

Report of Audit

on the

*Financial Statements
and Supplementary Schedules*

of the

Borough of Ship Bottom

in the

*County of Ocean
New Jersey*

for the

*Year Ended
December 31, 2023*

BOROUGH OF SHIP BOTTOM

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BOROUGH OF SHIP BOTTOM

PART I

INDEPENDENT AUDITOR'S REPORT

FINANCIAL STATEMENTS - REGULATORY BASIS - ALL FUNDS

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SUPPLEMENTARY SCHEDULES - ALL FUNDS

YEAR ENDED DECEMBER 31, 2023



SUPLEE, CLOONEY & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

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INDEPENDENT AUDITOR'S REPORT

The Honorable Mayor and Members
of the Borough Council
Borough of Ship Bottom
County of Ocean
Ship Bottom, New Jersey 08008

Report on the Audit of the Financial Statements

Adverse and Unmodified Opinions

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

Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

Unmodified Opinion on Regulatory Basis of Accounting

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

SUPLEE, CLOONEY & COMPANY LLC

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division, State of New Jersey OMB Circular 15-08 "Single Audit Policy for Recipients of Federal Grants, State Grants and State Aid." and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards and provisions are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the Borough and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our adverse and unmodified audit opinions.

Matter Giving Rise to Adverse Opinion

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

Responsibilities of Management for the Financial Statements

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

Auditor's Responsibilities for the Audit of the Financial Statements

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

SUPLEE, CLOONEY & COMPANY LLC

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

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

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

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Borough's regulatory financial statements. The supplementary information, schedule of expenditures of state financial assistance and data listed in the table of contents as required by the Division and New Jersey OMB 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information, schedule of expenditures of state financial assistance and data listed in the table of contents, as required by the Division and New Jersey OMB 15-08, Single Audit Policy for Recipients of Federal Grants, State Grants, and State Aid are fairly stated, in all material respects, in relation to the regulatory financial statements as a whole.

SUPLEE, CLOONEY & COMPANY LLC

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated September 6, 2024 on our consideration of the Borough's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Borough's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering Borough's internal control over financial reporting and compliance.


CERTIFIED PUBLIC ACCOUNTANTS


REGISTERED MUNICIPAL ACCOUNTANT NO. 439

September 6, 2024

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CURRENT FUND

BOROUGH OF SHIP BOTTOM

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2023</u>	<u>BALANCE DECEMBER 31, 2022</u>
<u>ASSETS</u>			
Current Fund:			
Cash and Cash Equivalents	A-4	\$ 5,516,971.02	\$ 6,651,458.60
Change Fund	A-5	1,275.00	225.00
Petty Cash Fund	A-6	250.00	
Investment in Bond Anticipation Notes	A-7		56,600.94
		<u>5,518,496.02</u>	<u>6,708,284.54</u>
Receivables with Full Reserves:			
Due from Ocean County	A-4		24,760.00
Taxes Receivable	A-8	49,245.26	69,923.78
6% YEP Receivable	A-9	796.34	
Property Acquired for Taxes at Assessed Valuation	A-10	75,700.00	75,700.00
Revenue Accounts Receivable	A-11	1,363.39	3,571.15
Prepaid Local District School Tax	A-17	64,862.99	65,976.74
Interfunds Receivable	A-20	99,862.95	42,228.95
		<u>291,830.93</u>	<u>282,160.62</u>
		<u>5,810,326.95</u>	<u>6,990,445.16</u>
Federal and State Grant Fund:			
Cash and Cash Equivalents	A-4	79,117.21	100,249.70
Interfunds Receivable	A-24	62,483.53	179,764.35
Grants Receivable	A-25	168,875.00	35,000.00
		<u>310,475.74</u>	<u>315,014.05</u>
		<u>\$ 6,120,802.69</u>	<u>\$ 7,305,459.21</u>

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

BOROUGH OF SHIP BOTTOM

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2023</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Current Fund:			
Appropriation Reserves	A-3:A-19	\$ 1,036,784.07	\$ 1,130,403.10
Due to State of New Jersey (Sandy Overpayment)	A-4		20,782.41
Deferred Revenue Municipal Relief Fund Aid	A-12	25,809.53	12,907.54
Due to State of New Jersey (Ch. 20, P.L. 1971)	A-13	2,250.00	1,310.96
Tax Overpayments	A-14	39,244.92	28,188.77
Prepaid Taxes	A-15	412,088.81	405,727.13
Due County - Added and Omitted Taxes	A-16	60,205.28	44,108.12
Regional School District Taxes Payable	A-18	624,822.75	391,621.72
Interfunds Payable	A-20	349,501.74	457,072.34
Accounts Payable	A-21	12,730.87	7,730.87
Reserve for:			
Encumbrances	A-22	77,994.25	86,451.06
Revaluation	A-23	14,500.00	
		<u>2,655,932.22</u>	<u>2,586,304.02</u>
Reserve for Receivables		291,830.93	282,160.62
Fund Balance	A-1	<u>2,862,563.80</u>	<u>4,121,980.52</u>
		<u>5,810,326.95</u>	<u>6,990,445.16</u>
Federal and State Grant Fund:			
Reserve for Encumbrances	A-22	85,805.00	
Interfunds Payable	A-24	9,705.24	
Grants - Appropriated	A-26	180,581.97	132,161.34
Grants - Unappropriated	A-27	34,383.53	182,852.71
		<u>310,475.74</u>	<u>315,014.05</u>
		<u>\$ 6,120,802.69</u>	<u>\$ 7,305,459.21</u>

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

BOROUGH OF SHIP BOTTOM

CURRENT FUND

STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>	YEAR ENDED <u>2023</u>	YEAR ENDED <u>2022</u>
<u>REVENUE AND OTHER INCOME</u>			
Fund Balance Utilized	A-2	\$ 2,949,526.76	\$ 2,065,584.68
Miscellaneous Revenue Anticipated	A-2	2,141,343.89	2,074,213.21
Receipts from Delinquent Taxes	A-2	69,923.78	48,118.34
Receipts from Current Taxes	A-2	16,604,870.97	15,084,677.49
Non-Budget Revenues	A-2	506,514.38	352,059.48
Other Credits to Income:			
Prior Year Reserve for Prepaid Local District			
School Tax Canceled	A-17	1,113.75	3,027.00
Unexpended Balance of Appropriation Reserves	A-19	967,940.12	1,183,593.73
Liquidated Reserve Due From County of Ocean	A:A-4	24,760.00	
Canceled Third Party Lien			10.00
Canceled Accounts Payable			583.71
Canceled Reserve for Repairs to Police Vehicle			1,520.47
Canceled Grant Appropriated Reserves			11,440.04
<u>Total Income</u>		<u>23,265,993.65</u>	<u>20,824,828.15</u>
<u>EXPENDITURES</u>			
Budget Appropriations:			
Salaries and Wages		3,584,212.00	3,451,100.00
Other Expenses		4,191,237.03	4,389,242.98
Capital Improvements		250,000.00	390,000.00
Municipal Debt Service		1,575,845.11	1,059,454.42
Deferred Charges and Statutory Expenditures		878,933.00	10,850.00
	A-3	<u>10,480,227.14</u>	<u>9,300,647.40</u>
County Taxes	A-16	6,981,188.19	6,185,152.54
Added Taxes Due County	A-16	60,205.28	44,108.12
Local District School Taxes	A-17	694,852.00	690,397.00
Regional School District Taxes	A-18	3,301,777.00	2,835,375.00
Interfund Advances	A-20	57,634.00	25,644.07
Reserve for Due from County of Ocean			24,760.00
Refund of Prior Year Revenue			1,110.22
Senior Citizen/Veteran Deductions - Disallowed			
Prior Year Taxes			250.00
Canceled Grant Receivables			880.00
<u>Total Expenditures</u>		<u>\$ 21,575,883.61</u>	<u>\$ 19,108,324.35</u>

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

BOROUGH OF SHIP BOTTOM

CURRENT FUND

STATEMENTS OF OPERATIONS
AND CHANGES IN FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>	<u>YEAR ENDED</u> <u>2023</u>	<u>YEAR ENDED</u> <u>2022</u>
<u>EXPENDITURES (CONTINUED)</u>			
Excess/(Deficit) in Revenue		\$ 1,690,110.04	\$ 1,716,503.80
Fund Balance January 1	A	<u>4,121,980.52</u>	<u>4,471,061.40</u>
		5,812,090.56	6,187,565.20
Decreased by:			
Utilized as Anticipated Revenue	A-1	<u>2,949,526.76</u>	<u>2,065,584.68</u>
Fund Balance December 31	A	<u>\$ 2,862,563.80</u>	<u>\$ 4,121,980.52</u>

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

BOROUGH OF SHIP BOTTOM

CURRENT FUND

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

REF.	ANTICIPATED		REALIZED	EXCESS OR (DEFICIT)
	BUDGET	SPECIAL N.J.S.A. 40A:4-87		
Fund Balance Anticipated	A-1	\$ 2,949,526.76	\$ 2,949,526.76	\$
Miscellaneous Revenues:				
Licenses:				
Alcoholic Beverages	A-11	15,000.00	15,300.00	300.00
Other	A-11	15,000.00	31,075.00	16,075.00
Fees and Permits	A-11	15,000.00	25,340.00	10,340.00
Fines and Costs - Municipal Court	A-11	85,000.00	85,143.94	143.94
Interest and Costs on Taxes	A-11	18,500.00	19,262.82	762.82
Beach Badge Fees	A-11	950,000.00	990,888.00	40,888.00
Post Office Rent	A-11	10,000.00	26,220.00	16,220.00
Boat Ramp Fees	A-11	50,000.00	49,820.00	(180.00)
Energy Receipts Tax	A-11	249,152.00	249,152.40	0.40
Municipal Relief Fund Aid	A-11	12,907.54	12,907.54	
Uniform Construction Code Fees	A-11	100,000.00	124,000.00	24,000.00
Shared Services Agreements:				
Tax Collection Services				
Salaries and Wages	A-11	31,212.00	31,212.00	
Other Expenses	A-11	8,265.32	8,265.32	
Capital Fund Balance	A-11	113,088.88	113,088.88	
Reserve for Debt Service	A-11	32,375.28	32,375.28	
American Rescue Plan Tranches #1 & #2	A-11	120,682.84	120,682.84	
American Rescue Plan Firefighters	A-24	32,000.00	32,000.00	
Body Armor Replacement Fund	A-24	2,170.39	2,170.39	-
Body Worn Cameras	A-24	32,608.00	32,608.00	
Clean Communities Program	A-24	9,439.11	9,439.11	-
Community Development Block Grant	A-24	38,000.00	38,000.00	-
Cops in Shops	A-24	1,440.00	1,440.00	-
Council on the Arts	A-24	2,500.00	2,500.00	
Council on the Arts	A-24	2,500.00	2,500.00	
Distracted Driving Crackdown	A-24	5,500.00	5,500.00	-
Local History Grant	A-24	2,500.00	2,500.00	
Local History Grant	A-24	5,000.00	5,000.00	
Local Recreation Improvement Grant	A-24	62,000.00	62,000.00	
Ocean County Tourism Grant	A-24	2,250.00	2,250.00	
Recycling Revenue and Residue	A-24	4,528.92	4,528.92	-
Recycling Tonnage	A-24	4,173.45	4,173.45	-
	A-1	\$ 2,032,793.73	\$ 2,141,343.89	\$ 108,550.16
Receipts from Delinquent Taxes	A-1:A-2	\$ 66,500.00	\$ 69,923.78	\$ 3,423.78
Amount to be Raised by Taxation for Support of Municipal Budget	A-8	5,537,814.51	5,671,735.53	133,921.02
<u>Budget Totals</u>		10,586,635.00	10,832,529.96	245,894.96
Non-Budget Revenues	A-1:A-2		506,514.38	506,514.38
		\$ 10,586,635.00	\$ 11,339,044.34	\$ 752,409.34
REF.	A-3		A-3	

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

BOROUGH OF SHIP BOTTOM

CURRENT FUND

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

	<u>REF.</u>	
<u>ANALYSIS OF REALIZED REVENUE</u>		
Current Tax Collections	A-1:A-8	\$ 16,604,870.97
Appropriation "Reserve for Uncollected Taxes"	A-3	104,887.03
		<u>16,709,758.00</u>
Less: Allocated to School and County Taxes	A-8	<u>11,038,022.47</u>
	A-2	<u>\$ 5,671,735.53</u>
<u>RECEIPTS FROM DELINQUENT TAXES</u>		
Delinquent Tax Collections	A-8	\$ <u>69,923.78</u>
	A-1:A-2	<u>\$ 69,923.78</u>
<u>MISCELLANEOUS REVENUES</u>		
Revenue Accounts Receivable	A-11	\$ 1,934,734.02
Interfund - Federal and State Grant Fund	A-24	<u>206,609.87</u>
	A-1:A-2	<u>\$ 2,141,343.89</u>
<u>ANALYSIS OF NON-BUDGET REVENUE</u>		
Bids		\$ 1,000.00
Cable TV Franchise		21,901.71
Copies		.07
Covid - FEMA		23,309.57
Firearms ID Cards		25.00
Insurance Settlement		17,414.03
Interest of Investments		51,786.22
NSF Collector		80.00
Planning Board Fees		17,750.00
Police Off Duty		43,893.75
Police Reports		1,664.00
Recreation Passes		13,670.00
Recycling		1,738.30
Re-Entry Placards		80.00
Right of Way		4,860.00
SC/VETS Administrative Fees		273.28
School Resource Officer		22,189.11
State Tax Refund		155.33
Traffic Control and Police Off Duty Administrative Fees		34,256.25
Unclaimed Property		950.00
Vital Statistics		3,526.00
Voided Checks		9,353.74
Water/Sewer Health Benefits		16,697.16
Unclassified		<u>219,839.26</u>
	A-4	506,412.78
	A-20	<u>101.60</u>
Statutory Excess in Animal Control Reserve	A-1:A-2	<u>\$ 506,514.38</u>

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

BOROUGH OF SHIP BOTTOM

CURRENT FUND

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

	APPROPRIATED		PAID OR CHARGED	EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION		ENCUMBERED	RESERVED	
OPERATIONS WITHIN CAPS						
GENERAL GOVERNMENT						
Administrative and Executive Salaries and Wages	\$ 55,000.00	\$ 55,000.00	\$ 47,091.94	\$	\$ 7,908.06	\$
Other Expenses	26,500.00	26,500.00	8,155.19		18,344.81	
Human Resources (Personnel) Other Expenses	50,000.00	50,000.00	9,690.00		40,310.00	
Mayor and Council Salaries and Wages	45,000.00	45,000.00	43,000.00		2,000.00	
Other Expenses	5,000.00	5,000.00	1,986.62		3,013.38	
Municipal Clerk Salaries and Wages	105,000.00	105,000.00	102,122.90		2,877.10	
Other Expenses	27,000.00	27,000.00	23,381.99	759.33	2,858.68	
Financial Administration (Treasury) Salaries and Wages	82,500.00	82,500.00	72,161.47		10,338.53	
Other Expenses	39,500.00	39,500.00	37,788.17		1,711.83	
Audit Services Other Expenses	50,000.00	50,000.00	41,250.00		8,750.00	
Revenue Administration (Tax Collection) Salaries and Wages	65,000.00	70,500.00	70,040.95		459.05	
Other Expenses	15,500.00	15,500.00	11,398.99		4,101.01	
Liquidation of Tax Title Liens Other Expenses	1,000.00	1,000.00			1,000.00	
Tax Assessment Administration Salaries and Wages	35,000.00	35,000.00	25,849.52		9,150.48	
Other Expenses	15,000.00	15,000.00	5,100.75		9,899.25	
Other Expenses - Revaluation	10,000.00	4,500.00	4,500.00			
Legal Services Other Expenses	180,000.00	180,000.00	134,947.03		45,052.97	
Consulting Services Other Expenses	10,000.00	10,000.00			10,000.00	
Engineering Services Other Expenses	120,000.00	120,000.00	41,038.73		78,961.27	
Historic Preservation Other Expenses	5,000.00	5,000.00			5,000.00	
Municipal Prosecutor Other Expenses	15,000.00	15,000.00	13,500.00		1,500.00	
LAND USE ADMINISTRATION						
Land Use Board Salaries and Wages	30,000.00	30,000.00	25,511.73		4,488.27	
Other Expenses	100,000.00	100,000.00	28,503.68	24,503.41	46,992.91	
Zoning Enforcement Salaries and Wages	60,000.00	60,000.00	51,128.45		8,871.55	
Other Expenses	13,000.00	13,000.00	8,396.79		4,603.21	

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

BOROUGH OF SHIP BOTTOM

CURRENT FUND

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

	APPROPRIATED		PAID OR CHARGED	EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION		ENCUMBERED	RESERVED	
Other Code Enforcement						
Salaries and Wages	\$ 30,000.00	\$ 30,000.00	\$ 19,653.07	\$	\$ 10,346.93	\$
Other Expenses	10,000.00	10,000.00	7,192.15		2,807.85	
<u>INSURANCE</u>						
General Liability	115,000.00	115,000.00	83,762.66		31,237.34	
Worker's Compensation	170,000.00	170,000.00	89,134.25		80,865.75	
Employee Group Health	552,350.00	552,350.00	550,492.88		1,857.12	
<u>PUBLIC SAFETY</u>						
Police Department						
Salaries and Wages - ARP Offset	120,682.84	120,682.84	120,682.84			
Salaries and Wages	1,454,317.16	1,454,317.16	1,449,404.00		4,913.16	
Other Expenses	136,812.50	136,812.50	117,614.16	12,378.03	6,820.31	
Office of Emergency Management						
Salaries and Wages	3,000.00	3,000.00	1,000.00		2,000.00	
Other Expenses	37,000.00	37,000.00	7,344.84	18,429.99	11,225.17	
Aid to Volunteer Fire Company	76,951.00	76,951.00	76,951.00			
First Aid Organization Contribution	25,000.00	25,000.00	25,000.00			
Municipal Court						
Salaries and Wages	155,000.00	155,000.00	151,538.07		3,461.93	
Other Expenses	20,000.00	20,000.00	7,088.64		12,911.36	
Public Defender						
Other Expenses	10,000.00	10,000.00	1,400.00		8,600.00	
<u>PUBLIC WORKS</u>						
Streets and Road Maintenance						
Salaries and Wages	170,000.00	170,000.00	109,970.58		60,029.42	
Other Expenses	100,000.00	100,000.00	38,169.67	2,315.70	59,514.63	
Garbage and Trash Removal						
Other Expenses	437,287.00	437,287.00	412,187.03		25,099.97	
Recycling						
Salaries and Wages	26,750.00	26,750.00	18,898.74		7,851.26	
Other Expenses	25,000.00	25,000.00	3,896.47	964.79	20,138.74	
Public Buildings and Grounds						
Salaries and Wages	85,000.00	80,000.00	68,489.75		11,510.25	
Other Expenses	115,000.00	122,500.00	116,428.55	499.04	5,572.41	
Equipment Maintenance and Repair						
Salaries and Wages	140,000.00	140,000.00	131,614.45	1,874.83	8,385.55	
Other Expenses	50,000.00	50,000.00	44,760.65		3,364.52	

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

BOROUGH OF SHIP BOTTOM

CURRENT FUND

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

	APPROPRIATED		BUDGET AFTER MODIFICATION	PAID OR CHARGED	EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET				ENCUMBERED	RESERVED	
Animal Control Services	\$	7,500.00	\$	4,100.00	\$	\$	3,400.00
Other Expenses							
Aid to Senior Citizens Center (R.S.40:48-94):		7,000.00	7,000.00	7,000.00			
Other Expenses							
Aid to Museum (N.J.S.A. 40:23-22):		300.00	300.00	300.00			
Other Expenses							
WHARVES, DOCKS AND BULKHEADS							
Salaries and Wages	35,000.00		35,000.00	28,655.13			6,344.87
Other Expenses	25,500.00		45,500.00	33,579.88	419.93		11,500.19
PARKS AND RECREATION FUNCTIONS							
Recreation							
Salaries and Wages	35,000.00		42,000.00	41,884.20			115.80
Other Expenses	49,000.00		44,500.00	10,732.36	7,295.55		26,472.09
BEACHFRONT MAINTENANCE							
Salaries and Wages	185,000.00		185,000.00	177,964.98			7,035.02
Other Expenses	30,000.00		50,000.00	41,030.46	6,202.06		2,767.48
BEACH OPERATIONS							
Salaries and Wages	560,000.00		579,500.00	579,155.64			344.36
Other Expenses	87,500.00		87,500.00	85,800.86	1,558.66		140.48
BEACH REPLENISHMENT							
Other Expenses	1,000.00		1,000.00				1,000.00
CELEBRATION OF PUBLIC EVENTS							
Other Expenses	60,000.00		60,000.00	40,552.96			19,447.04
UNIFORM CONSTRUCTION CODE - APPROPRIATIONS OFFSET BY DEDICATED REVENUES (N.J.A.C. 5:23-4.17)							
Uniform Construction Code Enforcement Functions	37,500.00		37,500.00	31,554.39			5,945.61
Salaries and Wages	31,900.00		31,900.00	11,364.48	759.23		19,776.29
Other Expenses							
UNCLASSIFIED							
Electricity	64,900.00		79,900.00	72,370.44			7,529.56
Street Lighting	140,000.00		120,000.00	72,555.68			47,410.62
Telephone	37,500.00		37,500.00	28,670.78	33.70		8,829.22
Natural Gas	20,000.00		25,000.00	23,533.68			1,466.32

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

BOROUGH OF SHIP BOTTOM

CURRENT FUND

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

	APPROPRIATED		EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED RESERVED	
Gasoline	\$ 89,750.00	\$ 89,750.00	\$ 53,629.00	\$ 36,121.00	\$
Sanitary Landfill	207,000.00	167,000.00	90,478.99	76,521.01	
Accumulated Absence Liability	125,000.00	125,000.00	125,000.00		
Salary Settlements and Adjustments	35,000.00	10,500.00		10,500.00	
Total Operations within Caps	7,096,500.50	7,096,500.50	6,019,133.26	77,994.25	999,372.99
Detail:					
Salaries and Wages	3,549,750.00	3,552,250.00	3,367,372.80	77,994.25	184,877.20
Other Expenses	3,546,750.50	3,544,250.50	2,651,760.46		814,495.79
DEFERRED CHARGES AND STATUTORY EXPENDITURES					
WITHIN CAPS					
Statutory Expenditures:					
Contribution to:					
Public Employees Retirement System	164,638.00	164,638.00	164,638.00		
Social Security System (O.A.S.I.)	274,000.00	274,000.00	263,637.70	10,362.30	
Police and Firemen's Retirement System of NJ	415,295.00	415,295.00	415,295.00		
Defined Contribution Retirement Program	5,000.00	5,000.00		5,000.00	
Unemployment and Disability Insurance	20,000.00	20,000.00	13,153.86		6,846.14
Total Deferred Charges and Statutory Expenditures within Caps	878,933.00	878,933.00	856,724.56	22,208.44	
Total Appropriations within Caps	7,975,433.50	7,975,433.50	6,875,857.82	77,994.25	1,021,581.43
OPERATIONS EXCLUDED FROM CAPS					
Length of Service Award Program	10,000.00	10,000.00	9,548.00		452.00
Recycling Tax	7,000.00	7,000.00			7,000.00
One Year Appropriation CAP Exclusions Approved by the Local Finance Board (LFN 2023-19)					
Garbage and Trash Removal	66,138.00	66,138.00	66,138.00		
Police and Firemen's Retirement System of NJ	31,002.00	31,002.00	31,002.00		
Employee Group Insurance	71,619.00	71,619.00	71,619.00		
Sanitary Landfill	18,000.00	18,000.00	18,000.00		
Recycling					
Salaries and Wages	750.00	750.00	750.00		
Interlocal Municipal Service Agreements:					
Shared Services Agreements:					
Township of Long Beach:					
Tax Collection Services:					
Salaries and Wages	31,212.00	31,212.00	31,212.00		
Other Expenses	8,265.32	8,265.32	8,265.32		
Transportation:					
Other Expenses	20,000.00	20,000.00	20,000.00		
Construction/Zoning Enforcement:					
Other Expenses	77,500.00	77,500.00	77,500.00		
Police:					
Other Expenses	65,898.84	65,898.84	65,898.84		
Dispatch/911	4,187.50	4,187.50	4,187.50		
Enforsys, MDT and LPR					
Board of Health:					
Other Expenses	50,766.00	50,766.00	50,765.36		.64

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

BOROUGH OF SHIP BOTTOM
CURRENT FUND

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

	APPROPRIATED		BUDGET AFTER MODIFICATION	PAID OR CHARGED	EXPENDED		UNEXPENDED BALANCE CANCELED
	BUDGET	BUDGET AFTER MODIFICATION			ENCUMBERED	RESERVED	
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES							
Matching Funds for Grants	\$ 7,750.00	\$ 7,750.00	\$				\$ 7,750.00
American Rescue Plan Firefighters	32,000.00	32,000.00		32,000.00			
Body Armor Replacement Fund	2,170.39	2,170.39		2,170.39			
Body Worn Cameras	32,608.00	32,608.00		32,608.00			
Clean Communities Program	9,439.11	9,439.11		9,439.11			
Community Development Block Grant	38,000.00	38,000.00		38,000.00			
Cops in Shops	1,440.00	1,440.00		1,440.00			
Council on the Arts	2,500.00	2,500.00		2,500.00			
Council on the Arts	2,500.00	2,500.00		2,500.00			
Distracted Driving Crackdown	5,500.00	5,500.00		5,500.00			
Local History Grant	5,000.00	5,000.00		5,000.00			
Local History Grant	2,500.00	2,500.00		2,500.00			
Local Recreation Improvement	62,000.00	62,000.00		62,000.00			
Ocean County Tourism	4,500.00	4,500.00		4,500.00			
Recycling Revenue and Residue	4,528.92	4,528.92		4,528.92			
Recycling Tonnage Grant	4,173.45	4,173.45		4,173.45			
Total Operations Excluded from Caps	678,948.53	678,948.53		663,745.89			15,202.64
Detail:							
Salaries and Wages	31,962.00	31,962.00		31,962.00			
Other Expenses	646,986.53	646,986.53		631,783.89			15,202.64
CAPITAL IMPROVEMENTS EXCLUDED FROM CAPS							
Capital Improvement Fund	150,000.00	150,000.00		150,000.00			
Bulkhead	100,000.00	100,000.00		100,000.00			
Total Capital Improvements Excluded from Caps	250,000.00	250,000.00		250,000.00			
MUNICIPAL DEBT SERVICE EXCLUDED FROM CAPS							
Payment of Bond Principal	90,000.00	90,000.00		90,000.00			
Payment of Bond Anticipation Notes and Capital Notes	893,450.94	893,450.94		893,450.94			1.24
Interest on Bonds	28,005.00	28,005.00		28,003.76			1,516.75
Interest on Notes	546,030.00	546,030.00		544,513.25			
Green Trust Loan Program:							
Loan Repayments for Principal & Interest	19,880.00	19,880.00		19,877.16			2.84
Total Municipal Debt Service Excluded from Caps	1,577,365.94	1,577,365.94		1,575,845.11			1,520.83
Total General Appropriations Excluded from Caps	2,506,314.47	2,506,314.47		2,489,591.00			1,520.83
Subtotal General Appropriations	10,481,747.97	10,481,747.97		9,365,448.82		77,994.25	1,036,784.07
Reserve for Uncollected Taxes	104,887.03	104,887.03		104,887.03			
Total	\$ 10,586,635.00	\$ 10,586,635.00		\$ 9,470,335.85		\$ 77,994.25	\$ 1,036,784.07

REF.

A-2

A1

A-1:A22

A, A-1

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

BOROUGH OF SHIP BOTTOM

CURRENT FUND

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

	<u>REF.</u>	<u>EXPENDED PAID OR CHARGED</u>
Reserve for Uncollected Taxes	A-2	\$ 104,887.03
Disbursements	A-4	9,152,088.95
Reserve for Revaluation	A-23	4,500.00
Interfund - Federal and State Grant Fund	A-24	<u>208,859.87</u>
		<u>\$ 9,470,335.85</u>

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

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TRUST FUND

BOROUGH OF SHIP BOTTOM

TRUST FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2023</u>	<u>BALANCE DECEMBER 31, 2022</u>
<u>ASSETS</u>			
Animal Control Trust Fund:			
Cash and Cash Equivalents	B-1	\$ <u>950.76</u>	\$ <u>807.76</u>
		<u>950.76</u>	<u>807.76</u>
Trust - Other:			
Cash and Cash Equivalents	B-1	<u>1,305,692.76</u>	<u>1,205,110.15</u>
		<u>1,305,692.76</u>	<u>1,205,110.15</u>
		\$ <u>1,306,643.52</u>	\$ <u>1,205,917.91</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCES</u>			
Animal Control Trust Fund:			
Reserve for Animal Control Trust Fund Expenditures	B-2	\$ 324.80	\$ 301.60
Due State of New Jersey	B-3		2.40
Interfunds Payable	B-4	<u>625.96</u>	<u>503.76</u>
		<u>950.76</u>	<u>807.76</u>
Trust - Other:			
Interfunds Payable	B-4	48,188.30	17,945.91
Reserve for Encumbrances	B-5	921.92	1,150.00
Miscellaneous Reserves	B-6	<u>1,256,582.54</u>	<u>1,186,014.24</u>
		<u>1,305,692.76</u>	<u>1,205,110.15</u>
		\$ <u>1,306,643.52</u>	\$ <u>1,205,917.91</u>

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

GENERAL CAPITAL FUND

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2023</u>	<u>BALANCE DECEMBER 31, 2022</u>
<u>ASSETS</u>			
Cash and Cash Equivalents	C-2	\$ 1,161,619.93	\$ 6,433,816.39
Deferred Charges to Future Taxation:			
Funded	C-4	12,365,046.87	994,131.38
Unfunded	C-5	3,252,008.38	12,971,959.32
Grants Receivable	C-6	1,025,126.32	946,636.17
Interfunds Receivable	C-7	748,435.06	746,312.87
		<u>\$ 18,552,236.56</u>	<u>\$ 22,092,856.13</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Serial Bonds Payable	C-8	\$ 12,289,000.00	\$ 900,000.00
Bond Anticipation Notes Payable	C-9	440,000.00	12,190,600.94
Green Trust Loans Payable	C-10	76,046.87	94,131.38
Improvement Authorizations:			
Funded	C-11	1,321,944.14	662,137.89
Unfunded	C-11	2,264,918.83	1,977,188.22
Reserve for Debt Service	C-2		32,375.28
Capital Improvement Fund	C-12	592,864.42	582,394.42
Reserve for Encumbrances	C-13	1,144,094.64	5,222,709.12
Capital Reserves	C-14	324,680.00	318,230.00
Fund Balance	C-1	98,687.66	113,088.88
		<u>\$ 18,552,236.56</u>	<u>\$ 22,092,856.13</u>

There were bonds and notes authorized but not issued on December 31, 2023 of \$2,812,008.38 (Schedule C-15) and on December 31, 2022 of \$781,358.38

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

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

STATEMENT OF FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>	
Balance, December 31, 2022	C	\$ 113,088.88
Increased by:		
Premium on Serial Bonds Issued		\$ 98,110.64
Premium on Bond Anticipation Notes Issued		<u>577.02</u>
	C-2	<u>98,687.66</u>
		211,776.54
Decreased by:		
Payment to Current Fund as Anticipated Revenue	C-7	\$ <u>113,088.88</u>
Balance, December 31, 2023	C	\$ <u><u>98,687.66</u></u>

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

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WATER - SEWER UTILITY FUND

BOROUGH OF SHIP BOTTOM
WATER - SEWER UTILITY FUND
BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2023</u>	<u>BALANCE DECEMBER 31, 2022</u>
<u>ASSETS</u>			
Operating Fund:			
Cash and Cash Equivalents	D-5	\$ 1,837,474.88	\$ 1,780,708.31
Interfunds Receivable	D-10	1,105,877.59	1,068,862.38
		<u>2,943,352.47</u>	<u>2,849,570.69</u>
Receivables with Full Reserves:			
Water Rents Receivable	D-7	145,327.04	135,306.46
Sewer Rents Receivable	D-8	212,112.89	191,953.50
		<u>357,439.93</u>	<u>327,259.96</u>
<u>Total Operating Fund</u>		<u>3,300,792.40</u>	<u>3,176,830.65</u>
Capital Fund:			
Cash and Cash Equivalents	D-5	2,094,090.51	2,055,169.63
Fixed Capital	D-14	40,325,929.51	39,292,159.78
Fixed Capital Authorized and Uncompleted	D-15	8,946,272.38	7,080,042.11
DOT Grant Receivable		3,000,000.00	3,000,000.00
Interfunds Receivable	D-16	9,705.24	
<u>Total Capital Fund</u>		<u>54,375,997.64</u>	<u>51,427,371.52</u>
		<u>\$ 57,676,790.04</u>	<u>\$ 54,604,202.17</u>

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

BOROUGH OF SHIP BOTTOM
WATER - SEWER UTILITY FUND
BALANCE SHEETS - REGULATORY BASIS

	<u>REF.</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2023</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u>
<u>LIABILITIES, RESERVES AND FUND BALANCE</u>			
Operating Fund:			
Appropriation Reserves	D-4, D-9	\$ 35,383.58	\$ 214,745.76
Interfunds Payable	D-10	51,408.69	31,727.31
Overpayments	D-11	1,908.75	3,479.32
Accrued Interest on Bonds, Notes and Loans	D-12	45,284.86	52,839.09
Reserve for Encumbrances	D-13	451.64	10,563.05
		<u>134,437.52</u>	<u>313,354.53</u>
Reserve for Receivables		357,439.93	327,259.96
Fund Balance	D-1	2,808,914.95	2,536,216.16
<u>Total Operating Fund</u>		<u>3,300,792.40</u>	<u>3,176,830.65</u>
Capital Fund:			
Reserve for Encumbrances	D-13	669,455.60	649,587.18
Interfunds Payable	D-16	1,574,882.47	1,537,867.26
Serial Bonds Payable	D-17	4,357,000.00	2,395,000.00
Bond Anticipation Notes Payable	D-18		2,193,000.00
New Jersey Infrastructure Bank:			
Loans Payable	D-19	20,999,742.05	13,463,330.82
Interim Construction Note	D-20	700,381.00	7,724,485.00
Improvement Authorizations:			
Funded	D-21	2,704,800.72	2,239,138.29
Unfunded	D-21	6,241,471.66	4,840,903.82
Capital Improvement Fund	D-22	672,558.93	522,558.93
Reserve for Amortization	D-23	13,552,095.12	13,142,224.78
Deferred Reserve for Amortization	D-24	2,704,800.72	2,239,138.29
Fund Balance	D-2	198,809.37	480,137.15
<u>Total Capital Fund</u>		<u>54,375,997.64</u>	<u>51,427,371.52</u>
		<u>\$ 57,676,790.04</u>	<u>\$ 54,604,202.17</u>

There were bonds and notes authorized but not issued on December 31, 2023 of \$6,958,183.00 (Schedule D-25) and on December 31, 2022 of \$5,215,023.00

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

BOROUGH OF SHIP BOTTOM
WATER - SEWER UTILITY OPERATING FUND
STATEMENTS OF OPERATIONS
AND CHANGES IN OPERATING FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>	<u>YEAR ENDED DECEMBER 31, 2023</u>	<u>YEAR ENDED DECEMBER 31, 2022</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>			
Fund Balance Utilized	D-3	\$ 85,233.00	\$
Water Rents	D-3	772,761.06	759,028.54
Sewer Rents	D-3	1,033,000.48	1,017,912.78
Miscellaneous	D-3	428,757.34	430,003.30
Tower Lease Rental	D-3	133,571.06	124,212.95
Capital Fund Balance	D-3	299,296.00	129,350.00
Other Credits to Income:			
Unexpended Balance of			
Appropriation Reserves	D-9	<u>216,521.78</u>	<u>186,704.20</u>
<u>TOTAL INCOME</u>		<u>2,969,140.72</u>	<u>2,647,211.77</u>
<u>EXPENDITURES</u>			
Operating	D-4	1,257,108.26	1,251,225.00
Capital Improvements	D-4	150,000.00	150,000.00
Debt Service	D-4	1,164,342.42	880,103.23
Statutory Expenditures	D-4	<u>39,500.00</u>	<u>39,500.00</u>
		2,610,950.68	2,320,828.23
Refund of Prior Year Revenue	D-5	<u>258.25</u>	<u></u>
<u>TOTAL EXPENDITURES</u>		<u>2,611,208.93</u>	<u>2,320,828.23</u>
Regulatory Excess to Fund Balance		357,931.79	326,383.54
Fund Balance January 1	D	<u>2,536,216.16</u>	<u>2,209,832.62</u>
		2,894,147.95	2,536,216.16
Less: Utilized as Anticipated Revenue	D-1	<u>85,233.00</u>	<u></u>
Fund Balance December 31	D	<u>\$ 2,808,914.95</u>	<u>\$ 2,536,216.16</u>

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

BOROUGH OF SHIP BOTTOM
WATER/SEWER UTILITY CAPITAL FUND
STATEMENT OF FUND BALANCE - REGULATORY BASIS

	<u>REF.</u>	
Balance December 31, 2022	D	\$ 480,137.15
Increased by:		
Premium on Serial Bonds Issued	D-5	<u>17,968.22</u>
		498,105.37
Decreased by:		
Payment to Utility Operating Fund as Anticipated Revenue	D-5	<u>299,296.00</u>
Balance December 31, 2023	D	<u>\$ 198,809.37</u>

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

BOROUGH OF SHIP BOTTOM

WATER/SEWER UTILITY OPERATING FUND

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

	<u>REF.</u>	<u>ANTICIPATED</u>	<u>REALIZED</u>	<u>EXCESS</u>
Fund Balance Anticipated	D-1	\$ 85,233.00	\$ 85,233.00	\$
Water Rents	D-1:D-7	745,000.00	772,761.06	27,761.06
Sewer Rents	D-1:D-8	1,000,000.00	1,033,000.48	33,000.48
Miscellaneous	D-1:D-3	400,000.00	428,757.34	28,757.34
Tower Lease Rental	D-1:D-5	100,000.00	133,571.06	33,571.06
Capital Fund Balance	D-1:D-5	<u>299,296.00</u>	<u>299,296.00</u>	
	D-4	\$ <u>2,629,529.00</u>	\$ <u>2,752,618.94</u>	\$ <u>123,089.94</u>

ANALYSIS OF REALIZED REVENUE

Miscellaneous:				
Interest on Delinquent Accounts			\$ 1,434.07	
Investment Interest			76,531.38	
Hotel/Motel Tax			350,481.45	
Other Miscellaneous			<u>310.44</u>	
	D-3:D-5		\$ <u>428,757.34</u>	

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

BOROUGH OF SHIP BOTTOM
WATER/SEWER UTILITY OPERATING FUND

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

	APPROPRIATIONS		EXPENDED		UNEXPENDED
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	BALANCE CANCELED
Operating:					
Salaries and Wages	\$ 175,950.00	\$ 163,950.00	\$ 143,691.68	\$ 20,258.32	\$
Other Expenses	1,081,158.26	1,093,158.26	1,083,726.66	9,431.60	
<u>Total Operating</u>	<u>1,257,108.26</u>	<u>1,257,108.26</u>	<u>1,227,418.34</u>	<u>29,689.92</u>	
Capital Improvements:					
Capital Improvement Fund	150,000.00	150,000.00	150,000.00		
<u>Total Capital Improvements</u>	<u>150,000.00</u>	<u>150,000.00</u>	<u>150,000.00</u>		
Debt Service:					
Payment of Bond Principal	140,000.00	140,000.00	140,000.00		
Payment of Bond Anticipation Notes and Capital Notes	240,500.00	240,500.00	240,500.00		
Interest on Bonds	74,600.00	74,600.00	74,600.00		
Interest on Notes	109,285.00	109,285.00	90,706.68		18,578.32
Infrastructure Loan Principal	416,535.77	416,535.77	416,535.77		
Infrastructure Loan Interest	201,999.97	201,999.97	201,999.97		
<u>Total Debt Service</u>	<u>1,182,920.74</u>	<u>1,182,920.74</u>	<u>1,164,342.42</u>		<u>18,578.32</u>
Statutory Expenditures:					
Contribution To:					
Public Employees Retirement System	20,000.00	20,000.00	20,000.00		
Social Security System (O.A.S.I.)	13,500.00	13,500.00	13,315.49	184.51	
Unemployment Compensation Insurance	6,000.00	6,000.00	490.85	5,509.15	
<u>Total Deferred Charges and Statutory Expenditures</u>	<u>39,500.00</u>	<u>39,500.00</u>	<u>33,806.34</u>	<u>5,693.66</u>	
	<u>\$ 2,629,529.00</u>	<u>\$ 2,629,529.00</u>	<u>\$ 2,575,567.10</u>	<u>\$ 35,383.58</u>	<u>\$ 18,578.32</u>
REF. D-3			D-1	D:D-1	D-1
Disbursements			\$ 2,207,808.81		
Accrued Interest on Bonds, Notes and Loans			367,306.65		
Reserve for Encumbrances			451.64		
			<u>\$ 2,575,567.10</u>		

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

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PAYROLL FUND

BOROUGH OF SHIP BOTTOM

PAYROLL FUND

BALANCE SHEETS - REGULATORY BASIS

	<u>BALANCE DECEMBER 31, 2023</u>	<u>BALANCE DECEMBER 31, 2022</u>
<u>ASSETS</u>		
Cash and Cash Equivalents	\$ 29,160.13	\$ 30,051.75
Interfunds Receivable	<u>7,948.03</u>	<u>8,448.40</u>
	<u>\$ 37,108.16</u>	<u>\$ 38,500.15</u>
 <u>LIABILITIES, RESERVES AND FUND BALANCE</u>		
Interfunds Payable	\$	\$ 500.37
Payroll Liabilities	<u>37,108.16</u>	<u>37,999.78</u>
	<u>\$ 37,108.16</u>	<u>\$ 38,500.15</u>

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

GENERAL FIXED ASSETS ACCOUNT GROUP

BOROUGH OF SHIP BOTTOM
GENERAL FIXED ASSETS ACCOUNT GROUP
BALANCE SHEETS - REGULATORY BASIS

	<u>BALANCE DECEMBER 31, 2023</u>	<u>BALANCE DECEMBER 31, 2022</u>
<u>GENERAL FIXED ASSETS</u>		
Land	\$ 43,307,000.00	\$ 43,307,000.00
Buildings	12,477,100.00	3,412,000.00
Equipment & Vehicles	4,250,300.18	3,838,485.02
Construction in Progress	<u>1,727,113.02</u>	<u>10,500,957.42</u>
	<u>\$ 61,761,513.20</u>	<u>\$ 61,058,442.44</u>
<u>INVESTMENT IN GENERAL FIXED ASSETS</u>		
Investment in General Fixed Assets	<u>\$ 61,761,513.20</u>	<u>\$ 61,058,442.44</u>

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

NOTES TO FINANCIAL STATEMENTS

BOROUGH OF SHIP BOTTOM

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

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

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

B. Description of Funds

The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. GASB codification establishes the presentation of basic financial statements into three fund types: the governmental, proprietary and fiduciary funds as well as government-wide financial reporting that must be used by general purpose governmental units when reporting financial position and results of operations in accordance with U.S. Generally Accepted Accounting Principles, (GAAP).

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

B. Description of Funds (Continued)

The accounting policies of the Borough of Ship Bottom conform to the accounting principles applicable to municipalities which have been prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey. Such principles and practices are designed primarily for determining compliance with legal provisions and budgetary restrictions and as a means of reporting on the stewardship of public officials with respect to public funds. Under this method of accounting, the financial transactions and accounts of the Borough of Ship Bottom are organized on the basis of funds and account groups which is different from the fund structure required by GAAP. A fund or account group is an accounting entity with a separate set of self-balancing accounts established to record the financial position and results of operation of a specific governmental activity. As required by the Division of Local Government Services, the Borough accounts for its financial transactions through the following individual funds and account groups:

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

Trust Fund - receipt, custodianship and disbursement of funds in accordance with the purpose for which each reserve was created.

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

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

Payroll Fund - Receipt and disbursement of funds for payroll costs and payroll taxes.

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

C. Basis of Accounting

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Revenues - are recorded when received in cash except for certain amounts which are due from other governmental units. Federal and state grants are realized as revenue when anticipated in the Borough's budget. Receivables for property taxes are recorded with offsetting reserves on the balance sheet of the Borough's Current Fund; accordingly, such amounts are not recorded as revenue until collected. Other amounts that are due the Borough which are susceptible to accrual are also recorded

as receivables with offsetting reserves and recorded as revenue when received. GAAP requires revenues to be recognized in the accounting period when they become susceptible to accrual, reduced by an allowance for doubtful accounts.

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

Outstanding encumbrances at December 31 are reported as a cash liability in the financial statements and constitute part of the Borough's statutory Appropriation Reserve balance. Appropriation reserves covering unexpended appropriation balances are automatically created at December 31st of each year and recorded as liabilities except for amounts which may be canceled by the governing body. Appropriation reserves are available, until lapsed at the close of the succeeding year, to meet specific claims, commitments, or contracts incurred during the preceding fiscal year. Lapsed appropriation reserves are recorded as income. Appropriations for principal payments on outstanding general capital and utility bonds and notes are provided on the cash basis; interest on general capital indebtedness is on the cash basis, whereas interest on utility indebtedness is on the accrual basis.

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

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

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

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

Public domain ("infrastructure") general fixed assets consisting of certain improvements other than buildings, such as roads, bridges, curbs and gutters, streets and sidewalks and drainage systems are not capitalized.

No depreciation has been provided on general fixed assets or reported in the financial statements.

The Borough has developed a fixed assets accounting and reporting system based upon an inspection and historical cost analysis except for land and buildings acquired prior to December 31, 1985 which are stated at current replacement values as permitted by N.J.A.C. 5:30-5.6. Except for land and buildings, fixed assets are valued at historical cost or estimated historical cost if actual historical cost is not available. General Fixed Assets that have been acquired and are utilized in a governmental fund operation are accounted for in the General Fixed Assets Account Group rather than in a governmental fund.

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

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Fixed Capital - Water - Sewer Utility

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

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

Accounting and Financial Reporting for Pensions

Under the provisions of Governmental Accounting Standards Board (GASB) Statement No. 68 "Accounting and Financial Reporting for Pensions" and GASB Statement No. 71, "Pension Transition for Contributions Made Subsequent to the Measurement Date" (an amendment of GASB Statement No. 68), local government employers (or non-employer contributing entity in a special funding situation) are required to recognize a net pension liability measured as of a date (the measurement date) no earlier than the end of its prior fiscal year.

If a state or local government employer or non-employer contributing entity makes a contribution to a defined benefit pension plan between the measurement date of the reported net pension liability and the end of the government's reporting period, Statement 68 requires that the government recognize its contribution as a deferred outflow of resources.

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

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

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

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

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

The Governmental Accounting Standards Board (GASB) has issued Statement No. 75, "*Accounting and Financial Reporting for Postemployment Benefits Other Than Pensions*". This statement establishes standards for measuring and recognizing liabilities, deferred outflows and inflows of resources, and expenses for postemployment benefits other than pensions. It also requires the State of New Jersey to calculate and allocate to each participating member, for note disclosure purposes only, the OPEB net liability of New Jersey Health Benefits Local Government Retiree Plan (the Plan).

The statement does not alter the amount of funds that must be budgeted for OPEB payment under existing state law.

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

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

Leases

Under GAAP, lease receivables are measured at the present value of the lease payments expected to be received during the lease term. Payments are recorded as an inflow of resources in the period the payment is received. The deferred inflow of resources is recorded at the initiation of the lease in an amount equal to the initial recording of the lease receivable. The deferred inflow of resources is amortized in a systematic and rational manner over the lease term.

NOTE 1: SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (CONTINUED)

C. Basis of Accounting (Continued)

Leases (Continued)

Lease liabilities represent obligations to make lease payments arising from the lease. Lease liabilities are recognized at the commencement date based on the present value of the expected lease payments over the lease term, less any lease incentives. Interest expense is recognized ratably over the contract term. The lease term may include options to extend or terminate the lease when it is reasonably certain that the option will be exercised. Payments for short-term leases with a term of 12 months or less are expensed as incurred and these leases are not included as lease liabilities or right-to-use assets on the statements of net position.

New Jersey's municipalities do not follow GAAP accounting principles and, as such, do not follow GASB requirements with respect to recording lease receivables, deferred outflows, lease liabilities or deferred inflows on their balance sheets.

D. Basic Financial Statements

The GASB codification also defines the financial statements of a governmental unit to be presented in the general-purpose financial statements to be in accordance with GAAP. The Borough presents the financial statements listed in the table of contents which are required by the Division and which differ from the financial statements required by GAAP.

NOTE 2: CASH AND CASH EQUIVALENTS

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

A. Deposits

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

The Borough of Ship Bottom had the following cash and cash equivalents at December 31, 2023:

	PETTY CASH AND CHANGE FUND	CASH IN BANK	DEPOSITS IN TRANSIT	OUTSTANDING CHECKS	RECONCILED BALANCE
Current Fund	\$1,525.00	\$6,252,911.46	\$14,417.81	\$750,358.25	\$5,518,496.02
Federal and State Grant Fund		82,216.56		\$3,099.35	79,117.21
Animal Control Trust Fund		950.76			950.76
Trust Other Fund		1,315,642.76	7,808.50	17,758.50	1,305,692.76
General Capital Fund		1,426,565.29		264,945.36	1,161,619.93
Water-Sewer Operating Fund		1,839,221.81	33,642.18	35,389.11	1,837,474.88
Water-Sewer Capital Fund		2,134,431.01		40,340.50	2,094,090.51
Payroll Fund		29,680.13		520.00	29,160.13
	<u>\$1,525.00</u>	<u>\$13,081,619.78</u>	<u>\$55,868.49</u>	<u>\$1,112,411.07</u>	<u>\$12,026,602.20</u>

Custodial Credit Risk - Deposits - Custodial credit risk is the risk that in the event of a bank failure, the deposits may not be returned. The Borough does not have a specific deposit policy for custodial credit risk other than those policies that adhere to the requirements of the statute. As of December 31, 2023, based upon the coverage provided by FDIC and NJ GUDPA, no amount of the bank balance was exposed to custodial credit risk. Of the cash on deposit in the bank, \$250,000.00 was covered by FDIC insurance and a collateral pool under NJ GUDPA covered \$12,539,870.08. An amount of \$291,749.70 was on deposit in the name of various developers for escrow and is insured by FDIC insurance or uninsured depending on the deposits of the individual developer in the escrow depository.

NOTE 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments

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

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

NOTE 3: MUNICIPAL DEBT (CONTINUED)

Net debt of \$15,769,610.05 divided by equalized valuation basis per N.J.S.40A:2-2, as amended, of \$2,008,338,089.67 equals 0.785%.

SUMMARY OF MUNICIPAL DEBT

	<u>YEAR 2023</u>	<u>YEAR 2022</u>	<u>YEAR 2021</u>
Issued:			
General:			
Bonds, Notes and Loans	\$ 12,805,046.87	\$ 13,184,732.32	\$ 12,912,168.98
Water - Sewer Utility:			
Bonds, Notes and Loans	<u>26,057,123.05</u>	<u>25,775,815.82</u>	<u>21,899,573.79</u>
Total Issued	<u>38,862,169.92</u>	<u>38,960,548.14</u>	<u>34,811,742.77</u>
Less:			
Funds Temporarily Held to Pay			
Bonds, Notes and Loans,			
Accounts Receivable and			
Self-Liquidating Purpose	<u>32,862,751.25</u>	<u>31,023,214.10</u>	<u>32,053,044.79</u>
Total Deductions	<u>32,862,751.25</u>	<u>31,023,214.10</u>	<u>32,053,044.79</u>
Net Debt Issued	<u>5,999,418.67</u>	<u>7,937,334.04</u>	<u>2,758,697.98</u>
Authorized But Not Issued:			
General:			
Bonds, Notes and Loans	2,812,008.38	781,358.38	841,723.00
Water - Sewer Utility:			
Bonds, Notes and Loans	<u>6,958,183.00</u>	<u>5,215,023.00</u>	<u>10,153,471.00</u>
Total Authorized But Not Issued	<u>9,770,191.38</u>	<u>5,996,381.38</u>	<u>10,995,194.00</u>
Net Bonds and Notes Issued and Authorized But Not Issued	<u>\$ 15,769,610.05</u>	<u>\$ 13,933,715.42</u>	<u>\$ 13,753,891.98</u>

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

Equalized Valuation Basis* - December 31, 2023	<u>\$ 2,008,338,089.67</u>
3-1/2 of Equalized Valuation Basis (Municipal)	\$ 70,291,833.14
Net Debt	<u>15,769,610.05</u>
Remaining Borrowing Power	<u>\$ 54,522,223.09</u>

*Equalized Valuation Basis is the average of the equalized valuation of real estate, including improvements, and the assessed valuation of Class II Rail Road Property of the Borough of Ship Bottom for the last three (3) preceding years.

NOTE 3: MUNICIPAL DEBT (CONTINUED)

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

Revenue from Fees, Rents, and Other Charges for Year and Fund Balance		\$ 2,453,322.94
Deductions:		
Operating and Maintenance Cost	\$ 1,296,608.26	
Debt Service per Water - Sewer Account	<u>1,164,342.42</u>	
Total Deductions		<u>2,460,950.68</u>
Deficit in Revenue		\$ <u>(7,627.74)</u>

LONG-TERM DEBT OBLIGATIONS:

General Capital Fund:

Serial Bonds:

Various % General Improvement Bonds Series 2017A issued September 21, 2017, installment maturities to September 15, 2030	\$ 505,000.00
Various % General Improvement Bonds Series 2017C issued September 21, 2017, installment maturities to September 15, 2035	305,000.00
Various % General Improvement Bonds Series 2023 issued October 17, 2023, installment maturities to October 15, 2043	<u>11,479,000.00</u>
	\$ <u>12,289,000.00</u>

The General Capital Fund bonds mature serially in installments to the year 2043. Aggregate debt service requirements during the next five fiscal years and thereafter are as follows:

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>
2024	\$ 494,000.00	\$ 555,116.39
2025	490,000.00	530,241.26
2026	490,000.00	502,641.26
2027	510,000.00	476,441.26
2028	535,000.00	449,391.26
2029-33	2,785,000.00	1,828,320.00
2034-38	3,185,000.00	1,222,010.00
2039-43	<u>3,800,000.00</u>	<u>504,968.76</u>
Total	<u>\$ 12,289,000.00</u>	<u>\$ 6,069,130.19</u>

NOTE 3: MUNICIPAL DEBT (CONTINUED)

LONG TERM DEBT OBLIGATIONS (CONTINUED):

General Capital Fund (Continued)

Green Trust Loan Program:

The Borough has a low interest loan (2%) under the New Jersey Department of Environmental Protection's Green Trust Loan Program. The \$319,655.00 loan for Waterfront Park was finalized on February 5, 2008. The Borough must repay the loan in semi-annual installments over twenty years. Loan payments are due through the year 2027.

Debt service requirements for the two loans are as follows:

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>
2024	\$ 18,448.02	\$ 1,429.16
2025	18,818.82	1,058.35
2026	19,197.07	680.09
2027	<u>19,582.96</u>	<u>294.23</u>
Total	<u>\$ 76,046.87</u>	<u>\$ 3,461.83</u>

Water - Sewer Utility Capital Fund:

Serial Bonds:

Various % Water-Sewer Utility Bonds Series 2017B issued September 21, 2017, installment maturities to September 15, 2037	\$ 1,580,000.00
Various % Water-Sewer Utility Bonds Series 2017D issued September 21, 2017, installment maturities to September 15, 2035	675,000.00
Various % Water-Sewer Utility Bonds Series 2023 issued October 17, 2023, installment maturities to October 15, 2043	<u>2,102,000.00</u>
	<u>\$ 4,357,000.00</u>

NOTE 3: MUNICIPAL DEBT (CONTINUED)

LONG TERM DEBT OBLIGATIONS (CONTINUED)

Water - Sewer Utility Capital Fund (Continued):

Serial Bonds (Continued):

The Water - Sewer Utility Capital Fund bonds Mature serially in installments to the year 2043. Aggregate debt service requirements during the next five fiscal years are as follows:

<u>YEAR</u>		<u>PRINCIPAL</u>		<u>INTEREST</u>
2024	\$	222,000.00	\$	165,971.60
2025		215,000.00		156,093.76
2026		225,000.00		146,093.76
2027		230,000.00		137,793.76
2028		230,000.00		129,693.76
2029-33		1,360,000.00		509,290.10
2034-38		1,195,000.00		263,683.84
2039-43		<u>680,000.00</u>		<u>88,512.54</u>
Total	\$	<u>4,357,000.00</u>	\$	<u>1,597,133.12</u>

New Jersey Environmental Infrastructure Loans:

The Borough received various low interest loans (variable rate) under the New Jersey Environmental Infrastructure Trust Loan Program. The respective loan balances at December 31, 2023 are enumerated below. Loan payments are due in semi-annual installments over twenty years. Loan payments are due through the year 2053.

New Jersey Environmental Infrastructure Trust - 2008A (CW)	\$	106,385.28
New Jersey Environmental Infrastructure Trust - 2008A (DW)		276,057.74
New Jersey Environmental Infrastructure Trust - 2020A-1 (CW)		2,297,990.53
New Jersey Environmental Infrastructure Trust - 2020A-1 (DW)		1,662,050.06
New Jersey Environmental Infrastructure Trust - 2022A-2 (DW)		8,704,311.44
New Jersey Environmental Infrastructure Trust - 2023A-W1 (CW)		3,801,224.00
New Jersey Environmental Infrastructure Trust - 2023AW-1 (DW)		<u>4,151,723.00</u>
		<u>\$ 20,999,742.05</u>

NOTE 3: MUNICIPAL DEBT (CONTINUED)

LONG-TERM DEBT OBLIGATIONS (CONTINUED):

Water-Sewer Utility Capital Fund (Continued):

New Jersey Environmental Infrastructure Loans (Continued):

Debt Service requirements during the next five fiscal years and thereafter are as follows:

<u>YEAR</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>
2024	\$ 602,623.16	\$ 395,687.11
2025	726,065.60	441,484.02
2026	733,221.54	427,784.02
2027	728,482.58	413,854.02
2028	724,384.61	399,244.02
2029-33	3,571,923.05	1,786,226.34
2034-38	3,950,945.05	1,434,943.20
2039-43	3,236,053.24	1,082,554.66
2044-48	3,357,621.95	706,939.88
2049-53	<u>3,368,421.27</u>	<u>248,336.73</u>
Total	\$ <u>20,999,742.05</u>	\$ <u>7,337,054.00</u>

SHORT-TERM DEBT OBLIGATIONS:

Bond Anticipation Notes:

General Capital Fund:

<u>DATE OR ORDINANCE NUMBER</u>	<u>DATE OF ORIGINAL ISSUE</u>	<u>DATE OF ISSUE</u>	<u>DATE OF MATURITY</u>	<u>INTEREST RATE</u>	<u>AMOUNT</u>
2023-06	10/17/23	10/17/23	10/16/24	5.0000%	\$ <u>440,000.00</u>
					\$ <u>440,000.00</u>

NOTE 3: MUNICIPAL DEBT (CONTINUED)

NJEIT Interim Construction Notes:

Water – Sewer Utility Capital Fund:

On or about February 14, 2020 and January 22, 2021, the Borough signed loan agreements with the New Jersey Environmental Infrastructure Trust, (NJEIT) in order to provide funding for Ordinance #'s 2019-22 and 2019-27. The NJEIT assigned the projects the following project numbers: 1528001-004, S340311-04 and S340311-05. Funding in the amount of \$9,962,490 was approved by the NJEIT. Parts of the loans are still in the interim construction phase of the loan process while other parts of the loan have gone to permanent financing. Of the respective amounts approved, \$8,735,034 was drawn down through December 31, 2023. As of December 31, 2023, a balance of \$1,227,456 remained available for draw down. The balance of the interim construction note at December 31, 2023 was \$700,381.00

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED:

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

General Capital Fund	\$ 2,812,008.38
Water - Sewer Utility Capital Fund	\$ 6,958,183.00

NOTE 4: COMPENSATED ABSENCES

Under the terms of various contracts, Borough employees are allowed to accumulate unused vacation and sick pay over the life of their working careers which may be taken as time off or paid at a later date. It is estimated that the current cost of such unpaid compensation would approximate \$960,407.75. Under accounting principles and practices prescribed by the Division of Local Government Services, Department of Community affairs, State of New Jersey, the accumulated cost of such unpaid compensation is not required to be reported in the financial statements as presented and any amounts required to be paid are raised in that year's budget and no liability is accrued on December 31, 2023. The Borough has accumulated \$749,881.75 for this purpose in the Trust Other Fund and has budgeted \$125,000.00 in 2024 and continues to budget funds to provide for these liabilities as they arise.

NOTE 5: FUND BALANCES APPROPRIATED

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

Current Fund	\$ 2,055,493
Water - Sewer Utility Fund	\$ 956,546

NOTE 6: PROPERTY TAXES

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

NOTE 7: TAXES AND WATER – SEWER CHARGES COLLECTED IN ADVANCE

Taxes and water - sewer charges collected in advance and recorded as cash liabilities in the financial statements are as follows:

	BALANCE DECEMBER <u>31, 2023</u>	BALANCE DECEMBER <u>31, 2022</u>
Prepaid Taxes	\$412,088.81	\$405,727.13
Tax Overpayments	39,244.92	28,188.77
Water - Sewer Overpayments	1,908.75	3,479.32

NOTE 8: CONTINGENT LIABILITIES

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

NOTE 9: LITIGATION

The Borough is a member of the Ocean County Municipal Joint Insurance Fund, and any and all claims for damages under the New Jersey Tort Claims Act are covered by the self-insurance pool provided by the Fund. There is no anticipated or pending tort claim litigation which will result in any direct and uninsured liability of the Borough. Rather, all matters of tort claim have adequate insurance protection.

It is the opinion of the Borough officials that there is no litigation threatened or pending that would materially affect the financial position of the Borough or adversely affect the Borough's ability to levy, collect and enforce the collection of taxes or other revenue for the payment of its bonds or other obligations.

NOTE 10: RISK MANAGEMENT

The Borough is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The Borough is a member of the Ocean County Municipal Joint Insurance Fund, and the Municipal Excess Liability Fund, public entity risk pools currently operating as a common risk management and insurance program for municipalities within the State. Management believes such coverage is sufficient to preclude any significant uninsured losses to the Borough. Settled claims have not exceeded insurance coverage in any of the past three fiscal years.

New Jersey Unemployment Compensation Insurance - The Borough has elected to fund its New Jersey Unemployment Compensation Insurance under the "Contributory Method". Under this plan, the Borough is required to remit an employer's match to the New Jersey Unemployment Trust Fund for benefits paid to its former employees and charged to its account with the State.

NOTE 11: INTERFUND RECEIVABLES AND PAYABLES

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

<u>FUND</u>	<u>INTERFUND RECEIVABLE</u>	<u>INTERFUND PAYABLE</u>
Current Fund	\$ 99,862.95	\$ 349,501.74
Federal and State Grant Fund	62,483.53	9,705.24
Animal Control Trust Fund		625.96
Trust Other Fund		48,188.30
General Capital Fund	748,435.06	
Water- Sewer Operating Fund	1,105,877.59	51,408.69
Water- Sewer Capital Fund	9,705.24	1,574,882.47
Payroll Fund	7,948.03	
	<u>\$ 2,034,312.40</u>	<u>\$ 2,034,312.40</u>

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

NOTE 12: PENSION PLANS

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

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

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

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

Vesting and Benefit Provisions

The vesting and benefit provisions for PERS are set by N.J.S.A. 43:15A and 43:3B. All benefits vest after ten years of service, except for medical benefits, which vest after 25 years of service. Members may seek early retirement after achieving 25 years of service credit or they may elect deferred retirement after achieving ten years of service credit, in which case, benefits would begin the first day of the month after the member attains normal retirement age.

The vesting and benefit provisions for PFRS are set by N.J.S.A. 43:16A and 43:3B. All benefits vest after ten years of service, except for disability benefits, which vest after four years of service. Retirement benefits for age and service are available at age 55. Members may seek special retirement after achieving 25 years of creditable service or they may elect deferred retirement after achieving ten years of service.

NOTE 12: PENSION PLANS (CONTINUED)

Vesting and Benefit Provisions (Continued)

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

Funding Policy

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

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

The Borough's share of pension, which is based upon the annual billings received from the state, amounted to \$630,935.00 for 2023, \$577,390.00 for 2022 and \$542,098.00 for 2021.

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

NOTE 12: PENSION PLANS (CONTINUED)

Accounting and Financial Reporting for Pensions – GASB 68

The Governmental Accounting Standards Board (GASB) Statement No. 68 “Accounting and Financial Reporting for Public Employees Pensions” requires the State of New Jersey to calculate and allocate, for note disclosure purposes only, the unfunded net pension liability of Public Employees Retirement System (PERS) and the Police and Firemen’s Retirement System (PFRS) of the participating municipality as of December 31, 2023. The statement does not alter the amounts of funds that must be budgeted for pension payments under existing state law.

Under accounting principles and practices prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, any unfunded net pension liability of the municipality, allocated by the State of New Jersey, is not required to be reported in the financial statements as presented and any pension contributions required to be paid are raised in that year’s budget and no liability is accrued at December 31, 2023

Public Employees Retirement System (PERS)

At June 30, 2023, the State reported a net pension liability of \$1,951,801.00 for the Borough’s proportionate share of the total net pension liability. The total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The Borough’s proportion of the net pension liability was based on a projection of the Borough’s long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined. At June 30, 2023, the Borough’s proportion was 0.0134752209 percent, which was a decrease of 0.0011664102 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2023, the State recognized an actuarially determined pension expense of \$3,118.00 for the Borough’s proportionate share of the total pension expense. The pension expense recognized in the Borough’s financial statements based on the April 1, 2023 billing was \$184,638.00.

NOTE 12: PENSION PLANS (CONTINUED)

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

Public Employees Retirement System (PERS) (Continued)

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

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$ 18,662.00	\$ 7,978.00
Changes of assumptions	4,288.00	118,288.00
Net difference between projected and actual earnings on pension plan investments	8,988.00	
Changes in proportion and differences between Borough contributions and proportionate share of contributions	<u>103,277.00</u>	<u>201,871.00</u>
	<u>\$ 135,215.00</u>	<u>\$ 328,137.00</u>

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

<u>Year Ended June 30,</u>	<u>Amount</u>
2024	(\$122,766.80)
2025	(77,235.80)
2026	60,658.20
2027	(34,102.80)
2028	<u>(19,474.80)</u>
	<u>(\$192,922.00)</u>

NOTE 12: PENSION PLANS (CONTINUED)

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

Public Employees Retirement System (PERS) (Continued)

Actuarial Assumptions

The collective total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which rolled forward to June 30, 2023. These actuarial valuations used the following assumptions:

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

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

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

NOTE 12: PENSION PLANS (CONTINUED)

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

Public Employees Retirement System (PERS) (Continued)

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00% at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major assets class included in PERS's target assets allocation as of June 30, 2023 asset are summarized in the following table:

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

Discount Rate

The discount rate used to measure the total pension liability was 7.00% as of June 30, 2023. The projection of cash flows used to determine the discount rate assumed that contributions from plan members will be made at the current member contribution rates and that contributions from employers and the non-employer contributing entity will be based on 100% of the actuarially determined contributions for the State employer and 100% of actuarially determined contributions for the local employers. Based on those assumptions, the plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long-term expected rate of return on plan investments was applied to all projected benefit payments in determining the total pension liability.

NOTE 12: PENSION PLANS (CONTINUED)

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

Public Employees Retirement System (PERS) (Continued)

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

The following presents the Borough's proportionate share of the net pension liability of the participating employers as of June 30, 2023 respectively, calculated using the discount rate as disclosed above as well as what the Borough's proportionate share of the 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, 2023		
	1%	At Current	1%
	Decrease <u>6.00%</u>	Discount Rate <u>7.00%</u>	Increase <u>8.00%</u>
Borough's proportionate share of the pension liability	\$2,540,830.00	\$1,951,801.00	\$1,450,460.00

Special Funding Situation

In accordance with N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. For PERS, the legislation which legally obligates the State is found in Chapter 133, P.L. 2001. This special funding situation is due to the State paying the additional normal cost related to benefit improvements from Chapter 133. Previously, this additional normal cost was paid from the Benefit Enhancement Fund (BEF). As of June 30, 2023, there is no net pension liability associated with this special funding situation as there was no accumulated difference between the annual additional normal cost under the special funding situation and the actual State contribution through the valuation date.

The amounts contributed by the State on behalf of the Borough under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68, and the State is treated as a non-employer contributing entity. Since the Borough does not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the Borough related to this legislation.

NOTE 12: PENSION PLANS (CONTINUED)

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

Public Employees Retirement System (PERS) (Continued)

Special Funding Situation (Continued)

The non-employer contributing entities' total proportionate share of the non-employer contribution that is associated with the Borough as of June 30, 2023 was 0.0135263823% which was a decrease of 0.0011737445 percent from its proportion measured as of June 30, 2022. The non-employer contributing entities' contribution and employer pension expense and related revenue for the years ended June 30, 2023 and June 30, 2022 was \$6,087.00 and \$4,649.00, respectively.

Pension plan fiduciary net position

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

Police and Firemen's Retirement System (PFRS)

At June 30, 2023, the State reported a net pension liability of \$3,246,440.00 for the Borough's proportionate share of the total PFRS net pension liability. The total pension liability for the June 30, 2023 measurement date was determined by an actuarial valuation as of July 1, 2022, which was rolled forward to June 30, 2023. The Borough's proportion of the net pension liability was based on a projection of the Borough's long-term share of contributions to the pension plan relative to the projected contributions of all participating employers, actuarially determined.

At June 30, 2023, the Borough's proportion was 0.0293827900 percent, which was a decrease of 0.0049331400 percent from its proportion measured as of June 30, 2022.

NOTE 12: PENSION PLANS (CONTINUED)

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

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

For the year ended June 30, 2023, the State recognized an actuarially determined pension expense of \$248,401.00. The pension expense recognized in the Borough’s financial statements based on the April 1, 2023, billing was \$446,297.00.

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

		<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$	139,006.00	\$ 154,826.00
Changes of assumptions		7,007.00	219,213.00
Net difference between projected and actual earnings on pension plan investments		165,335.00	
Changes in proportion and differences between Borough contributions and proportionate share of contributions		<u>163,685.00</u>	<u>505,701.00</u>
	\$	<u><u>475,033.00</u></u>	<u><u>879,740.00</u></u>

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

Year Ended		<u>Amount</u>
<u>June 30</u>		
2024	\$	(194,743.20)
2025		(189,649.20)
2026		126,668.80
2027		(85,181.20)
2028		(62,414.20)
Thereafter		<u>612.00</u>
	\$	<u><u>(404,707.00)</u></u>

NOTE 12: PENSION PLANS (CONTINUED)

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

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

Actuarial Assumptions

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

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

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

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

NOTE 12: PENSION PLANS (CONTINUED)

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

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

Long-Term Rate of Return

In accordance with State statute, the long-term expected rate of return on plan investments (7.00 percent at June 30, 2023) is determined by the State Treasurer, after consultation with the Directors of the Division of Investment and Division of Pensions and Benefits, the board of trustees and the actuaries. The long-term expected rate of return was determined using a building block method in which best-estimate ranges of expected future real rates of return (expected returns, net of pension plan investment expense and inflation) are developed for each major asset class. These ranges are combined to produce the long-term expected rate of return by weighting the expected future real rates of return by the target asset allocation percentage and by adding expected inflation. Best estimates of arithmetic rates of return for each major asset class included in PFRS’s target asset allocation as of June 30, 2023 are summarized in the following table:

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

NOTE 12: PENSION PLANS (CONTINUED)

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

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

Discount Rate

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

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

The following presents the Borough's proportionate share of the net pension liability of the participating employers as of June 30, 2023, calculated using the discount rate as disclosed above as well as what the Borough's proportionate share of the net pension liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2023		
	1% Decrease <u>6.00%</u>	At Current Discount Rate <u>7.00%</u>	1% Increase <u>8.00%</u>
Borough's proportionate share of the PFRS pension liability	\$4,523,347.00	\$3,246,440.00	\$2,183,083.00

NOTE 12: PENSION PLANS (CONTINUED)

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

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

Special Funding Situation

In accordance with N.J.S.A. 43:16A-15, local participating employers are responsible for their own contributions based on actuarially determined amounts, except where legislation was passed which legally obligated the State if certain circumstances occurred. The legislation which legally obligates the State is as follows: Chapter 8, P.L. 2000, Chapter 318, P.c. 2001, Chapter 86, P.L. 2001, Chapter 511, P.L. 1991, Chapter 109, P.c. 1979, Chapter 247, P.L. 1993 and Chapter 201, P.L. 2001. The amounts contributed by the State on behalf of the Borough under this legislation is considered to be a special funding situation as defined by GASB Statement No. 68, and the State is treated as a non-employer contributing entity. Since the Borough does not contribute under this legislation directly to the plan (except for employer specific financed amounts), there is no net pension liability or deferred outflows or inflows to disclose in the notes to the financial statements of the Borough related to this legislation.

The non-employer contributing entities' total proportionate share of the collective net pension liability that is associated with the Borough as of December 31, 2023 and 2022 is 0.0293826200% and 0.0343159400% respectively, the non-employer contributing entities' contribution for the year ended June 30, 2023 and 2022 was \$68,410.00 and \$87,029.00, respectively and the employer pension expense and related revenue for the year ended June 30, 2023 and 2022 was \$68,043.00 and \$80,652.00, respectively.

At June 30, 2023 and 2022, the State's proportionate share of the net pension liability attributable to the Borough for the PFRS special funding situation is \$598,194.00 and \$699,055.00, respectively.

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

Borough's Proportionate Share of Net Pension Liability	\$3,246,440.00
State of New Jersey Proportionate Share of Net Pension Liability Associated with the Borough	<u>598,194.00</u>
	<u><u>\$3,844,634.00</u></u>

Pension plan fiduciary net position

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

NOTE 13: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75

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

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

Plan Description and Benefits Provided

The State Health Benefit Local Government Retired Employees Plan (the Plan) is a cost-sharing multiple-employer defined benefit other postemployment benefit (OPEB) plan with a special funding situation. It covers employees of local government employers that have adopted a resolution to participate in the Plan. The Plan meets the definition of an equivalent arrangement as defined in paragraph 4 of GASB Statement No. 75, *Accounting and Financial Reporting for the Postemployment Benefits Other Than Pensions*; therefore, assets are accumulated to pay associated benefits.

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

NOTE 13: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Plan Description and Benefits Provided (Continued)

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

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

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

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

Contributions

The Borough's contributions to SHBP for the years ended December 31, 2023, 2022 and 2021 were \$41,786.00, \$13,827.00, and \$17,404.08 respectively, which equaled the required contributions for each year.

NOTE 13: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Total Net OPEB Liability

At June 30, 2023, the Plan reported a Liability of \$6,086,652.00 for the Borough's proportionate share of the collective Net OPEB liability. The total Net OPEB Liability measured as of June 30, 2023 was determined by an actuarial valuation as of June 30, 2022, which was rolled forward to June 30, 2023.

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

At June 30, 2023, the Borough's proportion was 0.040560 percent, which was an increase of 0.008561 percent from its proportion measured as of June 30, 2022.

For the year ended June 30, 2023, the State reported OPEB expense of \$119,137.00. This OPEB expense was based on the OPEB plans June 30, 2023 measurement date.

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

	<u>Deferred Outflow of Resources</u>	<u>Deferred Inflow of Resources</u>
Differences between expected and actual experience	\$280,685.00	\$1,652,936.00
Changes of assumptions	788,450.00	1,720,502.00
Net difference between projected and actual earnings on OPEB plan investments		1,004.00
Changes in proportion	<u>3,424,314.00</u>	<u>852,487.00</u>
	<u>\$4,493,449.00</u>	<u>\$4,226,929.00</u>

NOTE 13: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

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

Year Ended	Amount
<u>June 30,</u>	
2024	(\$176,161.60)
2025	(51,219.60)
2026	208,393.40
2027	370,936.40
2028	224,848.40
Thereafter	<u>(310,277.00)</u>
	<u><u>\$266,520.00</u></u>

Actuarial Assumptions and Other Inputs

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

Salary Increases:

Public Employees Retirement System (PERS):

Initial Fiscal Year Applied
 Rate for All Future Years 2.75% to 6.55%

Police and Firemen’s Retirement System (PFRS):

Rate for All Future Years 3.25% to 16.25%

NOTE 13: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Actuarial Assumptions and Other Inputs (Continued)

Mortality

PERS	Pub-2010 General classification headcount weighted mortality with fully generational mortality improvement projections from the central year using scale MP-2021
PFRS	Pub-2010 Safety classification headcount weighted mortality with fully generational mortality improvement projections from the central year using scale MP-2021

*Salary increases are based on years of service within the respective plan.

Actuarial assumptions used in the July 1, 2022 valuation were based on the results of the PFRS and PERS experience studies prepared for July 1, 2018 to June 30, 2021.

100% of active members are considered to participate in the Plan upon retirement.

Discount Rate

The discount rate for June 30, 2023 was 3.65%. This represents the municipal bond return rate as chosen by the State. The source is the Bond Buyer Go 20-Bond Municipal Bond Index, which includes tax-exempt general obligation municipal bonds with an average rating of AA/Aa or higher. As the long-term rate of return is less than the municipal bond rate, it is not considered in the calculation of the discount rate, rather the discount rate is set at the municipal bond rate.

Health Care Trend Assumption

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

NOTE 13: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

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

The following presents the Net OPEB Liability associated with the Borough as of June 30, 2023, calculated using the discount rate as disclosed above as well as what the Net OPEB Liability would be if it was calculated using a discount rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2023		
	1.00% <u>Decrease (2.65%)</u>	At Discount Rate (3.65%)	1.00% <u>Increase (4.65%)</u>
Borough's proportionate share of the Net OPEB Liability	\$7,050,280.00	\$6,086,652.00	\$5,311,560.00

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

The following presents the total Net OPEB Liability associated with the Borough as of June 30, 2023, calculated using the healthcare trend rate as disclosed above as well as what the Net OPEB Liability would be if it was calculated using a healthcare trend rate that is 1-percentage point lower or 1-percentage point higher than the current rate:

	June 30, 2023		
	1.00% <u>Decrease</u>	Healthcare Cost Trend Rate	1.00% <u>Increase</u>
Borough's proportionate share of the Net OPEB Liability	\$5,172,940.00	\$6,086,652.00	\$7,256,490.00

Special Funding Situation

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

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

NOTE 13: ACCOUNTING AND FINANCIAL REPORTING FOR POSTEMPLOYMENT BENEFITS OTHER THAN PENSIONS – GASB 75 (CONTINUED)

Special Funding Situation (Continued)

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.

The non-employer contributing entities' total proportionate share of the collective net pension liability that is associated with the Borough as of December 31, 2023 and 2022 is 0.020317% and 0.0024331% respectively, and the employer pension benefit and related revenue for the year ended June 30, 2023 and 2022 was \$128,534.00 and \$134,642.00, respectively.

At June 30, 2023 and 2022, the State's proportionate share of the net OPEB liability attributable to the Borough for the special funding situation is \$708,879.00 and \$820,882.00 respectively.

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

Borough's proportionate share of the Net OPEB Liability	\$6,086,652.00
State of New Jersey's proportionate share of Net OPEB Liability associated with the Borough	<u>708,879.00</u>
	<u><u>\$6,795,531.00</u></u>

OPEB Plan Fiduciary Net Position

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

NOTE 14: SCHOOL TAXES

Local District School Taxes and Regional School District Taxes have been raised and liabilities deferred by statute resulting in the school taxes payable as set forth in the Current Fund liabilities as follows:

	LOCAL DISTRICT SCHOOL TAX		REGIONAL SCHOOL DISTRICT TAX	
	BALANCE DECEMBER 31, 2023	BALANCE DECEMBER 31, 2022	BALANCE DECEMBER 31, 2023	BALANCE DECEMBER 31, 2022
Balance of Tax	\$ 173,713.01	\$ 172,599.26	\$ 1,650,888.53	\$ 1,417,687.50
Deferred	<u>238,576.00</u>	<u>238,576.00</u>	<u>1,026,065.78</u>	<u>1,026,065.78</u>
Tax Payable	\$ <u>(64,862.99)</u>	\$ <u>(65,976.74)</u>	\$ <u>624,822.75</u>	\$ <u>391,621.72</u>

NOTE 15: LENGTH OF SERVICE AWARD PROGRAM

The Borough of Ship Bottom adopted an ordinance establishing a Length of Service Award Program to ensure retention of the Borough's volunteers pursuant to N.J.S.A. 40A:14-183 *et seq.*

Under this program, each volunteer member that performs the minimum amount of service will have an annual amount up to \$1,150.00 deposited into a tax deferred income account that will earn interest for the volunteer. The Borough's costs amounted to \$9,548.00 in 2023, \$7,514.12 in 2022 and \$7,091.00 in 2021. The accompanying financial statements do not include the Borough's Length of Service Awards Program's activities. The Borough's Length of Service Awards Program's financial statements are contained in a separate review report, as required by state regulations.

NOTE 16: FIXED ASSETS

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

	Balance December 31, 2022	Additions	Deletions	Balance December 31, 2023
Land	\$43,307,000.00	\$	\$	\$43,307,000.00
Buildings	3,412,000.00	9,065,100.00		12,477,100.00
Equipment & Vehicles	3,838,485.02	411,815.16		4,250,300.18
Construction in Progress	<u>10,500,957.42</u>	<u>239,755.60</u>	<u>9,013,600.00</u>	<u>1,727,113.02</u>
	<u>\$61,058,442.44</u>	<u>\$9,716,670.76</u>	<u>\$9,013,600.00</u>	<u>\$61,761,513.20</u>

NOTE 17: LEASES

The Borough has entered into three (3) cell tower leases with AT&T, Verizon and T-Mobile which commenced in 2001, 2017 and 2018 respectively. The agreements all have five (5) year lease terms with the option to renew for four (4) additional lease terms. Payments received by the Borough during 2023 totaled \$133,571.06.

The Borough entered into a lease agreement on April 2, 2020 with Konica Minolta for a Biz Hub C759 Copier/Printer. The lease term is sixty (60) months with a monthly payment of 228.11/month. At this time, the Borough has not exercised its option to purchase the equipment. Other options include renewing the lease or returning the equipment.

NOTE 18: SUBSEQUENT EVENTS

The Borough has evaluated subsequent events occurring after the financial statement date through September 6, 2024 which is the date the financial statements were available to be issued. Based upon this evaluation, the Borough has determined that except for the items set forth below, there are no other subsequent events that need to be disclosed.

The Borough adopted the following capital ordinances as of September 6, 2024:

<u>PROJECT</u>	<u>AMOUNT OF DEBT PROPOSED</u>
<u>General Capital Fund:</u>	
Acquisition of Various Police and Public Works Vehicles	\$ 300,000.00

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BOROUGH OF SHIP BOTTOM
SUPPLEMENTARY SCHEDULES - ALL FUNDS
YEAR ENDED DECEMBER 31, 2023

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF CASH

	<u>REF.</u>	<u>CURRENT FUND</u>	<u>FEDERAL AND STATE GRANT FUND</u>
Balance December 31, 2022	A	\$ 6,651,458.60	\$ 100,249.70
Increased by Receipts:			
Due from Ocean County	A	24,760.00	
Miscellaneous Revenue Not Anticipated	A-2	506,412.78	
Change Fund	A-5	2,950.00	
Investment in Bond Anticipation Notes	A-7	56,600.94	
Taxes Receivable	A-8	16,244,045.94	
Revenue Accounts Receivable	A-11	1,934,734.02	
Deferred Revenue - Municipal Relief Fund Aid	A-12	25,809.53	
Due from State of New Jersey (Ch. 20, P.L. 1971)	A-13	13,689.04	
Tax Overpayments	A-14	31,813.74	
Prepaid Taxes	A-15	412,088.81	
Interfunds	A-20	405,325.70	
Interfund - Current Fund	A-24		156,040.43
Interfund - Other Funds	A-24		9,705.24
Grants Receivable	A-25		10,565.00
Grants Unappropriated	A-27		34,383.53
		<u>19,658,230.50</u>	<u>210,694.20</u>
		<u>26,309,689.10</u>	<u>310,943.90</u>
Decreased by Disbursements:			
Due to State of New Jersey (Sandy Overpayment)	A	20,782.41	
Budget Appropriations	A-3	9,152,088.95	
Change Fund	A-5	4,000.00	
Petty Cash	A-6	250.00	
Deferred Revenue - Municipal Relief Fund Aid	A-12	12,907.54	
Tax Overpayments	A-14	8,485.91	
County Taxes Payable	A-16	7,025,296.31	
Local District School Taxes Payable	A-17	693,738.25	
Regional School District Taxes Payable	A-18	3,068,575.97	
Appropriation Reserves	A-19	233,914.04	
Interfunds	A-20	572,678.70	
Interfund - Current Fund	A-24		36,149.61
Interfund - Other Funds	A-24		360.00
Grants Appropriated	A-26		74,634.24
Grants Unappropriated	A-27		120,682.84
		<u>20,792,718.08</u>	<u>231,826.69</u>
Balance December 31, 2023	A	\$ 5,516,971.02	\$ 79,117.21

"A-5"

BOROUGH OF SHIP BOTTOM
CURRENT FUND
SCHEDULE OF CHANGE FUND

	<u>REF</u>		
Balance December 31, 2022	A	\$	225.00
Increased by:			
Disbursements	A-4		<u>4,000.00</u>
			4,225.00
Decreased by:			
Receipts	A-4		<u>2,950.00</u>
Balance December 31, 2023	A	\$	<u><u>1,275.00</u></u>

"A-6"

SCHEDULE OF PETTY CASH

Increased by:			
Disbursements	A-4	\$	<u>250.00</u>
Balance December 31, 2023	A	\$	<u><u>250.00</u></u>

"A-7"

SCHEDULE OF INVESTMENT IN BOND ANTICIPATION NOTES

Balance December 31, 2022	A	\$	56,600.94
Decreased by:			
Receipts	A-4		<u>56,600.94</u>
Balance December 31, 2023	A	\$	<u><u> </u></u>

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

YEAR	BALANCE DECEMBER 31, 2022	COLLECTED		OVERPAYMENTS APPLIED	DUE FROM STATE OF NEW JERSEY CH. 20, P.L. 1971	CANCELED	BALANCE DECEMBER 31, 2023
		2023	2022				
2022	\$ 69,923.78	\$ 69,923.78	\$	\$	\$	\$	\$
2023	69,923.78	69,923.78	405,727.13	12,271.68	12,750.00	12,606.90	49,245.26
		16,174,122.16					
		16,666,723.13	405,727.13	12,271.68	12,750.00	12,606.90	49,245.26
<u>REF.</u>	A	A-4	A-15	A-14	A-13		A

Analysis of 2023 Property Tax Levy

Tax Yield:	
General Purpose Tax	\$ 16,524,304.07
Added Taxes	<u>142,419.06</u>
	\$ <u>16,666,723.13</u>

Tax Levy:

Local District School Tax Payable (Abstract)	A-17	\$ 694,852.00
Regional School District Taxes Payable (Abstract)	A-18	3,301,777.00
County Tax (Abstract)	A-16	\$ 6,154,105.34
County Library Tax (Abstract)	A-16	582,557.92
County Open Space Preservation (Abstract)	A-16	244,524.93
	A-1	6,981,188.19
Due County Added Taxes	A-1:16	<u>60,205.28</u>
	A-16	7,041,393.47
Total School and County Taxes	A-2	<u>11,038,022.47</u>
Local Tax for Municipal Purposes		5,628,700.66
Added Taxes		<u>90,886.15</u>
		\$ <u>16,666,723.13</u>

"A-9"

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF 6% YEAR END PENALTY RECEIVABLE

	<u>REF.</u>	
Increased by:		
6% Year End Penalty Levied		\$ <u>796.34</u>
Balance December 31, 2023	A	\$ <u><u>796.34</u></u>

"A-10"

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES

(AT ASSESSED VALUATION)

Balance December 31, 2022 and 2023	A	\$ <u><u>75,700.00</u></u>
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BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	BALANCE DECEMBER 31, 2022	ACCRUED IN 2023	COLLECTED	BALANCE DECEMBER 31, 2023
Licenses:				
Alcoholic Beverages	\$	\$ 15,300.00	\$ 15,300.00	\$
Other		31,075.00	31,075.00	
Fees and Permits		25,340.00	25,340.00	
Fines and Costs - Municipal Court	3,571.15	82,936.18	85,143.94	1,363.39
Interest and Costs on Taxes		19,262.82	19,262.82	
Beach Badge Fees		990,888.00	990,888.00	
Post Office Rent		26,220.00	26,220.00	
Boat Ramp Fees		49,820.00	49,820.00	
Energy Receipts Tax		249,152.40	249,152.40	
Municipal Relief Fund Aid		12,907.54	12,907.54	
Uniform Construction Code Fees		124,000.00	124,000.00	
Shared Service Agreements:				
Tax Collection Services:				
Salaries and Wages		31,212.00	31,212.00	
Other Expenses		8,265.32	8,265.32	
Capital Fund Balance		113,088.88	113,088.88	
Reserve for Debt Service		32,375.28	32,375.28	
American Rescue Plan Tranches #1 & #2		120,682.84	120,682.84	
	\$ 3,571.15	\$ 1,932,526.26	\$ 1,934,734.02	\$ 1,363.39

REF.

A

A-4

A

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF DEFERRED REVENUE MUNICIPAL RELIEF FUND AID

	<u>REF.</u>	
Balance December 31, 2022	A	\$ 12,907.54
Increased by:		
Receipts	A-4	<u>25,809.53</u>
		38,717.07
Decreased by:		
Disbursements	A-4	<u>12,907.54</u>
Balance December 31, 2023	A	<u>\$ 25,809.53</u>

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF DUE FROM/TO STATE OF NEW JERSEY

	<u>REF.</u>	<u>CH. 20, P.L. 1971</u>
Balance, December 31, 2022 - Due From/(Due To)	A	\$ (1,310.96)
Increased by:		
Deductions:		
Per Billings		\$ 12,500.00
Allowed by Collector - Current Year Taxes (Net)		<u>250.00</u>
	A-8	<u>12,750.00</u>
		<u>11,439.04</u>
Decreased by:		
Receipts	A-4	<u>13,689.04</u>
Balance, December 31, 2023 - Due From/(Due To)	A	\$ <u><u>(2,250.00)</u></u>

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF TAX OVERPAYMENTS

	<u>REF.</u>		
Balance December 31, 2022	A		\$ 28,188.77
Increased by:			
Receipts	A-4		<u>31,813.74</u>
			60,002.51
Decreased by:			
Disbursements	A-4	\$ 8,485.91	
Applied to Taxes Receivable	A-8	<u>12,271.68</u>	
			<u>20,757.59</u>
Balance December 31, 2023	A		\$ <u><u>39,244.92</u></u>

"A-15"

BOROUGH OF SHIP BOTTOM
CURRENT FUND
SCHEDULE OF PREPAID TAXES

	<u>REF.</u>	
Balance December 31, 2022	A	\$ 405,727.13
Increased by:		
Collections	A-4	412,088.81
		<u>817,815.94</u>
Decreased by:		
Applied to 2023 Taxes Receivable	A-8	<u>405,727.13</u>
Balance December 31, 2023	A	\$ <u><u>412,088.81</u></u>

"A-16"

SCHEDULE OF COUNTY TAXES PAYABLE

Balance, December 31, 2022	A	\$ 44,108.12
Increased by:		
General County Tax	A-8	\$ 6,154,105.34
County Library Tax	A-8	582,557.92
County Open Space Preservation Tax	A-8	244,524.93
Added and Omitted Taxes	A-8	<u>60,205.28</u>
	A-8	7,041,393.47
Decreased by:		
Payments	A-4	<u>7,025,296.31</u>
Balance, December 31, 2023	A	\$ <u><u>60,205.28</u></u>

"A-17"

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE

	<u>REF.</u>		
Balance, December 31, 2022:			
School Tax Payable (Prepaid)	A	\$ (65,976.74)	
School Tax Deferred		<u>238,576.00</u>	
			\$ 172,599.26
Increased by:			
Levy School Year - July 1, 2023 to June 30, 2024	A-8		<u>694,852.00</u>
			<u>867,451.26</u>
Decreased by:			
Payments	A-4		<u>693,738.25</u>
Balance, December 31, 2023:			
School Tax Payable (Prepaid)	A	\$ (64,862.99)	
School Tax Deferred		<u>238,576.00</u>	
			\$ <u><u>173,713.01</u></u>

"A-18"

SCHEDULE OF REGIONAL SCHOOL DISTRICT TAXES PAYABLE

Balance, December 31, 2022:			
School Tax Payable	A	\$ 391,621.72	
School Tax Deferred		<u>1,026,065.78</u>	
			\$ 1,417,687.50
Increased by:			
Levy School Year - July 1, 2023 to June 30, 2024	A-8		<u>3,301,777.00</u>
			<u>4,719,464.50</u>
Decreased by:			
Payments	A-4		<u>3,068,575.97</u>
Balance, December 31, 2023:			
School Tax Payable	A	\$ 624,822.75	
School Tax Deferred		<u>1,026,065.78</u>	
			\$ <u><u>1,650,888.53</u></u>

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2022	BALANCE AFTER TRANSFER	PAID OR CHARGED	BALANCE LAPSED
OPERATIONS WITHIN CAPS				
Administrative and Executive:				
Salaries and Wages	\$ 212.46	\$ 212.46	\$	212.46
Other Expenses	21,199.41	21,199.41	2,342.81	18,856.60
Human Resources (Personnel):				
Other Expenses	23,881.40	23,881.40	6,105.00	17,776.40
Mayor and Council:				
Salaries and Wages	2,000.00	2,000.00		2,000.00
Other Expenses	3,924.58	3,924.58		3,924.58
Municipal Clerk:				
Salaries and Wages	2,039.69	2,039.69		2,039.69
Other Expenses	14,663.21	14,663.21	3,791.48	10,871.73
Financial Administration (Treasury):				
Salaries and Wages	2,918.02	2,918.02		2,918.02
Other Expenses	13,871.94	13,871.94	11,150.44	2,721.50
Audit Services:				
Other Expenses	9,625.00	9,625.00		9,625.00
Revenue Administration (Tax Collection):				
Salaries and Wages	15,199.41	15,199.41		15,199.41
Other Expenses	3,221.94	3,221.94	278.61	2,943.33
Liquidation of Tax Title Liens:				
Other Expenses	1,000.00	1,000.00		1,000.00
Tax Assessment Administration:				
Salaries and Wages	3,772.43	3,772.43		3,772.43
Other Expenses	11,472.72	11,472.72	2,616.77	8,855.95
Other Expenses - Revaluation	10,000.00	10,000.00	10,000.00	

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF APPROPRIATION RESERVES

OPERATIONS WITHIN CAPS (CONTINUED)

	BALANCE DECEMBER 31, 2022	BALANCE AFTER TRANSFER	PAID OR CHARGED	BALANCE LAPSED
Legal Services:				
Other Expenses	\$ 10,576.32	\$ 10,576.32	\$ 6,324.85	\$ 4,251.47
Engineering Services:				
Other Expenses	580.80	580.80		580.80
Historic Preservation:				
Other Expenses	5,000.00	5,000.00	5,000.00	
Municipal Prosecutor:				
Other Expenses	500.00	500.00		500.00
Land Use Board:				
Salaries and Wages	1,322.06	1,322.06		1,322.06
Other Expenses	24,889.53	24,889.53	2,800.00	22,089.53
Zoning Enforcement:				
Salaries and Wages	770.53	770.53		770.53
Other Expenses	4,407.28	4,407.28	190.36	4,216.92
Other Code Enforcement Functions				
Salaries and Wages	2,999.23	2,999.23		2,999.23
Other Expenses	4,785.31	4,785.31	150.23	4,635.08
Insurance:				
General Liability	27,941.70	27,941.70	11,222.92	16,718.78
Worker's Compensation	89,556.50	89,556.50		89,556.50
Employee Group Health	11,985.03	11,985.03	2,435.00	9,550.03
Other Insurance	2,151.66	2,151.66		2,151.66

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF APPROPRIATION RESERVES

	<u>BALANCE DECEMBER 31, 2022</u>	<u>BALANCE AFTER TRANSFER</u>	<u>PAID OR CHARGED</u>	<u>BALANCE LAPSED</u>
<u>OPERATIONS WITHIN CAPS (CONTINUED)</u>				
Police Department:				
Salaries and Wages	\$ 87,955.88	\$ 120,705.88	\$	\$ 120,705.88
Other Expenses	20,025.81	25,025.81	20,628.17	4,397.64
Office of Emergency Management:				
Salaries and Wages	2,000.00	2,000.00		2,000.00
Other Expenses	25,545.05	25,545.05	190.36	25,354.69
Municipal Court:				
Other Expenses	11,639.49	11,639.49	857.91	10,781.58
Public Defender:				
Other Expenses	9,400.00	9,400.00		9,400.00
Streets and Road Maintenance:				
Salaries and Wages	26,291.21	26,291.21		26,291.21
Other Expenses	82,429.96	82,429.96	6,059.52	76,370.44
Garbage and Trash Removal				
Other Expenses	137,398.98	89,398.98	30,651.23	58,747.75
Recycling:				
Salaries and Wages	5,166.70	5,166.70		5,166.70
Other Expenses	17,010.93	17,010.93	1,548.23	15,462.70
Public Buildings and Grounds:				
Salaries and Wages	7,512.52	12.52		12.52
Other Expenses	34,276.47	79,776.47	48,479.04	31,297.43
Equipment Maintenance and Repair:				
Salaries and Wages	14,917.48	14,917.48		14,917.48
Other Expenses	11,142.45	11,142.45	4,287.34	6,855.11

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2022	BALANCE AFTER TRANSFER	PAID OR CHARGED	BALANCE LAPSED
<u>OPERATIONS WITHIN CAPS (CONTINUED)</u>				
Board of Health	\$ 67.76	\$ 67.76	\$	67.76
Other Expenses				
Long Beach Island Joint Environmental Commission:				
Other Expenses	500.00	500.00		500.00
Animal Control Services:				
Other Expenses	2,700.20	2,700.20		2,700.20
Wharves, Docks and Bulkheads:				
Salaries and Wages	1,328.12	1,328.12		1,328.12
Other Expenses	16,833.77	16,833.77	15,363.87	1,469.90
Recreation Services and Programs:				
Salaries and Wages	880.73	880.73		880.73
Other Expenses	21,481.98	21,481.98	40.13	21,441.85
Beach Front Maintenance:				
Salaries and Wages	516.51	516.51		516.51
Other Expenses	16,976.97	21,976.97	20,009.17	1,967.80
Beach Operations:				
Salaries and Wages	27,430.55	27,430.55		27,430.55
Other Expenses	24,401.25	24,401.25	17,239.24	7,162.01
Beach Replenishment:				
Other Expenses	1,000.00	1,000.00		1,000.00
Celebration of Public Events				
Other Expenses	16,907.39	16,907.39	16,314.20	593.19
Uniform Construction Code Enforcement Functions:				
Salaries and Wages	5,168.41	5,168.41		5,168.41
Other Expenses	12,694.10	12,694.10	600.36	12,093.74

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF APPROPRIATION RESERVES

	<u>BALANCE DECEMBER 31, 2022</u>	<u>BALANCE AFTER TRANSFER</u>	<u>PAID OR CHARGED</u>	<u>BALANCE LAPSED</u>
<u>OPERATIONS WITHIN CAPS (CONTINUED)</u>				
Utilities:				
Electricity	\$ 39,927.34	\$ 39,927.34		\$ 39,927.34
Street Lighting	12,198.36	12,198.36		12,198.36
Telephone	11,152.68	11,152.68	389.12	10,763.56
Natural Gas	7,913.38	7,913.38		7,913.38
Gasoline	22,154.15	22,154.15	1,847.68	20,306.47
Sanitary Landfill	98,878.18	98,878.18		98,878.18
Salary Settlements and Adjustments	32,921.70	171.70		171.70
<u>STATUTORY EXPENDITURES WITHIN CAPS:</u>				
Contribution to:				
Social Security System (O.A.S.I.)	3,510.37	3,510.37		3,510.37
Defined Contribution Retirement Program	4,607.44	4,607.44		4,607.44
Unemployment and Disability Insurance	8,266.07	8,266.07		8,266.07
Total Appropriations within Caps	<u>\$ 1,209,598.50</u>	<u>\$ 1,209,598.50</u>	<u>\$ 248,914.04</u>	<u>\$ 960,684.46</u>

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF APPROPRIATION RESERVES

OPERATIONS EXCLUDED FROM CAPS

	<u>BALANCE DECEMBER 31, 2022</u>		<u>BALANCE AFTER TRANSFER</u>	<u>PAID OR CHARGED</u>	<u>BALANCE LAPSED</u>
Length of Service Award Program	\$ 2,485.88	\$	2,485.88		2,485.88
Recycling Tax	4,769.36		4,769.36		4,769.36
Township of Long Beach - Tax Collection Services					
Other Expenses	0.42		0.42		0.42
Total Operations Excluded from Caps	<u>7,255.66</u>		<u>7,255.66</u>		<u>7,255.66</u>
Total General Appropriations Excluded from Caps	<u>7,255.66</u>		<u>7,255.66</u>		<u>7,255.66</u>
	\$ 1,216,854.16	\$	<u>1,216,854.16</u>	<u>248,914.04</u>	<u>\$ 967,940.12</u>

REF.

A-1

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF APPROPRIATION RESERVES

	<u>REF.</u>	<u>BALANCE DECEMBER 31, 2022</u>	<u>BALANCE AFTER TRANSFER</u>	<u>PAID OR CHARGED</u>	<u>BALANCE LAPSED</u>
Appropriation Reserves - 2022	A	\$ 1,130,403.10			
Reserve for Encumbrances	A-22	<u>86,451.06</u>			
		\$ <u>1,216,854.16</u>			
Disbursements	A-4			\$ 233,914.04	
Accounts Payable	A-21			5,000.00	
Reserve for Revaluation	A-23			<u>10,000.00</u>	
				\$ <u>248,914.04</u>	

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF INTERFUNDS

REF.	TOTAL (MEMO ONLY)	FEDERAL AND STATE GRANT FUND	ANIMAL CONTROL TRUST FUND	OTHER TRUST FUND	GENERAL CAPITAL FUND	WATER - SEWER UTILITY OPERATING FUND	PAYROLL FUND
A	\$ (414,843.39)	\$ (179,764.35)	\$ 503.76	\$ 17,945.91	\$ (277,307.99)	\$ 23,278.91	\$ 500.37
Increased/Decreased by:							
A-2	206,609.87	206,609.87					
A-2	101.60		101.60				
A-4	572,678.70	156,040.43	20.60	30,256.59	337,597.69	48,763.39	
	<u>779,390.17</u>	<u>362,650.30</u>	<u>122.20</u>	<u>30,256.59</u>	<u>337,597.69</u>	<u>48,763.39</u>	
	364,546.78	182,885.95	625.96	48,202.50	60,289.70	72,042.30	500.37
Decreased/Increased by:							
A-3	208,859.87	208,859.87					
A-4	405,325.70	36,149.61		374.20	339,719.88	20,633.61	8,448.40
	<u>614,185.57</u>	<u>245,009.48</u>		<u>374.20</u>	<u>339,719.88</u>	<u>20,633.61</u>	<u>8,448.40</u>
A	\$ (249,638.79)	\$ (62,123.53)	\$ 625.96	\$ 47,828.30	\$ (279,430.18)	\$ 51,408.69	\$ (7,948.03)
Balance December 31, 2023 - Due From/(Due To)							

BOROUGH OF SHIP BOTTOM
CURRENT FUND
SCHEDULE OF ACCOUNTS PAYABLE

	<u>REF.</u>	
Balance December 31, 2022	A	\$ 7,730.87
Increased by:		
Transfer from Appropriation Reserves	A-19	<u>5,000.00</u>
Balance December 31, 2023	A	\$ <u><u>12,730.87</u></u>

"A-22"

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>REF.</u>	<u>CURRENT FUND</u>	<u>GRANT FUND</u>
Balance December 31, 2022	A	\$ 86,451.06	\$
Increased by:			
Transfer from:			
2023 Budget Appropriations	A-3	77,994.25	
Grants Appropriated	A-26		85,805.00
		<u>77,994.25</u>	<u>85,805.00</u>
		164,445.31	85,805.00
Decreased by:			
Transfer to:			
Appropriation Reserves	A-19	<u>86,451.06</u>	
		86,451.06	
Balance December 31, 2023	A	\$ <u>77,994.25</u>	\$ <u>85,805.00</u>

"A-23"

SCHEDULE OF RESERVE FOR REVALUATION

Increased by:			
Transfer from:			
Budget Appropriations	A-3	\$ 4,500.00	
Appropriation Reserves	A-19	<u>10,000.00</u>	
			\$ <u>14,500.00</u>
Balance December 31, 2023	A		\$ <u>14,500.00</u>

BOROUGH OF SHIP BOTTOM

FEDERAL AND STATE GRANT FUND

SCHEDULE OF INTERFUNDS

	REF.	Total	CURRENT FUND	OTHER TRUST FUND	UTILITY CAPITAL FUND
Balance December 31, 2022 - Due From/(Due To)	A	\$ 179,764.35	\$ 179,764.35	\$	\$
Increased/Decreased by:					
Receipts	A-4	165,745.67	156,040.43		9,705.24
2023 Budget Revenues Realized	A-2:A-25	206,609.87	206,609.87		
Total Increases/Decreases		372,355.54	362,650.30		9,705.24
Total Increases/Decreases and Balances		(192,591.19)	(182,885.95)		(9,705.24)
Decreased/Increased by:					
2023 Budget Appropriations	A-3:A-26	208,859.87	208,859.87		
Disbursements	A-4	36,509.61	36,149.61	360.00	
Total Decreases/Increases		245,369.48	245,009.48	360.00	
Balance December 31, 2023 - Due From/(Due To)	A	\$ 52,778.29	\$ 62,123.53	\$ 360.00	\$ (9,705.24)

BOROUGH OF SHIP BOTTOM

CURRENT FUND

FEDERAL AND STATE GRANT FUND

SCHEDULE OF GRANTS RECEIVABLE

	BALANCE DECEMBER 31, 2022	2023 BUDGET REVENUE REALIZED	RECEIPTS	UNAPPROPRIATED RESERVE APPLIED	BALANCE DECEMBER 31, 2023
American Rescue Plan Firefighters	\$	\$ 32,000.00	\$	\$	\$ 32,000.00
Body Armor Replacement Fund		2,170.39		2,170.39	
Body Worn Cameras		32,608.00		32,608.00	
Clean Communities Program		9,439.11		9,439.11	
Community Development Block Grant 21	35,000.00				35,000.00
Community Development Block Grant 23		38,000.00			38,000.00
Cops in Shops		1,440.00	1,440.00		
Council on the Arts		2,500.00		1,875.00	625.00
Council on the Arts		2,500.00	2,500.00		
Distracted Driving Crackdown		5,500.00		5,500.00	
Local History Grant		5,000.00	1,875.00	1,875.00	1,250.00
Local History Grant		2,500.00	2,500.00		
Local Recreation Improvement Grant		62,000.00			62,000.00
Ocean County Tourism Grant		2,250.00	2,250.00		
Recycling Revenue and Residue		4,528.92		4,528.92	
Recycling Tonnage		4,173.45		4,173.45	
	<u>\$ 35,000.00</u>	<u>\$ 206,609.87</u>	<u>\$ 10,565.00</u>	<u>\$ 62,169.87</u>	<u>\$ 168,875.00</u>

REF.

A

A-24

A-4

A-27

A

BOROUGH OF SHIP BOTTOM

CURRENT FUND

FEDERAL AND STATE GRANT FUND

SCHEDULE OF GRANTS - APPROPRIATED

	BALANCE DECEMBER 31, 2022	2023 BUDGET APPROPRIATION	PAID OR CHARGED	BALANCE DECEMBER 31, 2023
Alcohol Education Rehabilitation Fund	\$ 5,420.98	\$	\$	\$ 5,420.98
American Rescue Plan Firefighters		32,000.00	32,000.00	
Body Armor Replacement Fund	2,101.57	2,170.39	589.50	3,682.46
Body Worn Cameras		32,608.00		32,608.00
Clean Communities Program	45,876.77	9,439.11	8,651.46	46,664.42
Community Development Block Grant 2021	35,000.00			35,000.00
Community Development Block Grant 2023		38,000.00	25,896.00	12,104.00
Cops in Shops		1,440.00		1,440.00
Council on the Arts		2,500.00		2,500.00
Council on the Arts		2,500.00		2,500.00
Distracted Driving Crackdown		5,500.00		5,500.00
Drunk Driving Enforcement Fund	36,657.89		22,719.86	13,938.03
Local History Grant		5,000.00		5,000.00
Local History Grant		2,500.00	1,772.02	727.98
Local Recreation Improvement Grant		62,000.00	62,000.00	
Ocean County Tourism Grant		4,500.00	4,500.00	
Recycling Revenue and Residue		4,528.92		4,528.92
Recycling Tonnage	7,104.13	4,173.45	2,310.40	8,967.18
	<u>\$ 132,161.34</u>	<u>\$ 208,859.87</u>	<u>\$ 160,439.24</u>	<u>\$ 180,581.97</u>
	REF. A	A-24		A
Disbursements	A-4		\$ 74,634.24	
Reserve for Encumbrances	A-22		<u>85,805.00</u>	
			<u>\$ 160,439.24</u>	

"A-27"

BOROUGH OF SHIP BOTTOM

CURRENT FUND

FEDERAL AND STATE GRANT FUND

SCHEDULE OF GRANTS - UNAPPROPRIATED

	BALANCE DECEMBER 31, 2022	RECEIPTS	PAID OR CHARGED	BALANCE DECEMBER 31, 2023
American Rescue Plan Tranches #1 & #2	\$ 120,682.84	\$	\$ 120,682.84	\$
Body Armor Replacement Fund	2,170.39	1,331.85	2,170.39	1,331.85
Body Worn Cameras	32,608.00		32,608.00	
Clean Communities Program	9,439.11	10,587.13	9,439.11	10,587.13
Council on the Arts	1,875.00		1,875.00	
Distracted Driving Crackdown	5,500.00		5,500.00	
Local History Grant	1,875.00		1,875.00	
Recycling Revenue and Residue	4,528.92		4,528.92	
Recycling Tonnage	4,173.45	7,464.55	4,173.45	7,464.55
Stormwater Assistance Grant		15,000.00		15,000.00
	<u>\$ 182,852.71</u>	<u>\$ 34,383.53</u>	<u>\$ 182,852.71</u>	<u>\$ 34,383.53</u>
<u>REF.</u>	A	A-4		A
Payment to Current Fund as Anticipated Revenue			\$ 120,682.84	
Applied to Grants Receivable	A-4		<u>62,169.87</u>	
	A-25		<u>\$ 182,852.71</u>	

BOROUGH OF SHIP BOTTOM

TRUST FUND

SCHEDULE OF CASH

	<u>REF.</u>	<u>ANIMAL CONTROL TRUST FUND</u>	<u>TRUST OTHER FUND</u>
Balance, December 31, 2022	B	\$ <u>807.76</u>	\$ <u>1,205,110.15</u>
Increased by Receipts:			
Animal Control License Fees	B-2	124.80	
State Registration Fees	B-3	25.20	
Interfunds	B-4	20.60	30,616.59
Miscellaneous Reserves	B-6		<u>655,945.97</u>
		<u>170.60</u>	<u>686,562.56</u>
		<u>978.36</u>	<u>1,891,672.71</u>
Decreased by Disbursements:			
State Registration Fees	B-3	27.60	
Interfunds	B-4		374.20
Miscellaneous Reserves	B-6		<u>585,605.75</u>
		<u>27.60</u>	<u>585,979.95</u>
Balance, December 31, 2023	B	\$ <u><u>950.76</u></u>	\$ <u><u>1,305,692.76</u></u>

BOROUGH OF SHIP BOTTOM

TRUST FUND

SCHEDULE OF RESERVE FOR ANIMAL CONTROL

TRUST FUND EXPENDITURES

	<u>REF.</u>		
Balance, December 31, 2022	B	\$	301.60
Increased by:			
Animal Control License Fees Collected	B-1		124.80
		\$	<u>426.40</u>
Decreased by:			
Statutory Excess Due Current Fund	B-4		101.60
Balance, December 31, 2023	B	\$	<u><u>324.80</u></u>

License Fees Collected

<u>Year</u>		<u>Amount</u>
2022	\$	174.00
2021		<u>150.80</u>
	\$	<u><u>324.80</u></u>

SCHEDULE OF DUE STATE OF NEW JERSEY

Balance, December 31, 2022	B	\$	2.40
Decreased by:			
Receipts - State Registration Fees	B-1		25.20
		\$	<u>27.60</u>
Increased by:			
Disbursements - State Registration Fees	B-1	\$	<u><u>27.60</u></u>

"B-4"

BOROUGH OF SHIP BOTTOM

TRUST FUND

SCHEDULE OF INTERFUNDS

	<u>REF.</u>	<u>TOTAL (MEMO ONLY)</u>	<u>ANIMAL CONTROL TRUST FUND</u>	<u>TRUST OTHER FUND</u>
Balance December 31, 2022 - Due From/(Due To)	B	\$ (18,449.67)	\$ (503.76)	\$ (17,945.91)
Increased/Decreased by:				
Receipts	B-1	30,637.19	20.60	30,616.59
Statutory Excess in Reserve for Animal Control Trust Fund Expenditures	B-2	<u>101.60</u> (49,188.46)	<u>101.60</u> (625.96)	<u>(48,562.50)</u>
Decreased/Increased by:				
Disbursements	B-1	<u>374.20</u>		<u>374.20</u>
Balance December 31, 2023 - Due From/(Due To)	B	\$ <u>(48,814.26)</u>	\$ <u>(625.96)</u>	\$ <u>(48,188.30)</u>

"B-5"

SCHEDULE OF RESERVE FOR ENCUMBRANCES

		<u>TRUST OTHER FUND</u>
Balance December 31, 2022	B	\$ 1,150.00
Increased by:		
Transfer from Miscellaneous Reserves	B-6	<u>921.92</u> 2,071.92
Decreased by:		
Transfer to Miscellaneous Reserves	B-6	<u>1,150.00</u>
Balance December 31, 2023	B	\$ <u>921.92</u>

BOROUGH OF SHIP BOTTOM

TRUST FUND

SCHEDULE OF MISCELLANEOUS RESERVES

	BALANCE DECEMBER 31, 2022	INCREASE	DECREASE	BALANCE DECEMBER 31, 2023
Anchor Maintenance	\$ 7,897.66	\$	\$	\$ 7,897.66
Beach Patrol/LIT	50,223.62	42,172.00	45,768.96	46,626.66
Beach Wheels	260.50			260.50
Cash Bonds	248,340.54	107,849.92	76,671.16	279,519.30
Compensated Absences	690,412.89	125,000.00	65,531.14	749,881.75
Curbing Bonds	4,987.80	4,838.59		9,826.39
Disposal of Forfeited Property	32,173.64	23,814.96	23,814.96	32,173.64
McTeague Green Acres Restricted Funds	6,000.00			6,000.00
Off Duty Police	54,794.00	138,152.50	149,575.00	43,371.50
POAA	4,664.00	102.00		4,766.00
Public Defender Fund	408.83	1,000.00		1,408.83
Reserve for Construction	402.81	194,546.00	194,843.00	105.81
Special Events	16,349.70	8,915.00	24,603.00	661.70
Tax Sale Premiums	17,900.00			17,900.00
Time Capsule	413.17			413.17
Tower Bonds	3,915.00			3,915.00
Walk of Names	46,870.08	9,555.00	4,570.45	51,854.63
	<u>\$ 1,186,014.24</u>	<u>\$ 655,945.97</u>	<u>\$ 585,377.67</u>	<u>\$ 1,256,582.54</u>
	REF. B	B-1		B
Disbursements			\$ 585,605.75	
Reserve for Encumbrances			921.92	
Reserve for Encumbrances			(1,150.00)	
			<u>\$ 585,377.67</u>	

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF CASH

	<u>REF.</u>		
Balance, December 31, 2022	C		\$ 6,433,816.39
Increased by:			
Premium on Serial Bonds Issued	C-1	\$ 98,110.64	
Premium on Bond Anticipation Notes Issued	C-1	577.02	
Budget Appropriations:			
Capital Improvement Fund	C-12	150,000.00	
Grants	C-6	529,479.85	
Interfunds	C-7	337,597.69	
Serial Bonds	C-8	11,479,000.00	
Bond Anticipation Notes	C-9	440,000.00	
Capital Reserves	C-14	<u>100,000.00</u>	
			<u>13,134,765.20</u>
			19,568,581.59
Decreased by:			
Reserve for Debt Service	C	32,375.28	
Capital Fund Balance to Current Fund	C-1	113,088.88	
Interfunds	C-7	339,719.88	
Bond Anticipation Notes	C-9	11,297,150.00	
Improvement Authorizations	C-11	6,521,477.62	
Capital Reserves	C-14	<u>103,150.00</u>	
			<u>18,406,961.66</u>
Balance, December 31, 2023	C		\$ <u><u>1,161,619.93</u></u>

BOROUGH OF SHIP BOTTOM
GENERAL CAPITAL FUND
ANALYSIS OF CASH

	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u>	<u>RECEIPTS</u>	<u>DISBURSEMENTS</u>	<u>IO</u>	<u>TRANSFERS</u> <u>FROM</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2023</u>
Fund Balance	\$ 113,088.88	\$ 98,687.66	\$ 113,088.88	\$	\$	\$ 98,687.66
Capital Reserves	318,230.00	100,000.00	103,150.00	9,600.00		324,680.00
Reserve for Encumbrances	5,222,709.12			1,144,094.64	5,222,709.12	1,144,094.64
Capital Improvement Fund	582,394.42	150,000.00			139,530.00	592,864.42
Reserve for Payment of Debt	32,375.28		32,375.28			
Interfunds	(746,312.87)	337,597.69	339,719.88			(748,435.06)
Contra - Bonds and Notes		11,297,150.00	11,297,150.00			
Grants Receivable	(946,636.17)	529,479.85			607,970.00	(1,025,126.32)
Improvement Authorizations:						
DATE OR ORDINANCE NUMBER	<u>IMPROVEMENT DESCRIPTION</u>					
2009-17	Construction of New Borough Hall		446,463.80	446,463.80		(95,000.00)
2018-11	Reconstruction of 14th, 15th & 16th Streets		154,168.93			1,159.06
2019-06	Network Equipment Upgrades (CIF)					
2019-16	Construction of New Borough Hall Phase II		3,273,898.24	3,528,565.78	273,438.76	21,297.00
2019-20	Improvements to 6th and Bay Terrace					64,156.53
2020-15	Borough Hall Phase III					74,177.95
2020-17	DPW Improvements/DOT 20th Street		366,519.04	701,499.39	751,095.18	
2021-09	Purchase of Vehicles (CIF)		73,522.36	171,335.69		
2021-10	Purchase of Body Worn Cameras (FB)		75,000.00	20,479.00		
2021-13	10th and Shore Avenue Improvements		11,940.00	991.10	991.10	28,663.90
2021-14	Acquisition of Garbage Trucks		523,777.68		26,222.32	(820.00)
2022-07	Replacement of Bulkhead on 4th Street		457,896.49	1,600.00	61,185.98	25,000.00
2022-08	Improvements to 15th Street Garage (CIF)		3,400.74	400.00		180,917.53
2022-09	Acquisition of Heavy Equipment		100,159.73	341,774.36		4,504.26
2022-10	Acquisition of Playground Equipment - Arlington	181,850.00	30,902.42			249,190.27
2023-06	Borough Hall Phase IV	440,000.00	960,108.25	100,000.00	31,161.30	69,097.58
2023-09	Improvements to East 25th & West 10th / DOT		30,146.19	331,750.00		(451,269.55)
2023-10	Improvements to West 27th & East Bay Terrace / DOT		13,573.75	315,750.00		301,603.81
		<u>\$ 6,433,816.39</u>	<u>\$ 13,134,765.20</u>	<u>\$ 7,114,303.76</u>	<u>\$ 7,114,303.76</u>	<u>\$ 1,161,619.93</u>
		C	C-2	C-2	C	C

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

	<u>REF.</u>		
Balance, December 31, 2022	C	\$	994,131.38
Increased by:			
Transferred from Def. Charges - Unfunded	C-5		<u>11,479,000.00</u>
			12,473,131.38
Decreased by:			
2023 Budget Appropriations to Pay Bonds	C-8	\$	90,000.00
2023 Budget Appropriations to Pay Green Trust Loans	C-10		<u>18,084.51</u>
			<u>108,084.51</u>
Balance, December 31, 2023	C	\$	<u><u>12,365,046.87</u></u>

BOROUGH OF SHIP BOTTOM
GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

DATE OR ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2022	2023 AUTHORIZATIONS	NOTES PAID BY BUDGET APPROPRIATION	TRANSFERRED TO DEFERRED TAXATION- FUNDED	BALANCE DECEMBER 31, 2023	ANALYSIS OF BALANCE DECEMBER 31, 2023		
							BOND ANTICIPATION NOTES	EXPENDITURES	UNEXPENDED IMPROVEMENT AUTHORIZATIONS
		\$ 5,188,000.00	\$	\$ 478,000.00	\$ 4,690,000.00	\$	\$	\$	\$
09/22/09	Construction of New Borough Hall	9,934.22		9,934.22					
10/25/11	Improvement of North Shore Avenue	24,444.48		24,444.48					
2013-03	Chevy Tahoe/Barber Surf Rake/Reconstruct and Improve Beach Berm	22,222.24		22,222.24					
2013-09	Reconstruction of Borough Hall and Bulkheads	95,000.00				95,000.00			
2018-11	Reconstruction of 14th, 15th & 16th Streets								
2019-09	Bulkhead Repair and Improvements to Department of Public Works	333,000.00		37,000.00	296,000.00				
2019-16	Construction of New Borough Hall Phase II	3,610,000.00		190,000.00	3,420,000.00				
2019-20	Improvements to 6th and Bay Terrace	91,703.00		10,000.00	80,000.00	1,703.00		1,703.00	
2020-06	Various Equipment for PD/DPW	207,000.00		23,000.00	184,000.00				
2020-15	Borough Hall Phase III	1,353,750.00		71,250.00	1,282,500.00				
2020-17	DPW Improvements/DOT 20th Street	375,185.38		15,000.00	333,850.00	26,335.38		26,335.38	
2021-13	10th and Shore Avenue Improvements	114,220.00		12,600.00	100,800.00	820.00		820.00	
2021-14	Acquisition of Garbage Trucks	475,000.00				475,000.00		475,000.00	
2022-07	Replacement of Bulkhead on 4th Street	665,000.00		665,000.00					
2022-09	Acquisition of Heavy Equipment	332,500.00		331,850.00		650.00		650.00	
2022-10	Acquisition of Playground Equipment - Arlington	95,000.00		95,000.00					
2023-06	Borough Hall Phase IV		1,900,000.00			1,900,000.00	440,000.00	451,289.55	1,008,730.45
2023-09	Improvements to East 25th & West 10th / DOT		318,250.00			318,250.00			318,250.00
2023-10	Improvements to West 27th & East Bay Terrace / DOT		434,250.00			434,250.00			434,250.00
		\$ 12,971,959.32	\$ 2,652,500.00	\$ 893,450.94	\$ 11,479,000.00	\$ 3,252,008.38	\$ 440,000.00	\$ 547,089.55	\$ 2,264,918.83

REF.

C

C-11

C9

C-4

C

C-9

C-3

C-11

BOROUGH OF SHIP BOTTOM
GENERAL CAPITAL FUND
SCHEDULE OF GRANTS RECEIVABLE

	<u>REF.</u>	
Balance, December 31, 2022	C	\$ 946,636.17
Increased by:		
Grants Awarded	C-11	<u>607,970.00</u>
		1,554,606.17
Decreased by:		
Receipts	C-2	<u>529,479.85</u>
Balance, December 31, 2023	C	\$ <u><u>1,025,126.32</u></u>

ANALYSIS OF BALANCE

Reconstruction of 14th, 15th & 16th Streets (DOT) (2018-11)		\$ 126,879.92
Improvements to 6th and Bay Terrace (DOT) (2019-20)		292,897.00
Improvements to 20th Street (DOT) (2020-17)		103,679.25
10th and Shore Avenue Improvements (DOT) (2021-13)		105,795.00
Improvements to East 25th & West 10th (DOT) (2023-09)		102,905.15
Improvements to West 27th & East Bay Terrace (DOT) (2023-10)		<u>292,970.00</u>
		\$ <u><u>1,025,126.32</u></u>

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF INTERFUNDS

	<u>REF.</u>		<u>TOTAL (MEMO ONLY)</u>	<u>CURRENT FUND</u>	<u>UTILITY CAPITAL FUND</u>
Balance, December 31, 2022 - Due From/(Due To)	C	\$	746,312.87	\$ 277,307.99	\$ 469,004.88
Increased/Decreased by:					
Disbursements	C-2		339,719.88	339,719.88	
			<u>406,592.99</u>	<u>617,027.87</u>	<u>469,004.88</u>
Decreased/Increased by:					
Receipts	C-2		337,597.69	337,597.69	
Balance, December 31, 2023 - Due From/(Due To)	C	\$	<u>748,435.06</u>	<u>\$ 279,430.18</u>	<u>\$ 469,004.88</u>

BOROUGH OF SHIP BOTTOM
GENERAL CAPITAL FUND

SCHEDULE OF SERIAL BONDS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURETIES OF BONDS OUTSTANDING DECEMBER 31, 2023	INTEREST RATE	BALANCE DECEMBER 31, 2022	INCREASED	DECREASED	BALANCE DECEMBER 31, 2023
Series 2017A	09/21/17	\$ 842,000.00	9/15/24-25	4.00%	\$	\$	\$	
			9/15/26-27	2.00%				
			09/15/28	2.125%	70,000.00			
			09/15/29	2.250%	75,000.00			
			09/15/30	3.000%	75,000.00			
Series 2017C	09/21/17	405,000.00	9/15/24-26	4.00%	575,000.00		70,000.00	505,000.00
			09/15/27	3.000%	20,000.00			
			09/15/28	3.100%	25,000.00			
			09/15/29	3.200%	25,000.00			
			09/15/30	3.250%	25,000.00			
			09/15/31	3.300%	25,000.00			
			09/15/32	3.350%	30,000.00			
			09/15/33	3.400%	30,000.00			
			09/15/34	3.450%	30,000.00			
			09/15/35	3.500%	30,000.00			
			10/15/24	6.000%	404,000.00		20,000.00	325,000.00
Series 2023		11,479,000.00	10/15/2025-26	6.000%	400,000.00			
			10/15/27	6.000%	415,000.00			
			10/15/28	6.000%	435,000.00			
			10/15/29	6.000%	450,000.00			
			10/15/30	6.000%	475,000.00			
			10/15/31	6.000%	500,000.00			
			10/15/32	4.000%	525,000.00			
			10/15/33	4.000%	550,000.00			
			10/15/34	4.000%	575,000.00			
			10/15/35	4.000%	600,000.00			
			10/15/36	4.000%	625,000.00			
			10/15/37	4.125%	650,000.00			
			10/15/38	4.250%	675,000.00			
			10/15/39	4.250%	700,000.00			
			10/15/40	4.250%	750,000.00			
		10/15/41	4.375%	780,000.00				
		10/15/2042-43	4.375%	785,000.00				
					11,479,000.00			11,479,000.00
						90,000.00		
							90,000.00	
								11,479,000.00
								12,289,000.00

REF.

C

C-2

C-4

C

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

DATE OR ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF ORIGINAL ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2022	INCREASED	DECREASED	BALANCE DECEMBER 31, 2023
10/25/11	Improvement of North Shore Avenue	12/31/13	12/31/23	0.000%	\$ 9,934.22	\$	\$ 9,934.22	\$
2013-03	Chevy Tahoe/Barber Surf Rake/Reconstruct and Improve Beach Berm	12/31/13	12/31/23	0.000%	24,444.48		24,444.48	
2013-09	Reconstruction of Borough Hall and Bulkheads	12/31/13	12/31/23	0.000%	22,222.24		22,222.24	
09/22/09	Construction of New Borough Hall	10/20/21	10/18/23	4.5000%	5,168,000.00		5,168,000.00	
2019-09	Bulkhead Repair and Improvements to Department of Public Works	10/20/21	10/18/23	4.5000%	333,000.00		333,000.00	
2019-16	Construction of New Borough Hall Phase II	10/20/21	10/18/23	4.5000%	3,610,000.00		3,610,000.00	
2019-20	Improvements to 6th and Bay Terrace	10/20/21	10/18/23	4.5000%	90,000.00		90,000.00	
2020-06	Various Equipment for PD/DPW	10/20/21	10/18/23	4.5000%	207,000.00		207,000.00	
2020-15	Borough Hall Phase III	10/20/21	10/18/23	4.5000%	1,353,750.00		1,353,750.00	
2020-17	DPW Improvements/ DOT 20th Street	10/20/21	10/18/23	4.5000%	135,000.00		135,000.00	
2021-13	10th and Shore Avenue Improvements	10/20/21	10/18/23	4.5000%	113,400.00		113,400.00	
2022-07	Replacement of Bulkhead on 4th Street	10/19/22	10/18/23	4.5000%	665,000.00		665,000.00	
2022-09	Acquisition of Heavy Equipment	10/19/22	10/18/23	4.5000%	150,000.00		150,000.00	
2022-10	Acquisition of Playground Equipment - Arlington	10/19/22	10/18/23	4.5000%	95,000.00		95,000.00	
2020-17	DPW Improvements/DOT 20th Street	10/19/22	10/18/23	4.5000%	213,850.00		213,850.00	
2023-06	Borough Hall Phase IV	10/17/23	10/16/24	5.0000%		440,000.00		440,000.00
					\$ 12,190,600.94	\$ 440,000.00	\$ 12,190,600.94	\$ 440,000.00

C

C-2

C

REF.

Disbursements

Paid by Operating Budget

\$ 11,297,150.00

893,450.94

\$ 12,190,600.94

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF GREEN TRUST LOANS PAYABLE

<u>PURPOSE</u>	<u>DATE OF ISSUE</u>	<u>MATURITIES OF LOANS OUTSTANDING</u>	<u>INTEREST RATE</u>	<u>BALANCE</u>	
				<u>DECEMBER 31, 2022</u>	<u>DECEMBER 31, 2023</u>
Green Trust 2007	2007	See C-10 - Sheet 2	2.00%	\$ 94,131.38	\$ 76,046.87
				\$ 18,084.51	\$ 18,084.51
				<u>94,131.38</u>	<u>76,046.87</u>
			<u>REF.</u>	C	C-4
				C	C

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

MATURITY SCHEDULE \$319,655 GREEN TRUST - 2007 - WATERFRONT PARK

<u>DUE</u>	<u>LOAN BALANCE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PAYMENT</u>
02/05/24	\$ 76,046.87	\$ 9,178.12	\$ 760.47	\$ 9,938.59
08/05/24	66,868.75	9,269.90	668.69	9,938.59
02/05/25	57,598.85	9,362.60	575.99	9,938.59
08/05/25	48,236.25	9,456.22	482.36	9,938.58
02/05/26	38,780.03	9,550.78	387.80	9,938.58
08/05/26	29,229.25	9,646.29	292.29	9,938.58
02/05/27	19,582.96	9,742.75	195.83	9,938.58
08/05/27	9,840.21	9,840.18	98.40	9,938.58
		<u>76,046.84</u>	<u>3,461.83</u>	<u>79,508.67</u>
Rounding		<u>.03</u>		<u>.03</u>
<u>TOTAL</u>		<u>\$ 76,046.87</u>	<u>\$ 3,461.83</u>	<u>\$ 79,508.70</u>

"C-12"

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>REF.</u>	
Balance, December 31, 2022	C	\$ 582,394.42
Increased by:		
2023 Budget Appropriation	C-2	<u>150,000.00</u>
		732,394.42
Decreased by:		
Appropriation to Finance Improvement Authorizations	C-11	<u>139,530.00</u>
Balance, December 31, 2023	C	\$ <u><u>592,864.42</u></u>

"C-13"

SCHEDULE OF RESERVE FOR ENCUMBRANCES

Balance, December 31, 2022	C	\$ 5,222,709.12
Increased by:		
Transfer from Improvement Authorizations	C-11	<u>1,144,094.64</u>
		6,366,803.76
Decreased by:		
Transfer to Improvement Authorizations	C-11	\$ 5,213,109.12
Transfer to Capital Reserves	C-14	<u>9,600.00</u>
		<u>5,222,709.12</u>
Balance, December 31, 2023	C	\$ <u><u>1,144,094.64</u></u>

BOROUGH OF SHIP BOTTOM
GENERAL CAPITAL FUND
SCHEDULE OF CAPITAL RESERVES

	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u>	<u>INCREASE/</u> <u>(DECREASE)</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2023</u>
Bocce Ball & Tennis Court Repairs	\$	\$ 9,600.00	\$ 9,600.00
Bulkhead	150,000.00	96,850.00	246,850.00
Lifeguard Headquarters Improvements	11,145.00		11,145.00
Police Vehicles	100,000.00	(100,000.00)	
Portable Restrooms and Fuel Tank Upgrade	<u>57,085.00</u>		<u>57,085.00</u>
	<u>\$ 318,230.00</u>	<u>\$ 6,450.00</u>	<u>\$ 324,680.00</u>
	<u>REF.</u>		<u>C</u>
Receipts	C-2	\$ 100,000.00	
Disbursements	C-2	(103,150.00)	
Reserve for Encumbrances	C-13	<u>9,600.00</u>	
		<u>\$ 6,450.00</u>	

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED

BUT NOT ISSUED

<u>DATE OR ORDINANCE NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>BALANCE DECEMBER 31, 2023</u>
2018-11	Reconstruction of 14th, 15th & 16th Streets	\$ 95,000.00
2019-20	Improvements to 6th and Bay Terrace	1,703.00
2020-17	DPW Improvements/DOT 20th Street	26,335.38
2021-13	10th and Shore Avenue Improvements	820.00
2021-14	Acquisition of Garbage Trucks	475,000.00
2022-09	Acquisition of Heavy Equipment	650.00
2023-06	Borough Hall Phase IV	1,460,000.00
2023-09	Improvements to East 25th & West 10th / DOT	318,250.00
2023-10	Improvements to West 27th & East Bay Terrace / DOT	434,250.00
		<u>\$ 2,812,008.38</u>
	<u>REF.</u>	C

BOROUGH OF SHIP BOTTOM
WATER - SEWER UTILITY FUND
SCHEDULE OF CASH

	<u>REF.</u>	<u>OPERATING</u>	<u>CAPITAL</u>
Balance, December 31, 2022	D	\$ <u>1,780,708.31</u>	\$ <u>2,055,169.63</u>
Increased by Receipts:			
Water - Sewer Miscellaneous	D-3	428,757.34	
Tower Lease Rental	D-3	133,571.06	
Capital Fund Balance	D-3	299,296.00	
Water Rents Receivable	D-7	771,074.82	
Sewer Rents Receivable	D-8	1,031,207.40	
Interfunds	D-10	48,763.39	
Overpayments	D-11	1,908.75	
Premium on Serial Bonds Issued	D-2		17,968.22
Interfunds	D-16		37,015.21
Serial Bonds Payable	D-17		2,102,000.00
Interim Construction Note	D-20		1,007,340.00
Budget Appropriations:			
Capital Improvement Fund	D-22		150,000.00
		<u>2,714,578.76</u>	<u>3,314,323.43</u>
		<u>4,495,287.07</u>	<u>5,369,493.06</u>
Decreased by Disbursements:			
Refund of Prior Year Revenue	D-1	258.25	
Budget Appropriations	D-4	2,207,808.81	
Appropriation Reserves	D-9	8,787.03	
Interfunds	D-10	66,097.22	
Accrued Interest on Bonds, Notes and Loans	D-12	374,860.88	
Capital Fund Balance to Utility Operating Fund	D-2		299,296.00
Interfunds	D-16		9,705.24
Bond Anticipation Notes Payable	D-18		1,952,500.00
Improvement Authorizations	D-21		1,013,901.31
		<u>2,657,812.19</u>	<u>3,275,402.55</u>
Balance, December 31, 2023	D	\$ <u><u>1,837,474.88</u></u>	\$ <u><u>2,094,090.51</u></u>

BOROUGH OF SHIP BOTTOM
WATER - SEWER UTILITY CAPITAL FUND

ANALYSIS OF CASH

	BALANCE DECEMBER 31, 2022	RECEIPTS	DISBURSEMENTS	TRANSFERS TO	FROM	BALANCE DECEMBER 31, 2023
Fund Balance	\$ 480,137.15	\$ 17,968.22	\$ 299,296.00	\$	\$	\$ 198,809.37
Reserve for Encumbrances	649,587.18				649,587.18	669,455.60
Capital Improvement Fund	522,558.93	150,000.00				672,558.93
Interfunds (Net)	1,537,867.26	37,015.21	9,705.24			1,565,177.23
Contra - Bonds and Notes		1,952,500.00	1,952,500.00			
DOT Grant Receivable	(3,000,000.00)					(3,000,000.00)
Improvement Authorizations:						
DATE OR ORDINANCE NUMBER	<u>IMPROVEMENT DESCRIPTION</u>					
2013-04	Water Utility Improvements and Other Related Expenses	12,076.44				12,076.44
2015-13	Water Utility Improvements and Other Related Expenses	161,622.49	112,292.24		18,507.50	30,822.75
2016-20	Various Water Utility Improvements	(4,177.14)	916.91			(5,094.05)
2016-21	Various Sewer Utility Improvements	(390.68)	1,052.94			(1,443.62)
2019-21	Infrastructure Improvements	247,113.36	17,560.37	58,144.65		287,697.64
2019-22	Water Meter Project	(343,861.91)	230,422.95	292,933.03	379,563.41	(660,915.24)
2019-26	Water Plant Replacement	(26,822.41)	24,208.00	11,400.00		(39,630.41)
2019-27a	8th and 9th Water	(16,014.05)	4,450.75		13,582.00	295,357.20
2019-27b	8th and 9th Sewer	(580,506.80)				111,011.20
2020-14	8th and 9th DOT	2,065,439.36	263,931.70	262,136.70	247,782.15	1,815,862.21
2020-18	15th Street Pump Station	(11,633.50)	21,194.43			116,672.07
2021-12	20th and Shore Avenue Infrastructure Upgrades	362,173.95	328,243.00	24,972.80	23,602.54	35,301.21
2023-11	E. 25th & W. 10th St. Utility Imp.		9,628.02			(9,628.02)
		\$ 2,055,169.63	\$ 3,275,402.55	\$ 1,332,624.78	\$ 1,332,624.78	\$ 2,094,090.51

D

D-5

D-5

D

REF.

"D-7"

BOROUGH OF SHIP BOTTOM
WATER - SEWER UTILITY OPERATING FUND
SCHEDULE OF WATER RENTS RECEIVABLE

	<u>REF.</u>		
Balance, December 31, 2022	D		\$ 135,306.46
Increased by:			
Water Rents Levied			<u>782,781.64</u>
			918,088.10
Decreased by:			
Collection	D-5	\$ 771,074.82	
Overpayments Applied	D-11	<u>1,686.24</u>	
	D-3		<u>772,761.06</u>
Balance, December 31, 2023	D		<u>\$ 145,327.04</u>

"D-8"

SCHEDULE OF SEWER RENTS RECEIVABLE

	<u>REF.</u>		
Balance, December 31, 2022	D		\$ 191,953.50
Increased by:			
Sewer Rents Levied			<u>1,053,159.87</u>
			1,245,113.37
Decreased by:			
Collection	D-5	\$ 1,031,207.40	
Overpayments Applied	D-11	<u>1,793.08</u>	
	D-3		<u>1,033,000.48</u>
Balance, December 31, 2023	D		<u>\$ 212,112.89</u>

"D-9"

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY OPERATING FUND

SCHEDULE OF APPROPRIATION RESERVES

	<u>BALANCE DECEMBER 31, 2022</u>	<u>BALANCE AFTER TRANSFERS</u>	<u>PAID OR CHARGED</u>	<u>BALANCE LAPSED</u>
Operating				
Salaries and Wages	\$ 20,534.28	\$ 20,534.28	\$	\$ 20,534.28
Other Expenses	176,528.22	176,528.22	8,787.03	167,741.19
Statutory Expenditures				
Contribution to:				
Public Employees Retirement System	20,000.00	20,000.00		20,000.00
Social Security System (O.A.S.I.)	4,118.80	4,118.80		4,118.80
Unemployment Compensation Insurance	4,127.51	4,127.51		4,127.51
	<u>\$ 225,308.81</u>	<u>\$ 225,308.81</u>	<u>\$ 8,787.03</u>	<u>\$ 216,521.78</u>

REF.

D-5

D-1

Appropriation Reserves - 2022
Reserve for Encumbrances

D \$ 214,745.76
D-13 10,563.05

\$ 225,308.81

"D-10"

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY OPERATING FUND

SCHEDULE OF INTERFUNDS

	<u>REF.</u>	<u>TOTAL (MEMO ONLY)</u>	<u>CURRENT FUND</u>	<u>WATER - SEWER CAPITAL FUND</u>	<u>PAYROLL FUND</u>
Balance, December 31, 2022 - Due From/(Due To)	D	\$ 1,045,583.47	\$ (23,278.91)	\$ 1,068,862.38	\$ (8,448.40)
Increased/Decreased by:					
Receipts	D-5	48,763.39	48,763.39		
Decreased/Increased by:		996,820.08	(72,042.30)	1,068,862.38	(8,448.40)
Disbursements	D-5	66,097.22	20,633.61	37,015.21	8,448.40
Balance, December 31, 2023 - Due From/(Due To)	D	\$ 1,062,917.30	\$ (51,408.69)	\$ 1,105,877.59	\$

"D-11"

BOROUGH OF SHIP BOTTOM
WATER - SEWER UTILITY OPERATING FUND
SCHEDULE OF OVERPAYMENTS

	<u>REF.</u>		
Balance, December 31, 2022	D	\$	3,479.32
Increased by:			
Receipts	D-5		<u>1,908.75</u>
			5,388.07
Decreased by:			
Application to Water Rents Receivable	D-7	\$	1,686.24
Application to Sewer Rents Receivable	D-8		<u>1,793.08</u>
			<u>3,479.32</u>
Balance, December 31, 2023	D	\$	<u><u>1,908.75</u></u>

"D-12"

SCHEDULE OF ACCRUED INTEREST ON BONDS, NOTES AND LOANS

Balance, December 31, 2022	D	\$	52,839.09
Increased by:			
Budget Appropriations for:			
Interest on Bonds		\$	74,600.00
Interest on Notes			90,706.68
Infrastructure Loan Interest			<u>201,999.97</u>
	D-4		<u>367,306.65</u>
			420,145.74
Decreased by:			
Interest Paid	D-5		<u>374,860.88</u>
Balance, December 31, 2023	D	\$	<u><u>45,284.86</u></u>

BOROUGH OF SHIP BOTTOM
WATER - SEWER UTILITY FUND
SCHEDULE OF RESERVE FOR ENCUMBRANCES

	<u>REF.</u>	<u>OPERATING FUND</u>	<u>CAPITAL FUND</u>
Balance, December 31, 2022	D	\$ <u>10,563.05</u>	\$ <u>649,587.18</u>
Increased by:			
Transfer from 2023 Budget Appropriations	D-4	451.64	
Transfer from Improvement Authorizations	D-21		<u>669,455.60</u>
		<u>11,014.69</u>	<u>1,319,042.78</u>
Decreased by:			
Transfer to Appropriation Reserves	D-9	10,563.05	
Transfer to Improvement Authorizations	D-21		<u>649,587.18</u>
Balance, December 31, 2023	D	\$ <u><u>451.64</u></u>	\$ <u><u>669,455.60</u></u>

BOROUGH OF SHIP BOTTOM
WATER - SEWER UTILITY CAPITAL FUND
SCHEDULE OF FIXED CAPITAL

	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2022</u>	<u>ADDITIONS</u> <u>ORDINANCE</u>	<u>BALANCE</u> <u>DECEMBER</u> <u>31, 2023</u>
Land	\$ 2,700.00	\$	\$ 2,700.00
Water Plant, Pump Station & Equipment	167,567.12		167,567.12
Springs & Well Structure	148,831.46		148,831.46
Infrastructure, Distribution Mains & Equipment	7,930,835.82		7,930,835.82
Sewer Plant, Pump Station & Equipment	252,808.11		252,808.11
General Structures	76,120.08		76,120.08
Engineering, Organization & Interest	11,940.30		11,940.30
Fire Hydrant	3,592.34		3,592.34
Meter & Meter Accessories	153,175.62		153,175.62
Elevated Tank	97,750.00		97,750.00
Other Equipment	180,545.98		180,545.98
Water/Sewer Infrastructure Upgrades 02/25/08	150,000.00		150,000.00
Water/Sewer Infrastructure Upgrades 05/27/08	1,223,335.36		1,223,335.36
Water/Sewer Infrastructure Upgrades 05/27/08	805,466.23		805,466.23
Water/Sewer Infrastructure Upgrades 07/28/09	400,000.00		400,000.00
2013 Budget Appropriation	47,775.50		47,775.50
Water Utility Improvements and Other Related Expenses 2013-04	289,923.56		289,923.56
2014 Budget Appropriation	38,078.00		38,078.00
Water and Sewer Utility Infrastructure Upgrades and Related Expenses 2014-02	416,153.76		416,153.76
Water Utility Improvements and Other Related Expenses 2015-13	176,377.51	130,799.74	307,177.25
Water and Sewer Utility Improvements and Other Related Expenses 2015-15	509,084.31		509,084.31
Water and Sewer Utility Improvements and Other Related Expenses 2015-17	131,441.90		131,441.90
Various Water Utility Improvements 2016-20	2,869,207.14	916.91	2,870,124.05

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL

	<u>BALANCE DECEMBER 31, 2022</u>	<u>ADDITIONS ORDINANCE</u>	<u>BALANCE DECEMBER 31, 2023</u>
Various Sewer Utility Improvements			
2016-21	\$ 3,183,104.68	\$ 1,052.94	\$ 3,184,157.62
Water Tower Cleaning/Repainting			
2019-08	35,000.00		35,000.00
Infrastructure Improvements			
2019-21	652,886.64	(40,584.28)	612,302.36
Water Meter Project			
2019-22	1,091,242.91	317,053.33	1,408,296.24
Water Plant Replacement			
2019-26	9,211,849.41	12,808.00	9,224,657.41
8th and 9th Water			
2019-27a	3,513,342.05	4,450.75	3,517,792.80
8th and 9th Sewer			
2019-27b	4,088,003.80		4,088,003.80
8th and 9th DOT			
2020-14	934,560.64	249,577.15	1,184,137.79
15th Street Pump Station			
2020-18	11,633.50	21,194.43	32,827.93
20th and Shore Avenue Infrastructure Upgrades			
2021-12	487,826.05	326,872.74	814,698.79
E. 25th & W. 10th St. Utility Imp.			
2023-11		9,628.02	9,628.02
W. 27th & E. Bay Terr. Utility Imp.			
2023-12			
	<u>\$ 39,292,159.78</u>	<u>\$ 1,033,769.73</u>	<u>\$ 40,325,929.51</u>

REF.

D

D-15

D

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

<u>DATE OR ORDINANCE NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>DATE</u>	<u>ORDINANCE AMOUNT</u>	<u>BALANCE DECEMBER 31, 2022</u>	<u>DEFERRED CHARGES TO FUTURE REVENUE</u>	<u>COSTS TO FIXED CAPITAL</u>	<u>BALANCE DECEMBER 31, 2023</u>
2013-04	Water Utility Improvements and Other Related Expenses	03/26/13	\$ 302,000.00	\$ 12,076.44	\$	\$	\$ 12,076.44
2015-13	Water Utility Improvements and Other Related Expenses	06/23/15	338,000.00	161,622.49		130,799.74	30,822.75
2016-20	Various Water Utility Improvements	08/23/16	3,500,000.00	630,792.86		916.91	629,875.95
2016-21	Various Sewer Utility Improvements	08/23/16	4,400,000.00	1,216,895.32		1,052.94	1,215,842.38
2019-21	Infrastructure Improvements	10/22/19	900,000.00	247,113.36		(40,584.28)	287,697.64
2019-22	Water Meter Project	10/22/19	2,400,000.00	1,308,757.09		317,053.33	991,703.76
2019-26	Water Plant Replacement	12/26/19	9,500,000.00	288,150.59		12,808.00	275,342.59
2019-27a	8th and 9th Water	12/26/19	3,813,150.00	299,807.95		4,450.75	295,357.20
2019-27b	8th and 9th Sewer	12/26/19	4,436,850.00	348,846.20			348,846.20
2020-14	8th and 9th DOT	08/11/20	3,000,000.00	2,065,439.36		249,577.15	1,815,862.21
2020-18	15th Street Pump Station	09/22/20	150,000.00	138,366.50		21,194.43	117,172.07
2021-12	20th and Shore Avenue Infrastructure Upgrades	08/24/21	850,000.00	362,173.95		326,872.74	35,301.21
2023-11	E. 25th & W. 10th St. Utility Imp.	06/27/23	1,650,000.00		1,650,000.00		1,640,371.98
2023-12	W. 27th & E. Bay Terr. Utility Imp.	06/27/23	1,250,000.00		1,250,000.00		1,250,000.00
				<u>\$ 7,080,042.11</u>	<u>\$ 2,900,000.00</u>	<u>\$ 1,033,769.73</u>	<u>\$ 8,946,272.38</u>

REF.

D

D-21

D-14

D

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF INTERFUNDS

	REF.	TOTAL (MEMO ONLY)	GRANT FUND	GENERAL CAPITAL FUND	WATER - SEWER OPERATING FUND
Balance December 31, 2022 - Due From/(Due To)	D	\$ (1,537,867.26)	\$	\$ (469,004.88)	\$ (1,068,862.38)
Increased by:					
Receipts	D-5	<u>37,015.21</u>			<u>37,015.21</u>
		<u>(1,574,882.47)</u>		<u>(469,004.88)</u>	<u>(1,105,877.59)</u>
Decreased by:					
Disbursements	D-5	<u>9,705.24</u>	<u>9,705.24</u>		
Balance December 31, 2023 - Due From/(Due To)	D	<u><u>\$ (1,565,177.23)</u></u>	<u><u>\$ 9,705.24</u></u>	<u><u>\$ (469,004.88)</u></u>	<u><u>\$ (1,105,877.59)</u></u>

BOROUGH OF SHIP BOTTOM
 WATER - SEWER UTILITY CAPITAL FUND
 SCHEDULE OF SERIAL BONDS PAYABLE

Series	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DEC. 31, 2023	INTEREST RATE	BALANCE DECEMBER 31, 2022	INCREASED	DECREASED	BALANCE DECEMBER 31, 2023
Series 2017B	9/21/17	\$ 2,083,000.00	09/15/24-25	4.000%	100,000.00			
			09/15/26-27	2.000%	105,000.00			
			09/15/28	2.125%	105,000.00			
			09/15/29	2.250%	115,000.00			
			09/15/30	3.000%	115,000.00			
			09/15/31-36	3.000%	120,000.00			
			09/15/37	3.125%	115,000.00			
			09/15/24-25	4.000%	45,000.00			100,000.00
			09/15/26	4.000%	50,000.00			
			09/15/27	3.000%	50,000.00			
Series 2017D	09/21/17	895,000.00	09/15/28	3.100%	50,000.00			
			09/15/29	3.200%	55,000.00			
			09/15/30	3.250%	55,000.00			
			09/15/31	3.300%	60,000.00			
			09/15/32	3.350%	60,000.00			
			09/15/33	3.400%	65,000.00			
			09/15/34	3.450%	70,000.00			
			09/15/35	3.500%	70,000.00			
			10/15/24	6.000%	77,000.00			
			10/15/2025-26	6.000%	70,000.00			
Series 2023	10/17/23	2,102,000.00	10/15/2027-28	6.000%	75,000.00			
			10/15/29	6.000%	80,000.00			
			10/15/30	6.000%	95,000.00			
			10/15/31	4.000%	95,000.00			
			10/15/32	4.000%	100,000.00			
			10/15/33	4.000%	105,000.00			
			10/15/2034-35	4.000%	110,000.00			
			10/15/36	4.000%	115,000.00			
			10/15/37	4.125%	120,000.00			
			10/15/38	4.250%	125,000.00			
10/15/39	4.250%	135,000.00						
10/15/40	4.250%	140,000.00						
10/15/2041-43	4.375%	135,000.00						
					2,102,000.00		2,102,000.00	
					\$ 2,395,000.00		\$ 140,000.00	\$ 4,357,000.00

REF D D-5 D-23 D

BOROUGH OF SHIP BOTTOM
WATER - SEWER UTILITY CAPITAL FUND
SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

<u>DATE OR ORDINANCE NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>DATE OF ISSUE OF ORIGINAL NOTE</u>	<u>DATE OF ISSUE</u>	<u>DATE OF MATURITY</u>	<u>INTEREST RATE</u>	<u>BALANCE DECEMBER 31, 2022</u>	<u>DECREASED</u>
2016-20	Various Water Utility Improvements	10/20/21	10/19/22	10/18/23	4.50%	\$ 274,500.00	\$ 274,500.00
2016-21	Various Sewer Utility Improvements	10/20/21	10/19/22	10/18/23	4.50%	315,000.00	315,000.00
2019-21	Infrastructure Improvements	10/20/21	10/19/22	10/18/23	4.50%	553,500.00	553,500.00
2019-21	Infrastructure Improvements	10/19/22	10/19/22	10/18/23	4.50%	285,000.00	285,000.00
2021-12	20th and Shore Avenue Infrastructure Upgrades	10/20/21	10/19/22	10/18/23	4.50%	<u>765,000.00</u>	<u>765,000.00</u>
						<u>\$ 2,193,000.00</u>	<u>\$ 2,193,000.00</u>
					<u>REF.</u>		
					D		
						\$ 1,952,500.00	\$ 1,952,500.00
						<u>240,500.00</u>	<u>240,500.00</u>
						\$ 2,193,000.00	\$ 2,193,000.00

Disbursements
Paid by Operating Budget

BOROUGH OF SHIP BOTTOM
WATER - SEWER UTILITY CAPITAL FUND
SCHEDULE OF NEW JERSEY INFRASTRUCTURE BANK LOANS PAYABLE

PURPOSE	DATE OF ISSUE	MATURITIES OF LOANS OUTSTANDING DECEMBER 31, 2023	INTEREST RATE	BALANCE DECEMBER 31, 2022	INCREASED	DECREASED	BALANCE DECEMBER 31, 2023
New Jersey Environmental Infrastructure Trust - 2008A (CW)	11/06/08	See D-19 - Sheet 2	Various	\$ 131,662.45	\$	\$ 25,277.17	\$ 106,385.28
New Jersey Environmental Infrastructure Trust - 2008A (DW)	11/06/08	See D-19 - Sheet 3	Various	336,298.76		60,241.02	276,057.74
New Jersey Environmental Infrastructure Trust - 2020A-1 (CW)	05/13/20	See D-19 - Sheet 4	Various	2,429,739.93		131,749.40	2,297,990.53
New Jersey Environmental Infrastructure Trust - 2020A-1 (DW)	05/13/20	See D-19 - Sheet 5	Various	1,758,115.68		96,065.62	1,662,050.06
New Jersey Environmental Infrastructure Trust - 2022A-2 (DW)	12/22/22	See D-19 - Sheet 6	Various	8,807,514.00		103,202.56	8,704,311.44
New Jersey Environmental Infrastructure Trust - 2023A-W1 and C-W1-004	12/15/23	See D-19 - Sheet 7	Various		3,826,732.00	25,508.00	3,801,224.00
New Jersey Environmental Infrastructure Trust - 2023A-W1 and C-W1-05	12/15/23	See D-19 - Sheet 8	Various		4,165,433.00	33,710.00	4,151,723.00
				<u>\$ 13,463,330.82</u>	<u>\$ 8,012,165.00</u>	<u>\$ 475,753.77</u>	<u>\$ 20,999,742.05</u>
			<u>REF.</u>	<u>D</u>	<u>D-20</u>		<u>D</u>
			D-23			\$ 416,535.77	
			D-23			<u>59,218.00</u>	
						<u>\$ 475,753.77</u>	

Paid by Operating Budget
Earnings Credits and Fund Loan Decrease

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

MATURITY SCHEDULE \$531,966 NEW JERSEY INFRASTRUCTURE BANK - 2008A (CW)

<u>DUE</u>	<u>LOAN</u> <u>BALANCE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PAYMENT</u>
02/01/24	\$ 106,385.28	\$ 1,473.85	\$ 2,115.00	\$ 3,588.85
08/01/24	104,911.43	31,264.66	2,115.00	33,379.66
02/01/25	73,646.77	1,179.08	1,665.00	2,844.08
08/01/25	72,467.69	18,467.69	1,665.00	20,132.69
02/01/26	54,000.00		1,215.00	1,215.00
08/01/26	54,000.00	18,000.00	1,215.00	19,215.00
02/01/27	36,000.00		810.00	810.00
08/01/27	36,000.00	18,000.00	810.00	18,810.00
02/01/28	18,000.00		405.00	405.00
08/01/28	18,000.00	18,000.00	405.00	18,405.00
<u>TOTAL</u>		\$ <u>106,385.28</u>	\$ <u>12,420.00</u>	\$ <u>118,805.28</u>

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

MATURITY SCHEDULE \$1,121,068 NEW JERSEY INFRASTRUCTURE BANK - 2008A (DW)

<u>DUE</u>	<u>LOAN</u> <u>BALANCE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PAYMENT</u>
02/01/24	\$ 276,057.74	\$ 3,068.04	\$ 4,285.00	\$ 7,353.04
08/01/24	272,989.70	55,020.58	4,285.00	59,305.58
02/01/25	217,969.12	2,544.23	3,510.00	6,054.23
08/01/25	215,424.89	62,489.99	3,510.00	65,999.99
02/01/26	152,934.90	1,945.59	2,610.00	4,555.59
08/01/26	150,989.31	61,891.34	2,610.00	64,501.34
02/01/27	89,097.97	1,346.94	1,800.00	3,146.94
08/01/27	87,751.03	47,751.03	1,800.00	49,551.03
02/01/28	40,000.00		900.00	900.00
08/01/28	40,000.00	<u>40,000.00</u>	<u>900.00</u>	<u>40,900.00</u>
<u>TOTAL</u>		\$ <u><u>276,057.74</u></u>	\$ <u><u>26,210.00</u></u>	\$ <u><u>302,267.74</u></u>

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

MATURITY SCHEDULE \$2,764,405 NEW JERSEY INFRASTRUCTURE BANK - 2020A-1 (CW)

<u>DUE</u>	<u>LOAN BALANCE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PAYMENT</u>
02/01/24	\$ 2,297,990.53	\$ 35,583.13	\$ 10,206.25	\$ 45,789.38
08/01/24	2,262,407.40	96,166.27	10,206.25	106,372.52
02/01/25	2,166,241.13	35,583.13	9,581.25	45,164.38
08/01/25	2,130,658.00	101,166.27	9,581.25	110,747.52
02/01/26	2,029,491.73	35,583.13	8,831.25	44,414.38
08/01/26	1,993,908.60	101,166.27	8,831.25	109,997.52
02/01/27	1,892,742.33	35,583.13	8,081.25	43,664.38
08/01/27	1,857,159.20	101,166.27	8,081.25	109,247.52
02/01/28	1,755,992.93	35,583.13	7,331.25	42,914.38
08/01/28	1,720,409.80	101,166.27	7,331.25	108,497.52
02/01/29	1,619,243.53	35,583.13	6,581.25	42,164.38
08/01/29	1,583,660.40	106,166.27	6,581.25	112,747.52
02/01/30	1,477,494.13	35,583.13	5,706.25	41,289.38
08/01/30	1,441,911.00	106,166.27	5,706.25	111,872.52
02/01/31	1,335,744.73	35,583.13	4,831.25	40,414.38
08/01/31	1,300,161.60	106,166.27	4,831.25	110,997.52
02/01/32	1,193,995.33	35,583.13	4,131.25	39,714.38
08/01/32	1,158,412.20	111,166.27	4,131.25	115,297.52
02/01/33	1,047,245.93	35,583.13	3,706.25	39,289.38
08/01/33	1,011,662.80	111,166.27	3,706.25	114,872.52
02/01/34	900,496.53	35,583.13	3,256.25	38,839.38
08/01/34	864,913.40	111,166.27	3,256.25	114,422.52
02/01/35	753,747.13	35,583.13	2,781.25	38,364.38
08/01/35	718,164.00	111,166.27	2,781.25	113,947.52
02/01/36	606,997.73	35,583.13	2,306.25	37,889.38
08/01/36	571,414.60	116,166.27	2,306.25	118,472.52
02/01/37	455,248.33	35,583.13	1,743.75	37,326.88
08/01/37	419,665.20	116,166.27	1,743.75	117,910.02
02/01/38	303,498.93	35,583.13	1,181.25	36,764.38
08/01/38	267,915.80	116,166.27	1,181.25	117,347.52
02/01/39	151,749.53	35,583.13	590.63	36,173.76
08/01/39	116,166.40	116,166.40	590.63	116,757.03
<u>TOTAL</u>		<u>\$ 2,297,990.53</u>	<u>\$ 161,693.76</u>	<u>\$ 2,459,684.29</u>

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

MATURITY SCHEDULE \$1,987,624 NEW JERSEY INFRASTRUCTURE BANK - 2020A-1 (DW)

<u>DUE</u>	<u>LOAN BALANCE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PAYMENT</u>
02/01/24	\$ 1,662,050.06	\$ 23,688.54	\$ 9,096.88	\$ 32,785.42
08/01/24	1,638,361.52	72,377.08	9,096.88	81,473.96
02/01/25	1,565,984.44	23,688.54	8,471.88	32,160.42
08/01/25	1,542,295.90	72,377.08	8,471.88	80,848.96
02/01/26	1,469,918.82	23,688.54	7,846.88	31,535.42
08/01/26	1,446,230.28	72,377.08	7,846.88	80,223.96
02/01/27	1,373,853.20	23,688.54	7,221.88	30,910.42
08/01/27	1,350,164.66	72,377.08	7,221.88	79,598.96
02/01/28	1,277,787.58	23,688.54	6,596.88	30,285.42
08/01/28	1,254,099.04	77,377.08	6,596.88	83,973.96
02/01/29	1,176,721.96	23,688.54	5,846.88	29,535.42
08/01/29	1,153,033.42	77,377.08	5,846.88	83,223.96
02/01/30	1,075,656.34	23,688.54	5,096.88	28,785.42
08/01/30	1,051,967.80	77,377.08	5,096.88	82,473.96
02/01/31	974,590.72	23,688.54	4,346.88	28,035.42
08/01/31	950,902.18	82,377.08	4,346.88	86,723.96
02/01/32	868,525.10	23,688.54	3,646.88	27,335.42
08/01/32	844,836.56	82,377.08	3,646.88	86,023.96
02/01/33	762,459.48	23,688.54	3,275.00	26,963.54
08/01/33	738,770.94	82,377.08	3,275.00	85,652.08
02/01/34	656,393.86	23,688.54	2,881.25	26,569.79
08/01/34	632,705.32	82,377.08	2,881.25	85,258.33
02/01/35	550,328.24	23,688.54	2,465.63	26,154.17
08/01/35	526,639.70	82,377.08	2,465.63	84,842.71
02/01/36	444,262.62	23,688.54	2,050.00	25,738.54
08/01/36	420,574.08	87,377.08	2,050.00	89,427.08
02/01/37	333,197.00	23,688.54	1,550.00	25,238.54
08/01/37	309,508.46	87,377.08	1,550.00	88,927.08
02/01/38	222,131.38	23,688.54	1,050.00	24,738.54
08/01/38	198,442.84	87,377.08	1,050.00	88,427.08
02/01/39	111,065.76	23,688.54	525.00	24,213.54
08/01/39	87,377.22	87,377.22	525.00	87,902.22
<u>TOTAL</u>		<u>\$ 1,662,050.06</u>	<u>\$ 143,937.60</u>	<u>\$ 1,805,987.66</u>

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

MATURITY SCHEDULE \$8,807,514 NEW JERSEY INFRASTRUCTURE BANK - 2022A-2 (DW)

<u>DUE</u>	<u>LOAN BALANCE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PAYMENT</u>
02/01/24	\$ 8,704,311.44	\$ 51,601.28	\$ 105,375.00	\$ 156,976.28
08/01/24	8,652,710.16	173,202.56	105,375.00	278,577.56
02/01/25	8,479,507.60	51,601.28	103,625.00	155,226.28
08/01/25	8,427,906.32	173,202.56	103,625.00	276,827.56
02/01/26	8,254,703.76	51,601.28	101,875.00	153,476.28
08/01/26	8,203,102.48	178,202.56	101,875.00	280,077.56
02/01/27	8,024,899.92	51,601.28	100,000.00	151,601.28
08/01/27	7,973,298.64	183,202.56	100,000.00	283,202.56
02/01/28	7,790,096.08	51,601.28	98,000.00	149,601.28
08/01/28	7,738,494.80	183,202.56	98,000.00	281,202.56
02/01/29	7,555,292.24	51,601.28	96,000.00	147,601.28
08/01/29	7,503,690.96	188,202.56	96,000.00	284,202.56
02/01/30	7,315,488.40	51,601.28	93,875.00	145,476.28
08/01/30	7,263,887.12	193,202.56	93,875.00	287,077.56
02/01/31	7,070,684.56	51,601.28	91,625.00	143,226.28
08/01/31	7,019,083.28	198,202.56	91,625.00	289,827.56
02/01/32	6,820,880.72	51,601.28	89,250.00	140,851.28
08/01/32	6,769,279.44	203,202.56	89,250.00	292,452.56
02/01/33	6,566,076.88	51,601.28	86,750.00	138,351.28
08/01/33	6,514,475.60	208,202.56	86,750.00	294,952.56
02/01/34	6,306,273.04	51,601.28	84,125.00	135,726.28
08/01/34	6,254,671.76	213,202.56	84,125.00	297,327.56
02/01/35	6,041,469.20	51,601.28	81,375.00	132,976.28
08/01/35	5,989,867.92	218,202.56	81,375.00	299,577.56
02/01/36	5,771,665.36	51,601.28	78,500.00	130,101.28
08/01/36	5,720,064.08	223,202.56	78,500.00	301,702.56
02/01/37	5,496,861.52	51,601.28	75,500.00	127,101.28
08/01/37	5,445,260.24	228,202.56	75,500.00	303,702.56
02/01/38	5,217,057.68	51,601.28	72,375.00	123,976.28
08/01/38	5,165,456.40	238,202.56	72,375.00	310,577.56
02/01/39	4,927,253.84	51,601.28	69,000.00	120,601.28
08/01/39	4,875,652.56	243,202.56	69,000.00	312,202.56
02/01/40	4,632,450.00	51,601.28	65,500.00	117,101.28
08/01/40	4,580,848.72	248,202.56	65,500.00	313,702.56
02/01/41	4,332,646.16	51,601.28	61,875.00	113,476.28
08/01/41	4,281,044.88	258,202.56	61,875.00	320,077.56
02/01/42	4,022,842.32	51,601.28	58,000.00	109,601.28
08/01/42	3,971,241.04	268,202.56	58,000.00	326,202.56
02/01/43	3,703,038.48	51,601.28	53,875.00	105,476.28
08/01/43	3,651,437.20	273,202.56	53,875.00	327,077.56
02/01/44	3,378,234.64	51,601.28	49,625.00	101,226.28
08/01/44	3,326,633.36	283,202.56	49,625.00	332,827.56

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

MATURITY SCHEDULE \$8,807,514 NEW JERSEY INFRASTRUCTURE BANK - 2022A-2 (DW)

<u>DUE</u>	<u>LOAN BALANCE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PAYMENT</u>
02/01/45	\$ 3,043,430.80	\$ 51,601.28	\$ 45,125.00	\$ 96,726.28
08/01/45	2,991,829.52	293,202.56	45,125.00	338,327.56
02/01/46	2,698,626.96	51,601.28	40,375.00	91,976.28
08/01/46	2,647,025.68	303,202.56	40,375.00	343,577.56
02/01/47	2,343,823.12	51,601.28	35,375.00	86,976.28
08/01/47	2,292,221.84	313,202.56	35,375.00	348,577.56
02/01/48	1,979,019.28	51,601.28	30,125.00	81,726.28
08/01/48	1,927,418.00	323,202.56	30,125.00	353,327.56
02/01/49	1,604,215.44	51,601.28	24,625.00	76,226.28
08/01/49	1,552,614.16	333,202.56	24,625.00	357,827.56
02/01/50	1,219,411.60	51,601.28	18,875.00	70,476.28
08/01/50	1,167,810.32	343,202.56	18,875.00	362,077.56
02/01/51	824,607.76	51,601.28	12,875.00	64,476.28
08/01/51	773,006.48	353,202.56	12,875.00	366,077.56
02/01/52	419,803.92	51,601.28	6,625.00	58,226.28
08/01/52	368,202.64	<u>368,202.64</u>	<u>6,625.00</u>	<u>374,827.64</u>
<u>TOTAL</u>		<u>\$ 8,704,311.44</u>	<u>\$ 3,860,250.00</u>	<u>\$ 12,564,561.44</u>

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

MATURITY SCHEDULE \$3,801,224 NEW JERSEY INFRASTRUCTURE BANK - 2023A-W1 and C-W1-004

<u>DUE</u>	<u>LOAN BALANCE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PAYMENT</u>
08/01/24	\$ 3,801,224.00	\$ 28,317.82	\$ 63,787.56	\$ 92,105.38
02/01/25	3,772,906.18	14,158.91	44,850.63	59,009.54
08/01/25	3,758,747.27	73,317.82	44,850.63	118,168.45
02/01/26	3,685,429.45	14,158.91	43,725.63	57,884.54
08/01/26	3,671,270.54	78,317.82	43,725.63	122,043.45
02/01/27	3,592,952.72	14,158.91	42,475.63	56,634.54
08/01/27	3,578,793.81	78,317.82	42,475.63	120,793.45
02/01/28	3,500,475.99	14,158.91	41,225.63	55,384.54
08/01/28	3,486,317.08	78,317.82	41,225.63	119,543.45
02/01/29	3,407,999.26	14,158.91	39,975.63	54,134.54
08/01/29	3,393,840.35	83,317.82	39,975.63	123,293.45
02/01/30	3,310,522.53	14,158.91	38,600.63	52,759.54
08/01/30	3,296,363.62	83,317.82	38,600.63	121,918.45
02/01/31	3,213,045.80	14,158.91	37,225.63	51,384.54
08/01/31	3,198,886.89	93,317.82	37,225.63	130,543.45
02/01/32	3,105,569.07	14,158.91	35,600.63	49,759.54
08/01/32	3,091,410.16	93,317.82	35,600.63	128,918.45
02/01/33	2,998,092.34	14,158.91	33,975.63	48,134.54
08/01/33	2,983,933.43	93,317.82	33,975.63	127,293.45
02/01/34	2,890,615.61	14,158.91	32,350.63	46,509.54
08/01/34	2,876,456.70	98,317.82	32,350.63	130,668.45
02/01/35	2,778,138.88	14,158.91	30,600.63	44,759.54
08/01/35	2,763,979.97	103,317.82	30,600.63	133,918.45
02/01/36	2,660,662.15	14,158.91	28,725.63	42,884.54
08/01/36	2,646,503.24	110,775.82	28,725.63	139,501.45
02/01/37	2,535,727.42	14,158.91	27,476.39	41,635.30
08/01/37	2,521,568.51	110,774.82	27,476.39	138,251.21
02/01/38	2,410,793.69	14,158.91	26,227.16	40,386.07
08/01/38	2,396,634.78	115,772.82	26,227.16	141,999.98
02/01/39	2,280,861.96	14,158.91	24,902.22	39,061.13
08/01/39	2,266,703.05	115,672.82	24,902.22	140,575.04
02/01/40	2,151,030.23	14,158.91	23,578.79	37,737.70
08/01/40	2,136,871.32	120,569.82	23,578.79	144,148.61
02/01/41	2,016,301.50	14,158.91	22,181.18	36,340.09
08/01/41	2,002,142.59	120,364.82	22,181.18	142,546.00
02/01/42	1,881,777.77	14,158.91	20,786.66	34,945.57
08/01/42	1,867,618.86	125,153.82	20,786.66	145,940.48
02/01/43	1,742,465.04	14,158.91	19,319.60	33,478.51
08/01/43	1,728,306.13	129,837.82	19,319.60	149,157.42
02/01/44	1,598,468.31	14,158.91	17,781.57	31,940.48
08/01/44	1,584,309.40	129,413.82	17,781.57	147,195.39

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

MATURITY SCHEDULE \$3,801,224 NEW JERSEY INFRASTRUCTURE BANK - 2023A-W1 and C-W1-004

<u>DUE</u>	<u>LOAN BALANCE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PAYMENT</u>
02/01/45	\$ 1,454,895.58	\$ 14,158.91	\$ 16,249.97	\$ 30,408.88
08/01/45	1,440,736.67	133,977.82	16,249.97	150,227.79
02/01/46	1,306,758.85	14,158.91	14,649.22	28,808.13
08/01/46	1,292,599.94	138,428.82	14,649.22	153,078.04
02/01/47	1,154,171.12	14,158.91	12,981.04	27,139.95
08/01/47	1,140,012.21	142,765.82	12,981.04	155,746.86
02/01/48	997,246.39	14,158.91	11,247.15	25,406.06
08/01/48	983,087.48	141,982.82	11,247.15	153,229.97
02/01/49	841,104.66	14,158.91	9,525.12	23,684.03
08/01/49	826,945.75	146,176.82	9,525.12	155,701.94
02/01/50	680,768.93	14,158.91	7,739.56	21,898.47
08/01/50	666,610.02	150,247.82	7,739.56	157,987.38
02/01/51	516,362.20	14,158.91	5,892.32	20,051.23
08/01/51	502,203.29	154,192.82	5,892.32	160,085.14
02/01/52	348,010.47	14,158.91	3,985.31	18,144.22
08/01/52	333,851.56	158,006.82	3,985.31	161,992.13
02/01/53	175,844.74	14,158.91	2,020.53	16,179.44
08/01/53	161,685.83	161,685.83	2,020.53	163,706.36
<u>TOTAL</u>		<u>\$ 3,801,224.00</u>	<u>\$ 1,495,540.17</u>	<u>\$ 5,296,764.17</u>

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

MATURITY SCHEDULE \$4,151,723 NEW JERSEY INFRASTRUCTURE BANK - 2023A-W1 and C-W1-05

<u>DUE</u>	<u>LOAN BALANCE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PAYMENT</u>
08/01/24	\$ 4,151,723.00	\$ 30,859.35	\$ 69,743.29	\$ 100,602.64
02/01/25	4,120,863.65	15,429.67	49,038.25	64,467.92
08/01/25	4,105,433.98	80,859.35	49,038.25	129,897.60
02/01/26	4,024,574.63	15,429.67	47,788.25	63,217.92
08/01/26	4,009,144.96	80,859.35	47,788.25	128,647.60
02/01/27	3,928,285.61	15,429.67	46,538.25	61,967.92
08/01/27	3,912,855.94	85,859.35	46,538.25	132,397.60
02/01/28	3,826,996.59	15,429.67	45,163.25	60,592.92
08/01/28	3,811,566.92	85,859.35	45,163.25	131,022.60
02/01/29	3,725,707.57	15,429.67	43,788.25	59,217.92
08/01/29	3,710,277.90	90,859.35	43,788.25	134,647.60
02/01/30	3,619,418.55	15,429.67	42,288.25	57,717.92
08/01/30	3,603,988.88	95,859.35	42,288.25	138,147.60
02/01/31	3,508,129.53	15,429.67	40,663.25	56,092.92
08/01/31	3,492,699.86	95,859.35	40,663.25	136,522.60
02/01/32	3,396,840.51	15,429.67	39,038.25	54,467.92
08/01/32	3,381,410.84	100,859.35	39,038.25	139,897.60
02/01/33	3,280,551.49	15,429.67	37,288.25	52,717.92
08/01/33	3,265,121.82	105,859.35	37,288.25	143,147.60
02/01/34	3,159,262.47	15,429.67	35,413.25	50,842.92
08/01/34	3,143,832.80	110,859.35	35,413.25	146,272.60
02/01/35	3,032,973.45	15,429.67	33,413.25	48,842.92
08/01/35	3,017,543.78	110,859.35	33,413.25	144,272.60
02/01/36	2,906,684.43	15,429.67	31,413.25	46,842.92
08/01/36	2,891,254.76	121,416.35	31,413.25	152,829.60
02/01/37	2,769,838.41	15,429.67	30,041.31	45,470.98
08/01/37	2,754,408.74	121,410.35	30,041.31	151,451.66
02/01/38	2,632,998.39	15,429.67	28,669.47	44,099.14
08/01/38	2,617,568.72	126,403.35	28,669.47	155,072.82
02/01/39	2,491,165.37	15,429.67	27,221.97	42,651.64
08/01/39	2,475,735.70	126,298.35	27,221.97	153,520.32
02/01/40	2,349,437.35	15,429.67	25,776.07	41,205.74
08/01/40	2,334,007.68	131,190.35	25,776.07	156,966.42
02/01/41	2,202,817.33	15,429.67	24,256.06	39,685.73
08/01/41	2,187,387.66	130,980.35	24,256.06	155,236.41
02/01/42	2,056,407.31	15,429.67	22,739.23	38,168.90
08/01/42	2,040,977.64	135,764.35	22,739.23	158,503.58
02/01/43	1,905,213.29	15,429.67	21,149.92	36,579.59
08/01/43	1,889,783.62	140,443.35	21,149.92	161,593.27
02/01/44	1,749,340.27	15,429.67	19,489.72	34,919.39
08/01/44	1,733,910.60	145,013.35	19,489.72	164,503.07

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

MATURITY SCHEDULE \$4,151,723 NEW JERSEY INFRASTRUCTURE BANK - 2023A-W1 and C-W1-05

<u>DUE</u>	<u>LOAN BALANCE</u>	<u>PRINCIPAL</u>	<u>INTEREST</u>	<u>PAYMENT</u>
02/01/45	\$ 1,588,897.25	\$ 15,429.67	\$ 17,760.28	\$ 33,189.95
08/01/45	1,573,467.58	144,472.35	17,760.28	162,232.63
02/01/46	1,428,995.23	15,429.67	16,039.05	31,468.72
08/01/46	1,413,565.56	148,914.35	16,039.05	164,953.40
02/01/47	1,264,651.21	15,429.67	14,250.51	29,680.18
08/01/47	1,249,221.54	153,241.35	14,250.51	167,491.86
02/01/48	1,095,980.19	15,429.67	12,396.43	27,826.10
08/01/48	1,080,550.52	157,449.35	12,396.43	169,845.78
02/01/49	923,101.17	15,429.67	10,478.59	25,908.26
08/01/49	907,671.50	161,535.35	10,478.59	172,013.94
02/01/50	746,136.15	15,429.67	8,498.85	23,928.52
08/01/50	730,706.48	165,495.35	8,498.85	173,994.20
02/01/51	565,211.13	15,429.67	6,459.11	21,888.78
08/01/51	549,781.46	169,324.35	6,459.11	175,783.46
02/01/52	380,457.11	15,429.67	4,361.37	19,791.04
08/01/52	365,027.44	173,020.35	4,361.37	177,381.72
02/01/53	192,007.09	15,429.67	2,207.63	17,637.30
08/01/53	176,577.42	176,577.42	2,207.63	178,785.05
<u>TOTAL</u>		<u>\$ 4,151,723.00</u>	<u>\$ 1,637,002.47</u>	<u>\$ 5,788,725.47</u>

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF INTERIM CONSTRUCTION NOTE

	<u>REF.</u>		
Balance December 31, 2022	D		\$ 7,724,485.00
Increased by:			
Receipts	D-5		<u>1,007,340.00</u>
			8,731,825.00
Decreased by:			
Transferred to EIT Loans Payable	D-19	\$ 8,012,165.00	
Earnings Credits and Fund Loan Decrease	D-23	<u>19,279.00</u>	
			<u>8,031,444.00</u>
Balance December 31, 2023	D		<u>\$ 700,381.00</u>

BOROUGH OF SHIP BOTTOM
WATER - SEWER UTILITY CAPITAL FUND
SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

DATE OR ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE	ORDINANCE AMOUNT	BALANCE DECEMBER 31, 2022		2023 AUTHORIZATIONS	PAID OR CHARGED	BALANCE DECEMBER 31, 2023	
				FUNDED	UNFUNDED			FUNDED	UNFUNDED
2013-04	General Improvements:	03/26/13	\$ 302,000.00	\$ 12,076.44	\$	\$	\$	\$ 12,076.44	\$
2015-13	Water Utility Improvements and Other Related Expenses	06/23/15	338,000.00	161,622.49		130,799.74	30,822.75	629,875.95	
2016-20	Water Utility Improvements and Other Related Expenses	08/23/16	3,500,000.00		630,792.86	916.91		1,215,842.38	
2016-21	Various Water Utility Improvements	08/23/16	4,400,000.00		1,216,895.32	1,052.94			
2019-21	Various Sewer Utility Improvements	10/22/19	900,000.00		247,113.36	(40,584.28)	287,697.64		
2019-22	Infrastructure Improvements	10/22/19	2,400,000.00		1,308,757.09	317,053.33		991,703.76	
2019-26	Water Meter Project	12/26/19	9,500,000.00		288,150.59	12,808.00		275,342.59	
2019-27a	Water Plant Replacement	12/26/19	3,813,150.00		299,807.95	4,450.75			
2019-27b	8th and 9th Water	12/26/19	4,436,850.00		348,846.20			237,835.00	
2020-14	8th and 9th Sewer	08/11/20	3,000,000.00	2,065,439.36		249,577.15	1,815,862.21		
2020-18	15th Street Pump Station	09/22/20	150,000.00		138,366.50	21,194.43		500.00	
2021-12	20th and Shore Avenue Infrastructure Upgrades	08/24/21	850,000.00		362,173.95	326,872.74			
2023-11	E. 25th & W. 10th St. Utility Imp.	06/27/23	1,650,000.00			9,628.02		1,640,371.98	
2023-12	W. 27th & E. Bay Terr. Utility Imp.	06/27/23	1,250,000.00					1,250,000.00	
				\$ 2,239,138.29	\$ 4,840,903.82	\$ 1,033,769.73	\$ 2,704,800.72	\$ 6,241,471.66	
				D	D	D	D	D	D
	Disbursements		REF.						
	Reserve for Encumbrances		D-5			1,013,901.31			
	Reserve for Encumbrances		D-13			669,455.60			
	Reserve for Encumbrances		D-13			(649,587.18)			
						\$ 1,033,769.73			

"D-22"

BOROUGH OF SHIP BOTTOM
WATER - SEWER UTILITY CAPITAL FUND
SCHEDULE OF CAPITAL IMPROVEMENT FUND

	<u>REF.</u>		
Balance December 31, 2022	D	\$	522,558.93
Increased by:			
2023 Budget Appropriation	D-5		<u>150,000.00</u>
Balance December 31, 2023	D	\$	<u><u>672,558.93</u></u>

"D-23"

SCHEDULE OF RESERVE FOR AMORTIZATION

Balance, December 31, 2022	D	\$	13,142,224.78
Increased by:			
Serial Bonds Paid by Operating Budget	D-17	\$	140,000.00
Bond Anticipation Notes Paid by Operating Budget	D-18		240,500.00
NJ EIT Loans Paid by Operating Budget	D-19		416,535.77
NJ EIT Loans Canceled	D-19		59,218.00
Interim Construction Notes Canceled	D-20		<u>19,279.00</u>
			<u>875,532.77</u>
			14,017,757.55
Decreased by:			
Transfer to Deferred Reserve for Amortization	D-24		<u>465,662.43</u>
Balance, December 31, 2023	D	\$	<u><u>13,552,095.12</u></u>

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

<u>DATE OR ORDINANCE NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>DATE OF ORDINANCE</u>	<u>BALANCE DECEMBER 31, 2022</u>	<u>FROM/(TO) RESERVE FOR AMORTIZATION FIXED CAPITAL</u>	<u>BALANCE DECEMBER 31, 2023</u>
2013-04	Water Utility Improvements and Other Related Expenses	03/26/13	\$ 12,076.44	\$	12,076.44
2015-13	Water Utility Improvements and Other Related Expenses	06/23/15	161,622.49	(130,799.74)	30,822.75
2019-21	Infrastructure Improvements	10/22/19		287,697.64	287,697.64
2019-27a	8th and 9th Water	12/26/19		295,357.20	295,357.20
2019-27b	8th and 9th Sewer	12/26/19		111,011.20	111,011.20
2020-14	8th and 9th DOT	08/11/20	2,065,439.36	(249,577.15)	1,815,862.21
2020-18	15th Street Pump Station	09/22/20		116,672.07	116,672.07
2021-12	20th and Shore Ave Infrastructure Upgrades	08/24/21		35,301.21	35,301.21
			<u>\$ 2,239,138.29</u>	<u>\$ 465,662.43</u>	<u>\$ 2,704,800.72</u>

REF.

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D-23

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

<u>DATE OR ORDINANCE NUMBER</u>	<u>IMPROVEMENT DESCRIPTION</u>	<u>BALANCE DECEMBER 31, 2023</u>
2016-20	Various Water Utility Improvements	\$ 634,970.00
2016-21	Various Sewer Utility Improvements	1,217,286.00
2019-22	Water Meter Project	1,652,619.00
2019-26	Water Plant Replacement	314,973.00
2019-27b	8th and 9th Sewer	237,835.00
2020-18	15th Street Pump Station	500.00
2023-11	E. 25th & W. 10th St. Utility Imp.	1,650,000.00
2023-12	W. 27th & E. Bay Terr. Utility Imp.	1,250,000.00
		<u>\$ 6,958,183.00</u>

REF.

D

BOROUGH OF SHIP BOTTOM

PART II

SINGLE AUDIT SECTION

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

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH
REQUIREMENTS APPLICABLE TO MAJOR STATE
FINANCIAL ASSISTANCE PROGRAMS AND
ON INTERNAL CONTROL OVER COMPLIANCE
REQUIRED BY NEW JERSEY OMB CIRCULAR 15-08

SCHEDULE OF EXPENDITURES OF
STATE FINANCIAL ASSISTANCE

SCHEDULE OF FINDINGS AND QUESTIONED COSTS



SUPLEE, CLOONEY & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS

308 East Broad Street, Westfield, New Jersey 07090-2122

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

The Honorable Mayor and Members
of the Borough Council
Borough of Ship Bottom
County of Ocean
Ship Bottom, New Jersey 08008

We have audited, in accordance with the auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey and the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States, the regulatory financial statements of the various individual funds and the account groups of the Borough of Ship Bottom, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the Borough's regulatory financial statements, and have issued our report thereon dated September 6, 2024. Our report disclosed that, as described in Note 1 to the financial statements, the Borough of Ship Bottom prepares its financial statements on a basis of accounting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey, that demonstrates compliance with a modified accrual basis and the budget laws of the State of New Jersey, which is a comprehensive basis of accounting other than U.S. generally accepted accounting principles.

Internal Control Over Financial Reporting

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

SUPLEE, CLOONEY & COMPANY LLC

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the Borough of Ship Bottom'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.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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*.

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


CERTIFIED PUBLIC ACCOUNTANTS


REGISTERED MUNICIPAL ACCOUNTANT NO. 439

September 6, 2024



SUPLEE, CLOONEY & COMPANY LLC

CERTIFIED PUBLIC ACCOUNTANTS

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**INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE
WITH REQUIREMENTS APPLICABLE TO MAJOR
STATE FINANCIAL ASSISTANCE PROGRAMS AND ON
INTERNAL CONTROL OVER COMPLIANCE REQUIRED BY
NEW JERSEY OMB CIRCULAR 15-08**

The Honorable Mayor and Members
of the Borough Council
Borough of Ship Bottom
County of Ocean
Ship Bottom, New Jersey 08008

Report on Compliance for Each Major State Program

Opinion on Each Major State Program

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

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

Basis for Opinion on Each Major State Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and the audit requirements of New Jersey OMB Circular 15-08. Our responsibilities under those standards and New Jersey OMB Circular 15-08 are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the Borough and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major State program. Our audit does not provide a legal determination of the Borough's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

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

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on The Borough's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with generally accepted auditing standards, *Government Auditing Standards*, and the New Jersey OMB Circular 15-08 will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than 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 the Borough's compliance with the requirements of each major State program as a whole.

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding The Borough's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the Borough's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the New Jersey OMB Circular 15-08, but not for the purpose of expressing an opinion on the effectiveness of the Borough's internal control over compliance. Accordingly, no such opinion is expressed.

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

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 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 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 State program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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

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


CERTIFIED PUBLIC ACCOUNTANTS


REGISTERED MUNICIPAL ACCOUNTANT NO. 439

September 6, 2024

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

STATE GRANTOR/PROGRAM TITLE	STATE ACCOUNT NUMBER	GRANT PERIOD		GRANT AWARD AMOUNT	RECEIVED FISCAL YEAR 2023	EXPENDITURES FISCAL YEAR 2023	CUMULATIVE EXPENDITURES DECEMBER 31, 2023
		FROM	TO				
Department of Environmental Protection:							
Clean Communities Program:							
2017	765-042-4900-004-178910	01/01/17	Completion	\$ 9,628.81	\$	\$ 7,246.47	\$ 9,628.81
2018	765-042-4900-004-178910	01/01/18	Completion	9,211.92		1,404.99	1,404.99
2019	765-042-4900-004-178910	01/01/19	Completion	10,280.76			
2020	765-042-4900-004-178910	01/01/20	Completion	9,270.00			
2021	765-042-4900-004-178910	01/01/21	Completion	9,867.62			
2022	765-042-4900-004-178910	01/01/22	Completion	9,439.11			
2023	765-042-4900-004-178910	01/01/23	Completion	10,587.13	10,587.13		
Capitalization Grants for Drinking Water State Revolving Fund:							
Water Main Replacement Project	1528001-004	12/26/19	Completion	1,917,192.73	*	165,031.40	1,917,192.73
Residential Water Meter Project	S340311-04	10/22/19	Completion	1,927,837.00			700,381.00
Sewer Main Replacement Project	S340311-05	12/26/19	Completion	2,096,901.93	*	339,645.94	2,096,901.93
Stormwater Assistance Grant							
2024	100-042-4850-099-290400	01/01/23	Completion	15,000.00	15,000.00		
Recycling Tonnage Grant:							
2019	100-042-4910-224-238490	01/01/19	Completion	6,732.26		727.98	6,732.26
2021	100-042-4910-224-238490	01/01/21	Completion	6,376.15		1,582.42	1,582.42
2022	100-042-4910-224-238490	01/01/22	Completion	4,173.45			
2023	100-042-4910-224-238490	01/01/23	Completion	7,464.55			
Total Department of Environmental Protection					<u>537,729.02</u>	<u>515,639.20</u>	<u>4,733,824.14</u>
Department of Law and Public Safety:							
Drunk Driving Enforcement Fund:							
2013	100-078-6400-001-YYYY-xxxx	01/01/13	Completion	6,984.03		3,622.32	6,984.03
2014	100-078-6400-001-YYYY-xxxx	01/01/14	Completion	4,734.61		4,734.61	4,734.61
2015	100-078-6400-001-YYYY-xxxx	01/01/15	Completion	1,100.00		1,100.00	1,100.00
2016	100-078-6400-001-YYYY-xxxx	01/01/16	Completion	825.00		825.00	825.00
2018	100-078-6400-001-YYYY-xxxx	01/01/18	Completion	700.00		700.00	700.00
2019	100-078-6400-001-YYYY-xxxx	01/01/19	Completion	24,955.96		11,737.93	11,737.93
2020	100-078-6400-001-YYYY-xxxx	01/01/20	Completion	360.00			
2021	100-078-6400-001-YYYY-xxxx	01/01/21	Completion	360.00			
Body Armor Replacement Fund:							
2020	718-066-1020-001-090160	01/01/20	Completion	1,423.28		589.50	1,086.42
2021	718-066-1020-001-090160	01/01/21	Completion	1,175.21			
2022	718-066-1020-001-090160	01/01/22	Completion	2,170.39			
2023	718-066-1020-001-090160	01/01/23	Completion	1,331.85	1,331.85		
Body Worn Cameras:							
2022	100-066-1020-495-092120	01/01/22	Completion	32,608.00			
Total Department of Law and Public Safety					<u>1,331.85</u>	<u>23,309.36</u>	<u>27,167.99</u>
Department of the Judiciary							
Alcohol Education and Rehabilitation Fund:							
Prior	760-098-9735-001-060000	Prior Years	Completion	2,831.06			2,225.00
2012	760-098-9735-001-060000	01/01/13	Completion	1,025.30			
2013	760-098-9735-001-060000	01/01/14	Completion	1,055.49			
2014	760-098-9735-001-060000	01/01/14	Completion	1,595.16			
2016	760-098-9735-001-060000	01/01/16	Completion	846.04			
2018	760-098-9735-001-060000	01/01/18	Completion	292.93			
Total Department of the Judiciary							<u>2,225.00</u>
Department of Community Affairs:							
Local Recreation Improvement Grant	495-022-8030-XXX-FFFF-6120	01/01/23	Completion	62,000.00		62,000.00	62,000.00
Total Department of Community Affairs						<u>62,000.00</u>	<u>62,000.00</u>
Department of Transportation:							
Highway Planning and Construction:							
Pass Through the State of New Jersey							
Department of Transportation:							
14th, 15th & 16th Streets DOT - 2018	480-078-6320-XXX-XXXXXX	01/01/18	Completion	350,000.00			223,120.08
6th & Bay Terrace DOT - 2019	480-078-6320-XXX-XXXXXX	01/01/19	Completion	292,897.00			292,897.00
20th Street DOT - 2020	480-078-6320-XXX-XXXXXX	01/01/20	Completion	375,000.00			103,679.25
8th & 9th DOT - 2020	480-078-6320-XXX-XXXXXX	01/01/20	Completion	3,000,000.00		249,577.15	1,184,137.79
10th and Shore Avenue Improvements DOT - 2021	480-078-6320-XXX-XXXXXX	01/01/21	Completion	423,180.00	317,385.00	317,385.00	317,385.00
East 25th & West 10th Improvements DOT - 2022	480-078-6320-XXX-XXXXXX	01/01/22	Completion	315,000.00	212,094.85	212,094.85	212,094.85
West 27th & East Bay Terrace Improvements DOT - 2023	480-078-6320-XXX-XXXXXX	01/01/23	Completion	292,970.00			
Total Department of Transportation					<u>529,479.85</u>	<u>779,057.00</u>	<u>2,333,313.97</u>
Total State Assistance					<u>\$ 1,068,540.72</u>	<u>\$ 1,380,005.56</u>	<u>\$ 7,158,531.10</u>

* State Portion of Grant Only

The accompanying notes to the schedule of expenditures of state financial assistance are an integral part of this schedule.

BOROUGH OF SHIP BOTTOM

NOTES TO THE SCHEDULE OF EXPENDITURES OF
STATE FINANCIAL ASSISTANCE

YEAR ENDED DECEMBER 31, 2023

NOTE 1. GENERAL

The accompanying schedule of expenditures of state financial assistance presents the activity of all state financial awards of the Borough of Ship Bottom, County of Ocean, New Jersey. All state financial awards received directly from state agencies are included on the Schedule of Expenditures of State Financial Assistance.

NOTE 2. BASIS OF ACCOUNTING

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

NOTE 3. RELATIONSHIP TO STATE FINANCIAL REPORTS

Amounts reported in the accompanying schedule agree with the amounts reported in the related state financial reports.

NOTE 4. RELATIONSHIP TO FINANCIAL STATEMENTS - REGULATORY BASIS

Amounts reported in the accompanying schedule agree with amounts reported in the Borough's regulatory basis financial statements. These amounts are reported in either the Grant Fund, General Capital Fund or Water/Sewer Utility Capital Fund. Reconciliations of revenues and expenses are presented on the following page.

NOTE 4. RELATIONSHIP TO FINANCIAL STATEMENTS - REGULATORY BASIS (CONTINUED)

Revenues:

	<u>State</u>
Grant Fund	\$ 34,383.53
General Capital Fund	529,479.85
Water/Sewer Utility Capital Fund	<u>504,677.34</u>
	<u>\$ 1,068,540.72</u>

Expenditures:

	<u>State</u>
Grant Fund	\$ 96,271.22
General Capital Fund	529,479.85
Water/Sewer Utility Capital Fund	<u>754,254.49</u>
	<u>\$ 1,380,005.56</u>

NOTE 5. OTHER

Matching contributions expended by the Borough in accordance with terms of the various grants are not reported in the accompanying schedule. In addition, the Borough has not elected to use the *de minimus* cost rate as covered in CFR 200.414 (F&A) costs.

BOROUGH OF SHIP BOTTOM
COUNTY OF OCEAN, NEW JERSEY

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

Section I - Summary of Auditor's Results

Financial Statements

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

Federal Programs(s)

Not Applicable

State Program(s)

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

<u>Program</u>	<u>Grant Number</u>
Capitalization Grants for Drinking Water State Revolving Fund:	S340311

- (5) Program Threshold Determination:
- Type A State Program Threshold >= \$750,000.00
Type B State Program Threshold < \$750,000.00

BOROUGH OF SHIP BOTTOM
COUNTY OF OCEAN, NEW JERSEY

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

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

State Program(s) (Continued)

(6) Auditee qualified as a low-risk auditee under NJ OMB Circular 15-08? Yes

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

Internal Control Findings

None Reported.

Compliance Findings

None Reported

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

None Reported.

Status of Prior Year Audit Findings - Not Applicable

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BOROUGH OF SHIP BOTTOM

PART III

STATISTICAL DATA

OFFICIALS IN OFFICE AND SURETY BONDS

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2023

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

	<u>YEAR 2023</u>		<u>YEAR 2022</u>	
	<u>AMOUNT</u>	<u>%</u>	<u>AMOUNT</u>	<u>%</u>
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Fund Balance Utilized	\$ 2,949,526.76	12.68%	\$ 2,065,584.68	9.92%
Miscellaneous-From Other Than Local				
Property Tax Levies	3,641,672.14	15.65%	3,626,447.64	17.41%
Collection of Delinquent Taxes and Tax Title Liens	69,923.78	0.29%	48,118.34	0.23%
Collection of Current Tax Levy	<u>16,604,870.97</u>	<u>71.37%</u>	<u>15,084,677.49</u>	<u>72.44%</u>
	<u>TOTAL INCOME</u>	<u>23,265,993.65</u>	<u>20,824,828.15</u>	<u>100.00%</u>
<u>EXPENDITURES</u>				
Budget Expenditures:				
Municipal Purposes	10,480,227.14	48.57%	9,300,647.40	48.67%
County Taxes	7,041,393.47	32.64%	6,229,260.66	32.60%
Local District School Taxes	694,852.00	3.22%	690,397.00	3.61%
Regional School District Taxes	3,301,777.00	15.30%	2,835,375.00	14.84%
Other Expenditures	<u>57,634.00</u>	<u>0.28%</u>	<u>52,644.29</u>	<u>0.29%</u>
	<u>TOTAL EXPENDITURES</u>	<u>21,575,883.61</u>	<u>19,108,324.35</u>	<u>100.00%</u>
Excess in Revenue	1,690,110.04		1,716,503.80	
Fund Balance, January 1	<u>4,121,980.52</u>		<u>4,471,061.40</u>	
	5,812,090.56		6,187,565.20	
Less: Utilization as Anticipated Revenue	<u>2,949,526.76</u>		<u>2,065,584.68</u>	
Fund Balance, December 31	<u>\$ 2,862,563.80</u>		<u>\$ 4,121,980.52</u>	

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

	<u>YEAR 2023</u>		<u>YEAR 2022</u>	
	<u>AMOUNT</u>	%	<u>AMOUNT</u>	%
<u>REVENUE AND OTHER INCOME REALIZED</u>				
Fund Balance Utilized	\$ 85,233.00		\$	0.00%
Collection of Water - Sewer Rents	1,805,761.54	60.82%	1,776,941.32	67.13%
Miscellaneous - Other Than Water - Sewer Rents	<u>1,078,146.18</u>	<u>36.31%</u>	<u>870,270.45</u>	<u>32.87%</u>
<u>TOTAL INCOME</u>	<u>2,969,140.72</u>	<u>97.13%</u>	<u>2,647,211.77</u>	<u>100.00%</u>
<u>EXPENDITURES</u>				
Budget Expenditures:				
Operating	1,257,108.26	48.14%	1,251,225.00	53.91%
Capital Improvements	150,000.00	5.74%	150,000.00	6.46%
Debt Service	1,164,342.42	44.59%	880,103.23	37.92%
Deferred Charges and Statutory Expenditures	39,500.00	1.51%	39,500.00	1.70%
Other Expenditures	<u>258.25</u>	<u>0.01%</u>	<u></u>	<u>0.00%</u>
<u>TOTAL EXPENDITURES</u>	<u>2,611,208.93</u>	<u>100.00%</u>	<u>2,320,828.23</u>	<u>100.00%</u>
Excess in Revenue	357,931.79		326,383.54	
Fund Balance, January 1	<u>2,536,216.16</u>		<u>2,209,832.62</u>	
	2,894,147.95		2,536,216.16	
Less: Utilization as Anticipated Revenue	<u>85,233.00</u>		<u></u>	
Fund Balance, December 31	<u>\$ 2,808,914.95</u>		<u>\$ 2,536,216.16</u>	

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	<u>2023</u>	<u>2022</u>	<u>2021</u>
Tax Rate	\$ <u>1.149</u>	\$ <u>1.059</u>	\$ <u>1.054</u>
Appointment of Tax Rate:			
Municipal	0.385	0.375	0.365
County	0.486	0.435	0.422
Local School	0.048	0.049	0.048
Regional School	0.230	0.200	0.219

Assessed Valuation:

Year 2023	\$ <u>1,438,146,500.00</u>		
Year 2022		\$ <u>1,421,153,392.00</u>	
Year 2021			\$ <u>1,400,601,499.00</u>

COMPARISON OF TAX LEVIES AND COLLECTION CURRENTLY

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

<u>YEAR</u>	<u>TAX LEVY</u>	<u>CURRENTLY</u>	
		<u>CASH COLLECTIONS</u>	<u>PERCENTAGE OF COLLECTION</u>
2023	\$16,666,723.13	\$16,604,870.97	99.62%
2022	15,157,423.88	15,084,677.49	99.52%
2021	14,901,952.66	14,849,975.72	99.65%

DELINQUENT TAXES AND TAX TITLE LIENS

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

<u>DECEMBER 31, YEAR</u>	<u>AMOUNT OF TAX TITLE LIENS</u>	<u>AMOUNT OF DELINQUENT TAXES</u>	<u>TOTAL DELINQUENT</u>	<u>PERCENTAGE OF TAX LEVY</u>
2023	\$	\$49,245.26	\$49,245.26	0.29%
2022		69,923.78	69,923.78	0.46%
2021		47,868.34	47,868.34	0.32%

PROPERTY ACQUIRED BY TAX TITLE LIEN LIQUIDATION

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

<u>YEAR</u>	<u>AMOUNT</u>
2023	\$75,700.00
2022	75,700.00
2021	75,700.00

COMPARISON OF WATER UTILITY LEVIES

<u>YEAR</u>	<u>LEVY</u>	<u>CASH COLLECTION</u>
2023	\$782,782	\$772,761*
2022	780,378	759,029*
2021	787,277	784,772*

COMPARISON OF SEWER UTILITY LEVIES

<u>YEAR</u>	<u>LEVY</u>	<u>CASH COLLECTION</u>
2023	\$ 1,053,160	\$ 1,033,000*
2022	1,047,658	1,017,913*
2021	1,045,194	1,036,529*

* Includes collection of prior year's levies

COMPARATIVE SCHEDULE OF FUND BALANCES

	<u>YEAR</u>	<u>BALANCE</u> <u>DECEMBER 31</u>	<u>UTILIZED IN BUDGET</u> <u>OF SUCCEEDING</u> <u>YEAR</u>
Current Fund	2023	\$ 2,862,563.80	\$ 2,055,493.41
	2022	4,121,980.52	2,949,526.76
	2021	4,471,061.40	2,065,584.68
	2020	3,829,764.84	1,766,422.00
	2019	3,813,590.35	1,455,000.00
Water-Sewer Utility Operating Fund	2023	\$ 2,808,914.95	\$ 956,546.08
	2022	2,536,216.16	85,233.00
	2021	2,209,832.62	0.00
	2020	1,649,825.40	275,000.00
	2019	1,085,994.83	39,000.00

EQUALIZED VALUATIONS – REAL PROPERTY

<u>YEAR</u>	<u>AMOUNT</u>
2023	\$ 2,335,093,537.00
2022	2,010,978,630.00
2021	1,678,942,102.00

OFFICIALS IN OFFICE AND SURETY BONDS

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

<u>NAME</u>	<u>TITLE</u>	<u>AMOUNT OF BOND</u>	<u>NAME OF SURETY</u>
William Huelsenbeck	Mayor	*	
Edward English	Council President	*	
Robert J. Butkus	Councilman	*	
David Hartman	Councilman	*	
Peter Rossi Sr.	Councilman	*	
Tom Tallon	Councilman	*	
Joseph Valyo	Councilman	*	
Kristy DeBoer	BoroughClerk	*	
	Registrar of Vital Statistics	*	
	Assessment Search Officer	*	
Kathleen Flanagan	Chief Financial Officer	1,000,000.00	MEL/JIF
	Qualified Purchasing Agent	1,000,000.00	MEL/JIF
Dawn Annarumma	Tax Collector/Tax Search Officer	1,000,000.00	MEL/JIF
	Water - Sewer Collector	1,000,000.00	MEL/JIF
Daniel F. Sahin	Municipal Court Judge	1,000,000.00	MEL/JIF
Karen M Garcia	Municipal Court Administrator	1,000,000.00	MEL/JIF
Christopher J. Connors	Borough Attorney		
Tennant Magee	Special Counsel		
Owen, Little & Associates	Engineer		

*Borough employees, other than the Chief Financial Officer, Tax/Utility Collectors, Judge and Court Administrator, were covered by blanket bonds of the Municipal Excess Liability and Joint Insurance Funds for a total amount of \$1,000,000.00.

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COMMENTS AND RECOMMENDATIONS

GENERAL COMMENTS

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

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

Effective July 1, 2020, the bid threshold in accordance with N.J.S.A. 40A:11-3 is \$17,500.00 or up to \$40,000.00 if the entity has a Qualified Purchasing Agent. The Borough has a Qualified Purchasing Agent. The Borough has elected to operate using a bid threshold of \$44,000.00.

The governing body of the municipality has the responsibility of determining whether the expenditures in any category will exceed the \$44,000.00 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:

- Bulkhead at Remembrance Park
- 15th Street Well #5 Standby Generator Replacement
- Asbestos Abatement and Disposal
- Road Reconstruction 10th and West 25th Streets
- Emergency Water/Sewer Repair Projects

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

Our examination of expenditures did not reveal any individual payments or contracts or agreements in excess of \$44,000.00 for the performance of any work or the furnishing or hiring of any materials or supplies, other than those where bids had been previously sought by public advertisement or where a resolution had been previously adopted under the provisions of N.J.S.A. 40A:11-4

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

- Affordable Housing Counsel
- Appraisal Services
- Attorney
- Auditor
- Bond Counsel
- Employee Benefits Consultant

GENERAL COMMENTS (CONTINUED)

Engineer
Environmental Assessment Services
Financial Advisor
Labor Counsel
Law Enforcement Consulting Services
Municipal Prosecutor
Public Defender
Special Counsel

CHANGE ORDERS PURSUANT TO N.J.A.C. 5:30-11.9 ET SEQ.

None

CONTRACTS OR AGREEMENTS NOT REQUIRED TO BE ADVERTISED PER N.J.S.A. 40A:11-6.1

N.J.S.A. 40A:11-6.1 states "For all contracts that in the aggregate are less than the bid threshold but 15 percent or more of that amount, and for those contracts that are for subject matter enumerated in subsection (1) of section 5 of P.L. 1971, c.198 (C.40A11-5), except for paragraph (a) of that subsection concerning professional services and paragraph (b) of that subsection concerning work by employees of the contracting unit, the contracting agent shall award the contract after soliciting at least two competitive quotations, if practicable. The award shall be made to a vendor whose response is most advantageous, price and other factors considered. The contracting agent shall retain the record of the quotation solicitation and shall include a copy of the record with the voucher used to pay the vendor."

We conducted a compliance review of the procedures and policies for securing quotations for purchases referred to above which indicated that the procedures were implemented to ensure statutory compliance and that quotes had been solicited as required by the statute.

COLLECTION OF INTEREST ON DELINQUENT TAXES AND WATER-SEWER RENTS

The Statutes provide the method for authorizing interest and the maximum rate to be charged for the non-payment of taxes, assessments or water-sewer rents on or before the date when they would become delinquent.

The governing body on January 3, 2023 adopted the following resolution authorizing interest to be charged on delinquent taxes, assessments and water-sewer rents:

"BE IT RESOLVED that the governing body of the Borough of Ship Bottom set the rate of interest to be charged on delinquent taxes, assessments and water-sewer accounts at 8% per annum on the first \$ 1,500 of the delinquency and 18% per annum on any amount in excess of \$ 1,500 and 6% to be collected against a delinquency in excess of \$10,000 on properties that fail to pay the delinquency prior to the end of the calendar year. A 10-day grace period shall be permitted as provided by N.J.S.A. 54:4-67."

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

GENERAL COMMENTS (CONTINUED)

DELINQUENT TAXES AND TAX TITLE LIENS

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

<u>YEAR</u>	<u>NUMBER OF LIENS</u>
2023	0
2022	0
2021	0

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

VERIFICATION OF DELINQUENT TAXES AND OTHER CHARGES

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

<u>TYPE</u>	<u>NUMBER MAILED</u>
Payment of 2023 Taxes	50
Payment of 2023 Water - Sewer Utility Rents	25
Delinquent Taxes	15
Delinquent Water - Sewer Utility Rents	20

The results of the test are not yet known, but a separate report will be issued if any irregularities are developed. For those verification notices which were not returned by taxpayers, we examined subsequent cash collections as an alternative procedure where possible.

MISCELLANEOUS

All sums of outstanding checks, reflected in cash reconciliations herein, are in agreement with the records of the Chief Financial Officer, as well as with independent lists made part of this audit.

A report summarizing collections of Dog License Fees and remittance of State Registration Fees has been prepared and filed with the New Jersey Department of Health and the Division of Local Government Services.

A statutory report on the operations of the Municipal Court has been prepared and copies filed with the New Jersey Administrative Office of the Courts, the Division of Local Government Services, the Municipal Court and the Borough Clerk.

Individual payments of the Local, Regional and/or Consolidated School District Taxes by the municipality were confirmed as received by the Secretaries of the Boards of Education for the year 2023.

GENERAL COMMENTS (CONTINUED)

MISCELLANEOUS (CONTINUED)

In our verification of expenditures, no attempt was made to establish proof of rendition, character or extent of services nor quantities, nature, propriety of prices or receipt of materials, these elements being left necessarily to internal review in connection with approval of claims.

The propriety of deductions from individual employee salaries for pensions, withholding tax, social security and other purposes was not verified as part of this examination. Remittances to authorized agencies, however, were ascertained.

A summary or synopsis of this report was prepared for publication and filed with the Borough Clerk.

FOLLOW-UP OF PRIOR YEAR FINDINGS

In accordance with Government Auditing Standards, our procedures included a review of all prior year audit findings.

While the 2022 Audit was accepted on September 26, 2023, the corrective action plan was not accepted and approved until January 23, 2024. However, finding 22-01 was resolved immediately after discussing the issue at the audit exit conference held on September 8, 2023. Regarding Finding 22-02, a decision was made to fund the deferred charges to future taxation in the utility capital fund by raising them in a future budget rather than through borrowing. Accordingly, the referenced deferred charges are scheduled to be raised in the 2025 municipal budget.

CURRENT YEAR FINDINGS

None

RECOMMENDATIONS

None

