>Assets</u>	<u>Ref.</u>	<u>2023</u>	<u>2022</u>
Animal License Fund:			
Cash	B-1	\$ <u>92</u>	<u>96</u>
Other Trust Funds:			
Cash	B-1	1,144,921	1,022,045
Interfunds Receivable	B-5	<u>4,107</u>	<u>1,207</u>
		<u>1,149,028</u>	<u>1,023,252</u>
Emergency Services Volunteer Length of Service Award Program (unaudited):			
Cash in Plan	B-1	1,448,766	1,337,090
Contributions Receivable	B-7	<u>51,750</u>	<u>52,900</u>
		<u>1,500,516</u>	<u>1,389,990</u>
		<u>\$ 2,649,636</u>	<u>2,413,338</u>

BOROUGH OF EDGEWATER
Comparative Balance Sheet - Regulatory Basis
Trust Funds
December 31, 2023 and 2022

	<u>Ref.</u>	<u>2023</u>	<u>2022</u>
<u>Liabilities and Reserves</u>			
Animal License Fund:			
Reserve for Animal License Fund Expenditures	B-2	76	76
Due to State of New Jersey	B-3	16	20
		92	96
Other Trust Funds:			
Interfunds Payable	B-5	145,286	61,273
Reserve for:			
Escrow Deposits	B-4	151,777	149,015
Cemetery Bequests	B-6	6,272	6,197
Bullet Proof Vests	B-6	2,200	2,174
Ferry Performance Security	B-6	195,447	195,447
Fire Prevention	B-6	6,311	7,803
POAA	B-6	13,179	13,458
Cultural and Historical Society	B-6	1,152	1,152
Regional Contribution Agreement	B-6	332,197	332,197
Council on Affordable Housing	B-6	63,236	62,584
Recycling Fees	B-6	17,228	17,228
Recycling	B-6	56,721	57,218
Bergen County CDA Trust	B-6	102	102
Flexible Spending Trust	B-6	43,403	43,851
Municipal Alliance Trust	B-6	3,810	4,146
Shade Tree	B-6	14,265	13,755
Police Confiscated	B-6	4,170	3,958
Snow Removal	B-6	92,272	51,694
		1,149,028	1,023,252
Emergency Services Volunteer Length of Service Award Program (unaudited):			
Net Assets available for Benefits	B-8	1,500,516	1,389,990
		\$ 2,649,636	2,413,338

See accompanying notes to financial statements.

BOROUGH OF EDGEWATER

Comparative Balance Sheet - Regulatory Basis

General Capital Fund

December 31, 2023 and 2022

<u>Assets</u>	<u>Ref.</u>	<u>2023</u>	<u>2022</u>
Cash:			
Checking	C-2,C-3	\$ 4,222,886	6,518,176
Deferred Charges to Future Taxation:			
Funded	C-4	30,591,191	34,077,160
Unfunded	C-5	18,084,811	13,513,066
Grants Receivable:			
New Jersey Department of Transportation	C-6	391,014	484,973
New Jersey Department of Environmental Protection	C-7	287,068	115,000
Community Development Block Grant	C-8	299,907	227,907
Federal Emergency Management Agency	C-9	7,336	7,336
Bergen County Open Space/Historical Preservation	C-10	512,057	512,057
Interfunds Receivable	C-11	724,795	32,214
		<u>\$ 55,121,065</u>	<u>55,487,889</u>
<u>Liabilities, Reserves and Fund Balance</u>			
Interfunds Payable	C-11		19,999
New Jersey Environmental Infrastructure Trust			
Loans Payable	C-12	672,153	841,961
Green Trust Loan Payable	C-13	919,039	990,200
Serial Bonds Payable	C-14	29,000,000	32,245,000
Bond Anticipation Notes	C-15	8,970,717	7,800,000
Reserve for Payment of Debt	C-16	2,220,576	2,027,527
Reserve for Green Acres	C-17	51,823	23,862
Capital Improvement Fund	C-18	1,389,386	1,640,388
Improvement Authorizations:			
Funded	C-19	1,103,980	989,037
Unfunded	C-19	9,410,182	7,483,983
Unappropriated State Grant	C-20	79,408	79,408
Reserve for Grants Receivable	C-21	1,245,311	1,325,172
Fund Balance	C-1	58,490	21,352
		<u>\$ 55,121,065</u>	<u>55,487,889</u>

There were \$9,114,095 and \$5,713,066 of Bonds and Notes Authorized But Not Issued December 31, 2023 and 2022 (Exhibit C-22).

See accompanying notes to financial statements.

BOROUGH OF EDGEWATER

Comparative Schedule of Fund Balance - Regulatory Basis

General Capital Fund

For the Years ended December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Balance - January 1,	\$ 21,352	405,677
Increased by Receipts:		
Prior Year Void Check	1,716	
Premium Received on Sale of:		
Bond Anticipation Notes	<u>56,722</u>	<u>20,675</u>
	<u>58,438</u>	<u>20,675</u>
	79,790	426,352
Decreased by Disbursements:		
Budget Revenue Realized	<u>21,300</u>	<u>405,000</u>
	<u>21,300</u>	<u>405,000</u>
Balance - December 31,	<u>\$ 58,490</u>	<u>21,352</u>

See accompanying notes to the financial statements

BOROUGH OF EDGEWATER

Comparative Balance Sheet - Regulatory Basis

Marina Utility Fund

December 31, 2023 and 2022

<u>Assets</u>	<u>Ref.</u>	<u>Dec 31,</u> <u>2023</u>	<u>Dec 31,</u> <u>2022</u>
Operating Fund:			
Cash	D-5	\$ 674,903	704,876
Interfund Receivables	D-8	318	
Grants Receivable	D-9	139,347	139,347
Deferred Charges	D-14		5,000
Total Operating Fund		<u>814,568</u>	<u>849,223</u>
Capital Fund:			
Cash	D-6,7	37,214	36,949
Due from the Federal Emergency Management Agency	D-17	247,943	247,943
Fixed Capital Authorized and Uncompleted	D-18	<u>2,247,996</u>	<u>1,892,996</u>
Total Capital Fund		<u>2,533,153</u>	<u>2,177,888</u>
		<u>\$ 3,347,721</u>	<u>3,027,111</u>

BOROUGH OF EDGEWATER

Comparative Balance Sheet - Regulatory Basis

Marina Utility Fund

December 31, 2023 and 2022

	<u>Ref.</u>	<u>Dec 31,</u> <u>2023</u>	<u>Dec 31,</u> <u>2022</u>
<u>Liabilities, Reserves and Fund Balance</u>			
Operating Fund:			
Appropriation Reserves	D-4/D-10	\$ 57,937	160,176
Reserve for Encumbrances	D-11	7,639	12,293
Prepaid Slip Rental Revenue	D-12	7,100	13,335
Accrued Interest on Bonds	D-13	10,475	11,475
Interfunds Payable	D-8	32,200	5,000
Reserve for Port Security	D-15	84,218	
Fund Balance	D-1	<u>614,999</u>	<u>646,944</u>
Total Operating Fund		<u>814,568</u>	<u>849,223</u>
Capital Fund:			
Improvement Authorizations:			
Funded	D-19	252,826	202,439
Unfunded	D-19	354,881	50,321
Reserve for Amortization	D-20	435,000	355,000
Deferred Reserve for Amortization	D-21	742,996	742,996
Serial Bonds Payable	D-22	715,000	795,000
Interfunds Payable	D-16	318	
Fund Balance	D-2	<u>32,132</u>	<u>32,132</u>
Total Capital Fund		<u>2,533,153</u>	<u>2,177,888</u>
		<u>\$ 3,347,721</u>	<u>3,027,111</u>

There were \$355,000 and \$-0- of Bonds and Notes Authorized But Not Issued on December 31, 2023 and December 31, 2022 (Exhibit D-23).

See accompanying notes to financial statements.

BOROUGH OF EDGEWATER

**Comparative Statement of Operations and Change in
Fund Balance - Regulatory Basis**

Marina Utility Operating Fund

For Years ended December 31,

	<u>2023</u>	<u>2022</u>
Revenue and Other Income Realized:		
Fund Balance Utilized	\$ 158,000	160,500
Operating Revenues	341,368	416,252
Miscellaneous Revenue Not Anticipated	17,857	5,138
Other Credits to Income:		
Unexpended Balance of Appropriation Reserves	75,830	31,499
Cancelled Accrued Interest		2,762
	<hr/>	<hr/>
Total income	593,055	616,151
	<hr/>	<hr/>
Expenditures:		
Operations:		
Salaries and Wages	104,000	92,000
Other Expenses	250,000	334,218
Debt Service	108,000	100,000
Deferred Charges and Statutory Expenditures	5,000	5,500
	<hr/>	<hr/>
Total expenditures	467,000	531,718
	<hr/>	<hr/>
Excess/(Deficit) in Operations	126,055	84,433
Fund Balance, January 1	646,944	723,011
	<hr/>	<hr/>
	772,999	807,444
Decreased by Utilization as Anticipated Revenue	158,000	160,500
	<hr/>	<hr/>
Fund Balance, December 31,	\$ <u>614,999</u>	<u>646,944</u>

See accompanying notes to financial statements.

BOROUGH OF EDGEWATER

Comparative Statement of Changes in Fund Balance - Regulatory Basis

Marina Utility Capital Fund

Year ended December 31, 2023

	<u>2023</u>	<u>2022</u>
Balance - January 1,	\$ <u>32,132</u>	<u>32,132</u>
Balance - December 31,	\$ <u><u>32,132</u></u>	<u><u>32,132</u></u>

See accompanying notes to financial statements

BOROUGH OF EDGEWATER
Statement of Revenues - Regulatory Basis
Marina Utility Operating Fund
Year ended December 31, 2023

	<u>Anticipated</u>	<u>Realized</u>	<u>Excess/ (Deficit)</u>
Surplus Anticipated	\$ 158,000	158,000	
Operating Revenues:			
Membership Fees/Slip Rentals	345,000	341,368	(3,632)
Total Operating Revenues	345,000	341,368	(3,632)
Non-Budget Revenue		17,857	17,857
Total Revenues	\$ 503,000	517,225	14,225
Adopted Budget	\$ 503,000		

Analysis of Operating Revenues

Cash Receipts	\$ 326,233
Interfunds	1,800
Prepaid Applied	13,335
	\$ 341,368

Non-Budget Revenue

Due from Utility Capital Fund - Interest on Investments	318
MRNA	17,539
	\$ 17,857

See accompanying notes to financial statements.

BOROUGH OF EDGEWATER
Statement of Expenditures - Regulatory Basis
Marina Utility Operating Fund
Year ended December 31, 2023

	Appropriations		Expended		Unexpended Balance Cancelled
	Budget	Budget After Modification	Paid or Charged	Reserved	
Operating:					
Salaries and Wages	\$ 140,000	140,000	103,800	200	36,000
Other Expenses	250,000	250,000	192,263	57,737	
Debt Service:					
Payment of Bond Principal	80,000	80,000	80,000		
Interest on Bonds	28,000	28,000	28,000		
Deficit in Operations in Prior Years	5,000	5,000	5,000		
	\$ 503,000	503,000	409,063	57,937	36,000
Adopted Budget		\$ 503,000			
			Reserve for Encumbrances \$ 7,639		
			Deferred Charges 5,000		
			Accrued Interest 28,000		
			Cash Disbursed 368,424		
			\$ 409,063		

See accompanying notes to financial statements.

BOROUGH OF EDGEWATER, N.J.

Comparative Balance Sheet-Regulatory Basis

Payroll Account

December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
<u>Assets</u>		
Cash - Payroll	\$ <u>30,622</u>	<u>25,733</u>
	\$ <u><u>30,622</u></u>	<u><u>25,733</u></u>
<u>Reserves</u>		
Due to Current Fund - Payroll	\$ 1,483	87
Reserve for Payroll	<u>29,139</u>	<u>25,646</u>
	\$ <u><u>30,622</u></u>	<u><u>25,733</u></u>

See accompanying notes to financial statements.

BOROUGH OF EDGEWATER

Statement of General Fixed Assets-Regulatory Basis

General Fixed Assets Account Group

December 31, 2023 and 2022

	<u>2023</u>	<u>2022</u>
Land	\$ 39,102,268	39,098,718
Buildings	14,089,733	13,877,205
Vehicles and Equipment	<u>15,744,247</u>	<u>13,788,558</u>
	<u>\$ 68,936,248</u>	<u>66,764,481</u>
Investment in Fixed Assets	<u>\$ 68,936,248</u>	<u>66,764,481</u>

See accompanying notes to financial statements.

BOROUGH OF EDGEWATER

Notes to Financial Statements Years Ended December 31, 2023 and 2022

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The GASB Codification establishes seven fund types and two account groups to be used by governmental units when reporting financial position and results of operations in accordance with accounting principles generally accepted in the United States of America (GAAP).

The financial statements of the Borough of Edgewater have been prepared in conformity with accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") which is another comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. 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 Borough accounts for its financial transactions through the following separate funds which differ from the fund structure required by GAAP.

A. Reporting Entity

The Borough of Edgewater (the "Borough") operates under a Mayor/Council form of government. The Borough's major operations include public safety, road repair and maintenance, sanitation, fire protection, recreation and parks, health services, and general administrative services.

GASB has issued Statement No. 14 which requires the financial reporting entity to include both the primary government and those component units for which the primary government is financially accountable. Financial accountability is defined as appointment of a voting majority of the component unit's board, and either a) the ability to impose will by the primary government, or b) the possibility that the component unit will provide a financial benefit to or impose a financial burden on the primary government.

However, 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. The financial statements contained herein include only those boards, bodies, officers or commissions as required by NJS 40A:5-5. Accordingly, the financial statements of the Borough do not include the Volunteer Fire Department, First Aid Organization or Public Library, which is considered a component unit under GAAP. Complete financial statements of the above components can be obtained by contacting the Treasurer of the respective entity.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation

The Borough uses funds, as required by the Division, to report on its financial position and the results of its operations. Fund accounting is designed to demonstrate legal compliance and to aid financial administration by segregating transactions related to certain Borough functions or activities. An account group, on the other hand, is designed to provide accountability for certain assets and liabilities that are not recorded in those Funds.

The Borough has the following funds and account group:

Current Fund - This fund accounts for resources and expenditures for governmental operations of a general nature, including Federal and State grants.

Trust Funds - Trust Funds are used to account for assets held by the government in a trustee capacity. Funds held by the Borough as an agent for individual, private organizations, or other governments are recorded in the Trust Funds.

Other Trust Fund - This fund is established to account for the assets and resources which are also held by the Borough as a trustee or agent for individuals, private organizations, other governments and/or other funds.

Animal License Fund - This fund is used to account for fees collected from animal licenses and expenditures, which are regulated by NJS 4:19-15.11.

General Capital Fund - This fund is used to account for the receipt and disbursement of funds used for acquisition or improvement of general capital facilities, other than those acquired in the Current Fund.

Marina Utility Fund - This fund is used to account for the operations of the municipally owned utility.

General Fixed Assets Account Group - To account for all fixed assets of the Borough. The Borough's infrastructure is not reported in the group.

Payroll Account - This account is used for all net payroll checks distributed to employees and all payroll agency transactions.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation, (continued)

Basis of Accounting

A modified accrual basis of accounting is followed by the Borough of Edgewater. Under this method of accounting, revenues, except State/Federal Aid, are recognized when received and expenditures are recorded when incurred. The accounting principles and practices prescribed for municipalities by the Division differ in certain respects from accounting principles generally accepted in the United States of America (GAAP) applicable to local government units. The more significant differences are as follows:

Property Tax Revenues - Real property taxes are assessed locally, based upon the assessed value of the property. The tax bill includes a levy for Municipal, County, 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. 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 June 30, of each fiscal year. County taxes are paid quarterly on February 15, May 15, August 15 and November 15, to the County by the Borough. When unpaid taxes or any municipal lien, or part thereof, on real property, remains in arrears on the 11th day of the 11th month in the fiscal year levied, the collector in the municipality shall subject to the provisions of the New Jersey Statutes enforce the lien by placing the property on a tax sale. Annual in rem tax foreclosure proceedings are instituted to enforce the tax collection or acquisition of title to the property by the Borough. 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 taxes 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, reduced by an allowance for doubtful accounts.

Miscellaneous Revenues - Miscellaneous revenues are recognized on a cash basis. Receivables for the miscellaneous items that are susceptible to accrual are recorded with offsetting reserves on the balance sheet of the Borough's Current Fund. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation, (continued)

Basis of Accounting, (continued)

Grant Revenues - Federal and State grants, entitlements or shared revenues received for purposes normally financed through the Current Fund are recognized when anticipated in the Borough's budget. GAAP requires such revenues to be recognized in the accounting period when they become susceptible to accrual.

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 for the Current Fund. Budget amounts presented in the accompanying financial statements represent amounts adopted by the Borough and approved by the State Division of Local Government Services per N.J.S.A. 40A:4 et seq.

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

- General Capital Fund
- Trust Fund
- Payroll Account

The governing body shall introduce and approve the annual budget not later than March 31, of the fiscal year. The budget shall be adopted not later than April 28, 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.

Emergency appropriations, those made after the adoption of the budget and determination of the tax rate, may be authorized by the governing body of the municipality. 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 the years ended December 31, 2023 and 2022, the Governing Body approved additional revenues. In addition, several budget transfers were approved by the governing body in 2023 and 2022.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation, (continued)

Basis of Accounting, (continued)

Expenditures - Are recorded on the "budgetary" basis of accounting. Generally, expenditures are recorded when an amount is encumbered for goods or services through the issuance of a purchase order in conjunction with an encumbrance accounting system. Outstanding encumbrances at December 31, are reported as a cash liability in the financial statements. Unexpended or uncommitted appropriations, at December 31, are reported as expenditures through the establishment of appropriation reserves unless canceled by the governing body. GAAP requires expenditures to be recognized in the accounting period in which the fund liability is incurred, if measurable, except for unmatured interest on general long-term debt, which should be recognized when due.

Encumbrances - Contractual orders outstanding at December 31 are reported as expenditures through the establishment of an encumbrance payable. Encumbrances do not constitute expenditures under GAAP.

Appropriation Reserves - Are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments or contracts incurred during the preceding year. Lapsed appropriation reserves are recorded as additions to income. Appropriation reserves do not exist under GAAP.

Compensated Absences - Expenditures relating to obligations for unused vested accumulated vacation and sick pay are not recorded until paid. GAAP requires that the amount that would normally be liquidated with expendable available financial resources be recorded as an expenditure in the operating funds and the remaining obligations be recorded as a long-term obligation.

Property Acquired for Taxes - Is recorded in the Current Fund at the assessed valuation when such property was acquired and fully reserved. GAAP requires such property to be recorded in the General Fixed Assets Account Group at market value on the date of acquisition.

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

Inventories - The costs of inventories of supplies for all funds are recorded as expenditures at the time individual items are purchased. The costs of inventories are not included on the various balance sheets.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation, (continued)

Basis of Accounting, (continued)

Cash and Investments - Cash includes amounts in demand deposits as well as short-term investments with a maturity date within one year of the date acquired by the government. Investments are stated at cost which approximates fair value and are limited by N.J.S.A. 40A:5-15.1(a).

Deferred Charges to Future Taxation Funded and Unfunded - Upon the authorization of capital projects, the Borough establishes deferred charges for the costs of the capital projects to be raised by future taxation. Funded deferred charges relate to permanent debt issued, whereas unfunded deferred charges relate to temporary or nonfunding of the authorized cost of capital projects. According to N.J.S.A. 40A:2-4, the Borough may levy taxes on all taxable property within the local unit to repay the debt. Annually, the Borough raises the debt requirements for that particular year in the current budget. As the funds are raised by taxation, the deferred charges are reduced.

General Fixed Assets - In accordance with Technical Accounting Directive No. 85-2, Accounting for Governmental Fixed Assets, the Borough of Edgewater has developed a fixed assets accounting and reporting system.

Fixed assets used in governmental operations (general fixed assets) are accounted for in the General Fixed Assets Account Group. Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized.

All fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available.

No depreciation has been provided for in the financial statements.

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

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

GAAP requires that fixed assets be capitalized at historical or estimated historical cost if actual historical cost is not available.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

B. Measurement Focus, Basis of Accounting and Basis of Presentation, (continued)

Use of Estimates

The preparation of financial statements requires management of the Borough 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 these estimates.

Impact of Recently Issued Accounting Principles

Recently Issued and Adopted Accounting Pronouncements

The following GASB statements became effective for the fiscal year ended December 31, 2023:

GASB Statement No. 96, *Subscription-Based Information Technology Arrangements*. This Statement provides guidance on the accounting and financial reporting for subscription-based information technology arrangements (SBITAs) for government end users (governments). This Statement (1) defines a SBITA; (2) establishes that a SBITA results in a right-to-use subscription asset, an intangible asset, and a corresponding subscription liability; (3) provides the capitalization criteria for outlays other than subscription payments, including implementation costs of a SBITA; and (4) requires note disclosures regarding a SBITA. To the extent relevant, the standards for SBITAs are based on the standards established in Statement No. 87, *Leases*, as amended. The Statement will become effective for the Borough's year ending December 31, 2023. As a result of the regulatory basis of accounting previously described in note 1, this Statement will have no impact on the financial statements of the Borough.

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

GASB Statement No. 101, *Compensated Absences*. The objective of this Statement is to better meet the information needs of financial statement users by updating the recognition and measurement guidance for compensated absences. That objective is achieved by aligning the recognition and measurement guidance under a unified model and by amending certain previously required disclosures. The Statement will become effective for the Borough in the year ending December 31, 2024. As a result of the regulatory basis of accounting previously described in note 1, this Statement will have no impact on the financial statements of the Borough, however, management is currently evaluating whether or not this Statement will have an impact on the financial statement disclosures of the Borough.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES, (continued)

In December 2023, the Government Accounting Standards Board issued GASB Statement No. 102, Certain Risk Disclosures. This Statement requires a government to assess whether a concentration or constraint makes the primary government reporting unit or other reporting units that report a liability for revenue debt vulnerable to the risk of a substantial impact. Additionally, this Statement requires a government to assess whether an event or events associated with a concentration or constraint that could cause the substantial impact have occurred, have begun to occur, or are more likely than not to begin to occur within 12 months of the date the financial statements are issued. The requirements of this Statement are effective for fiscal years beginning after June 15, 2024, and all reporting periods thereafter. As a result of the regulatory basis of accounting previously described in note 1, this Statement will have no impact on the financial statements of the Borough, however, management is currently evaluating whether or not this Statement will have an impact on the financial statement disclosures of the Borough.

C. Basic Financial Statements

The GASB Codification also defines the financial statements of a governmental unit to be presented in the general purpose financial statements to be in accordance with GAAP. The Borough presents the financial statements listed in the table of contents which are required by the Division and which differ from the financial statements required by GAAP. In addition, the Division requires the financial statements listed in the table of contents to be referenced to the supplementary schedules. This practice differs from GAAP.

NOTE 2. PENSION PLANS

Description of Plans:

Borough employees participate in one of the two contributory, defined benefit public employee retirement systems: the State of New Jersey Public Employees' Retirement System (PERS) or the State of New Jersey Police and Firemen's Retirement System (PFRS); or the Defined Contribution Retirement Program (DCRP), a tax-qualified defined contribution money purchase pension plan under Internal Revenue Code (IRC) 401(a).

Public Employees' Retirement System (PERS)

Plan Description

The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PERS, please refer to the Division's annual financial statements, which can be found at <https://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 2. PENSION PLANS, (continued)

Benefits Provided

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 vest after 25 years of service or under the disability provisions of PERS. The following represents the membership tiers for PERS:

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

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

Police and Firemens' Retirement System (PFRS)

Plan Description

The State of New Jersey, Public Employees' Retirement System (PERS) is a cost-sharing multiple-employer defined benefit pension plan administered by the State of New Jersey, Division of Pensions and Benefits (the Division). For additional information about PFRS, please refer to the Division's annual financial statements, which can be found at <https://www.state.nj.us/treasury/pensions/annual-reports.shtml>.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 2. PENSION PLANS, (continued)

Benefits Provided

The vesting and benefit provisions are set by N.J.S.A. 43:16A. PFRS provides retirement, death and disability benefits. All benefits vest after ten years of service, except for disability benefits, which vest after 4 years of service. The following represents the membership tiers for PFRS:

<u>Tier</u>	<u>Definition</u>
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% (Tiers 1 and 2 members) and 60% (Tier 3 members) of final compensation plus 1% for each year of creditable service over 25 years but not to exceed 30 years. Members may elect deferred retirement benefits after achieving ten years of service, in which case benefits would begin at age 55 equal to 2% of final compensation for each year of service.

Defined Contribution Retirement Program

Prudential Financial jointly administers the DCRP investments with the NJ Division of Pensions and Benefits. If an employee is ineligible to enroll in the PERS or PFRS, the employee may be eligible to enroll in the DCRP. DCRP provides eligible members with a tax-sheltered, defined contribution retirement benefit, along with life insurance and disability coverage. Vesting is immediate upon enrollment for members of the DCRP.

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 the DCRP. The financial reports may be obtained by writing to the State of New Jersey, Department of the Treasury, Division of Pensions and Benefits, PO Box 295, Trenton, New Jersey, 08625-0295.

Employers are required to contribute at an actuarially determined rate. Employee contributions are based on percentages of 5.50% for DCRP of employees' annual compensation, as defined. The DCRP was established July 1, 2007, under the provisions of Chapter 92, P.L. 2007 and expanded under the provisions of Chapter 89, P.L. 2008. Employee contributions for DCRP are matched by a 3% employer contribution.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 2. PENSION PLANS, (continued)

Contribution Requirements

The contribution policy is set by laws of the State of New Jersey and, in most retirement systems, contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. The pension funds provide for employee contributions based on 5.5% for PERS. This amount will increase to 6.5% plus an additional 1% phased in over 7 years beginning 2012 and 8.5% for PFRS, which increased to 10% in October 2011, of the employee's annual compensation, as defined by law. Employers are required to contribute at an actuarially determined rate in all Funds. The actuarially determined employer contribution includes funding for cost-of-living adjustments and noncontributory death benefits in the PERS and PFRS. In the PERS and PFRS, the employer contribution includes funding for post-retirement medical premiums.

The Borough's contribution to the various plans, equal to the required contributions for each year, were as follows:

<u>Year</u>	<u>PERS</u>	<u>PFRS</u>	<u>DCRP</u>
2023	\$679,967	\$1,483,362	\$-0-
2022	610,627	1,322,197	-0-
2021	506,708	1,136,757	-0-

Statement No's 68 and 71 require a state or local government employer to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year. However, since the financial statements are prepared on another comprehensive basis of accounting, the net pension liability of the various pension systems is not recorded in the financial statements and is only required to be disclosed in the notes to the financial statements.

The following pension information is as of June 30, 2022 which is the latest information available. This information is eighteen months prior to December 31, 2023. GASB Statement No. 68 requires that the information be no more than twelve months prior to the employer's fiscal year end. No modification of the Independent Auditor's Report is being made since The Division of Local Government Services, Department of Community Affairs, State of New Jersey, is permitting the regulatory basis statements of Municipal, County and Library's to be issued with unmodified opinion's until such time current pension information is available.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 2. PENSION PLANS, (continued)

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

Public Employees Retirement System (PERS)

At December 31, 2023, the Borough had a liability of \$8,137,389 for its proportionate share of the PERS net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating governmental entities, actuarially determined. At June 30, 2022, the Borough's proportion was 0.0539207856 percent, which was an increase/(decrease) of 0.0009116148 percent from its proportion measured as of June 30, 2021.

For the year ended December 31, 2023, the Borough recognized pension expense of \$679,967. At December 31, 2023, deferred outflows of resources and deferred inflows of resources related to PERS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference between expected and actual experience	\$58,732	\$51,793
Changes of assumptions	25,212	1,218,489
Net difference between projected and actual earnings on pension plan investments	336,799	
Changes in proportion and differences between the Borough's contributions and proportionate share of contributions	<u>476,229</u>	<u>37,604</u>
Total	<u>\$896,972</u>	<u>\$1,307,886</u>

Amounts reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date (June 30, 2022) will be recognized as a reduction of the net pension liability in the subsequent year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year ended June 30:	
2023	\$(698,017)
2024	(355,616)
2025	(173,427)
2026	378,352
2027	(831)

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 2. PENSION PLANS, (continued)

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

Public Employees Retirement System (PERS), (continued)

Changes in Proportion

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 5.04, 5.13, 5.16, 5.21, 5.63 and 5.48 years for 2022, 2021, 2020, 2019, 2018 and 2017 amounts, respectively.

Additional Information

Local Group Collective balances net of nonemployer (State of New Jersey) balances at June 30, 2022 and June 30, 2021 are as follows:

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Collective deferred outflows of resources	\$1,660,772,008	\$1,164,738,169
Collective deferred inflows of resources	3,236,303,935	8,339,123,762
Collective net pension liability	15,219,184,920	11,972,782,878
Borough's Proportion	0.0539207856%	0.053009171%

Actuarial Assumptions

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

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 Percent

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 2. PENSION PLANS, (continued)

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

Public Employees Retirement System (PERS), (continued)

Actuarial Assumptions, (continued)

The actuarial assumptions used in the June 30, 2021 valuation were based on the results of an actuarial experience study for the period July 1, 2018 to June 30, 2021. It is likely that future experience will not exactly conform to these assumptions.

Mortality Rates

Pre-retirement mortality rates were based on the Pub-2010 General Below-Median Income Employee mortality table with an 82.2% adjustment for males and 101.4% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Post-retirement mortality rates were based on the Pub-2010 General Below-Median Income Healthy Retiree mortality table with a 91.4% adjustment for males and 99.7% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Disability retirement rates used to value disabled retirees were based on the Pub-2010 Non- Safety Disabled Retiree mortality table with a 127.7% adjustment for males and 117.2% adjustment for females, and with future improvement from the base year of 2010 on a generational basis. Mortality improvement based on Scale MP-2021.

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PERS's target asset allocation as of June 30, 2022 are summarized in the following table:

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 2. PENSION PLANS, (continued)

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

Public Employees Retirement System (PERS), (continued)

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

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 2. PENSION PLANS, (continued)

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

Public Employees Retirement System (PERS), (continued)

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

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

	June 30, 2022		
	1% Decrease	At Current Discount Rate	1% Increase
Borough's proportionate share of the pension liability	<u>6.00%</u> \$10,473,782	<u>7.00%</u> \$8,137,389	<u>8.00%</u> \$6,149,024

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Public Employees Retirement System (PERS). The financial report may be accessed at www.state.nj.us/treasury/pensions.

Police and Firemen's Retirement System (PFRS)

At December 31, 2023, the Borough had a liability of \$13,055,290 for its proportionate share of the PFRS net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating governmental entities, actuarially determined. At June 30, 2022, the Borough's proportion was 0.1140563000 percent, which was a decrease of 0.001235776 percent from its proportion measured as of June 30, 2021.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 2. PENSION PLANS, (continued)

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

Police and Firemen's Retirement System, (continued)

For the year ended December 31, 2023, the Borough recognized pension expense of \$1,483,362. At December 31, 2023, deferred outflows of resources and deferred inflows of resources related to PFRS from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Difference in actual and expected experience	\$590,917	\$799,814
Changes of assumptions	35,779	1,643,403
Net difference between projected and actual earnings on pension plan investments	1,195,481	
Changes in proportion and differences between Borough contributions and proportionate share of contributions	<u>454,799</u>	<u>649,015</u>
Total	<u>\$2,276,976</u>	<u>\$3,092,232</u>

Amounts reported as deferred outflows of resources related to pensions resulting from contributions subsequent to the measurement date (June 30, 2022) will be recognized as a reduction of the net pension liability in the subsequent year. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions (excluding changes in proportion) will be recognized in pension expense as follows:

Year ended June 30:	
2023	\$(652,973)
2024	(417,290)
2025	(397,515)
2026	830,348
2027	8,002
Thereafter	8,388

Changes in Proportion

The previous amounts do not include employer specific deferred outflows of resources and deferred inflows of resources related to changes in proportion. These amounts should be recognized (amortized) by each employer over the average of the expected remaining service lives of all plan members, which is 6.22, 6.17, 5.90, 5.92, 5.73 and 5.59 years for 2022, 2021, 2020, 2019, 2018 and 2017 amounts, respectively.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 2. PENSION PLANS, (continued)

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

Police and Firemen's Retirement System, (continued)

Additional Information

Local Group Collective balances net of nonemployer (State of New Jersey) balances at June 30, 2022 and June 30, 2021 are as follows:

	<u>June 30, 2022</u>	<u>June 30, 2021</u>
Collective deferred outflows of resources	\$2,163,793,985	\$817,271,932
Collective deferred inflows of resources	2,805,919,493	6,875,738,520
Collective net pension liability	13,483,472,009	9,364,849,587
Borough's Proportion	0.1140563000%	0.1152920758%

Actuarial Assumptions

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

Inflation Rate:	
Price	2.75%
Wage	3.25%
Salary Increases:	
Through all Future Years	3.25-16.25% (based on years of service)
Thereafter	Not Applicable
Investment Rate of Return	7.00%

Mortality Rates

Employee mortality rates were based on the PubS-2010 amount-weighted mortality table with a 105.6% adjustment for males and 102.5% adjustment for females. For healthy annuitants, mortality rates were based on the PubS-2010 amount-weighted mortality table with a 96.7% adjustment for males and a 96.0% adjustment for females. Disability rates were based on the PubS-2010 amount-weighted mortality table with a 152.0% adjustment for males and 109.3% adjustment for females. Mortality improvement is based on Scale MP-2021.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 2. PENSION PLANS, (continued)

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

Police and Firemen's Retirement System, (continued)

Mortality Rates, (continued)

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

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2022) is determined by the State Treasurer, after consultation with the Directors of the Division of Investments and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic real rates of return for each major asset class included in PFRS's target asset allocation as of June 30, 2022 are summarized in the following table:

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

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 2. PENSION PLANS, (continued)

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

Police and Firemen's Retirement System, (continued)

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2022. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the nonemployer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments to determine the total pension liability.

Sensitivity of the Collective Net Pension Liability to Changes in the Discount Rate

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

	<u>June 30, 2022</u>		
	<u>1% Decrease 6.00%</u>	<u>At Current Discount Rate 7.00%</u>	<u>1% Increase 8.00%</u>
Borough's proportionate share of the pension liability	\$18,777,846	\$13,055,290	\$8,291,235

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 2. PENSION PLANS, (continued)

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

Police and Firemen's Retirement System, (continued)

Special Funding Situation - PFRS

Under N.J.S.A. 43:16A-15, the Borough 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 Borough 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 Borough'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 and 2022, the State proportionate share of the net pension liability attributable to the Borough for the PFRS special funding situation is \$2,323,459 and \$2,370,056, respectively. For the years ended December 31, 2023 and 2022, the pension system has determined the State's proportionate share of the pension expense attributable to the Borough for the PFRS special funding situation is \$268,066 and \$263,955, respectively. The State's proportionate share of the pension expense attributable to the Borough for the PFRS special funding situation for 2023 was less than the actual contributions the State made on behalf of the Borough of \$289,259; for 2022, the pension expense was more than the actual contributions the State made on behalf of the Borough of \$205,885. The State's proportionate share attributable to the Borough 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 Borough's financial statements.

Pension Plan Fiduciary Net Position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey Police and Firemen's Retirement System (PFRS). The financial report may be accessed at www.state.nj.us/treasury/pensions.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 3. MUNICIPAL DEBT

Long-term debt as of December 31, 2023 and 2022 consisted of the following:

	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>Dec. 31, 2023</u>	<u>Amounts Due</u> <u>Within</u> <u>One Year</u>
Bonds Payable - General Obligation Debt	\$32,245,000	\$	\$3,245,000	\$29,000,000	\$3,370,000
Bonds Payable - Marina Utility Debt	795,000		80,000	715,000	85,000
Other Liabilities:					
New Jersey Wastewater Loans	841,961		169,808	672,153	166,704
Green Acres Trust Loans	990,200		71,161	919,039	72,591
Compensated Absences Payable	<u>1,692,486</u>	<u>364,653</u>	<u>123,894</u>	<u>1,933,245</u>	<u> </u>
	<u>\$36,564,647</u>	<u>\$364,653</u>	<u>\$3,689,863</u>	<u>\$33,239,437</u>	<u>\$3,694,295</u>
	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Amounts Due</u> <u>Within</u> <u>One Year</u>
Bonds Payable - General Obligation Debt	\$35,410,000	\$	\$3,165,000	\$32,245,000	\$3,245,000
Bonds Payable - Marina Utility Debt	870,000		75,000	795,000	80,000
Other Liabilities:					
New Jersey Wastewater Loans	1,015,419		173,458	841,961	169,808
Green Acres Trust Loans	1,059,958		69,758	990,200	71,161
Compensated Absences Payable	<u>1,609,033</u>	<u>241,047</u>	<u>157,594</u>	<u>1,692,486</u>	<u> </u>
	<u>\$39,964,410</u>	<u>\$241,047</u>	<u>\$3,640,810</u>	<u>\$36,564,647</u>	<u>\$3,565,969</u>

Summary of Municipal Debt (Excluding Current Operating Debt)

	<u>Year 2023</u>	<u>Year 2022</u>	<u>Year 2021</u>
<u>Issued:</u>			
General - Bonds and Notes	\$37,970,717	\$40,045,000	\$39,678,000
Marina Utility Bonds	715,000	795,000	870,000
Loans Payable	<u>1,591,192</u>	<u>1,832,161</u>	<u>2,075,377</u>
Net Debt Issued	<u>40,276,909</u>	<u>42,672,161</u>	<u>42,623,377</u>
<u>Authorized But Not Issued:</u>			
General Bonds and Notes	9,114,095	5,713,066	6,197,331
Marina Utility Bonds	<u>355,000</u>	<u> </u>	<u> </u>
Total Authorized But Not Issued	<u>9,469,095</u>	<u>5,713,066</u>	<u>6,197,331</u>
Net Bonds and Notes Issued and Authorized But Not Issued	<u>\$49,746,004</u>	<u>\$48,385,227</u>	<u>\$48,820,708</u>

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 3. MUNICIPAL DEBT, (continued)

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 1.138% for 2023.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Debt	\$24,465,000	\$24,465,000	\$0
General Debt	48,676,004	2,220,576	46,455,428
Marina Utility Debt	<u>1,070,000</u>	<u>1,070,000</u>	<u>0</u>
	<u>\$74,211,004</u>	<u>\$27,755,576</u>	<u>\$46,455,428</u>

Net debt of \$46,810,428 divided by equalized valuation basis per N.J.S.A. 40A:2-2, as amended, of \$4,080,775,668 equals 1.138% for 2023.

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 1.211% for 2022.

	<u>Gross Debt</u>	<u>Deductions</u>	<u>Net Debt</u>
School Debt	\$25,035,000	\$25,035,000	\$0
General Debt	47,590,227	2,027,527	45,562,700
Marina Utility Debt	<u>795,000</u>	<u>795,000</u>	<u>0</u>
	<u>\$73,420,227</u>	<u>\$27,857,527</u>	<u>\$45,562,700</u>

Net debt of \$45,562,700 divided by equalized valuation basis per N.J.S.A. 40A:2-2, as amended, of \$3,763,155,955 equals 1.211% for 2022.

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

	<u>2023</u>	<u>2022</u>
3 ½% of equalized valuation basis (Municipal)	\$158,420,705	\$132,001,754
Net Debt	<u>46,455,428</u>	<u>45,562,700</u>
Remaining borrowing power	<u>\$111,965,277</u>	<u>\$86,439,054</u>

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 3. MUNICIPAL DEBT, (continued)

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

	<u>2023</u>	<u>2022</u>
Cash receipts from fees, rents or other charges for year	\$517,225	\$581,890
Deductions:		
Operating and Maintenance Cost	354,000	426,218
Debt Service Per Marina Utility	<u>108,000</u>	<u>100,000</u>
Total Deductions	<u>462,000</u>	<u>526,218</u>
Excess/(Deficit) in Revenue - Not Self-Liquidating	<u>\$55,225</u>	<u>\$55,672</u>

The Borough's long-term debt consisted of the following at December 31, 2023.

Paid by Current Fund:

	<u>2023</u>	<u>2022</u>
\$11,085,000 General Serial Bonds - with an interest rate of 2.00 to 3.125% issued July 15, 2015, due through July 15, 2031	\$6,135,000	\$6,885,000
\$3,285,000 Refunding Bonds - with an interest rate of 2.00% to 4.00% issued October 31, 2016, due through August 15, 2024	955,000	1,875,000
\$27,240,000 General Improvement Bonds - with interest rate of 1.00% to 4.00%, issued July 9, 2019, due through February 15, 2034	<u>21,910,000</u>	<u>23,485,000</u>
	<u>\$29,000,000</u>	<u>\$32,245,000</u>

Green Acres Loan - Paid by Current Fund

The Borough has three outstanding loan agreements with the New Jersey Green Acres Bond Act of 1983 for the 2008 Veteran Field Improvements Project, 2018 Veterans Field Improvements (A) Project, and the 2018 Veterans Field Improvements (B) Project.

	<u>2023</u>	<u>2022</u>
The 2008 Veterans Field Improvements Project award is at a rate of 2.00% in the amount of \$400,000 with semi-annual loan payments of various amounts made on September 14 and March 14 through September 14, 2027	\$95,162	\$117,792
The 2018 Veterans Field Improvements Project (A) award is at a rate of 2.00% in the amount of \$315,500 with semi-annual loan payments of various amounts made on April 9 and October 9 through April 9, 2038	245,880	260,364
The 2018 Veterans Field Improvements Project (B) award is at a rate of 2.00% in the amount of \$741,655 with semi-annual loan payments of various amounts made on April 9 and October 9 through April 9, 2038	<u>577,997</u>	<u>612,044</u>
	<u>\$919,039</u>	<u>\$990,200</u>

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 3. MUNICIPAL DEBT, (continued)

Wastewater Treatment Loans - Paid by Current Fund

The Borough has five outstanding loan agreements with the New Jersey Environmental Infrastructure Trust for financing relating to improvements to the Wastewater Treatment Plants.

	<u>2023</u>	<u>2022</u>
\$615,000 Separation of Combined Sewers - Trust Share - with an interest rate 3.40% to 5.00%, issued November 8, 2008, due through August 1, 2027	\$155,000	\$190,000
\$1,736,481 Separation of Combined Sewers - Fund Share - at a zero rate of interest issued November 8, 2008, due through August 1, 2027	238,126	328,430
\$170,000 Sewer Repairs - Trust Share - with an interest rate 3.50% to 5.00%, issued March 10, 2010, due through August 1, 2029	61,000	71,000
\$521,250 Sewer Repairs - Fund Share - at a zero rate of interest issued March 10, 2010, due through August 1, 2029	159,027	185,531
\$245,000 Sanitary Sewer Repairs - Trust Share - with an interest rate 3.40% to 5.00%, issued December 1, 2010, due through August 1, 2030	<u>59,000</u>	<u>67,000</u>
	<u>\$672,153</u>	<u>\$841,961</u>
 Paid by Marina Utility Fund:		
	<u>2023</u>	<u>2022</u>
<u>Marina Utility Serial Bonds:</u>		
\$1,005,000 General Improvement Bonds - with an interest rate of 3.00% to 4.00% issued July 9, 2019, due through February 15, 2029	<u>\$715,000</u>	<u>\$795,000</u>
Total Marina Utility Bonds	<u>\$715,000</u>	<u>\$795,000</u>

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 3. MUNICIPAL DEBT, (continued)

Aggregate General Capital Fund debt service requirements on general serial bonds and infrastructure loans payable during the next five years and thereafter are as follows:

Year	<u>Serial Bonds</u>		<u>New Jersey Environmental Infrastructure Trust Loans</u>		<u>Green Acres Trust Loans</u>		<u>Total</u>
	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	<u>Principal</u>	<u>Interest</u>	
2024	\$3,370,000	\$870,113	\$166,704	\$12,965	\$72,591	\$17,872	\$4,510,245
2025	2,470,000	761,113	176,546	10,415	74,050	16,410	3,508,534
2026	2,545,000	668,563	141,388	7,655	75,539	14,918	3,453,063
2027	2,620,000	572,963	84,505	4,895	77,058	13,396	3,372,817
2028	2,750,000	473,263	42,505	2,135	53,608	11,969	3,333,480
2029-2033	12,975,000	982,087	60,505	1,910	284,642	43,195	14,347,339
2034-2038	<u>2,270,000</u>	<u>11,350</u>			<u>281,551</u>	<u>13,520</u>	
	<u>\$29,000,000</u>	<u>\$4,339,452</u>	<u>\$672,153</u>	<u>\$39,975</u>	<u>\$919,039</u>	<u>\$131,280</u>	<u>\$35,101,899</u>

<u>Marina Utility Fund</u>			
<u>Year</u>	<u>Principal</u>	<u>Interest</u>	<u>Total</u>
2024	\$85,000	\$25,700	\$110,700
2025	90,000	22,200	112,200
2026	90,000	18,600	108,600
2027	100,000	14,800	114,800
2028	110,000	10,600	120,600
2029-2030	<u>240,000</u>	<u>7,800</u>	<u>247,800</u>
	<u>\$715,000</u>	<u>\$99,700</u>	<u>\$814,700</u>

General capital serial bonds are direct obligations of the Borough for which its full faith and credit are pledged, and are payable from taxes levied on all taxable property located within the Borough.

At December 31, 2023 and 2022, the Borough had authorized but not issued debt as follows:

	<u>2023</u>	<u>2022</u>
General Capital Fund	\$9,114,095	\$5,713,066
Marina Utility Capital Fund	355,000	-0-

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 4. BOND ANTICIPATION NOTES

The Borough issues bond anticipation notes to temporarily fund various capital projects prior to the issuance of serial bonds. The term of the notes cannot exceed one year but the notes may be renewed from time to time for a period not exceeding one year. Generally such notes must be paid no later than the tenth anniversary of the date of the original notes. The State of New Jersey also prescribes that on or before the third anniversary date of the original note a payment of an amount at least equal to the first legally payable installment of the bonds in anticipation of which such notes were issued be paid or retired. A second and third legal installment must be paid if the notes are to be renewed beyond the fourth and fifth anniversary date of the original issuance.

On December 31, 2023 and 2022, the Borough had \$8,970,717 and \$7,800,000, respectively, in outstanding General Capital Bond anticipation notes. The Borough also had \$-0- and \$-0-, respectively, in outstanding Marina Utility Capital Bond Anticipation Notes.

The following activity related to bond anticipation notes occurred during the calendar years ended December 31, 2023 and 2022.

<u>2023</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
<u>General Capital Notes Payable:</u>				
Cede & Co.	\$7,800,000	\$	\$7,800,000	\$0
Bergen County Improvement Authority		<u>8,970,717</u>		<u>8,970,717</u>
	<u>\$7,800,000</u>	<u>\$8,970,717</u>	<u>\$7,800,000</u>	<u>\$8,970,717</u>
<u>2022</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
<u>General Capital Notes Payable:</u>				
Cede & Co.	\$	\$7,800,000	\$	\$7,800,000
Oppenheimer & Co., Inc.	<u>4,268,000</u>		<u>4,268,000</u>	
	<u>\$4,268,000</u>	<u>\$7,800,000</u>	<u>\$4,268,000</u>	<u>\$7,800,000</u>

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 5. DEFERRED CHARGES TO BE RAISED IN SUCCEEDING BUDGETS

Certain expenditures are required to be deferred to budgets of succeeding years. The following deferred charges are shown on the balance sheets of the Current Fund and the Capital Fund:

	<u>Balance</u> <u>Dec.31, 2023</u>	<u>2024 Budget</u> <u>Appropriation</u>	<u>Balance</u> <u>Succeeding</u> <u>Year's budget</u>
<u>Current Fund</u>			
Special Emergency Authorizations - N.J.S.A. 40A:4-53:			
Reassessment	\$100,000	\$50,000	\$50,000
COVID-19 Revenue Losses	<u>686,745</u>	<u>228,915</u>	<u>457,830</u>
Total Current Fund	<u>\$786,745</u>	<u>\$278,915</u>	<u>\$507,830</u>
	<u>Balance</u> <u>Dec.31, 2022</u>	<u>2023 Budget</u> <u>Appropriation</u>	<u>Balance</u> <u>Succeeding</u> <u>Year's budget</u>
<u>Current Fund</u>			
Special Emergency Authorizations - N.J.S.A. 40A:4-53:			
Reassessment	\$150,000	\$50,000	\$100,000
COVID-19 Revenue Losses	<u>915,660</u>	<u>228,915</u>	<u>686,745</u>
Total Current Fund	<u>\$1,065,660</u>	<u>\$278,915</u>	<u>\$786,745</u>
<u>Marina Utility Operating Fund</u>			
Deficit Operations	<u>\$5,500</u>	<u>\$5,500</u>	<u>\$ -0-</u>
Total Marina Utility Operating Fund	<u>\$5,500</u>	<u>\$5,500</u>	<u>\$ -0-</u>

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 6. FUND BALANCE APPROPRIATED

The fund balance at December 31, 2023 and 2022 which has been appropriated as revenue in the 2024 and 2023 budget is as follows:

	<u>2024</u>	<u>2023</u>
Current Fund	\$5,267,500	\$4,270,000
Marina Utility	161,000	158,000

NOTE 7. ACCRUED SICK AND VACATION BENEFITS

The Borough 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. At December 31, 2023 and 2022, the Borough estimated the current cost of such unpaid compensation to approximate \$1,933,245 and \$1,692,486, respectively.

NOTE 8. CASH, CASH EQUIVALENTS AND INVESTMENTS

Cash

Custodial Credit Risk - Deposits

Custodian credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. The Borough's policy is based on New Jersey Statutes requiring cash be deposited only in New Jersey based banking institutions that participate in New Jersey Governmental Depository Protection Act (GUDPA) or in qualified investments established in New Jersey Statutes 40A:5-15.1(a) that are treated as cash equivalents. As of December 31, 2023 and 2022, \$-0- of the Borough's bank balance of \$21,650,743 and \$23,052,649, respectively, were exposed to custodial credit risk.

Investments

Investment Rate Risk

The Borough 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. However, New Jersey Statutes 40A:5-15.1(a) limits the length of time for most investments to 397 days.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 8. CASH, CASH EQUIVALENTS AND INVESTMENTS, (continued)

Credit Risk

New Jersey Statutes 40A:5-15.1(a) limits municipal investments to those specified in the Statutes. The type of allowance investments are Bonds of the United States of America, bonds or other obligations of the towns or bonds or other obligations of the local unit or units within which the town is located; obligations of federal agencies not exceeding 397 days; government money market mutual funds; the State of New Jersey Cash Management Plan; local government investment pools; or repurchase of fully collateralized securities.

Concentration of Credit Risk

The Borough places no limit on the amount the Borough may invest in any one issuer.

Unaudited Investments

As more fully described in Note 15, the Borough has created a Length of Service Award Program (LOSAP) for emergency service volunteers. The LOSAP investments are similar to those allowed in a deferred compensation program as specified in NJSA 43:15B-1 et. seq. except that all investments are retained in the name of the Borough. All investments are valued at fair value. In accordance with NJAC 5:30-14.37, the investments are maintained by Lincoln Benefit Life, which is an authorized provider approved by the Division of Local Government Services. The balance in the account for the years ended December 31, 2023 and 2022 amounted to \$1,448,766 and \$1,337,090, respectively.

The following investments represent 5% or more of the total invested with Valic for the years ended December 31, 2023 and 2022:

	<u>2023</u>	<u>2022</u>
Fixed Account Plus	\$635,057	\$644,489
Money Market I Fund	246,996	238,026
Stock Index Fund	439,886	348,536
All Others	<u>126,827</u>	<u>106,039</u>
Total	<u>\$1,448,766</u>	<u>\$1,337,090</u>

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 9. FIXED ASSETS

The following is a summary of changes in the General Fixed Assets Account Group as of December 31, 2023 and 2022.

	<u>Balance</u> <u>Dec. 31, 2022</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>Dec. 31, 2023</u>
Land	\$39,098,718	\$3,550	\$	\$39,102,268
Building	13,877,205	212,528		14,089,733
Equipment/Vehicles	<u>13,788,558</u>	<u>1,955,689</u>	<u> </u>	<u>15,744,247</u>
	<u>\$66,764,481</u>	<u>\$2,171,767</u>	<u>\$0</u>	<u>\$68,936,248</u>

	<u>Balance</u> <u>Dec. 31, 2021</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>Dec. 31, 2022</u>
Land	\$38,559,415	\$539,303	\$	\$39,098,718
Building	11,455,033	2,422,172		13,877,205
Equipment/Vehicles	<u>13,191,416</u>	<u>625,540</u>	<u>28,398</u>	<u>13,788,558</u>
	<u>\$63,205,864</u>	<u>\$3,587,015</u>	<u>\$28,398</u>	<u>\$66,764,481</u>

NOTE 10. INTERFUND BALANCES AND ACTIVITY

Balances due to/from other funds at December 31, 2023 consist of the following:

\$40,260	Due to the Current Fund from the Other Trust Fund for interest earnings.
52	Due to the Other Trust Fund from the Current Fund - POAA for deposits made.
3,415	Due to the Other Trust Fund from the Current Fund - Fire Prevention Dedicated Penalties for dedicated payments not turned over.
89	Due to the Current Fund from the Escrow Trust Fund for interest earnings.
640	Due to the Other Trust Fund from the Current Fund - Flexible Spending for deposits made.
3,750	Due to the Current Fund from the Other Trust Fund - Bergen County CDA for deposits not transferred.
32,200	Due to the Current Fund from the Marina Utility Operating Fund to reimburse expenses paid.
318	Due to the Marina Utility Operating Fund from the Marina Utility Capital Fund for interest earnings.
1,483	Due to the Current Fund from the Payroll Account for interest earnings.
1,147,797	Due to the Federal and State Grant Fund from Current Fund to reimburse for grant expenditures incurred less grants received.
623,608	Due to the Current Fund from the General Capital Fund for grants received, anticipated revenues and interest earnings net of expenses paid.
<u>101,187</u>	Due to the General Capital Fund from the Bergen County CDA Trust Fund for funds received and not transferred.
<u>\$1,954,799</u>	

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 11. RISK MANAGEMENT

The Borough is exposed to various risks of loss related to general liability, automobile coverage, damage and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Borough has obtained insurance coverage to guard against these events which will provide minimum exposure to the Borough should they occur. During 2019, the Borough did not incur claims in excess of their coverage and the amount of coverage did not significantly decrease.

The Borough of Edgewater is a member of the South Bergen Municipal Joint Insurance Fund (SBMJIF) and Municipal Excess Liability Joint Insurance Fund (MEL). The joint insurance funds are 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 SBMJIF and MEL coverage amounts are on file with the Borough.

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

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

There has been no significant reduction in insurance coverage from the previous year nor have there been any settlements in excess of insurance coverage in any of the prior three years.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 12. TAXES COLLECTED IN ADVANCE

Taxes collected in advance are recorded as cash liabilities in the financial statements. Following is a comparison of the liability for the previous two years:

	Balance <u>Dec. 31, 2023</u>	Balance <u>Dec. 31, 2022</u>
Prepaid Taxes	<u>\$601,149</u>	<u>\$658,235</u>
Cash Liability for Taxes Collected in Advance	<u>\$601,149</u>	<u>\$658,235</u>

NOTE 13. LITIGATION

The Borough is a defendant in various lawsuits, none of which is unusual for a Borough of its size and should be covered by the Borough's insurance program or by the Borough directly and which may be settled in a manner satisfactory to the financial stability of the Borough. Some of the more significant lawsuits are described briefly as follows:

A. Borough of Edgewater v. Waterside Construction, LLC

On August 22, 2014, the Borough of Edgewater filed a civil action against Waterside Construction et al. (Civil Action No.: 2:14-cv-05060 (JMV-JBC) relative to the remediation and reconstruction of Veterans Field. The action alleges that two named contractors were negligent in allowing contaminated fill to be used at the field and then intentionally tried to cover it with asphalt. The contractors were fired and the suit filed.

In addition to this litigation involving Waterside Construction LLC, the Borough has instituted suit against several parties, including TERMS Environmental Services, Inc. ("TERMS"), arising out of the importation of contaminated fill to Veteran's Field. TERMS was responsible for ensuring that contaminated fill was not imported to the field. In response to the Borough's claims, TERMS has filed a counterclaim against the Borough seeking recovery of its fees and expenses not paid by the Borough in the amount of \$202,145.46.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 13. LITIGATION, (continued)

Numerous motions for summary judgement have been filed by the parties. The Borough successfully obtained summary judgement against several parties on liability. Trial is anticipated in 2024. The Borough vigorously disputes TERMS' claim that any monies are owed to TERMS. TERMS failed to provide the appropriate services and the amount of damages the Borough is entitled to from TERMS exceeds TERMS' claim by several magnitudes.

NOTE 14. EMERGENCY SERVICES VOLUNTEER LENGTH OF SERVICE AWARD PLAN (LOSAP) (UNAUDITED)

On February 26, 2003, the Division of Local Government Services approved the Borough's LOSAP plan, provided by Variable Annuity Life Insurance Company (VALIC). The purpose of this plan is to enhance the Borough's ability to retain and recruit volunteer firefighters and volunteer members of emergency service squads.

VALIC will provide for the benefit of participants, a multi-fund variable annuity contract as its funding vehicle. The plan shall have minimum and maximum contribution requirements as follows: the minimum contribution for each participating active volunteer member shall be \$600 per year of active emergency service and the maximum contribution for each active volunteer member shall be \$1,150 per year of active emergency service, subject to periodic increases as permitted by N.J.A.C. 5:30-14.9. The Borough's contribution shall be included in the subsequent years budget.

All amounts awarded under a length of service award plan shall remain the asset of the sponsoring agency; the obligation of the sponsoring agency to participating volunteers shall be contractual only; and no preferred or special interest in the awards made shall accrue to such participants. Such money shall be subject to the claims of the sponsoring agency's general creditors until distributed to any or all participants.

NOTE 15. OTHER POST EMPLOYMENT BENEFITS (OPEB)

In addition to the pension benefits described in Note 2, the Borough provides postemployment health care benefits in accordance with the provisions of Ch. 88, P.L. 1974 as amended by Chapter 436, P.L. 1981, at its cost.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 15. OTHER POST EMPLOYMENT BENEFITS (OPEB), (continued)

General Information about the OPEB Plan

The Borough sponsors a single employer postemployment benefits plan that provided benefits in accordance with State statute, through the State's Health Benefits Bureau to eligible retirees, their spouses/domestic partners and eligible dependent children and continues to be provided on behalf of the surviving spouse/domestic partner or a retiree. Employees and/or their spouses/domestic partners become eligible for these benefits upon 25 years or more of service in the Public Employees Retirement System (PERS) and Police and Fireman's Retirement System (PFRS) or those approved for disability retirement.

The Borough's annual other postemployment benefits ("OPEB") costs for the Plan, which is currently funded on a pay-as-you-go basis and is a non-contributory plan with all plan payments for plan benefits being funded by the Borough, is calculated based on the annual required contribution ("ARC"), an amount actuarially determined in accordance with the parameters of GASB 75. The ARC represents a level of funding that, if paid on an on-going basis, is projected to cover normal cost each year and interest on the net OPEB obligation and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years.

Total OPEB Liability

At December 31, 2021, the Borough had a liability of \$50,734,328 for its OPEB liability. The OPEB liability was measured as of December 31, 2021 and was determined by an actuarial valuation as of that date. The liability is broken out as follows:

Actives	\$33,010,230
Retirees	<u>17,724,098</u>
Total	<u>\$50,734,328</u>

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2021, the Borough recognized OPEB expense of \$2,311,733. At December 31, 2021, the Borough reported deferred outflows of resources of \$5,488,713 and \$(5,010,721) of deferred inflows of resources related to OPEB.

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 15. OTHER POST EMPLOYMENT BENEFITS (OPEB), (continued)

Actual Assumptions and Other Inputs

The total OPEB liability in the December 31, 2021 actuarial valuation was determined based upon census, plan design and cost information provided by the Fund. Census includes 66 retirees and spouses currently receiving retiree benefits, and 101 active participants of whom 22 eligible to retire as of the valuation date. The average age of the active population is 50 and the average age of the retiree population is 77.

Actuarial assumptions were selected with the intention of satisfying the requirements of New Jersey Local Finance Notice 2007-15 in addition to Statement of Government Accounting Standard Number 75.

Demographic assumptions were selected based on those used by the State Division of Pensions and Benefits in calculating pension benefits taken from the July 1, 2020 report from Cheiron. While some assumptions were simplified to reflect the smaller population, and to simplify the valuation process, the valuation results reasonably conform to the requirements of LFN 2007-15.

Health care (economic) assumptions were selected based on those used by the State Health Benefits Program in calculating SHBP member OPEB requirements taken from the July 1, 2020 GASB 75 report from Aon Consultants.

Actuarial Assumptions

1. Mortality	RP 2000 Combined Healthy Male Mortality Rates Set Forward One Year and Adjusted for Generational Improvement
2. Turnover	NJ State Pensions Ultimate Withdrawal Rates -- prior to benefits eligibility
3. Assumed Retirement Age	At first eligibility after completing 25 years of pension service
4. Full Attribution Period	Service to Assumed Retirement Age
5. Annual Discount Rate	2.12% Based on the Bond Buyer 20 Index December 31, 2020 2.06% Based on the Bond Buyer 20 Index December 31, 2021

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 15. OTHER POST EMPLOYMENT BENEFITS (OPEB), (continued)

6. CPI Increase	2.50%	
7. Rate of Salary Increase	2.50%	
8. Medical Trend		Medical: 5.50% in 2021, reducing by 0.20% per annum, leveling at 4.50% per annum in 2026 Drug: 7.00% in 2021, reducing by 0.5% per annum to 2022, leveling at 4.50% per annum in 2026 Medicare Advantage: 4.5% per annum Dental and Vision: 3.5% per annum
9. Medical Cost Aging Factor		NJ SHBP Medical Morbidity Rates

Changes in Net OPEB Liability FYE 2021

The Net OPEB Liability as of December 31, 2021 is \$50,734,328 based upon a discount rate of 2.06% per annum and the plan provisions in effect on December 31, 2021. There are no plan assets to offset the liability.

Total GASB #75 Expense for FYE 2021

A) GASB #75 Regular Expense

Service Cost	\$948,685
Interest Cost	1,176,652
Recognition of Assumption Changes	<u>186,396</u>
 GASB #75 Annual OPEB Expense Recognized	 <u>\$2,311,733</u>

Sensitivity of Net OPEB Liability to Changes in the Discount Rate

The following presents the Borough's total OPEB liability as well as what the Borough's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease <u>1.06%</u>	At Current Rate <u>2.06%</u>	1% Increase <u>3.06%</u>
Borough's Total OPEB Liability	\$58,952,195	\$50,734,328	\$44,998,364

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 15. OTHER POST EMPLOYMENT BENEFITS (OPEB), (continued)

Sensitivity of Net OPEB Liability to Changes in Medical Inflation Rate

The following presents the Borough's total OPEB liability as well as what the Borough's total OPEB liability would be if it were calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	1% Decrease	At Current	1% Increase
	<u>1.06%</u>	<u>Rate 2.06%</u>	<u>3.06%</u>
Borough's Total OPEB Liability	\$46,276,867	\$50,734,328	\$57,761,442

In addition to the pension benefits described in Note 2, the Borough provides postemployment health care benefits in accordance with the provisions of Ch. 88, P.L. 1974 as amended by Chapter 436, P.L. 1981, at its cost.

Special Funding Situation PFRS With State Health Local Government Retired Employees Plan

The following other post employment benefit information is as of June 30, 2022 which is the latest information available. This information is eighteen months prior to December 31, 2023. GASB Statement No. 75 requires that the information be no more than twelve months prior to the employer's fiscal year end. No modification of the Independent Auditor's Report is being made since the Division of Local Government Services, Department of Community Affairs, State of New Jersey, is permitting the regulatory basis financial statements of Municipal, County and Library's to be issued with unmodified opinion's until such time current other post employment benefit information is available.

Under Chapter 330, P.L. 1997, the State shall pay the premium or periodic charges for the qualified local police and firefighter retirees and dependents equal to 80 percent of the premium or periodic charge for the category of coverage elected by the qualified retiree under the State managed care plan or a health maintenance organization participating in the program providing the lowest premium or periodic charge. The State also provides funding for retiree health benefits to survivors of local police officers and firefighters who die in the line of duty under chapter 271, P.L. 1989.

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

BOROUGH OF EDGEWATER
Notes to Financial Statements
Years Ended December 31, 2023 and 2022
(continued)

NOTE 15. OTHER POST EMPLOYMENT BENEFITS (OPEB), (continued)

Special Funding Situation PFRS With State Health Local Government Retired Employees Plan, (continued)

employers must disclose the portion of the nonemployer contributing entities' total proportionate share of the collective net OPEB liability that is associated with the local participating employer. The participating employer is required to record in their financial statements, as an expense and corresponding revenue, their proportionate share of the OPEB expense allocated to the State of New Jersey under the special funding situation.

At December 31, 2023, the State's proportionate share of the net OPEB liability attributable to the Borough for the PFRS special funding situation is \$(1,110,791) and the State's proportionate share of the OPEB expense for the PFRS special funding situation is \$6,772,248.

NOTE 16. OTHER MATTERS

On March 11, 2021, President Biden signed the American Rescue Plan Act of 2021 into effect. This plan, among other things, provides direct federal funding to aid county and municipal governments to help offset revenue losses, cover increased costs incurred during the coronavirus pandemic response and to make necessary investments in water, sewer or broadband infrastructure. The amount of federal aid available to the Borough of Edgewater is \$1,398,790 which will be available for use until December 31, 2024.

NOTE 17. SUBSEQUENT EVENTS

The Borough has evaluated subsequent events through April 17, 2024, the date which the financial statements were available to be issued and no other items were noted for disclosure.

SUPPLEMENTARY DATA

BOROUGH OF EDGEWATER

Supplementary Data

Official in Office and Surety Bonds

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

<u>Name</u>	<u>Title</u>	<u>Amount of bond</u>	<u>Name of corporate surety</u>
Michael McPartland	Mayor		
Jose Luis Vidal	Council President		
Donald A. Martin	Councilman		
Anthony Bartolomeo	Councilman		
Vincent Monte	Councilman		
Dolores Lawlor	Councilwoman		
Rinaldy Gutierrez	Councilman		
Gregory Franz	Administrator		
Michael Neglia	Engineer		
John Candello	Construction Code Official/Zoning Officer		
Robert Cohan	Magistrate	\$ 1,000,000	(A)
Jennie E. Vargas	Interim Court Administrator	\$ 1,000,000	(A)
Donald Martin	Chief of Police		
Joseph R. Mariniello	Borough Attorney		
Joann Iafelice	Secretary Planning Board		
Jennifer Henry	Secretary Board of Adjustment		
Joseph Iannoconi Jr.	Certified Municipal Finance Officer/Tax Collector	\$ 1,000,000	(A)
Anna Marie O'Connor	Borough Clerk		

(A) Statutory positions are covered under the South Bergen Municipal Jointure policy (\$50,000) and Municipal Excess Liability Joint Insurance Fund (Excess Crime Policy - Public Employee Bond - \$950,000).

BOROUGH OF EDGEWATER

Supplementary Data

Comparative Schedule of Tax Rate Information

	<u>2023</u>	<u>2022</u>	<u>2021</u>
Tax rate	1.597	1.612	2.253
Apportionment of tax rate:			
Local school	0.730	0.745	1.095
County	0.237	0.234	0.331
Municipal	0.598	0.603	0.787
Library	0.032	0.030	0.040

Assessed valuation:

2023	\$ 4,192,518,055
2022	4,074,161,912
2021	2,985,547,360

Comparison of Tax Levies and Collections Currently

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

<u>Year</u>	<u>Tax Levy</u>	<u>Cash Collections</u>	<u>Percentage of Collections</u>
2023	\$ 67,039,596	65,877,713	98.27%
2022	65,696,750	64,663,600	98.43%
2021	67,377,061	65,749,131	97.58%

Delinquent Taxes and Tax Title Liens

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

<u>Year</u>	<u>Amount of tax title liens</u>	<u>Amount of delinquent taxes</u>	<u>Total delinquent</u>	<u>Percentage of tax levy</u>
2023	\$ 32,697	1,165,417	1,198,114	1.79%
2022	73,074	726,459	799,533	1.22%
2021	70,777	1,622,793	1,693,570	2.51%

BOROUGH OF EDGEWATER

Supplementary Data

Property Acquired By Tax Title Lien Liquidation

No properties have been acquired in 2023 by foreclosure or deed, as a result of liquidation of tax title liens.

The value of property acquired by liquidation of tax title liens on December 31, 2023, 2022 and 2021 on the basis of the last assessed valuation of such properties, was as follows:

<u>Year</u>		<u>Amount</u>
2023	\$	3,844,775
2022		3,844,775
2021		3,844,775

Comparative Schedule of Fund Balances

	<u>Year</u>	<u>Fund Balance</u>	<u>Utilized in budget of succeeding year</u>
Current Fund:	Dec. 31, 2023	10,740,385	5,267,500
	Dec. 31, 2022	8,870,277	4,270,000
	Dec. 31, 2021	7,077,574	3,500,000
	Dec. 31, 2020	6,510,527	3,300,000
	Dec. 31, 2019	7,027,479	3,800,000
Marina Utility:	Dec. 31, 2023	614,999	161,000
	Dec. 31, 2022	646,944	158,000
	Dec. 31, 2021	723,011	165,500
	Dec. 31, 2020	805,301	186,352
	Dec. 31, 2019	830,301	25,000

BOROUGH OF EDGEWATER
Schedule of Cash - Collector/Treasurer
Current Fund
Year ended December 31, 2023

		<u>Current Fund</u>
Balance - December 31, 2022	\$	14,304,281
Increased by Receipts:		
Revenue Accounts Receivable	\$ 4,087,410	
Miscellaneous Revenues Not Anticipated	1,990,508	
Taxes Receivable	66,287,269	
Prepaid Taxes	601,149	
Tax Overpayments	108,874	
Senior Citizens and Veterans	9,945	
Tax Title Lien Premiums	380,482	
Interfunds	597,648	
Marriage License Fees Payable	1,000	
Various Reserves	<u>259,816</u>	
		<u>74,324,101</u>
		88,628,382
Decreased by Disbursements:		
2023 Budget Appropriations	30,962,958	
2022 Budget Appropriations	615,604	
Tax Overpayment Refunds	101,711	
Local District School Tax	30,598,451	
County Taxes	9,899,708	
County Added/Omitted	3,086	
Marriage License Fees Payable	600	
Tax Title Lien Premiums Redeemed	377,600	
Accounts Payable	36,770	
Interfunds	261,882	
Various Reserves	<u>339,778</u>	
		<u>73,198,148</u>
Balance - December 31, 2023	\$	<u><u>15,430,234</u></u>

BOROUGH OF EDGEWATER

Schedule of Taxes Receivable and Analysis of Property Tax Levy

		Current Fund						
		Year Ended December 31, 2023						
Year	Balance, Dec. 31, 2022	2023 Levy	Added 2023 Levy	Collected 2022	2023	Senior & Veteran's Deductions	Transferred to Tax Title Liens Cancelled	Balance, Dec. 31, 2023
2022	726,459		366,104		1,082,881			9,682
2023		66,954,515	85,081	658,235	65,209,478	10,000	3,872	1,155,735
	\$ 726,459	66,954,515	451,185	658,235	66,292,359	10,000	3,872	1,165,417
				Overpayments Applied Cash Receipts	5,090 66,287,269			
					\$ 66,292,359			
Analysis of 2023 Tax Levy								
Tax Yield:								
General Property Tax								
					66,954,515			
					85,081			
					\$ 67,039,596			
Tax Levy:								
Local District School Tax								
					\$ 30,598,451			
County Tax								
				9,899,708				
County Added and Omitted Taxes								
				12,563				
					9,912,271			
					40,510,722			
Local Tax for Municipal Purpose								
				26,454,605				
Additional Taxes								
				74,269				
					26,528,874			
					\$ 67,039,596			

BOROUGH OF EDGEWATER

Schedule of Tax Title Liens

Current Fund

Year ended December 31, 2023

Balance - December 31, 2022	\$	73,074
Increased by:		
Transferred from 2023 Taxes		<u>2,276</u>
		75,350
Decreased by:		
Canceled		<u>42,653</u>
Balance - December 31, 2023	\$	<u><u>32,697</u></u>

BOROUGH OF EDGEWATER
Schedule of Revenue Accounts Receivable

Current Fund

Year ended December 31, 2023

	Balance, Dec. 31, <u>2022</u>	Accrued in 2023	<u>Collected</u>	Balance, Dec. 31, <u>2023</u>
Clerk:				
Licenses:				
Other	\$	50,253	50,253	
Fees and Permits		432,098	432,098	
Construction Code Official-Fees and Permits	210,075	486,741	564,326	132,490
Municipal Court Fines and Costs	4,362	87,601	86,324	5,639
Interest and Cost on Taxes		221,237	221,237	
Interest on Investments		378,963	378,963	
Energy Receipts Tax		755,920	755,920	
Reserve for Municipal Relief Fund		39,161	39,161	
Uniform Fire Safety		35,773	35,773	
Commercial Sewer Fees	26,635	340,956	230,884	136,707
American Rescue Plan		699,395	699,395	
General Capital Fund Balance		21,300	21,300	
Reserve for Payment of Debt		250,000	250,000	
Hotel Tax		593,207	593,207	
Pilot Payments - Waterford Towers		467,125	467,125	
	<u>\$ 241,072</u>	<u>4,859,730</u>	<u>4,825,966</u>	<u>274,836</u>
		Interfunds	699,395	
		Transfer from Various Reserves	39,161	
		Cash	<u>4,087,410</u>	
			<u>\$ 4,825,966</u>	

BOROUGH OF EDGEWATER

**Schedule of Due from State of New Jersey
Senior Citizens' and Veterans' Deductions**

Current Fund

Year ended December 31, 2023

Balance - December 31, 2022	\$	36,113
Increased by:		
Senior Citizens' and Veterans' Deductions per Tax Billings	\$	9,750
Allowed by Tax Collector		<u>250</u>
		<u>10,000</u>
		46,113
Decreased by:		
Cash Received		<u>9,945</u>
Balance - December 31, 2023	\$	<u><u>36,168</u></u>

Schedule of Local District School Tax Payable / (Receivable)

Current Fund

Year ended December 31, 2023

Balance - December 31, 2022	\$	7
Increased by:		
2023 Tax Levy		<u>30,598,451</u>
		30,598,458
Decreased by:		
Cash Disbursements		<u>30,598,451</u>
Balance - December 31, 2023	\$	<u><u>7</u></u>

BOROUGH OF EDGEWATER
Schedule of County Taxes Payable
Current Fund
Year ended December 31, 2023

Increased by:		
County Tax Levy	\$	<u>9,899,708</u>
Decreased by:		
Cash Disbursements	\$	<u>9,899,708</u>

**Schedule of Due County for Added
and Omitted Taxes**
Current Fund
Year ended December 31, 2023

Balance - December 31, 2022	\$	3,086
Increased by:		
Added and Omitted Taxes		<u>12,563</u>
		15,649
Decreased by:		
Cash Disbursements		<u>3,086</u>
Balance - December 31, 2023	\$	<u><u>12,563</u></u>

BOROUGH OF EDGEWATER

Schedule of Appropriation Reserves

Current Fund

Year ended December 31, 2023

	Balance, Dec. 31, 2022	Balance after Transfers	Paid or Charged	Balance Lapsed
Salaries and Wages Within "CAPS":				
Administrative and Executive	\$ 10,555	10,555		10,555
Mayor and Council	107	107		107
Elections	1,437	1,437		1,437
Collection of Taxes	10,548	10,548		10,548
Assessment of Taxes	34,610	2,410		2,410
Municipal Court	22,049	22,049		22,049
Zoning Board	6,578	6,578		6,578
Rent Leveling	491	491		491
Housing Inspector	10,600	10,600		10,600
Fire	99,038	99,038		99,038
Volunteer First Aid	1	1		1
Police	86,957	86,957		86,957
Emergency Management Services	599	599		599
Road Repairs and Maintenance	44,616	44,616		44,616
Board of Health	84,547	84,547		84,547
Recreation	66,388	66,388		66,388
Uniform Construction Code	19,745	19,745		19,745
Total Salaries and Wages Within "CAPS"	<u>498,866</u>	<u>466,666</u>		<u>466,666</u>
Other Expenses Within "CAPS":				
Administrative and Executive	61,273	73,860	20,560	53,300
Elections	5,689	9,529	9,525	4
Financial Administration - Audit	800	800		800
Financial Administration - Other Expenses	10,915	10,915		10,915
Collection of Taxes	230	1,578	1,484	94
Assessment of Taxes:				
Consultant and Legal Fees - Tax Appeals	13,488	14,488 x	14,413	75
Miscellaneous Other Expenses	21,421	27,521	15,737	11,784
Municipal Court	13,493	14,011	1,272	12,739
Legal Services	74,447	103,996	51,897	52,099
Insurance - Hospitalization	311,881	311,881	1,250	310,631
Insurance - Other	75	75		75
Public Buildings and Grounds	6,698	46,169	30,716	15,453
Engineering	99,758	99,758	35,084	64,674
Planning Board	9,150	9,300	2,500	6,800
Zoning Board	20,671	20,671	389	20,282
Rent Leveling	6,104	7,679	1,375	6,304
Housing Inspector	3,500	3,500		3,500
Police	14,392	60,964	46,530	14,434
Police- Automobiles	10,567	54,759	47,980	6,779

BOROUGH OF EDGEWATER

Schedule of Appropriation Reserves

Current Fund

Year ended December 31, 2023

	Balance, Dec. 31, <u>2022</u>	Balance after <u>Transfers</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Emergency Management	19,993	20,000		20,000
Fire	3,228	70,485	66,584	3,901
Fire Hydrant Service	33,899	33,899		33,899
Volunteer First Aid	52,522	58,314	5,567	52,747
Fire Prevention	13,232	27,564	1,519	26,045
Road Repairs and Maintenance	2,602	26,704	21,977	4,727
Snow Removal	41,532	51,054	50,612	442
Board of Health	65,882	66,042	207	65,835
Dog regulation	8,301	8,453	153	8,300
Public Assistance- Emergency Assistance	5,150	5,150		5,150
Parks and Playgrounds	13,422	18,726	1,771	16,955
Recreation	51,576	74,927	8,503	66,424
Celebration of Public Events	479	479		479
Senior Citizens Committee	1,973	2,501	545	1,956
Garbage and Trash Removal	179,840	228,571	97,598	130,973
Uniform Construction Code	18,029	29,945	559	29,386
Gas and Electric	132,930	132,932	30,692	102,240
Street Lighting	68,461	68,461	18,115	50,346
Telephone	3,423	14,788	12,505	2,283
Water	5,764	5,764		5,764
Fuel	4,852	20,205	16,651	3,554
Pilots - Bergen County	14,336	14,336		14,336
Total Other expenses Within "CAPS"	<u>1,425,978</u>	<u>1,850,754</u>	<u>614,270</u>	<u>1,236,484</u>
Deferred Charges and Statutory Expenditures Within "CAPS":				
Social Security (O.A.S.I.)	9	9		9
Unemployment Insurance	3,208	3,208	1,334	1,874
Public Employee's Retirement System	54,238	54,238		54,238
Total Deferred Charges and Statutory Expenditures Within "CAPS"	<u>57,455</u>	<u>57,455</u>	<u>1,334</u>	<u>56,121</u>
Total Reserves Within "CAPS"	<u>1,982,299</u>	<u>2,374,875</u>	<u>615,604</u>	<u>1,759,271</u>
Other Expenses Excluded From "CAPS":				
LOSAP	17,300	17,300		17,300
Bergen County Utilities Authority - Share of Costs	753	753		753
Maintenance of Free Public Library	102,336	182,247	182,247	
Total Other Expenses Excluded from "CAPS"	<u>120,389</u>	<u>200,300</u>	<u>182,247</u>	<u>18,053</u>
Total Reserves	<u>\$ 2,102,688</u>	<u>2,575,175</u>	<u>797,851</u>	<u>1,777,324</u>
Appropriation Reserves		2,102,688		
Encumbrances		<u>472,487</u>		
		<u>\$ 2,575,175</u>		
Cash Disbursements			615,604	
Transferred to Amount due to Library			<u>182,247</u>	
			<u>\$ 797,851</u>	

BOROUGH OF EDGEWATER
Schedule of Reserve for Encumbrances
Current Fund
Year ended December 31, 2023

Balance - December 31, 2022	\$	472,487
Increased by:		
Encumbrances		297,969
		770,456
Decreased by:		
Transferred to Appropriation Reserves		472,487
Balance - December 31, 2023	\$	297,969

Schedule of Tax Overpayments
Current Fund
Year ended December 31, 2023

Balance - December 31, 2022	\$	7,306
Increased by:		
Cash Receipts		108,874
		116,180
Decreased by:		
Cash Disbursements	\$	101,711
Applied		5,090
Canceled		6,113
		112,914
Balance - December 31, 2023	\$	3,266

BOROUGH OF EDGEWATER

Schedule of Prepaid Taxes

Current Fund

Year ended December 31, 2023

Balance - December 31, 2022	\$	658,235
Increased by:		
Prepaid Taxes Collected		<u>601,149</u>
		1,259,384
Decreased by:		
Taxes Realized as Revenue		<u>658,235</u>
Balance - December 31, 2023	\$	<u><u>601,149</u></u>

**Schedule of Due to the State - Marriage
License Fees**

Current Fund

Year ended December 31, 2023

Increased by:		
Cash Receipts	\$	<u>1,000</u>
Decreased by:		
Cash Disbursements		<u>600</u>
Balance - December 31, 2023	\$	<u><u>400</u></u>

BOROUGH OF EDGEWATER
Schedule of Property Acquired for Taxes-
Assessed Valuation

Current Fund

Year ended December 31, 2023

Balance - December 31, 2022	\$ <u>3,844,775</u>
Balance - December 31, 2023	\$ <u><u>3,844,775</u></u>

Schedule of Reserve for
Tax Title Lien Premium

Current Fund

Year ended December 31, 2023

Balance - December 31, 2022	\$ 566,000
Increased by:	
Premiums Collected	<u>380,482</u>
	946,482
Decreased by:	
Refunded	<u>377,600</u>
Balance - December 31, 2023	\$ <u><u>568,882</u></u>

BOROUGH OF EDGEWATER

Schedule of Interfunds

Current Fund

Year ended December 31, 2023

<u>Fund</u>	Due from/(to) Balance <u>Dec. 31, 2022</u>	<u>Increased</u>	<u>Decreased</u>	Due from/(to) Balance <u>Dec. 31, 2023</u>
Escrow Trust Fund	\$ 75	14		89
Other Trust Fund	25,233	15,027		40,260
Other Trust Fund - Fire Prevention Dedicated Penalties	(515)		2,900	(3,415)
Other Trust Fund - POAA	(52)			(52)
Other Trust Fund - Flexible Spending	(640)			(640)
Other Trust Fund - Bergen County CDA	3,750			3,750
Payroll Fund	88	1,395		1,483
Marina Utility Operating Fund	5,000	29,000	1,800	32,200
Federal and State Grant Fund	(1,960,651)	953,360	140,506	(1,147,797)
General Capital Fund	20,000	6,117	649,725	(623,608)
	<u>\$ (1,907,712)</u>	<u>1,004,913</u>	<u>794,931</u>	<u>(1,697,730)</u>
 <u>Analysis</u>				
Due to Current Fund	\$ 54,146	45,436	21,800	77,782
Due From Current Fund	<u>(1,961,858)</u>	<u>959,477</u>	<u>773,131</u>	<u>(1,775,512)</u>
	<u>\$ (1,907,712)</u>	<u>1,004,913</u>	<u>794,931</u>	<u>(1,697,730)</u>
	Interest on Investments \$	22,553		
	Reimbursement for Expenses Paid	21,083		
	Cash Receipts		597,648	
	Paydown on Notes		197,283	
	Anticipated Revenue	699,395		
	Cash Disbursements	261,882		
		<u>\$ 1,004,913</u>	<u>794,931</u>	

BOROUGH OF EDGEWATER

Schedule of Various Reserves

Current Fund

Year ended December 31, 2023

	Balance Dec. 31, <u>2022</u>	<u>Increased</u>	<u>Decreased</u>	Balance Dec. 31, <u>2023</u>
Reserve for:				
Binghamton Ferryboat Removal	\$ 100,000			100,000
Playgrounds	2,481			2,481
Due to Library	93,776	182,247		276,023
Library Aid	12,383			12,383
Community Center	18,730			18,730
Developer's Contribution	1,825			1,825
Revaluation	80,000			80,000
BCUA Grant	17,608			17,608
Ferry Agreement	20,000			20,000
Donations	17,425			17,425
Sale of Municipal Assets	1,091			1,091
Arts Festival	1,513			1,513
Centennial	890			890
Tax Appeals	334,656	100,000	201,238	233,418
Municipal Relief Fund	39,161	78,305	39,161	78,305
Tax Title Lien Redemptions	1,084	181,511	138,540	44,055
	<u>\$ 742,623</u>	<u>542,063</u>	<u>378,939</u>	<u>905,747</u>

Receipts	\$ 259,816	
Disbursements		339,778
Budget Appropriations	100,000	
Transfer from Appropriation Reserves	182,247	
Anticipated Revenue		<u>39,161</u>
	<u>\$ 542,063</u>	<u>378,939</u>

BOROUGH OF EDGEWATER

Schedule of Accounts Payable

Current Fund

Year ended December 31, 2023

Balance - December 31, 2022		\$	21,937
Increased by:			
Transferred from Fund Balance			<u>36,770</u>
			58,707
Decreased by:			
Cancelled	\$	21,937	
Cash Disbursements		<u>36,770</u>	
		\$	<u><u>58,707</u></u>

BOROUGH OF EDGEWATER

**Schedule of Deferred Charges - N.J.S.A. 40A:4-53
Special Emergency Authorizations**

Current Fund

Year ended December 31, 2023

<u>Date Authorized</u>	<u>Improvement Description</u>	<u>Amount Authorized</u>	<u>1/5 of Net Amount Authorized</u>	<u>Balance, Dec. 31, 2022</u>	<u>Reduced in 2023 Budget</u>	<u>Balance, Dec. 31, 2023</u>
July 20, 2020	Ord. 2020-04: Reassessment of Real Property	7/20/20	50,000	\$ 150,000	50,000	100,000
November 16, 2020	COVID-19 Revenue Losses	11/16/20	228,915	915,660	228,915	686,745
				<u>\$ 1,065,660.00</u>	<u>278,915</u>	<u>\$ 786,745</u>

BOROUGH OF EDGEWATER

Schedule of Grants Receivable

State and Federal Grant Fund

Year ended December 31, 2023

<u>Purpose</u>	Balance, Dec. 31, <u>2022</u>	Budget Revenue <u>Realized</u>	<u>Received</u>	Balance, Dec. 31, <u>2023</u>
Municipal Alliance - 2013	\$ 2,605			2,605
Municipal Alliance - 2019	9,498			9,498
Municipal Alliance - 2020	9,876			9,876
Municipal Alliance - 2022	4,507			4,507
Municipal Alliance - 2023	4,507			4,507
Municipal Alliance - 2024		4,942	4,942	
Alcohol Education and Rehabilitation		2,843	2,843	
Distracted Driving Incentive		6,189	6,189	
Body Armor Grant		4,168	4,168	
Body-Worn Cameras	32,608		32,608	
Clean Communities		27,756	27,756	
Stormwater Assistance Grant		15,000	15,000	
Port Security - 2016	35,650			35,650
CDBG	17,000			17,000
Recycling Tonnage		37,132	37,132	
	<u>\$ 116,251</u>	<u>98,030</u>	<u>130,638</u>	<u>83,643</u>
	Budget	18,143		
Appropriations by 40a:4-87		<u>79,887</u>		
		<u>\$ 98,030</u>		
		Interfunds	112,495	
Unappropriated Grant Reserves			<u>18,143</u>	
			<u>\$ 130,638</u>	

BOROUGH OF EDGEWATER
Schedule of Due from/(to) Current Fund
Federal and State Grant Fund
Year ended December 31, 2023

Balance - December 31, 2022		\$ 1,960,651
Increased by:		
Grants Receivable	\$ 112,495	
Unappropriated Grants	<u>28,011</u>	
		<u>140,506</u>
		2,101,157
Decreased by:		
Prior Year Encumbrances Paid	152,992	
Appropriated Grant Reserves	100,974	
Unappropriated Grants	<u>699,395</u>	
		<u>953,361</u>
Balance - December 31, 2023		<u>\$ 1,147,796</u>

BOROUGH OF EDGEWATER

Schedule of Appropriated Grant Reserves

State and Federal Grant Fund

Year ended December 31, 2023

Purpose	Balance, Dec. 31, 2022	Transferred from Budget Appropriations	Expended	Balance, Dec. 31, 2023
Clean Communities - 2016	\$ 1,566		1,566	
Clean Communities - 2017	6,565		6,565	
Clean Communities - 2018	11,097		11,097	
Clean Communities - 2019	6,373		4,303	2,070
Clean Communities - 2020	1,642			1,642
Clean Communities - 2021	13,453		5,568	7,885
Clean Communities - 2022	24,746			24,746
Clean Communities - 2023		27,756	5,101	22,655
Municipal Alliance - 2014	7,278			7,278
Municipal Alliance - 2019	5,279			5,279
Municipal Alliance - 2020	9,876			9,876
Municipal Alliance - 2020 Match	2,469			2,469
Municipal Alliance - 2021	3,579			3,579
Municipal Alliance - 2021 Match	895			895
Municipal Alliance - 2022	4,507			4,507
Municipal Alliance - 2023	4,507			4,507
Municipal Alliance - 2024		4,942	1,950	2,992
Alcohol Education and Rehabilitation - 2014	1,046			1,046
Alcohol Education and Rehabilitation - 2015	2,180			2,180
Alcohol Education and Rehabilitation - 2016	1,148			1,148
Alcohol Education and Rehabilitation - 2017	1,222			1,222
Alcohol Education and Rehabilitation - 2018	2,272			2,272
Alcohol Education and Rehabilitation - 2019	1,286			1,286
Alcohol Education and Rehabilitation - 2020	834			834
Alcohol Education and Rehabilitation - 2021	682			682
Alcohol Education and Rehabilitation - 2022		2,843		2,843
Body Armor Grant - 2012	6,052			6,052
Body Armor Grant - 2013	3,697			3,697
Body Armor Grant - 2015	3,026			3,026
Body Armor Grant - 2016	2,906			2,906
Body Armor Grant - 2019	3,018			3,018
Body Armor Grant - 2022	8,302			8,302
Body Armor Grant - 2023		4,168		4,168
Body-Worn Cameras	58,278		47,548	10,730
Recycling Tonnage Grant - 2018	4,647		4,647	
Recycling Tonnage Grant - 2019	13,113		12,629	484
Recycling Tonnage Grant - 2020	281			281
Recycling Tonnage Grant - 2021	155,820			155,820
Recycling Tonnage Grant - 2022		37,132		37,132
U.S. Department of Justice -				
Equitable Sharing - Asset Forfeiture Proceeds	1,939			1,939
Port Security - 2015	7,049			7,049
Port Security - 2016	10,807			10,807

BOROUGH OF EDGEWATER
Schedule of Appropriated Grant Reserves
State and Federal Grant Fund
Year ended December 31, 2023

<u>Purpose</u>	Balance, Dec. 31, <u>2022</u>	Transferred from Budget <u>Appropriations</u>	<u>Expended</u>	Balance, Dec. 31, <u>2023</u>
Post Sandy Planning	5,075			5,075
National Opioid Settlement	11,239			11,239
CDBG	8,441			8,441
Firehouse Grant	22,279			22,279
Stormwater Assistance Grant		15,000		15,000
American Rescue Plan	699,395			699,395
Impaired Driving Countermeasure	5,500			5,500
Impaired Driving Countermeasure - 2021	4,400			4,400
Distracted Driving Incentive	5,500			5,500
Distracted Driving Incentive - 2023		6,189		6,189
	<u>\$ 1,155,266</u>	<u>98,030</u>	<u>100,974</u>	<u>1,152,322</u>
		Budget 18,143		
		Appropriations by 40a:4-87 <u>79,887</u>		
		<u>\$ 98,030</u>		
		Interfunds \$	<u>100,974</u>	

BOROUGH OF EDGEWATER
Schedule of Encumbrances Payable
Federal and State Grant Fund
Year ended December 31, 2023

Balance - December 31, 2022	\$ <u>152,992</u>
Decreased by:	
Prior Year Encumbrances Paid	\$ <u><u>152,992</u></u>

BOROUGH OF EDGEWATER

Schedule of Unappropriated Grant Reserves

State and Federal Grant Fund

Year ended December 31, 2023

<u>Purpose</u>	Balance, Dec. 31, 2022	<u>Received</u>	Appropriated in 2023 <u>Budget</u>	Current Fund Anticipated <u>Revenue</u>	Balance, Dec. 31, 2023
Municipal Alliance - 2015	\$ 3,331		3,331		
Municipal Alliance - 2016	1,611		1,611		
Municipal Alliance - 2024		494			494
Alcohol Education and Rehabilitation Fund - 2022	2,843		2,843		
Alcohol Education and Rehabilitation Fund - 2023		1,947			1,947
Body Armor Grant - 2021	4,168	2,740	4,168		2,740
Distracted Driving Incentive	6,190	6,940	6,190		6,940
Impaired Driving Countermeasure		4,060			4,060
Pedestrian Safety Grant		11,830			11,830
Post Sandy Planning Grant	51,106				51,106
American Rescue Plan	699,395			699,395	
	<u>\$ 768,644</u>	<u>28,011</u>	<u>18,143</u>	<u>699,395</u>	<u>79,117</u>

BOROUGH OF EDGEWATER

Schedule of Cash - Treasurer

Trust Funds

Year ended December 31, 2023

	Animal License Fund	Other Trust Funds	Emergency Services LOSAP
Balance - December 31, 2022	\$ <u>96</u>	<u>1,022,045</u>	<u>1,337,090</u>
Increased by:			
Animal License Fees	3,365		
Due to State of New Jersey - Dog License Fees	455		
Various Reserves		74,076	
Escrow Deposits		173,659	
Interfunds		84,013	
Borough Contributions			52,900
Investment Income			132,280
	<u>3,820</u>	<u>331,748</u>	<u>185,180</u>
	<u>3,916</u>	<u>1,353,793</u>	<u>1,522,270</u>
Decreased by:			
Animal License Expenditures	3,365		
Due to State of New Jersey	459		
Escrow Expenditures		170,897	
Various Reserves		37,975	
Distributions			73,504
	<u>3,824</u>	<u>208,872</u>	<u>73,504</u>
Balance -December 31, 2023	\$ <u><u>92</u></u>	<u><u>1,144,921</u></u>	<u><u>1,448,766</u></u>

BOROUGH OF EDGEWATER
Schedule of Reserve for Expenditures -
Animal License Fund

Trust Funds

Year ended December 31, 2023

Balance - December 31, 2022	\$	76
Increased by:		
Dog License Fees	\$	2,455
Cat License Fees		490
Other Fees		120
Postage/Late Fees		300
		3,365
		3,441
Decreased by:		
Cash Disbursements		3,365
Balance - December 31, 2023	\$	76

<u>License Fees Collected</u>		
	2021	3,678
	2022	3,831
		\$ 7,509

BOROUGH OF EDGEWATER
Schedule of Due to State of New Jersey-
Animal License Fees

Trust Funds

Year ended December 31, 2023

Balance - December 31, 2022	\$	20
Increased by:		
2023 Fees Collected		455
		475
Decreased by:		
Payments to State of New Jersey		459
Balance - December 31, 2023	\$	16

Schedule of Reserve Escrow Deposits

Trust Funds

Year ended December 31, 2023

Balance - December 31, 2022	\$	149,015
Increased by:		
Escrow Deposits		173,659
		322,674
Decreased by:		
Cash Disbursements		170,897
Balance - December 31, 2023	\$	151,777

BOROUGH OF EDGEWATER

**Schedule of Interfunds Receivable/(Payable)
Trust Funds**

Year ended December 31, 2023

	Balance, Dec. 31, <u>2022</u>	<u>Increased</u>	<u>Decreased</u>	Balance, Dec. 31, <u>2023</u>
Other Trust Fund:				
Current Fund				
Fire Prevention Dedicated Penalties	\$ 515	2,900		3,415
POAA	52			52
Other Trust Fund	(25,234)		15,026	(40,260)
Flexible Spending	640			640
Bergen County CDA	(3,750)			(3,750)
General Capital Fund				
Bergen County CDA	(32,214)		68,973	(101,187)
Escrow Trust Fund:				
Current Fund	<u>(75)</u>		<u>14</u>	<u>(89)</u>
	<u>\$ (60,066)</u>	<u>2,900</u>	<u>84,013</u>	<u>(141,179)</u>
Due to Trust Funds	1,207	2,900		4,107
Due from Trust Funds	<u>(61,273)</u>		<u>84,013</u>	<u>(145,286)</u>
	<u>\$ (60,066)</u>	<u>2,900</u>	<u>84,013</u>	<u>(141,179)</u>
Receipts \$			68,973	
Interest on Investments			15,040	
Reserve for Fire Penalties Deposit Errors		<u>2,900</u>		
		<u>\$ 2,900</u>	<u>84,013</u>	

BOROUGH OF EDGEWATER

Schedule of Miscellaneous Reserves

Trust Funds

Year ended December 31, 2023

	Balance, Dec. 31, <u>2022</u>	<u>Increased</u>	<u>Decreased</u>	Balance, Dec. 31, <u>2023</u>
Reserve for:				
Cemetery Bequests	\$ 6,197	75		6,272
Bullet Proof Vests	2,174	26		2,200
Ferry Performance Security	195,447			195,447
Fire Prevention	7,803	3,081	4,573	6,311
Cultural and Historical Society	1,152			1,152
Regional Contribution Assistance	332,197			332,197
Council on Affordable Housing	62,584	652		63,236
Recycling Fees - Other Trust	17,228			17,228
Recycling Fees	57,218	9,940	10,437	56,721
Bergen County CDA Trust	102			102
Flexible Spending Trust	43,851	20,409	20,857	43,403
Municipal Alliance Trust	4,146	664	1,000	3,810
POAA	13,458	434	713	13,179
Shade Tree	13,755	905	395	14,265
Police Confiscated	3,958	212		4,170
Snow Removal	51,694	40,578		92,272
	<u>\$ 812,964</u>	<u>76,976</u>	<u>37,975</u>	<u>851,965</u>
Cash Receipts	\$	74,076		
Cash Disbursements			37,975	
Interfunds		2,900		
	\$	<u>74,076</u>	<u>37,975</u>	

BOROUGH OF EDGEWATER
Statement of Service Award Contributions Receivable
Emergency Services Length of Service Award Program
Year ended December 31, 2023

Balance - December 31, 2022	\$	52,900
Increased by:		
2023 Borough Contribution		51,750
		104,650
Decreased by:		
2022 Borough Contribution Received		52,900
Balance - December 31, 2023	\$	51,750

Statement of Net Assets Available for Benefits
Emergency Services Length of Service Award Program
Year ended December 31, 2023

Balance - December 31, 2022	\$	1,389,990
Increased by:		
Borough Contributions	\$	51,750
Investment Income		132,280
		184,030
		1,574,020
Decreased by:		
Distributions		73,504
Balance - December 31, 2023	\$	1,500,516

BOROUGH OF EDGEWATER

Schedule of Cash - Treasurer

General Capital Fund

Year ended December 31, 2023

Balance - December 31, 2022		\$	6,518,176
Increased by Receipts:			
Reserve for Green Acres	\$	27,961	
Interfunds		6,117	
Voided Check		1,716	
Note Sale Proceeds		1,368,000	
Premium on Sale of Notes		<u>56,722</u>	
			<u>1,460,516</u>
			7,978,692
Decreased by Disbursements:			
Improvement Authorizations		3,208,858	
Fund Balance - Budget Revenue Realized		21,300	
Reserve for Payment of Debt		250,000	
Interfunds		<u>275,648</u>	
			<u>3,755,806</u>
Balance - December 31, 2023		\$	<u><u>4,222,886</u></u>

BOROUGH OF EDGEWATER

Schedule of General Capital Fund Cash

General Capital Fund

Year ended December 31, 2023

Grants Receivable -	
New Jersey Department of Transportation	\$ (391,014)
New Jersey Department of Environmental Protection	(287,068)
Community Development Block Grant	(299,907)
Federal Emergency Management Agency	(7,336)
Bergen County Open Space/Historical Preservation	(512,057)
Interfunds Receivable	(724,795)
Capital Improvement Fund	1,389,386
Reserve for Green Acres	51,823
Reserve for Payment of Debt	2,220,576
Unappropriated State Grant	79,408
Reserve for Grants Receivable	1,245,311
Fund Balance	58,490

Improvement Authorizations:

<u>Ordinance Number</u>	<u>Improvement Description</u>	
1357	Acquisition of Municipal Complex/Police Station	(252,613)
1460	Imps. to DPW and Community Center Parking Lots	13,847
4	Improvements to Veteran's Field	483,110
1517	Improvements to Undercliff Avenue	24,841
1525	Acquisition of Fire Truck	2,801
1538/1561/2018-14	Historic Borough Hall Improvements, Phase III	82,077
1544	Improvements to Old River Road - Phase III	6,840
1550/2018-3	Various Acquisitions and Improvements	528,776
2018-15/2019-10/2020-09/2021-13	Various Acquisitions and Improvements	(158,704)
2019-12	Historic Borough Hall Improvements, Phase IV	338,092
2020-07	911 System	249,500
2020-08	2020 Road Restoration Project	(130,724)
2021-03	Improvements to Orchard Street and Myrtle Avenue	117,430
2021-07/2021-10/2023-04	Various Acquisitions and Improvements	927,238
2021-11/2022-15	Reconstruction of Retaining Wall	9,721
2022-02	Acq. of Land - 1531/1541 River Rd & 300 Old River Rd	(50,939)
2022-04	North Street Roadway Improvements	57,381
2022-05	Record Scanning & Imaging Project	(66,439)
2022-12	Veteran's Field Playground Imps.	(515,165)
2022-13	Old River Road Imp. Project	(15,926)
2022-19	Various Acquisitions and Improvements	22,803
2023-01	Reconstruction of a Sanitary Sewer Force Main on Old River Road	(505,152)
2023-05	Various Acquisitions and Improvements	(59,371)
2023-06	Various Road Improvement Projects	302,277
2023-07	Sewer System and Pump Station Capital Improvements	(23,441)
2023-08	Improvements to Edgewater Dog Park	11,808
		<u>\$ 4,222,886</u>

BOROUGH OF EDGEWATER
Schedule of Deferred Charges to Future
Taxation - Funded
General Capital Fund
Year ended December 31, 2023

Balance - December 31, 2022		\$	34,077,160
Decreased by:			
Infrastructure Loan Payments	\$	169,808	
Green Trust Loan Payments		71,161	
Budget Appropriation to Pay Serial Bonds		3,245,000	
			3,485,969
Balance - December 31, 2023		\$	30,591,191

BOROUGH OF EDGEWATER

**Schedule of Deferred Charges to
Future Taxation - Unfunded**

General Capital Fund

Year ended December 31, 2023

Ordinance Number	Improvement Description	Balance, Dec. 31, 2022	2023 Authorizations	Decreased	Balance, Dec. 31, 2023	Analysis of Balance		
						Bond Anticipation Notes	Expenditures	Unexpended Improvement Authorization
1357	Acquisition of Municipal Complex/Police Station	\$ 252,613		3,263	252,613	58,737	252,613	99,500
1460	Improvements to DPW and Community Center Parking Lots	161,500			158,237			510
1474/1514	Improvements to Veteran's Field	510			2,726			2,726
1534	Improvements To Veteran's Field - Amend 1474/1514/1519	2,726						
1538/1561/2018-14	Historic Borough Hall Improvements - Phase III	238,563		8,518	230,045	229,964		81
1550/2018-3	Various Acquisitions and Improvements	1,195,817		79,828	1,125,307	1,116,880		8,427
2018-15/2019-10/2020-09/2021-13	Various Acquisitions and Improvements	1,217,513		2,405	1,137,685	920,335	158,704	58,446
2019-11	Acquisition of Property	190,000		32,759	187,595	187,595		
2019-12	Historic Borough Hall Improvements - Phase IV	950,000			917,241	917,241		
2020-08	2020 Road Restoration Project	198,105			198,105			
2021-03	Imps. To Orchard St. & Myrtle Avenue	491,325			491,325	491,000		67,381
2021-07/2021-10/2023-004	Various Acquisitions and Improvements	4,277,894	237,500		4,515,394	3,680,765		325
2021-11/2022-015	Reconstruction of Retaining Wall	1,211,250			1,211,250	1,211,250		834,629
2022-002	Acq. of Land - 1531/1541 River Rd and 300 Old River Rd	304,000			304,000			253,061
2022-004	North Street Roadway Improvements	156,750			156,750	156,750		
2022-005	Record Scanning and Imaging Project	118,750			118,750	66,439		52,311
2022-012	Veteran's Field Playground Imps.	627,000			627,000	515,165		111,835
2022-013	Old River Road Improvement Project	888,000			888,000	15,926		872,074
2022-019	Various Acquisitions and Improvements	1,030,750			1,030,750			1,030,750
2023-001	Reconstruction of a Sanitary Sewer Force Main on Old River Road		1,235,000		1,235,000	505,152		729,848
2023-005	Various Acquisitions and Improvements		570,000		570,000	59,371		510,629
2023-006	Various Road Improvements		2,061,528		2,061,528	261,559		2,061,528
2023-007	Sewer System and Pump Station Capital Improvements		285,000		285,000	23,441		261,559
2023-008	Improvements to the Edgewater Dog Park		380,000		380,000			380,000
		\$ 13,513,066	4,769,028	197,283	18,084,811	8,970,717	1,778,474	7,335,620

2023 Improvement Authorizations \$ 4,769,028

Paydown of Notes \$ 197,283

Improvement Authorizations - Unfunded \$ 9,410,182

Less: Unexpended Proceeds of
Bond Anticipation Notes

Ord. 1460	13,847
Ord. 1538/1561/2018-14	82,077
Ord. 1550/2018-3	528,776
Ord. 2019-12	338,092
Ord. 2021-03	117,430
Ord. 2021-07/2021-10/2023-04	927,238
Ord. 2021-11/2022-15	9,721
Ord. 2022-04	57,381
	<u>2,074,562</u>

\$ 7,335,620

BOROUGH OF EDGEWATER
Schedule of Grants Receivable -
New Jersey Department of Transportation

General Capital Fund

Year ended December 31, 2023

Balance - December 31, 2022	\$ 484,973
Increased by:	
Appropriated Grant Awards	<u>157,970</u>
	642,943
Decreased by:	
Interfunds	<u>251,929</u>
Balance - December 31, 2023	\$ <u><u>391,014</u></u>

Analysis of Balance

Ord. 1550 - Undercliff Avenue - Section 3	14,765
Ord. 2020-08 - Undercliff Avenue	166,105
Ord. 2021-03 - Imps. To Myrtle Avenue	1,924
Ord. 2022-13 - Old River Road Imps.	50,250
Ord. 2023-06 - Imps. To Park Street	<u>157,970</u>
	\$ <u><u>391,014</u></u>

Schedule of Grants Receivable -
New Jersey Department of Environmental Protection

General Capital Fund

Year ended December 31, 2023

Balance - December 31, 2022	\$ 115,000
Increased by:	
Unappropriated Grant Awards	<u>172,068</u>
Balance - December 31, 2023	\$ <u><u>287,068</u></u>

Analysis of Balance

Ord. 2021-07 - Imps. To Old Borough Hall Park	115,000
Ord. 2023-08 - Imps. To Edgewater Dog Park	<u>172,068</u>
	\$ <u><u>287,068</u></u>

BOROUGH OF EDGEWATER

Schedule of Community Development Block Grant Receivables

General Capital Fund

Year ended December 31, 2023

Balance - December 31, 2022	\$ 227,907
Increased by:	
Appropriated Grant Awards	<u>72,000</u>
Balance - December 31, 2023	<u>\$ 299,907</u>

Analysis of Balance

Ord. 1517 - Undercliff Avenue Imps. - (Pal. Terrace to Archer/Myrtle)	72,907
Ord. 2021-03 - Orchard Street Imps.	80,000
Ord. 2022-04 - North Street Imps.	75,000
Ord. 2023-06 Maple Street Imps.	<u>72,000</u>
	<u>\$ 299,907</u>

**Schedule of Amount Due from the
Federal Emergency Management Agency - Ord. 1484**

General Capital Fund

Year ended December 31, 2023

Balance - December 31, 2022	<u>\$ 7,336</u>
Balance - December 31, 2023	<u>\$ 7,336</u>

BOROUGH OF EDGEWATER

**Schedule of Bergen County Open Space/
Historical Preservation Grant Receivables**

General Capital Fund

Year ended December 31, 2023

Balance - December 31, 2022 \$ 512,057

Balance - December 31, 2023 \$ 512,057

Analysis of Balance

Ord. 2021-07 - Imps. To Old Borough Hall	354,937
Ord. 2021-07 - Imps. To Memorial Park	34,620
Ord. 2021-07 - Acq. Of 1531 & 1541 River Rd.	<u>122,500</u>
	\$ <u><u>512,057</u></u>

BOROUGH OF EDGEWATER

Schedule of Interfunds

General Capital Fund

Year ended December 31, 2023

<u>Fund</u>	Due from/(to) Balance <u>Dec. 31, 2022</u>	<u>Increased</u>	<u>Decreased</u>	Due from/(to) Balance <u>Dec. 31, 2023</u>
Current Fund	\$ (19,999)	649,724	6,117	623,608
Other Trust Fund	32,214	68,973		101,187
	<u>\$ 12,215</u>	<u>718,697</u>	<u>6,117</u>	<u>724,795</u>
Due to General Capital Fund	32,214	698,698	6,117	724,795
Due from General Capital Fund	<u>(19,999)</u>	<u>19,999</u>		
	<u>\$ 12,215</u>	<u>718,697</u>	<u>6,117</u>	<u>724,795</u>
Cash Disbursements	\$	275,648		
Interest on Investments			6,117	
Reserve for Payment of Debt		191,120		
Grants Receivable - State AR		<u>251,929</u>		
		<u>\$ 718,697</u>	<u>6,117</u>	

BOROUGH OF EDGEWATER

Schedule of New Jersey Environmental Infrastructure Trust Fund Loans Payable

General Capital Fund

Year ended December 31, 2023

Purpose	Date of Issue	Original Issue	Maturities of Loans Outstanding		Interest Rate	Balance, Dec. 31, 2022	Decreased	Balance, Dec. 31, 2023
			Date	Amount				
Separation of Combined Sewers (Ord. 1366)	Nov. 8, 2007	615,000	Aug. 1, 2024	35,000	4.50%	190,000	35,000	155,000
			Aug. 1, 2025	40,000	4.50%			
			Aug. 1, 2026	40,000	4.50%			
			Aug. 1, 2027	40,000	4.25%			
Separation of Combined Sewers (Ord. 1366)	Nov. 8, 2007	1,736,481	Feb. 1, 2024	7,086		328,430	90,304	238,126
			Aug. 1, 2024	80,114				
			Feb. 1, 2025	5,443				
			Aug. 1, 2025	87,599				
			Feb. 1, 2026	3,594				
			Aug. 1, 2026	54,290				
Sewer Repairs (Ord. 1418)	Mar. 10, 2010	170,000	Aug. 1, 2024	10,000	4.00%	71,000	10,000	61,000
			Aug. 1, 2025	9,000	4.00%			
			Aug. 1, 2026	9,000	3.50%			
			Aug. 1, 2027	10,000	4.00%			
			Aug. 1, 2028	9,000	4.00%			
			Aug. 1, 2029	14,000	4.00%			

BOROUGH OF EDGEWATER

Schedule of Green Trust Loans Payable

General Capital Fund

Year ended December 31, 2023

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding		Interest Rate	Balance, Dec. 31, 2022	Decreased	Balance, Dec. 31, 2023
			Date	Amount				
2008 Veterans Field Improvements	Sept 14, 2008	400,000	Mar. 14, 2024	11,485	2.00%	117,792	22,630	95,162
			Sept. 14, 2024	11,600	2.00%			
			Mar. 14, 2025	11,716	2.00%			
			Sept. 14, 2025	11,833	2.00%			
			Mar. 14, 2026	11,951	2.00%			
			Sept. 14, 2026	12,071	2.00%			
			Mar. 14, 2027	12,192	2.00%			
			Sept. 14, 2027	12,314	2.00%			
	2018 Veterans Field Improvements (A)	July 9, 2018	315,500	Apr. 9, 2024	7,351	2.00%	260,364	14,484
			Oct. 9, 2024	7,424	2.00%			
			Apr. 9, 2025	7,498	2.00%			
			Oct. 9, 2025	7,573	2.00%			
			Apr. 9, 2026	7,649	2.00%			
			Oct. 9, 2026	7,726	2.00%			
			Apr. 9, 2027	7,803	2.00%			
			Oct. 9, 2027	7,881	2.00%			
			Apr. 9, 2028	7,960	2.00%			
			Oct. 9, 2028	8,039	2.00%			
			Apr. 9, 2029	8,120	2.00%			
		Oct. 9, 2029	8,201	2.00%				
		Apr. 9, 2030	8,283	2.00%				
		Oct. 9, 2030	8,366	2.00%				
		Apr. 9, 2031	8,449	2.00%				

BOROUGH OF EDGEWATER

Schedule of Green Trust Loans Payable

General Capital Fund

Year ended December 31, 2023

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding		Interest Rate	Balance, Dec. 31, 2022	Decreased	Balance, Dec. 31, 2023
			Date	Amount				
2018 Veterans Field Improvements (A) (continued)			Oct. 9, 2031	8,534	2.00%			
			Apr. 9, 2032	8,619	2.00%			
			Oct. 9, 2032	8,705	2.00%			
			Apr. 9, 2033	8,792	2.00%			
			Oct. 9, 2033	8,880	2.00%			
			Apr. 9, 2034	8,969	2.00%			
			Oct. 9, 2034	9,059	2.00%			
			Apr. 9, 2035	9,149	2.00%			
			Oct. 9, 2035	9,241	2.00%			
			Apr. 9, 2036	9,333	2.00%			
			Oct. 9, 2036	9,427	2.00%			
			Apr. 9, 2037	9,521	2.00%			
			Oct. 9, 2037	9,616	2.00%			
			Apr. 9, 2038	9,712	2.00%			
2018 Veterans Field Improvements (B)		741,655	Apr. 9, 2024	17,279	2.00%	612,044	34,047	577,997
			Oct. 9, 2024	17,452	2.00%			
			Apr. 9, 2025	17,627	2.00%			
			Oct. 9, 2025	17,803	2.00%			
			Apr. 9, 2026	17,981	2.00%			
			Oct. 9, 2026	18,161	2.00%			
			Apr. 9, 2027	18,342	2.00%			
			Oct. 9, 2027	18,526	2.00%			
			Apr. 9, 2028	18,711	2.00%			

BOROUGH OF EDGEWATER

Schedule of Green Trust Loans Payable

General Capital Fund

Year ended December 31, 2023

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding		Interest Rate	Balance, Dec. 31, 2022	Balance, Dec. 31, 2023
			Date	Amount			
			Oct. 9, 2028	18,898	2.00%		
			Apr. 9, 2029	19,087	2.00%		
			Oct. 9, 2029	19,278	2.00%		
			Apr. 9, 2030	19,471	2.00%		
			Oct. 9, 2030	19,665	2.00%		
			Apr. 9, 2031	19,862	2.00%		
			Oct. 9, 2031	20,061	2.00%		
			Apr. 9, 2032	20,261	2.00%		
			Oct. 9, 2032	20,464	2.00%		
			Apr. 9, 2033	20,669	2.00%		
			Oct. 9, 2033	20,875	2.00%		
			Apr. 9, 2034	21,084	2.00%		
			Oct. 9, 2034	21,293	2.00%		
			Apr. 9, 2035	21,508	2.00%		
			Oct. 9, 2035	21,723	2.00%		
			Apr. 9, 2036	21,940	2.00%		
			Oct. 9, 2036	22,159	2.00%		
			Apr. 9, 2037	22,381	2.00%		
			Oct. 9, 2037	22,605	2.00%		
			Apr. 9, 2038	22,831	2.00%		
						\$ 990,200	919,039
						71,161	71,161

2018 Veterans Field Improvements (B) (continued)

Paid via Budget Appropriation \$ 71,161

BOROUGH OF EDGEWATER

Schedule of Serial Bonds

General Capital Fund

Year ended December 31, 2023

Purpose	Date of Issue	Original Issue	Maturities of Bonds Outstanding		Interest Rate	Balance, Dec. 31, 2022	Decreased	Balance, Dec. 31, 2023
			Date	Amount				
General Obligation Bonds	Jul. 15, 2015	11,085,000	Jul. 15, 2024	750,000	3.000%	\$ 6,885,000	750,000	6,135,000
			Jul. 15, 2025	765,000	3.000%			
			Jul. 15, 2026	770,000	3.000%			
			Jul. 15, 2027	770,000	3.000%			
			Jul. 15, 2028	770,000	3.000%			
			Jul. 15, 2029	770,000	3.000%			
			Jul. 15, 2030	770,000	3.000%			
			Jul. 15, 2031	770,000	3.125%			
General Obligation Refunding Bonds	Oct. 31, 2016	3,285,000	Aug. 15, 2024	955,000	4.000%	1,875,000	920,000	955,000
General Obligation Bonds	July 9, 2019	27,240,000	Feb. 15, 2024	1,665,000	4.000%	23,485,000	1,575,000	21,910,000
			Feb. 15, 2025	1,705,000	4.000%			
			Feb. 15, 2026	1,775,000	4.000%			
			Feb. 15, 2027	1,850,000	4.000%			
			Feb. 15, 2028	1,980,000	4.000%			
			Feb. 15, 2029	2,005,000	4.000%			
			Feb. 15, 2030	2,075,000	3.000%			
			Feb. 15, 2031	2,140,000	3.000%			
			Feb. 15, 2032	2,205,000	3.000%			
			Feb. 15, 2033	2,240,000	2.000%			
			Feb. 15, 2034	2,270,000	1.000%			
						\$ 32,245,000	3,245,000	29,000,000
								Paid via Budget Appropriation \$ 3,245,000

BOROUGH OF EDGEWATER

Schedule of Bond Anticipation Notes

General Capital Fund

Year Ended December 31, 2023

Ordinance Number	Improvement Description	Date of Original Issue	Date of Issue	Date of Maturity	Interest Rate	Balance, Dec. 31, 2022	Increased by:	Decreased by:	Balance, Dec. 31, 2023
1460	Improvements to the DPW and Community Center Parking Lots	July 16, 2020	June 1, 2023	May 31, 2024	4.50%	\$ 62,000	58,737	62,000	58,737
1561	Historic Borough Hall Improvements - Phase III	July 18, 2019	June 1, 2023	May 31, 2024	4.50%	91,724	88,448	91,724	88,448
2018-3	Various Acquisitions and Improvements (Amend Ord. 1550)	July 18, 2019	June 1, 2023	May 31, 2024	4.50%	1,187,390	1,116,880	1,187,390	1,116,880
2018-14	Amend 1538/1561: Historic Borough Hall Improvements - Phase III	July 18, 2019	June 1, 2023	May 31, 2024	4.50%	146,758	141,516	146,758	141,516
2018-15	Various Acquisitions and Improvements	July 18, 2019	June 1, 2023	May 31, 2024	4.50%	750,363	680,626	750,363	680,626
2019-10	Amend 2018-15: Various Acquisitions and Improvements	July 16, 2020	June 1, 2023	May 31, 2024	4.50%	133,000	122,909	133,000	122,909
2019-11	Acquisition of Property	July 16, 2020	June 1, 2023	May 31, 2024	4.50%	190,000	187,595	190,000	187,595
2019-12	Historic Borough Hall Improvements - Phase IV	July 16, 2020	June 1, 2023	May 31, 2024	4.50%	950,000	917,241	950,000	917,241
2020-09	Various Acquisitions and Improvements- Amend 2018-15/2019-10	July 15, 2021	June 1, 2023	May 31, 2024	4.50%	117,000	117,000	117,000	117,000
2021-03	Improvements to Orchard Street and Myrtle Avenue	July 15, 2021	June 1, 2023	May 31, 2024	4.50%	491,000	491,000	491,000	491,000
2021-07	Various Acquisitions and Improvements	July 14, 2021	June 1, 2023	May 31, 2024	4.50%	3,680,765	3,680,765	3,680,765	3,680,765
2021-11	Reconstruction of Retaining Wall	June 1, 2023	June 1, 2023	May 31, 2024	4.50%	1,140,000	71,250		1,140,000
2022-15	Reconstruction of Retaining Wall	June 1, 2023	June 1, 2023	May 31, 2024	4.50%		156,750		156,750
2022-04	North Street Roadway Improvements	June 1, 2023	June 1, 2023	May 31, 2024	4.50%				
						\$ 7,800,000	8,970,717	7,800,000	8,970,717

Cash \$	1,368,000
Renewed	7,602,717
Budget Appropriation	197,283
\$	8,970,717

BOROUGH OF EDGEWATER
Schedule of Reserve for Payment of Debt
General Capital Fund
Year ended December 31, 2023

Balance - December 31, 2022	\$	2,027,527
Increased by:		
Due from Current Fund	\$	122,147
Due from Other Trust - CDA		68,973
Transferred from Reserve for Receivables		251,929
		443,049
		2,470,576
Decreased by:		
Disbursement - Current Fund Revenue Anticipated		250,000
Balance - December 31, 2023	\$	2,220,576

Analysis of Balance

Ord. 1226, 1272, 1327		
Ord. 1381/1387		395,112
Ord. 1366		88,120
Ord. 1418		3,750
Ord. 1426		344,230
Ord. 1407		61,410
Ord. 1443		100,000
Ord. 1464		33
Ord. 1474/1514/1519/1534		316,947
Ord. 1517 - Undercliff Avenue Imps		3
Ord. 1544		146,025
Ord. 2018-03		215,000
Ord. 2020-08		68,973
Ord. 2021-03		208,076
Ord. 2022-012		122,147
Ord. 2022-013		150,750
	\$	2,220,576

BOROUGH OF EDGEWATER
Schedule of Reserve for Green Acres
General Capital Fund
Year ended December 31, 2023

Balance - December 31, 2022	\$	23,862
Increased by:		
Interest Earned on Investments		27,961
Balance - December 31, 2023	\$	51,823

Schedule of Capital Improvement Fund
General Capital Fund
Year ended December 31, 2023

Balance - December 31, 2022	\$	1,640,388
Decreased by:		
Appropriated to Finance Improvement Authorizations		251,002
Balance - December 31, 2023	\$	1,389,386

BOROUGH OF EDGEWATER
Schedule of Unappropriated Grant
General Capital Fund
Year ended December 31, 2023

Balance - December 31, 2022	\$	79,408
Balance - December 31, 2023	\$	79,408

Schedule of Reserve for Grant Receivables
General Capital Fund
Year ended December 31, 2023

Balance - December 31, 2022	\$	1,325,172
Increased by:		
Unappropriated Grant Awards:		
New Jersey Department of Environmental Protection		172,068
		1,497,240
Decreased by:		
Transferred to Reserve for Payment of Debt		251,929
Balance - December 31, 2023	\$	1,245,311

<u>Analysis of Balance</u>	
CDBG - Undercliff Avenue Imps. - (Palisades Terr. to Archer)	72,907
NJ DOT FY19 Undercliff Avenue Restoration Project (Ord. 2020-08)	166,105
CDBG (Ord. 2021-03)	80,000
DOT (Ord. 2021-03)	1,924
CY17 Bergen Co. Open Space Trust (Ord. 2021-07)	230,000
CY18 Bergen Co. Open Space Trust (Memorial Park Imps.) (Ord. 2021-07)	34,620
CY20 Bergen Co. Open Space Trust (Ord. 2021-07)	124,937
Bergen Co. Open Space Trust (Acq. of 1531 & 1541 River Rd.) (Ord. 2021-07)	122,500
NJ DEP Green Acres (Old Borough Hall Imps.) (Ord. 2021-07)	115,000
CDBG (North Street Roadway Imps.) (Ord. 2022-04)	75,000
DOT (Old River Road Imps.) (Ord. 2022-13)	50,250
NJ DEP Green Acres (Edgewater Dog Park) (Ord. 2023-08)	172,068
	\$ 1,245,311

BOROUGH OF EDGEWATER

Schedule of Bonds and Notes Authorized but not Issued

General Capital Fund

Year Ended December 31, 2023

Ordinance Number	Improvement Description	Balance, Dec. 31, 2022	2023 Authorizations	Decreased by:	Balance, Dec. 31, 2023
1357	Acquisition of Municipal Complex/Police Station	\$ 252,613			252,613
1460	Improvements to DPW and Community Center Parking Lots	99,500			99,500
1474/1514	Improvements to Veteran's Field	510			510
1534	Improvements to Veteran's Field - Amend 1474/1514/1519	2,726			2,726
1538/1561/2018-14	Historic Borough Hall Improvements - Phase III	81			81
1550/2018-3	Various Acquisitions and Improvements	8,427			8,427
2018-15/2019-10	Various Acquisitions and Improvements	1,650			1,650
2020-08	2020 Road Restoration Project	198,105			198,105
2020-09	Various Acq. and Improvements - Amend 2018-15/2019-10	1,750			1,750
2021-03	Imps. To Orchard St. & Myrtle Avenue	325			325
2021-07/2021-10	Various Acquisitions and Improvements	597,129			597,129
2021-11	Reconstruction of Retaining Wall	1,140,000		1,140,000	
2021-13	Various Acquisitions and Improvements - Amend 2018-15/ 2019-10/2020-09	213,750			213,750
2022-02	Acq. of Land - 1531/1541 River Road and 300 Old River Road	304,000			304,000
2022-04	North Street Roadway Improvements	156,750		156,750	
2022-05	Record Scanning and Imaging Project	118,750			118,750
2022-12	Veteran's Field Playground Improvements	627,000			627,000
2022-13	Old River Road Improvement Project	888,000			888,000
2022-15	Amend 2021-011, Oakdene Terrace Retaining Wall	71,250		71,250	
2022-19	Various Acquisitions and Improvements	1,030,750			1,030,750
2023-001	Reconstruction of a Sanitary Sewer Force Main on Old River Road		1,235,000		1,235,000
2023-004	Various Acquisitions and Improvements		237,500		237,500
2023-005	Various Acquisitions and Improvements		570,000		570,000
2023-006	Various Road Improvements		2,061,528		2,061,528
2023-007	Sewer System and Pump Station Capital Improvements		285,000		285,000
2023-008	Improvements to the Edgewater Dog Park		380,000		380,000
		<u>\$ 5,713,066</u>	<u>4,769,028</u>	<u>1,368,000</u>	<u>9,114,094</u>
			2023 Improvement Authorizations \$ <u>4,769,028</u>		
				Notes Issued \$ <u>1,368,000</u>	

BOROUGH OF EDGEWATER
Schedule of Cash - Collector-Treasurer
Marina Utility Operating Fund
Year ended December 31, 2023

Balance - December 31, 2022		\$	704,876
Cash Receipts:			
Membership/Slip Rentals	\$		326,233
2024 Prepaid Slip Rental Revenue			7,100
Miscellaneous Revenue Not Anticipated			<u>17,539</u>
			<u>350,872</u>
			1,055,748
Cash Disbursements:			
2023 Appropriations	\$		368,424
Appropriation Reserves			<u>12,421</u>
			<u>380,845</u>
Balance - December 31, 2023		\$	<u><u>674,903</u></u>

BOROUGH OF EDGEWATER

Schedule of Cash - Collector-Treasurer

Marina Utility Capital Fund

Year ended December 31, 2023

Balance - December 31, 2022	\$	36,949
Cash Receipts:		
Interfunds		<u>318</u>
		37,267
Cash Disbursements:		
Improvement Authorizations		<u>53</u>
Balance - December 31, 2023	\$	<u><u>37,214</u></u>

BOROUGH OF EDGEWATER

Schedule of Marina Utility Capital Fund Cash

Marina Utility Capital Fund

Year ended December 31, 2023

Due from Federal Emergency Management Agency	\$ (247,943)
Due to Marina Utility Operating Fund	318
Fund Balance	32,132

Improvement Authorizations:

<u>Ordinance number</u>	<u>Improvement Description</u>	
1465	Acquisition of Marina Dredging Equipment	30,823
1467	Dredging of the Marina	202,505
2017-1551/		
2018-004	Various Marina Improvements	19,498
2022-018	Acquisition of Tow Boat	(119)
		<u>37,214</u>
		<u>\$ 37,214</u>

BOROUGH OF EDGEWATER

**Schedule of Interfunds Receivable/(Payable)
Marina Utility Operating Fund**

Year ended December 31, 2023

	Balance, Dec. 31, <u>2022</u>	<u>Increased</u>	<u>Decreased</u>	Balance, Dec. 31, <u>2023</u>
Current Fund	\$ (5,000)	1,800	29,000	(32,200)
Marina Utility Capital Fund		318		318
	<u>\$ (5,000)</u>	<u>2,118</u>	<u>29,000</u>	<u>(31,882)</u>
Due to Marina Utility Operating Fund	\$	318		318
Due from Marina Utility Operating Fund	<u>(5,000)</u>	<u>1,800</u>	<u>29,000</u>	<u>(32,200)</u>
	<u>\$ (5,000)</u>	<u>2,118</u>	<u>29,000</u>	<u>(31,882)</u>
Anticipated Revenue	\$	1,800		
Reimbursement for Expenditures Paid			29,000	
Interest Earnings		318		
		<u>\$ 2,118</u>	<u>29,000</u>	

BOROUGH OF EDGEWATER

Schedule of Grants Receivable

Marina Utility Operating Fund

Year ended December 31, 2023

Balance - December 31, 2022 \$ 139,347

Balance - December 31, 2023 \$ 139,347

Analysis of Balance

FY17 Port Security Grant	\$ 8,937
FY18 Port Security Grant	17,208
FY19 Port Security Grant	934
FY21 Port Security Grant	28,050
FY22 Port Security Grant	<u>84,218</u>
	\$ <u><u>139,347</u></u>

BOROUGH OF EDGEWATER

Schedule of 2022 Reserves - Operating

Marina Utility Operating Fund

Year ended December 31, 2023

	Balance, Dec. 31, <u>2022</u>	Balance After Transfers and <u>Encumbrances</u>	Paid or <u>Charged</u>	Balance <u>Lapsed</u>
Salaries and Wages	\$ 1,026	1,026		1,026
Other Expenses	74,932	87,225	12,421	74,804
2021 Port Security	<u>84,218</u>	<u>84,218</u>	<u>84,218</u>	
	<u>\$ 160,176</u>	<u>172,469</u>	<u>96,639</u>	<u>75,830</u>

Appropriation Reserves	\$ 160,176
Encumbrances	<u>12,293</u>
	<u>\$ 172,469</u>

Transfer to Reserves	\$ 84,218
Cash Disbursements	<u>12,421</u>
	<u>\$ 96,639</u>

Exhibit D-11

BOROUGH OF EDGEWATER
Schedule of Encumbrances Payable
Marina Utility Operating Fund
Year ended December 31, 2023

Balance - December 31, 2022	\$	12,293
Increased by:		
Transferred from Budget		<u>7,639</u>
		19,932
Decreased by:		
Transferred to Appropriation Reserves		<u>12,293</u>
Balance - December 31, 2023	\$	<u><u>7,639</u></u>

Exhibit D-12

Schedule of Prepaid Slip Revenue
Marina Utility Operating Fund
Year ended December 31, 2023

Balance - December 31, 2022	\$	13,335
Increased by:		
2024 Slip Rental Receipts		<u>7,100</u>
		20,435
Decreased by:		
Slip Rental Realized as Revenue		<u>13,335</u>
Balance - December 31, 2023	\$	<u><u>7,100</u></u>

BOROUGH OF EDGEWATER
Schedule of Accrued Interest on Bonds
MarinaUtility Operating Fund
Year ended December 31, 2023

Balance - December 31, 2022	\$	11,475
Increased by:		
Budget Appropriation		28,000
		39,475
Decreased by:		
Due to Current Fund		29,000
Balance - December 31, 2023	\$	10,475

<u>Principal Outstanding</u>	<u>Interest</u>	<u>From</u>	<u>To</u>	<u>Required</u>	<u>Actual</u>
<u>December 31, 2023</u>	<u>Rate</u>				
Serial Bonds Payable					
715,000	4.00%	8/15/23	12/31/23	\$ <u>10,275</u>	\$ <u>10,475</u>

BOROUGH OF EDGEWATER

Schedule of Deferred Charges

Marina Utility Operating Fund

Year ended December 31, 2023

	Balance, Dec. 31, <u>2022</u>	Amount in <u>2023</u> <u>Budget</u>
Overexpenditure of Appropriations \$	<u>5,000</u>	\$ <u>5,000</u>

BOROUGH OF EDGEWATER

Schedule of Reserve for Port Security

Marina Utility Operating Fund

Year ended December 31, 2023

Increased by:

Transfer from Appropriation Reserves \$ 84,218

Balance - December 31, 2023 \$ 84,218

BOROUGH OF EDGEWATER
Schedule of Interfunds Receivable/(Payable)
Marina Utility Capital Fund
Year ended December 31, 2023

	<u>Decreased</u>	Balance, Dec. 31, <u>2023</u>
Marina Utility Operating Fund	\$ <u>318</u>	\$ <u>(318)</u>
Due from Marina Utility Capital Fund	\$ <u>318</u>	\$ <u>(318)</u>
Interest Earnings	\$ <u>318</u>	

BOROUGH OF EDGEWATER
Schedule of Amount Due from the Federal
Emergency Management Agency - Ord. 1467
Marina Utility Capital Fund
Year ended December 31, 2023

Balance - December 31, 2022	\$ <u>247,943</u>
Balance - December 31, 2023	\$ <u><u>247,943</u></u>

BOROUGH OF EDGEWATER
Schedule of Fixed Capital Authorized
and Uncompleted

Marina Utility Capital Fund

Year ended December 31, 2023

Balance - December 31, 2022	\$	1,892,996
Increased by:		
Fixed Capital Authorized		355,000
Balance - December 31, 2023	\$	2,247,996

<u>Analysis of Balance</u>		
Ord. 1465	\$	450,000
Ord. 1467		742,996
Ord. 2017-1551/2018-004		700,000
Ord. 2022-018		355,000
	\$	2,247,996

BOROUGH OF EDGEWATER

Schedule of Improvement Authorizations

Marina Utility Capital Fund

Year ended December 31, 2023

Ordinance Number	Improvement Description	Date	Ordinance Amount	Balance Dec. 31, 2022		2023 Authorizations	Paid or Charged	Balance Dec. 31, 2023	
				Funded	Unfunded			Funded	Unfunded
1465	Acquisition of Marina Dredging Equipment	Dec. 19, 2011	450,000 \$	30,823				30,823	
1467	Dredging of the Marina	Mar. 5, 2012	742,996	202,439		(66)		202,505	
2017-1551/ 2018-004	Various Marina Improvements	Sept. 18, 2017	590,000	19,498				19,498	
2022-018	Acquisition of Tow Boat	Dec. 12, 2022	355,000		355,000	119			354,881
				\$ 202,439	\$ 50,321	\$ 355,000	\$ 53	\$ 252,826	\$ 354,881

BOROUGH OF EDGEWATER
Schedule of Reserve for Amortization
Marina Utility Capital Fund
Year ended December 31, 2023

Balance - December 31, 2022	\$	355,000
Increased by:		
Paydown on Bonds		80,000
Balance - December 31, 2023	\$	435,000

BOROUGH OF EDGEWATER
Schedule of Deferred Reserve for Amortization
Marina Utility Capital Fund
Year ended December 31, 2023

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Balance Dec. 31, 2022</u>	<u>Balance Dec. 31, 2023</u>
1467	Dredging of Edgewater Marina	\$ 742,996	742,996
		\$ 742,996	742,996

BOROUGH OF EDGEWATER, N.J.

Schedule of Serial Bonds

Marina Utility Operating Fund

Year ended December 31, 2023

<u>Purpose</u>	<u>Date of Issue</u>	<u>Original Issue</u>	<u>Maturities of Bonds Outstanding</u>		<u>Interest Rate</u>	<u>Balance Dec. 31, 2022</u>	<u>Decreased</u>	<u>Balance Dec. 31, 2023</u>
			<u>Date</u>	<u>Amount</u>				
General Obligation Bonds	July 9, 2019	1,050,000	Feb. 15, 2024	85,000	4.00%	\$ 795,000	80,000	715,000
			Feb. 15, 2025	90,000	4.00%			
			Feb. 15, 2026	90,000	4.00%			
			Feb. 15, 2027	100,000	4.00%			
			Feb. 15, 2028	110,000	4.00%			
			Feb. 15, 2029	120,000	4.00%			
			Feb. 15, 2030	120,000	3.00%			
						\$ 795,000	80,000	715,000

BOROUGH OF EDGEWATER, N.J.

Bonds and Notes Authorized But Not Issued

Marina Utility Capital Fund

Year ended December 31, 2023

<u>Ordinance Number</u>	<u>Improvement Description</u>	<u>Increased</u>	<u>Balance Dec. 31, 2023</u>
2022-018	Acquisition of Tow Boat	\$ <u>355,000</u>	\$ <u>355,000</u>
		\$ <u>355,000</u>	<u>355,000</u>
	2023 Improvement Authorizations	\$ <u>355,000</u>	

BOROUGH OF EDGEWATER



LETTERS ON INTERNAL CONTROL AND ON COMPLIANCE

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2023



WIELKOTZ & COMPANY LLC

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

Honorable Mayor and
Members of the Borough Council
Borough of Edgewater
County of Bergen, New Jersey

We have audited, in accordance with auditing standards generally accepted in the United States of America; audit requirements as prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey; and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States, the financial statements-regulatory basis of the Borough of Edgewater in the County of Bergen as of and for the year ended December 31, 2023 and the related notes to the financial statements, and have issued our report thereon dated April 17, 2024, which was adverse due to being presented in accordance with New Jersey regulatory basis of accounting. The regulatory basis opinion was qualified for the Length of Service Awards Program not being audited.

Internal Control Over Financial Reporting

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

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



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

We did identify certain immaterial deficiencies in internal control that we have reported to management of the Borough of Edgewater in the accompanying comments and recommendations section of this report.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough of Edgewater's financial statements-regulatory basis are free of 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 determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit and, accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

However, we noted certain immaterial instances of noncompliance that we have reported to the management of the Borough of Edgewater in the accompanying comments and recommendations section of this report.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Borough of Edgewater's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Borough of Edgewater's internal controls and compliance. Accordingly, this communication is not suitable for any other purpose.



Steven D. Wielkocz, C.P.A.
Registered Municipal Accountant
No. CR00413



WIELKOTZ & COMPANY, LLC
Certified Public Accountants
Pompton Lakes, New Jersey

April 17, 2024





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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
THE UNIFORM GUIDANCE**

Honorable Mayor and
Members of the Borough Council
Borough of Edgewater
County of Bergen, New Jersey

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited Borough of Edgewater's 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 Borough of Edgewater's major federal programs for the year ended December 31, 2023. Borough of Edgewater's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, Borough of Edgewater complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal 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; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; 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 Auditor's Responsibilities for the Audit of Compliance section of our report.



We are required to be independent of Borough of Edgewater 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 Borough of Edgewater's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on Borough of Edgewater's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, Government Auditing Standards, the Uniform Guidance, 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. Noncompliance with the compliance requirements referred to above is considered material if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about Borough of Edgewater's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with generally accepted auditing standards, Government Auditing Standards, 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 Borough of Edgewater'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 Borough of Edgewater'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 Borough of Edgewater'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.

Other Matters

The results of our auditing procedures disclosed instances of noncompliance which are required to be reported in accordance with the Uniform Guidance.

Government Auditing Standards requires the auditor to perform limited procedures on Borough of Edgewater's response to the noncompliance findings identified in our audit described in the accompanying schedule of findings and questioned costs. Borough of Edgewater's response was not subjected to the other auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the response.

Report on Internal Control over Compliance

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

Honorable Mayor and
Members of the Borough Council
Page 4.

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

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

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



Steven D. Wielkocz, C.P.A.
Registered Municipal Accountant
No. CR00413



WIELKOTZ & COMPANY, LLC
Certified Public Accountants
Pompton Lakes, New Jersey

April 17, 2024



BOROUGH OF EDGEWATER

Schedule of Expenditures of Federal Awards

For the Year Ended December 31, 2023

Federal Grantor/Pass-Through Grantor/Program Title/Cluster Title	Assistance Listing Number	FAIN Number	Grant or State Project Number	Grant Period From	Grant Period To	Grant Award	Grant Receipts	Grant Expenditures	Adjustments	Cumulative Grant Expenditures
General Capital Funds:										
Department of Housing and Urban Development (passed through County of Bergen):										
Community Development Block Grant:										
Maple Street Roadway Imps. - Ord. 2023-06	14.218	B-23-UC-34-0100	21-213-753-155-43-66	N/A	N/A	72,000				
North Street Roadway Imps. - Ord. 22-04	14.218	B-22-UC-34-0100	21-213-752-155-43-66	N/A	N/A	75,000				75,000
Orchard Street Imps. - Ord. 2021-03	14.218	B-21-UC-34-0100	21-213-75-115-543-66	N/A	N/A	80,000		4,703		48,878
Handicapped Accessible Curb Ramps - Ord. 1517	14.218	B-17-UC-34-0100	21-213-745-155-43-66	N/A	N/A	76,180		4,703		67,177
										191,055
U.S. Department of Homeland Security										
Disaster Grants - Public Assistance (Presidentially Declared Disasters)										
4021 Public Assistance - Hurricane Irene	97.036	4021DRNJP0000001		N/A	N/A	217,808				217,808
PA-02-NJ-4021-PW-01332 - Ord. 1484								4,703		217,808
										408,863
Subtotal General Capital Fund										
Marina Utility Capital Funds:										
U.S. Department of Homeland Security (1)										
Disaster Grants - Public Assistance (Presidentially Declared Disasters)										
PA-02-NJ-1897-PW-01289 - Ord. 1467	97.036	4021DRNJP0000001		N/A	N/A	742,996			68	542,587
									68	542,587
							\$ 1,128,077	1,823,631	68	3,724,438

Note: This schedule was not subject to an audit in accordance with the Uniform Guidance.

BOROUGH OF EDGEWATER

Schedule of Expenditures of State Financial Assistance

For the Year Ended December 31, 2023

State Funding Department	State Grant Account #	From	Grant Period	To	Grant Award	Grant Receipts	Grant Expenditures	Cumulative Grant Expenditures
Federal and State Grant Fund: Department of Environmental Protection Clean Communities Program	4900-765-042-4900-004-V42Y	1/1/2023	12/31/2023		27,756 \$	27,756	5,101 *	5,101
	4900-765-042-4900-004-V42Y	1/1/2022	12/31/2022		24,746			
	4900-765-042-4900-004-V42Y	1/1/2021	12/31/2021		21,842		5,568 *	13,957
	4900-765-042-4900-004-V42Y	1/1/2020	12/31/2020		20,507			18,865
	4900-765-042-4900-004-V42Y	1/1/2019	12/31/2019		22,740		5,388 *	21,755
	4900-765-042-4900-004-V42Y	1/1/2018	12/31/2018		20,381		19,256 *	20,381
	4900-765-042-4900-004-V42Y	1/1/2017	12/31/2017		21,286		35,313 *	22,850
						27,756		102,909
Solid Waste Administration Recycling Tonnage Grant	4900-752-042-4900-001-V42Y	1/1/2023	12/31/2023		37,132	37,132		
	4900-752-042-4900-001-V42Y	1/1/2022	12/31/2022		155,820			
	4900-752-042-4900-001-V42Y	1/1/2021	12/31/2021		30,281			30,000
	4900-752-042-4900-001-V42Y	1/1/2019	12/31/2019		19,882		12,629 *	19,398
	4900-752-042-4900-001-V42Y	1/1/2018	12/31/2018		17,508		17,508	17,508
	4900-752-042-4900-001-V42Y	1/1/2017	12/31/2017		33,051		33,051 *	33,051
	4900-752-042-4900-001-V42Y	1/1/2014	12/31/2014		13,105		13,105 *	13,105
	4900-752-042-4900-001-V42Y	1/1/2011	12/31/2011		14,345		14,095 *	14,345
	4900-752-042-4900-001-V42Y	1/1/2011	12/31/2011		12,464		12,464 *	12,464
	4900-752-042-4900-001-V42Y	1/1/2010	12/31/2010		37,800		37,800 *	37,800
	4900-752-042-4900-001-V42Y	1/1/2009	12/31/2009		7,876		7,876 *	7,876
	4900-752-042-4900-001-V42Y	1/1/2008	12/31/2008		6,340		6,340 *	6,340
						37,132	154,868 *	
Stormwater Assistance Grant	4850-100-042-4850-099-V4R2-6120	1/1/2023	12/31/2027		15,000	15,000		
Administrative Office of the Courts Alcohol Education Rehabilitation Fund	9735-760-098-Y900-001-X100	1/1/2023	12/31/2023		1,947	1,947		
	9735-760-098-Y900-001-X100	1/1/2022	12/31/2022		2,843			
	9735-760-098-Y900-001-X100	1/1/2021	12/31/2021		682			
	9735-760-098-Y900-001-X100	1/1/2020	12/31/2020		2,120			
	9735-760-098-Y900-001-X100	1/1/2019	12/31/2019		1,286			
	9735-760-098-Y900-001-X100	1/1/2018	12/31/2018		2,272			
	9735-760-098-Y900-001-X100	1/1/2017	12/31/2017		1,673			451
	9735-760-098-Y900-001-X100	1/1/2016	12/31/2016		1,148			
	9735-760-098-Y900-001-X100	1/1/2015	12/31/2015		2,180			
	9735-760-098-Y900-001-X100	1/1/2014	12/31/2014		1,950			904
					1,947			1,355

BOROUGH OF EDGEWATER

Schedule of Expenditures of State Financial Assistance

For the Year Ended December 31, 2023

State Funding Department	State Grant Account #	From	Grant Period To	Grant Award	Grant Receipts	Grant Expenditures	Cumulative Grant Expenditures
General Capital Fund:							
Department of Transportation - State Aid Highway Projects Highway Planning and Construction							
Park Street - Ord. 2023-06			2023	157,970			*
Old River Road Imp. Project - Ord. 2022-13			2022	201,000	150,750	33,170	33,170
Myrtle Avenue - Ord. 2021-03			2021	210,000	101,179		*
Undercliff Avenue - Ord. 2020-08			2020	186,000			210,000
Winterburn Place - Ord. 2020-08			2020	207,000			*
Undercliff Avenue, Section IV - Ord. 1550			2017	165,627			165,627
Undercliff Avenue, Section III - Ord. 1550			2016	155,500	251,929	33,170	145,730
							554,527
Department of Environmental Protection			2023	172,068			*
Dog Park Improvements - Ord. 2023-08			2021	115,000			*
Old Borough Hall Park Imps. - Ord. 2021-07							*
Department of Parks, Recreation, Historic & Cultural Affairs							*
Community Development Block Grant							*
Old Borough Hall - Ord. 2021-07	21000033		2021	354,937			*
Memorial Park Imps. - Ord. 2021-07	03-200-56-130-910		2021	34,620			*
Acquisition of 1531 & 1541 River Road - Ord. 2021-07	21000015		2021	122,500			*
					251,929	33,170	554,527
					369,606	272,849	969,488
Subtotal General Capital Fund							
<i>Total State Financial Assistance - All Funds</i>							
Other Financial Assistance:							
County of Bergen (passed through Bergen County Open Space/Historic Preservation Trust) Veteran's Field		N/A	N/A	52,474			52,474
Firehouse Subs Public Safety Foundation, Inc. Firehouse Improvements (Radio Equipment)		N/A	N/A	22,280			
New Jersey Optoid Settlement		N/A	N/A	11,239			
<i>Total Other Financial Assistance</i>							
Total State and Other Financial Assistance							
				\$	369,606	272,849	1,021,962

Note: This schedule was not subject to an audit in accordance with N.J. OMB circular 15-08.

**BOROUGH OF EDGEWATER
NOTES TO THE SCHEDULES OF EXPENDITURES
OF FEDERAL AND STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2023**

NOTE 1. GENERAL

The accompanying schedules of expenditures of awards present the activity of all federal and state financial assistance programs of the Borough of Edgewater, County of Bergen. The Borough is defined in Note 1A to the Borough's financial statements. All federal financial assistance received directly from federal agencies, as well as federal financial assistance passed through other government agencies is included on the schedule of expenditures of awards.

NOTE 2. BASIS OF ACCOUNTING

The accompanying schedules of expenditures of awards are presented using the modified accrual basis of accounting as prescribed for municipalities by the Division of Local Government Services, Department of Community Affairs, State of New Jersey which differ in certain respects from generally accepted accounting principles (GAAP) applicable to local government units. This basis of accounting is described in Note 1(B) to the Borough's financial statements.

NOTE 3. RELATIONSHIP TO FINANCIAL STATEMENTS

Amounts reported in the accompanying schedules do not agree with amounts reported in the Borough's financial statements because encumbrances are not reported in the accompanying schedules. Financial assistance awards are reported in the Borough's financial statements on a basis of accounting described above as follows:

	Federal	State	Total
Federal and State Grant Fund	\$ 14,286	239,679	\$ 253,965
Current Fund	1,804,642		1,804,642
General Capital Fund	4,703	33,170	37,873
	<u>\$ 1,823,631</u>	<u>272,849</u>	<u>\$ 2,096,480</u>

NOTE 4. RELATIONSHIP TO FEDERAL AND STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedules agree, in all material respects, with the amount reported in the related federal and state financial reports.

**BOROUGH OF EDGEWATER
NOTES TO THE SCHEDULES OF EXPENDITURES
OF FEDERAL AND STATE AWARDS
FOR THE YEAR ENDED DECEMBER 31, 2023
(CONTINUED)**

NOTE 5. ADJUSTMENTS

Amounts reported in the accompanying schedules were adjusted to report the financial assistance awards as described in Note 2 Basis of Accounting.

NOTE 6. INDIRECT COST RATE

The Borough of Edgewater has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

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

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditor’s report issued:

Adverse: GAAP

Modified: OCBOA

Internal control over financial reporting:

- | | | |
|---|-----------|------------------------------------|
| 1. Significant deficiencies identified that are not considered to be material weaknesses? | _____ yes | _____ <u>X</u> _____ none reported |
| 2. Material weakness(es) identified? | _____ yes | _____ <u>X</u> _____ no |

Noncompliance material to financial statements noted?

_____ yes _____ X _____ no

Federal Awards Section

Dollar threshold used to determine type A programs:

\$ 750,000

Auditee qualified as low-risk auditee?

_____ yes _____ X _____ no

Type of auditors’ report on compliance for major programs:

_____ unmodified _____

Internal Control over compliance:

- | | | |
|---|-----------|-------------------------|
| 1. Material weakness(es) identified? | _____ yes | _____ <u>X</u> _____ no |
| 2. Significant deficiencies identified that are not considered to be material weaknesses? | _____ yes | _____ <u>X</u> _____ no |

Any audit findings disclosed that are required to be reported in accordance with Uniform Guidance?

_____ yes _____ X _____ no

**BOROUGH OF EDGEWATER
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED DECEMBER 31, 2023
(continued)**

*Section I – Summary of Auditor’s Results
(continued)*

Identification of major programs:

<u>Assistance Listing Number(s)</u>	<u>FAIN Number(s)</u>		<u>Name of Federal Program or Cluster</u>
<u>21.027</u>	<u>SLRRP1040</u>	(A)	<u>American Rescue Plan</u>
<u>97.036</u>		(A)	<u>Federal Emergency Management Assistance (FEMA)</u>

Note: (A) – Tested as Major Type A Program.

State Awards Section

Not Applicable

Section II – Schedule of Financial Statement Findings

None

Section III – Federal Awards and State Financial Assistance Findings and Questioned Costs

None

BOROUGH OF EDGEWATER

GENERAL COMMENTS

Contracts and Agreements

N.J.S.A. 40A:11-3 states:

- a. When the cost or price of any contract awarded by the contracting agent in the aggregate does not exceed in a contract year the total sum of \$17,500, the contract may be awarded by a purchasing agent when so authorized by ordinance or resolution, as appropriate to the contracting unit, of the governing body of the contracting unit without public advertising for bids, except that the governing body of any contracting unit may adopt an ordinance or resolution to set a lower threshold for the receipt of public bids or the solicitation of competitive quotations. If the purchasing agent is qualified pursuant to subsection b. of section 9 of P.L. 1971, c.198 (C.40A:11-9), the governing body of the contracting unit may establish that the bid threshold may be up to 25,000. Such authorization may be granted for each contract or by a general delegation of the power to negotiate and award such contracts pursuant to this section.
- b. Any contract made pursuant to this section may be awarded for a period of 24 consecutive months, except that contracts for professional services pursuant to subparagraph (i) of paragraph (a) of subsection (1) of section 5 of P.L. 1971, c.198 (C.40A:11-5) may be awarded for a period not exceeding 12 consecutive months. The Division of Local Government Services shall adopt and promulgate rules and regulations concerning the methods of accounting for all contracts that do not coincide with the contracting unit's fiscal year.
- c. The Governor, in consultation with the Department of the Treasury, shall no later than March 1 of every fifth year beginning in the fifth year after the year in which P.L. 1999, c.440 takes effect, adjust the threshold amount and the higher threshold amount which the governing body is permitted to establish, as set forth in subsection a. of this section, or the threshold amount resulting from any adjustment under this subsection, in direct proportion to the rise or fall of the index rate as that term is defined in section 2 of P.L. 1971, c.198(C.40A:11-2), and shall round the adjustment to the nearest \$1,000. The Governor shall, no later than June 1 of every fifth year, notify each governing body of the adjustment. The adjustment shall become effective on July 1 of the year in which it is made.

N.J.S.A. 40A:11-4 states:

- a. 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 bidding therefor, except as is provided otherwise in this act of

BOROUGH OF EDGEWATER

GENERAL COMMENTS, (continued)

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.

Effective July 1, 2015, the bid threshold, in accordance with N.J.S.A. 40A:11-3 and 40A:11-4 (as amended) is \$17,500 and with a qualified purchasing agent the threshold may be up to \$40,000. On July 1, 2020, this amount was increased to \$44,000.

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

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

Historic Borough Hall Park and Memorial Park Improvements
Acquisition of a Marina Work Boat
2023 Road Improvement Program - Old River Road, Maple Street & Undercliff Avenue
Road Improvements - Park Street & Undercliff Avenue from Sterling Place to Palisades Terrace

Resolutions, were adopted authorizing the awarding of contracts and agreements for "Professional Services" N.J.S. 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 material or supplies, the results of such an accumulation could not reasonably be ascertained. Disbursements were reviewed, however, to determine whether any clear cut violation existed. No violations were disclosed.

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

Collection of Interest on Delinquent Taxes and Assessments

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.

BOROUGH OF EDGEWATER

GENERAL COMMENTS, (continued)

The following resolution authorizing interest to be charged on delinquent taxes was adopted at the reorganization meeting held on January 3, 2023.

"WHEREAS, the penalty for nonpayment of taxes becoming delinquent on and after February 1, shall be at the rate of eight per centum (8%) per year for the first \$1,500 of delinquency and eighteen per centum (18%) per year on amounts over \$1,500; and

WHEREAS, Section 54:4-67 of the Revised Statutes has been amended to allow the Tax Collector to collect no interest if payment of any installment is made within ten (10) days after the date upon which the same became payable, provided it meets with the approval of the Mayor and Council;

BE IT RESOLVED, that the Tax Collector is granted permission to withhold interest charged for a period of ten (10) days after the date upon which the installment became payable, provided it is received within the period.

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

Delinquent Taxes and Tax Title Liens

A tax sale was held on December 7, 2023 and was complete.

Inspection of tax sale certificates on file revealed that all tax sale certificates were available for audit.

The following comparison is made of the number of tax title liens receivable on the last three periods of audit:

<u>Year Ended</u>	<u>Number of Liens</u>
December 31, 2023	1
December 31, 2022	2
December 31, 2021	3

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

**BOROUGH OF EDGEWATER
COMMENTS & RECOMMENDATIONS
DECEMBER 31, 2023**

COMMENTS

Finance/Treasurer:

1. *Not all prior year interfunds were liquidated prior to the close of the current fiscal year.
2. There were instances in which premiums from the tax sale were not received in a timely manner.
3. Vouchers/supporting documentation did not include a purchase order number.
4. Purchase exceeding bid threshold made through State Contract was not approved through resolution.
5. Several trust funds do not have a State approved Dedication by Rider.
6. Expense amount included on the Annual UCC Report do not agree to amounts charged to the budget.
7. There are General Capital Fund Improvement Authorizations greater than five years old that have unfunded portions outstanding.

Payroll:

1. There were several instances in which employees' dental benefit deductions were not being calculated correctly, in accordance with Chapter 78, P.L. 2011.

Departments:

1. In several instances, deposits were not made within 48 hours by the Building Department.
2. Receipts posted to the Building Department ledger did not always agree to amounts deposited into the bank.
3. Not all receipts collected by the Police Department are date stamped when received which makes determination of compliance with N.J.S.A. 40A:5-15 impossible.

Municipal Court:

1. A review of the December monthly management report indicated the following:
 - a. There are 21 tickets eligible for FTA over 14 days.
 - b. There are 67 complaints eligible for warrant.
 - c. There are 18 complaints eligible for DSUS.
2. Checks disbursed by the Municipal Court do not contain two authoring signatures on checks.
3. The General Account bank reconciliation has long, outstanding checks greater than 180 days as reconciling items.

**BOROUGH OF EDGEWATER
COMMENTS & RECOMMENDATIONS
DECEMBER 31, 2023**

RECOMMENDATIONS

Finance/Treasurer:

1. *That all interfunds be liquidated prior to the close of the year.
2. All premiums from the tax sale should be collected within a reasonable time.
3. All vouchers should include a purchase order number.
4. Pursuant to N.J.S.A. 40A:11-5(4), purchases exceeding quote threshold made through State Contract may be awarded only upon adoption of a resolution.
5. All Trust Funds should be a State approved Dedication by Rider.
6. More care be taken to ensure amounts reported on the Annual UCC report agree to supporting documentation.
7. General Capital Fund Improvement Authorizations greater than five years old should be funded through a budget appropriation or the issuance of debt in order to fund cash deficits created by an ordinance expenditure.

Payroll:

1. More care should be taken to ensure that the correct premiums are being utilized to calculate employee deductions.

Departments:

1. That all deposits are made within 48 hours.
2. All receipts recorded in Building Department ledger should be verified to deposit in the bank.
3. That receipts be issued for any monies collected by the Police Department.

Municipal Court:

1. The ATS/ACS Monthly Management Reports should be reviewed, and policies implemented to address the excessive amount of tickets and complaints that need follow-up.
2. Checks disbursed by the Municipal Court should contain more than one authorizing signature.
3. That long, outstanding checks be reviewed and canceled if necessary.

BOROUGH OF EDGEWATER

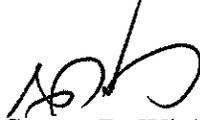
Status of Prior Year Audit Findings/Recommendations

A review was performed on all prior year recommendations and corrective action was taken on all, with the exception of the comments preceded with an "*".

Acknowledgment

We received the complete cooperation of all of the officials of the municipality and we greatly appreciate the courtesies extended to all members of the audit team.

Respectfully submitted,



Steven D. Wielkotz, C.P.A.
Registered Municipal Accountant
No. CR00413



WIELKOTZ & COMPANY, LLC
Certified Public Accountants
Pompton Lakes, New Jersey

April 17, 2024