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, 2024

BOROUGH OF SHIP BOTTOM

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YEAR ENDED DECEMBER 31, 2024 AND 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, 2024 and 2023, 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, 2024, 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, 2024 and 2023, 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, 2024.

Unmodified Opinion on Regulatory Basis of Accounting

In our opinion, the regulatory basis financial statements referred to above present fairly, in all material respects, the financial position of the various individual funds and account groups of the Borough as of December 31, 2024 and 2023, 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, 2024 in accordance with the basis of financial reporting prescribed by the Division of Local Government Services, Department of Community Affairs, State of New Jersey (the "Division") as described in Note 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America, the audit requirements prescribed by the Division, and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the Auditor's Responsibilities for the Audit of the Financial Statements section of our report. We are required to be independent of the 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.

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, and data listed in the table of contents as required by the Division are presented for purposes of additional analysis and are not a required part of the basic financial statements.

Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the supplemental information, and data listed in the table of contents, as required by the Division are fairly stated, in all material respects, in relation to the regulatory financial statements as a whole.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated June 6, 2025 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

June 6, 2025

SUPLEE, CLOONEY & COMPANY LLC
CERTIFIED PUBLIC ACCOUNTANTS
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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

The Honorable Mayor and Members
of the Borough Council
Borough of 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, 2024, and the related notes to the financial statements, which collectively comprise the Borough's regulatory financial statements, and have issued our report thereon dated June 6, 2025. 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.

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. We noted other matters in the internal control which are discussed in Part II, General Comments and Recommendations section of the audit report.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the Borough's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the 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*. We noted other matters in the compliance which are discussed in Part II, General Comments and Recommendations section of the audit report.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Borough of 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.

Suplee Clooney & Company

CERTIFIED PUBLIC ACCOUNTANTS

Robert W Swisher

REGISTERED MUNICIPAL ACCOUNTANT NO. 439

June 6, 2025

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CURRENT FUND

"A"
SHEET #1

BOROUGH OF SHIP BOTTOM

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

	REF.	BALANCE DECEMBER 31, 2024	BALANCE DECEMBER 31, 2023
ASSETS			
Current Fund:			
Cash and Cash Equivalents	A-4	$ 7,781,540.80	$ 5,516,971.02
Change Fund	A-5	1,425.00	1,275.00
Petty Cash Fund	A-6	250.00	250.00
		7,783,215.80	5,518,496.02
Receivables with Full Reserves:			
Taxes Receivable	A-8	46,153.16	49,245.26
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	2,591.42	1,363.39
Prepaid Local District School Tax	A-17	57,167.49	64,862.99
Interfunds Receivable	A-20	79,627.91	99,862.95
		261,239.98	291,830.93
Deferred Charges:			
Overexpenditure of Appropriations	A-7	10,162.73	
		8,054,618.51	5,810,326.95
Federal and State Grant Fund:			
Cash and Cash Equivalents	A-4	45,309.87	79,117.21
Interfunds Receivable	A-24	20,765.14	62,483.53
Grants Receivable	A-25	138,700.00	168,875.00
		204,775.01	310,475.74
		$ 8,259,393.52	$ 6,120,802.69

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

"A"
SHEET #2

BOROUGH OF SHIP BOTTOM

CURRENT FUND

BALANCE SHEETS - REGULATORY BASIS

	REF.	BALANCE DECEMBER 31, 2024	BALANCE DECEMBER 31, 2023
LIABILITIES, RESERVES AND FUND BALANCE			
Current Fund:			
Appropriation Reserves	A-3:A-19	$ 661,773.62	$ 1,036,784.07
Deferred Revenue Municipal Relief Fund Aid	A-12		25,809.53
Due to State of New Jersey (Ch. 20, P.L. 1971)	A-13	2,000.00	2,250.00
Tax Overpayments	A-14	11,839.79	39,244.92
Prepaid Taxes	A-15	412,779.75	412,088.81
Due County - Added and Omitted Taxes	A-16	61,307.47	60,205.28
Regional School District Taxes Payable	A-18	612,195.75	624,822.75
Interfunds Payable	A-20	3,644,323.01	349,501.74
Accounts Payable	A-21	8,612.97	12,730.87
Reserve for:			
Encumbrances	A-22	25,853.25	77,994.25
Revaluation	A-23	77,912.56	14,500.00
		5,518,598.17	2,655,932.22
Reserve for Receivables		261,239.98	291,830.93
Fund Balance	A-1	2,274,780.36	2,862,563.80
		8,054,618.51	5,810,326.95
Federal and State Grant Fund:			
Reserve for Encumbrances	A-22	36,294.16	85,805.00
Interfunds Payable	A-24	9,705.24	9,705.24
Grants - Appropriated	A-26	157,403.03	180,581.97
Grants - Unappropriated	A-27	1,372.58	34,383.53
		204,775.01	310,475.74
		$ 8,259,393.52	$ 6,120,802.69

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

	REF.	YEAR ENDED 2024	YEAR ENDED 2023
REVENUE AND OTHER INCOME			
Fund Balance Utilized	A-2	$ 2,055,493.41	$ 2,949,526.76
Miscellaneous Revenue Anticipated	A-2	2,461,714.15	2,141,343.89
Receipts from Delinquent Taxes	A-2	49,245.26	69,923.78
Receipts from Current Taxes	A-2	17,617,839.74	16,604,870.97
Non-Budget Revenues	A-2	291,418.74	506,514.38
Other Credits to Income:			
Prior Year Reserve for Prepaid Local District School Tax Canceled	A-17	7,695.50	1,113.75
Unexpended Balance of Appropriation Reserves	A-19	918,132.95	967,940.12
Liquidated Reserve Due From County of Ocean			24,760.00
Canceled Tax Overpayments	A-14	31,842.85	
Canceled Grant Appropriated and Unappropriated Reserves	A20:A-24	8,607.98	
Total Income		23,441,990.58	23,265,993.65
EXPENDITURES			
Budget Appropriations:			
Salaries and Wages		3,645,410.48	3,584,212.00
Other Expenses		4,067,755.82	4,191,237.03
Capital Improvements		350,000.00	250,000.00
Municipal Debt Service		1,135,932.45	1,575,845.11
Deferred Charges and Statutory Expenditures		862,044.00	878,933.00
	A-3	10,061,142.75	10,480,227.14
Municipal Open Space Preservation	A-8	145,439.76	
County Taxes	A-16	7,623,450.41	6,981,188.19
Added Taxes Due County	A-16	61,307.47	60,205.28
Local District School Taxes	A-17	725,634.00	694,852.00
Regional School District Taxes	A-18	3,276,523.00	3,301,777.00
Interfund Advances	A-20	79,614.96	57,634.00
Refund of Prior Year Revenue	A-4	1,168.26	
Total Expenditures		$ 21,974,280.61	$ 21,575,883.61

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

	REF.	YEAR ENDED 2024	YEAR ENDED 2023
EXPENDITURES (CONTINUED)			
Excess/(Deficit) in Revenue		$ 1,467,709.97	$ 1,690,110.04
Fund Balance January 1	A	2,862,563.80	4,121,980.52
		4,330,273.77	5,812,090.56
Decreased by:			
Utilized as Anticipated Revenue	A-1	2,055,493.41	2,949,526.76
Fund Balance December 31	A	$ 2,274,780.36	$ 2,862,563.80

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, 2024

	REF.	ANTICIPATED BUDGET	ANTICIPATED SPECIAL N.J.S.A. 40A:4-87	REALIZED	EXCESS OR (DEFICIT)
Fund Balance Anticipated	A-1	$ 2,055,493.41	$	$ 2,055,493.41	$
Miscellaneous Revenues:					
Licenses:					
Alcoholic Beverages	A-11	15,000.00		15,300.00	300.00
Other	A-11	20,000.00		19,640.00	(360.00)
Fees and Permits	A-11	17,500.00		22,380.00	4,880.00
Fines and Costs - Municipal Court	A-11	83,000.00		96,232.54	13,232.54
Interest and Costs on Taxes	A-11	18,500.00		21,412.46	2,912.46
Interest on Investments and Deposits	A-11	34,000.00		167,243.85	133,243.85
Beach Badge Fees	A-11	975,000.00		989,882.00	14,882.00
Post Office Rent	A-11	15,000.00			(15,000.00)
Boat Ramp Fees	A-11	45,000.00		52,155.00	7,155.00
Hotel/Motel Tax	A-11	350,481.45		328,415.61	(22,065.84)
Energy Receipts Tax	A-11	250,392.00		250,392.20	0.20
Municipal Relief Fund Aid	A-11	25,809.53		25,809.53	
Uniform Construction Code Fees	A-11	100,000.00		102,000.00	2,000.00
Shared Services Agreements:					
Tax Collection Services					
Salaries and Wages	A-11	32,460.48		32,460.48	
Other Expenses	A-11	9,104.36		9,104.36	
Capital Fund Balance	A-11	98,687.66		98,687.66	
Interfund Liquidation - Animal Control Trust Fund	A-11	625.00		625.00	
Interfund Liquidation - Other Trust Funds	A-11	47,825.00		47,825.00	
Interfund Liquidation - Water -Sewer Utility Operating Funds	A-11	51,400.00		51,400.00	
American Rescue Plan Firefighters Grant	A-24	75,000.00		75,000.00	
Body Armor Replacement Fund	A-24	1,331.85		1,331.85	
Clean Communities Program	A-24	10,587.13	12,025.13	22,612.26	
Ocean County Tourism Grant	A-24		2,325.00	2,325.00	
Recycling Tonnage Grant	A-24	14,479.35		14,479.35	
Stormwater Assistance Grant	A-24	15,000.00		15,000.00	
	A-1	$ 2,306,183.81	$ 14,350.13	$ 2,461,714.15	$ 141,180.21

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, 2024

	REF.	ANTICIPATED BUDGET	ANTICIPATED SPECIAL N.J.S.A. 40A:4-87	REALIZED	EXCESS OR (DEFICIT)
Receipts from Delinquent Taxes	A-1:A-2	$ 49,245.26	$	$ 49,245.26	$
Amount to be Raised by Taxation for Support of Municipal Budget	A-8	5,740,829.72		5,890,372.13	149,542.41
Budget Totals		10,151,752.20	14,350.13	10,456,824.95	290,722.62
Non-Budget Revenues	A-1:A-2			291,418.74	291,418.74
		$ 10,151,752.20	$ 14,350.13	$ 10,748,243.69	$ 582,141.36
	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, 2024

	REF.	
ANALYSIS OF REALIZED REVENUE		
Current Tax Collections	A-1:A-8	$ 17,617,839.74
Appropriation "Reserve for Uncollected Taxes"	A-3	104,887.03
		17,722,726.77
Less: Allocated to School and County Taxes	A-8	11,832,354.64
	A-2	$ 5,890,372.13
RECEIPTS FROM DELINQUENT TAXES		
Delinquent Tax Collections	A-8	$ 49,245.26
	A-1:A-2	$ 49,245.26
MISCELLANEOUS REVENUES		
6% Year End Penalty Receivable	A-9	$ 796.34
Revenue Accounts Receivable	A-11	2,330,169.35
Interfund - Federal and State Grant Fund	A-20:A-24	130,748.46
	A-1:A-2	$ 2,461,714.15
ANALYSIS OF NON-BUDGET REVENUE		
Auction Proceeds		$ 40,147.89
Bids		350.00
Cable TV Franchise		22,490.62
Copies		242.00
Curbing Administrative Fees		975.00
Firearms ID Cards		1,850.00
NSF Checks		322.31
Planning Board Fees		14,125.00
Police Reports		1,228.00
Recreation Passes		12,030.00
Recycling		3,920.30
SC/VETS Administrative Fees		245.00
Traffic Control and Police Off Duty Administrative Fees		15,950.00
Vital Statistics		2,327.00
Voided Checks of Prior Year		149,700.15
Unclassified		25,363.47
	A-4	291,266.74
Statutory Excess in Animal Control Reserve	A-20	152.00
	A-1:A-2	$ 291,418.74

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, 2024

	APPROPRIATED		EXPENDED			UNEXPENDED	
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	BALANCE CANCELED	OVER-EXPENDED
OPERATIONS WITHIN CAPS							
GENERAL GOVERNMENT							
Administrative and Executive							
Salaries and Wages	$ 67,500.00	$ 67,500.00	$ 57,436.32	$	$ 10,063.68	$	$
Other Expenses	26,500.00	12,500.00	12,500.00				
Human Resources (Personnel)							
Other Expenses	50,000.00	35,000.00	23,386.99		11,613.01		
Mayor and Council							
Salaries and Wages	45,000.00	45,000.00	42,500.00		2,500.00		
Other Expenses	5,000.00	5,000.00	2,460.46	377.90	2,161.64		
Municipal Clerk							
Salaries and Wages	110,000.00	110,000.00	100,901.36		9,098.64		
Other Expenses	30,000.00	30,000.00	15,983.20		14,016.80		
Financial Administration (Treasury)							
Salaries and Wages	85,000.00	90,000.00	90,000.00				
Other Expenses	45,500.00	40,500.00	22,094.79	325.00	18,080.21		
Audit Services							
Other Expenses	50,000.00	50,000.00	43,175.00		6,825.00		
Information Technology							
Other Expenses	75,000.00	75,000.00	62,061.65		12,938.35		
Revenue Administration (Tax Collection)							
Salaries and Wages	75,000.00	75,000.00	58,250.61		16,749.39		
Other Expenses	17,500.00	17,500.00	13,193.72		4,306.28		
Liquidation of Tax Title Liens							
Other Expenses	1,000.00	1,000.00			1,000.00		
Tax Assessment Administration							
Salaries and Wages	40,000.00	40,000.00	39,741.24		258.76		
Other Expenses	15,000.00	15,000.00	9,948.83		5,051.17		
Other Expenses - Revaluation	75,000.00	75,000.00	75,000.00				
Legal Services							
Other Expenses	170,000.00	240,000.00	222,298.15		17,701.85		
Consulting Services							
Other Expenses	10,000.00						
Engineering Services							
Other Expenses	100,000.00	70,000.00	47,233.30		22,766.70		
Historic Preservation							
Other Expenses	5,000.00	5,000.00	5,000.00				
Municipal Prosecutor							
Other Expenses	15,000.00	15,000.00	12,900.00		2,100.00		
LAND USE ADMINISTRATION							
Land Use Board							
Salaries and Wages	30,000.00	30,000.00	26,161.87		3,838.13		
Other Expenses	55,000.00	40,000.00	26,072.57	4,200.00	9,727.43		
Zoning Enforcement							
Salaries and Wages	60,000.00	60,000.00	48,823.44		11,176.56		
Other Expenses	13,000.00	13,000.00	8,605.77		4,394.23		

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, 2024

	APPROPRIATED		EXPENDED			UNEXPENDED	
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	BALANCE CANCELED	OVER-EXPENDED
Other Code Enforcement							
Salaries and Wages	$ 30,000.00	$ 30,000.00	$ 17,554.19	$	$ 12,445.81	$	$
Other Expenses	15,000.00	15,000.00	7,248.75		7,751.25		
INSURANCE							
General Liability	115,000.00	115,000.00	110,081.68		4,918.32		
Worker's Compensation	170,000.00	170,000.00	106,514.75		63,485.25		
Employee Group Health	575,000.00	575,000.00	557,015.79	1,938.99	16,045.22		
PUBLIC SAFETY							
Police Department							
Salaries and Wages	1,500,000.00	1,572,062.91	1,568,435.49		3,627.42		
Other Expenses	140,575.00	136,575.00	133,572.00	2,296.86	706.14		
Office of Emergency Management							
Salaries and Wages	3,000.00	3,000.00	2,000.00		1,000.00		
Other Expenses	39,000.00	24,000.00	18,898.86		5,101.14		
Aid to Volunteer Fire Company	76,951.00	76,951.00	76,951.00				
First Aid Organization Contribution	25,000.00	50,000.00	50,000.00				
Municipal Court							
Salaries and Wages	157,500.00	157,500.00	152,071.42		5,428.58		
Other Expenses	22,000.00	22,000.00	10,616.58		11,383.42		
Public Defender							
Other Expenses	10,000.00	10,000.00	1,900.00		8,100.00		
PUBLIC WORKS							
Streets and Road Maintenance							
Salaries and Wages	175,000.00	144,000.00	115,161.26		28,838.74		
Other Expenses	37,500.00	37,500.00	33,181.50	4,318.50			
Schedule C	17,500.00	17,500.00	9,979.77		7,520.23		
Garbage and Trash Removal							
Other Expenses	450,000.00	520,000.00	475,083.26		44,916.74		
Recycling							
Salaries and Wages	26,750.00	26,750.00	17,703.66		9,046.34		
Other Expenses	25,000.00	15,000.00	2,222.47		12,777.53		
Public Buildings and Grounds							
Salaries and Wages	87,500.00	77,500.00	74,465.10		3,034.90		
Other Expenses	125,000.00	135,000.00	121,510.24	3,848.46	9,641.30		
Equipment Maintenance and Repair							
Salaries and Wages	147,500.00	147,500.00	157,662.73				10,162.73
Other Expenses	55,000.00	55,000.00	47,547.27	51.00	7,401.73		

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, 2024

	APPROPRIATED		EXPENDED			UNEXPENDED	
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	BALANCE CANCELED	OVER-EXPENDED
Animal Control Services							
Other Expenses	$ 7,500.00	$ 7,500.00	$ 3,956.70	$ 651.67	$ 2,891.63	$	$
Aid to Senior Citizens Center (R.S.40:48-94):							
Other Expenses	7,000.00	7,000.00	7,000.00				
Aid to Museum (N.J.S.A. 40:23-22):							
Other Expenses	300.00	300.00	-		300.00		
WHARVES, DOCKS AND BULKHEADS							
Salaries and Wages	35,000.00	35,000.00	30,242.11		4,757.89		
Other Expenses	25,500.00	25,500.00	24,919.85		580.15		
PARKS AND RECREATION FUNCTIONS							
Recreation							
Salaries and Wages	47,500.00	49,437.09	49,437.09				
Other Expenses	51,000.00	51,000.00	23,033.52	1,295.60	26,670.88		
BEACHFRONT MAINTENANCE							
Salaries and Wages	185,000.00	190,000.00	190,000.00				
Other Expenses	55,000.00	55,000.00	35,833.98	5,372.99	13,793.03		
BEACH OPERATIONS							
Salaries and Wages	603,200.00	603,200.00	601,536.30		1,663.70		
Other Expenses	91,000.00	95,000.00	90,358.19		4,641.81		
BEACH REPLENSIHMENT							
Other Expenses	1,000.00						
CELEBRATION OF PUBLIC EVENTS							
Other Expenses	60,000.00	60,000.00	58,640.11	1,176.28	183.61		
UNIFORM CONSTRUCTION CODE - APPROPRIATIONS OFFSET BY DEDICATED REVENUES (N.J.A.C. 5:23-4.17)							
Uniform Construction Code Enforcement Functions							
Salaries and Wages	37,500.00	37,500.00	31,348.96		6,151.04		
Other Expenses	31,900.00	11,900.00	8,834.74		3,065.26		
UNCLASSIFIED							
Electricity	83,096.00	83,096.00	69,042.92		14,053.08		
Street Lighting	140,000.00	140,000.00	102,788.90		37,211.10		
Telephone	37,500.00	46,500.00	46,315.46		184.54		
Natural Gas	27,500.00	27,500.00	23,811.24		3,688.76		

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, 2024

	APPROPRIATED		EXPENDED			UNEXPENDED	
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	BALANCE CANCELED	OVER-EXPENDED
Gasoline	$ 89,750.00	$ 80,750.00	$ 48,342.00	$	$ 32,408.00	$	$
Sanitary Landfill	215,000.00	145,000.00	137,425.79		7,574.21		
Accumulated Absence Liability	125,000.00	125,000.00	125,000.00				
Salary Settlements and Adjustments	35,000.00	22,000.00			22,000.00		
Total Operations within Caps	7,288,022.00	7,288,022.00	6,640,974.90	25,853.25	631,356.58		10,162.73
Detail:							
Salaries and Wages	3,582,950.00	3,612,950.00	3,471,433.15		151,679.58		10,162.73
Other Expenses	3,705,072.00	3,675,072.00	3,169,541.75	25,853.25	479,677.00		
DEFERRED CHARGES AND STATUTORY EXPENDITURES WITHIN CAPS							
Statutory Expenditures:							
Contribution to:							
Public Employees Retirement System	160,100.00	160,100.00	160,100.00				
Social Security System (O.A.S.I.)	285,000.00	285,000.00	277,380.06		7,619.94		
Police and Firemen's Retirement System of NJ	391,144.00	391,144.00	391,144.00				
Defined Contribution Retirement Program	5,000.00	5,000.00			5,000.00		
Unemployment and Disability Insurance	20,800.00	20,800.00	13,204.46		7,595.54		
Total Deferred Charges and Statutory Expenditures within Caps	862,044.00	862,044.00	841,828.52		20,215.48		
Total Appropriations within Caps	8,150,066.00	8,150,066.00	7,482,803.42	25,853.25	651,572.06		10,162.73
OPERATIONS EXCLUDED FROM CAPS							
Length of Service Award Program	12,000.00	12,000.00	8,800.00		3,200.00		
Recycling Tax	7,000.00	7,000.00			7,000.00		
Interlocal Municipal Service Agreements:							
Shared Services Agreements:							
Township of Long Beach:							
Tax Collection Services:							
Salaries and Wages	32,460.48	32,460.48	32,460.48				
Other Expenses	9,104.36	9,104.36	9,104.36				
Transportation:							
Other Expenses	20,000.00	20,000.00	20,000.00				
Construction/Zoning Enforcement:							
Other Expenses	80,000.00	80,000.00	80,000.00				
Police:							
Other Expenses							
Dispatch/911	75,900.00	75,900.00	75,898.84		1.16		
Enforsys, MDT and LPR	4,425.00	4,425.00	4,425.00				
Board of Health:							
Other Expenses	53,506.00	53,506.00	53,505.60		.40		

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, 2024

	APPROPRIATED		EXPENDED			UNEXPENDED	
	BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	ENCUMBERED	RESERVED	BALANCE CANCELED	OVER-EXPENDED
PUBLIC AND PRIVATE PROGRAMS OFFSET BY REVENUES							
American Rescue Plan Firefighters Grant	$ 75,000.00	$ 75,000.00	$ 75,000.00	$	$	$	$
Body Armor Replacement Fund	1,331.85	1,331.85	1,331.85				
Clean Communities Program	10,587.13	22,612.26	22,612.26				
Ocean County Tourism Grant		2,325.00	2,325.00				
Recycling Tonage Grant	14,479.35	14,479.35	14,479.35				
Stormwater Assistance Grant	15,000.00	15,000.00	15,000.00				
Total Operations excluded from Caps	410,794.17	425,144.30	414,942.74		10,201.56		
Detail:							
Salaries and Wages	32,460.48	32,460.48	32,460.48				
Other Expenses	378,333.69	392,683.82	382,482.26		10,201.56		
CAPITAL IMPROVEMENTS EXCLUDED FROM CAPS							
Capital Improvement Fund	150,000.00	150,000.00	150,000.00				
4th Street Park Improvements	100,000.00	100,000.00	100,000.00				
Reserve for Bulkhead Repairs/Replacement	100,000.00	100,000.00	100,000.00				
Total Capital Improvements excluded from Caps	350,000.00	350,000.00	350,000.00				
MUNICIPAL DEBT SERVICE EXCLUDED FROM CAPS							
Payment of Bond Principal	494,000.00	494,000.00	494,000.00				
Payment of Bond Anticipation Notes and Capital Notes	45,000.00	45,000.00	45,000.00				
Interest on Bonds	555,125.00	555,125.00	555,116.38			8.62	
Interest on Notes	22,000.00	22,000.00	21,938.89			61.11	
Green Trust Loan Program:							
Loan Repayments for Principal & Interest	19,880.00	19,880.00	19,877.18			2.82	
Total Municipal Debt Service excluded from Caps	1,136,005.00	1,136,005.00	1,135,932.45			72.55	
Total General Appropriations excluded from Caps	1,896,799.17	1,911,149.30	1,900,875.19		10,201.56	72.55	
Subtotal General Appropriations	10,046,865.17	10,061,215.30	9,383,678.61	25,853.25	661,773.62	72.55	10,162.73
Reserve for Uncollected Taxes	104,887.03	104,887.03	104,887.03				
	$ 10,151,752.20	$ 10,166,102.33	$ 9,488,565.64	$ 25,853.25	$ 661,773.62	$ 72.55	$ 10,162.73
REF.	A-2		A1	A-1:A22	A, A-1		A-7

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, 2024

	REF.	BUDGET AFTER MODIFICATION
Appropriation by 40A:4-87	A-2	$ 14,350.13
Budget	A-3	10,151,752.20
		$ 10,166,102.33

	REF.	EXPENDED PAID OR CHARGED
Reserve for Uncollected Taxes	A-2	$ 104,887.03
Disbursements	A-4	9,187,192.59
Reserve for Revaluation	A-23	63,412.56
Interfund - Federal and State Grant Fund	A-24	133,073.46
		$ 9,488,565.64

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

TRUST FUND

"B"

BOROUGH OF SHIP BOTTOM

TRUST FUND

BALANCE SHEETS - REGULATORY BASIS

	REF.	BALANCE DECEMBER 31, 2024	BALANCE DECEMBER 31, 2023
ASSETS			
Animal Control Trust Fund:			
Cash and Cash Equivalents	B-1	$ 1,111.69	$ 950.76
		1,111.69	950.76
Trust - Other:			
Cash and Cash Equivalents	B-1	1,434,851.07	1,305,692.76
Interfund Receivable	B-4	3,000.00	
		1,437,851.07	1,305,692.76
		$ 1,438,962.76	$ 1,306,643.52
LIABILITIES, RESERVES AND FUND BALANCES			
Animal Control Trust Fund:			
Reserve for Animal Control Trust Fund Expenditures	B-2	$ 298.80	$ 324.80
Due State of New Jersey	B-3	5.40	
Interfunds Payable	B-4	807.49	625.96
		1,111.69	950.76
Trust - Other:			
Interfunds Payable	B-4	79,180.42	48,188.30
Reserve for Encumbrances	B-5		921.92
Miscellaneous Reserves	B-6	1,358,670.65	1,256,582.54
		1,437,851.07	1,305,692.76
		$ 1,438,962.76	$ 1,306,643.52

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

GENERAL CAPITAL FUND

"C"

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

BALANCE SHEETS - REGULATORY BASIS

	REF.	BALANCE DECEMBER 31, 2024	BALANCE DECEMBER 31, 2023
ASSETS			
Cash and Cash Equivalents	C-2	$ 1,108,022.68	$ 1,161,619.93
Deferred Charges to Future Taxation:			
Funded	C-4	11,852,598.85	12,365,046.87
Unfunded	C-5	3,707,008.38	3,252,008.38
Grants Receivable	C-6	226,101.86	1,025,126.32
Interfunds Receivable	C-7	892,270.19	748,435.06
		$ 17,786,001.96	$ 18,552,236.56
LIABILITIES, RESERVES AND FUND BALANCE			
Serial Bonds Payable	C-8	$ 11,795,000.00	$ 12,289,000.00
Bond Anticipation Notes Payable	C-9	1,692,000.00	440,000.00
Green Trust Loans Payable	C-10	57,598.85	76,046.87
Improvement Authorizations:			
Funded	C-11	896,802.46	1,321,944.14
Unfunded	C-11	1,742,019.16	2,264,918.83
Capital Improvement Fund	C-12	642,864.42	592,864.42
Reserve for Encumbrances	C-13	460,243.41	1,144,094.64
Capital Reserves	C-14	499,118.34	324,680.00
Fund Balance	C-1	355.32	98,687.66
		$ 17,786,001.96	$ 18,552,236.56

There were bonds and notes authorized but not issued on December 31, 2024 of $2,015,008.38 (Schedule C-15) and on December 31, 2023 of $2,812,008.38.

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

"C-1"

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

STATEMENT OF CAPITAL FUND BALANCE - REGULATORY BASIS

	REF.		
Balance, December 31, 2023	C	$	98,687.66
Increased by:			
Premium on Bond Anticipation Notes Issued	C-2		355.32
			99,042.98
Decreased by:			
Payment to Current Fund as Anticipated Revenue	C-2		98,687.66
Balance, December 31, 2024	C	$	355.32

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

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WATER - SEWER UTILITY FUND

"D"
SHEET #1

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY FUND

BALANCE SHEETS - REGULATORY BASIS

	REF.	BALANCE DECEMBER 31, 2024	BALANCE DECEMBER 31, 2023
ASSETS			
Operating Fund:			
Cash and Cash Equivalents	D-5	$ 836,564.44	$ 1,837,474.88
Interfunds Receivable	D-10	1,481,020.12	1,105,877.59
		2,317,584.56	2,943,352.47
Receivables with Full Reserves:			
Water Rents Receivable	D-7	142,384.42	145,327.04
Sewer Rents Receivable	D-8	205,498.04	212,112.89
		347,882.46	357,439.93
Total Operating Fund		2,665,467.02	3,300,792.40
Capital Fund:			
Cash and Cash Equivalents	D-5	1,767,714.25	2,094,090.51
DOT Grant Receivable	D-5		3,000,000.00
Fixed Capital	D-14	40,609,416.52	40,325,929.51
Fixed Capital Authorized and Uncompleted	D-15	8,662,785.37	8,946,272.38
Interfunds Receivable	D-16	3,078,698.27	9,705.24
Total Capital Fund		54,118,614.41	54,375,997.64
		$ 56,784,081.43	$ 57,676,790.04

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

	REF.	BALANCE DECEMBER 31, 2024	BALANCE DECEMBER 31, 2023
LIABILITIES, RESERVES AND FUND BALANCE			
Operating Fund:			
Appropriation Reserves	D-4:D-9	$ 178,748.89	$ 35,383.58
Interfunds Payable	D-10	3,000.00	51,408.69
Overpayments	D-11	4,932.02	1,908.75
Accrued Interest on Bonds, Notes and Loans	D-12	49,626.15	45,284.86
Reserve for Encumbrances	D-13	2,429.56	451.64
		238,736.62	134,437.52
Reserve for Receivables		347,882.46	357,439.93
Fund Balance	D-1	2,078,847.94	2,808,914.95
Total Operating Fund		2,665,467.02	3,300,792.40
Capital Fund:			
Reserve for Encumbrances	D-13	423,944.69	669,455.60
Interfunds Payable	D-16	1,826,313.50	1,574,882.47
Serial Bonds Payable	D-17	4,135,000.00	4,357,000.00
New Jersey Infrastructure Bank:			
Loans Payable	D-18	20,397,118.89	20,999,742.05
Interim Construction Note	D-19	700,381.00	700,381.00
Improvement Authorizations:			
Funded	D-20	2,755,808.36	2,704,800.72
Unfunded	D-20	5,906,977.01	6,241,471.66
Capital Improvement Fund	D-21	822,558.93	672,558.93
Reserve for Amortization	D-22	14,394,703.67	13,552,095.12
Deferred Reserve for Amortization	D-23	2,755,808.36	2,704,800.72
Fund Balance	D-2		198,809.37
Total Capital Fund		54,118,614.41	54,375,997.64
		$ 56,784,081.43	$ 57,676,790.04

There were bonds and notes authorized but not issued on December 31, 2024 of $6,889,189.97 (Schedule D-24) and on December 31, 2023 of $6,958,183.00.

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

	REF.	YEAR ENDED DECEMBER 31, 2024	YEAR ENDED DECEMBER 31, 2023
REVENUE AND OTHER INCOME REALIZED			
Fund Balance Utilized	D-3	$ 956,546.08	$ 85,233.00
Water Rents	D-3	784,760.24	772,761.06
Sewer Rents	D-3	1,057,283.81	1,033,000.48
Miscellaneous	D-3	100,846.67	428,757.34
Tower Lease Rental	D-3	182,154.92	133,571.06
Capital Fund Balance	D-3	198,809.37	299,296.00
Other Credits to Income:			
Unexpended Balance of Appropriation Reserves	D-9	15,951.98	216,521.78
TOTAL INCOME		3,296,353.07	2,969,140.72
EXPENDITURES			
Operating	D-4	1,485,000.84	1,257,108.26
Capital Improvements	D-4	150,000.00	150,000.00
Debt Service	D-4	1,390,623.16	1,164,342.42
Statutory Expenditures	D-4	44,250.00	39,500.00
		3,069,874.00	2,610,950.68
Refund of Prior Year Revenue	D-5		258.25
TOTAL EXPENDITURES		3,069,874.00	2,611,208.93
Regulatory Excess to Fund Balance		226,479.07	357,931.79
Fund Balance January 1	D	2,808,914.95	2,536,216.16
		3,035,394.02	2,894,147.95
Less: Utilized as Anticipated Revenue	D-1	956,546.08	85,233.00
Fund Balance December 31	D	$ 2,078,847.94	$ 2,808,914.95

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

	REF.	
Balance December 31, 2023	D	$ 198,809.37
Decreased by:		
Payment to Utility Operating Fund as Anticipated Revenue	D-5	$ 198,809.37

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, 2024

	REF.	ANTICIPATED	REALIZED	EXCESS
Fund Balance Anticipated	D-1	$ 956,546.08	$ 956,546.08	$
Water Rents	D-1:D-7	745,000.00	784,760.24	39,760.24
Sewer Rents	D-1:D-8	1,000,000.00	1,057,283.81	57,283.81
Miscellaneous	D-1:D-3	49,518.55	100,846.67	51,328.12
Tower Lease Rental	D-1:D-5	120,000.00	182,154.92	62,154.92
Capital Fund Balance	D-1:D-5	198,809.37	198,809.37	
	D-4	$ 3,069,874.00	$ 3,280,401.09	$ 210,527.09

ANALYSIS OF REALIZED REVENUE

	REF.	REALIZED
Miscellaneous:		
Interest on Delinquent Accounts		$ 1,388.34
Investment Interest		96,123.99
Other Miscellaneous		3,334.34
	D-3:D-5	$ 100,846.67

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, 2024

	REF.	APPROPRIATIONS		EXPENDED		UNEXPENDED
		BUDGET	BUDGET AFTER MODIFICATION	PAID OR CHARGED	RESERVED	BALANCE CANCELED
Operating:						
Salaries and Wages		$ 185,000.00	$ 185,000.00	$ 167,375.61	$ 17,624.39	$
Other Expenses		1,300,000.84	1,300,000.84	1,150,161.15	149,839.69	
Total Operating		1,485,000.84	1,485,000.84	1,317,536.76	167,464.08	
Capital Improvements:						
Capital Improvement Fund		150,000.00	150,000.00	150,000.00		
Total Capital Improvements		150,000.00	150,000.00	150,000.00		
Debt Service:						
Payment of Bond Principal		222,000.00	222,000.00	222,000.00		
Interest on Bonds		166,000.00	166,000.00	166,000.00		
Infrastructure Loan Principal		602,623.16	602,623.16	602,623.16		
Infrastructure Loan Interest		400,000.00	400,000.00	400,000.00		
Total Debt Service		1,390,623.16	1,390,623.16	1,390,623.16		
Statutory Expenditures:						
Contribution To:						
Public Employees Retirement System		20,000.00	20,000.00	20,000.00		
Social Security System (O.A.S.I.)		15,000.00	15,000.00	12,530.27	2,469.73	
Unemployment Compensation Insurance		9,250.00	9,250.00	434.92	8,815.08	
Total Deferred Charges and Statutory Expenditures		44,250.00	44,250.00	32,965.19	11,284.81	
		$ 3,069,874.00	$ 3,069,874.00	$ 2,891,125.11	$ 178,748.89	$
	REF.	D-3		D-1	D:D-1	D-1
Disbursements	D-5			$ 2,322,695.55		
Accrued Interest on Bonds, Notes and Loans	D-12			566,000.00		
Reserve for Encumbrances	D-13			2,429.56		
				$ 2,891,125.11		

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

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<u>PAYROLL FUND</u>

"E"

BOROUGH OF SHIP BOTTOM

PAYROLL FUND

BALANCE SHEETS - REGULATORY BASIS

	BALANCE DECEMBER 31, 2024	BALANCE DECEMBER 31, 2023
ASSETS		
Cash and Cash Equivalents	$ 50,200.57	$ 29,160.13
Interfunds Receivable	7,948.03	7,948.03
	$ 58,148.60	$ 37,108.16
LIABILITIES, RESERVES AND FUND BALANCE		
Payroll Liabilities	$ 58,148.60	$ 37,108.16
	$ 58,148.60	$ 37,108.16

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

GENERAL FIXED ASSETS ACCOUNT GROUP

"F"

BOROUGH OF SHIP BOTTOM

GENERAL FIXED ASSETS ACCOUNT GROUP

BALANCE SHEETS - REGULATORY BASIS

	BALANCE DECEMBER 31, 2024	BALANCE DECEMBER 31, 2023
GENERAL FIXED ASSETS		
Land	$ 43,307,000.00	$ 43,307,000.00
Buildings	13,034,000.00	12,477,100.00
Equipment & Vehicles	4,299,467.44	4,250,300.18
Construction in Progress	2,768,309.50	1,727,113.02
	$ 63,408,776.94	$ 61,761,513.20
INVESTMENT IN GENERAL FIXED ASSETS		
Investment in General Fixed Assets	$ 63,408,776.94	$ 61,761,513.20

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

NOTES TO FINANCIAL STATEMENTS

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 three fund types and two account groups to 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:

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

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

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

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

<u>Payroll Fund</u> - Receipt and disbursement of funds for payroll costs and payroll taxes.

<u>General Fixed Assets Account Group</u> - 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 GAAP, municipalities are required to recognize their distributive shares of the net pension liability, deferred outflows of resources and deferred inflows of resources in the Statement of Net Position and the total pension related expense in the Statement of Revenues, Expenses and Changes in Net Position and in the Notes to the Financial Statements in accordance with GASB 68.

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 however, local units are permitted to disclose the most recently available information as it relates to the New Jersey Division of Pensions and Benefits reporting on GASB 68. As of the date of this report the information for the period ended June 30, 2024 was not available, therefore the information dated June 30, 2023 is disclosed.

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

Under GAAP, municipalities are required to recognize their distributive shares of the net OPEB liability, deferred outflows of resources and deferred inflows of resources in the Statement of Net Position and the total OPEB related expense in the Statement of Revenues, Expenses and Changes in Net Position and in the Notes to the Financial Statements in accordance with GASB 75.

C. Basis of Accounting (Continued)

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

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 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 however, local units are permitted to disclose the most recently available information as it relates to the New Jersey Division of Pensions and Benefits reporting on GASB 75. As of the date of this report the information for the period ended June 30, 2024 was not available, therefore the information dated June 30, 2023 is disclosed.

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.

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 pètty 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, 2024:

	PETTY CASH AND CHANGE FUND	CASH IN BANK	DEPOSITS IN TRANSIT	OUTSTANDING CHECKS	RECONCILED BALANCE
Current Fund	$1,675.00	$8,305,871.61	$105,666.33	$629,997.14	$7,783,215.80
Federal and State Grant Fund		49,959.87		4,650.00	45,309.87
Animal Control Trust Fund		1,111.69			1,111.69
Trust Other Fund		1,458,741.57		23,890.50	1,434,851.07
General Capital Fund		1,121,600.80		13,578.12	1,108,022.68
Water-Sewer Operating Fund		898,884.56	5,895.70	68,215.82	836,564.44
Water-Sewer Capital Fund		1,768,726.41		1,012.16	1,767,714.25
Payroll Fund		50,983.57		783.00	50,200.57
	$1,675.00	$13,655,880.08	$111,562.03	$742,126.74	$13,026,990.37

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, 2024, 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 $13,073,173.36. An amount of $332,706.72 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 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 2: CASH AND CASH EQUIVALENTS (CONTINUED)

B. Investments (Continued)

8. Agreements for the repurchase of fully collateralized securities if:

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

Other than cash equivalents that would otherwise qualify as investments, except for their maturity or the withdrawal provisions of their deposit, the Borough of Ship Bottom had no investments outstanding as of December 31, 2024. Based upon the limitations set forth by New Jersey Statutes 40A:5-15.1 and existing investment practices, the Borough is generally not exposed to credit risks, custodial credit risks, concentration of credit risks and interest rate risk for its investments nor is it exposed to foreign currency risk for its deposits and investments.

NOTE 3: MUNICIPAL DEBT

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

SUMMARY OF STATUTORY DEBT CONDITION
ANNUAL DEBT STATEMENT

The summarized statement of debt condition which follows is prepared in accordance with the required method of setting up the Annual Debt Statement and indicates a statutory next debt of 0.675%.

	GROSS DEBT	DEDUCTIONS	NET DEBT
Water - Sewer Utility Debt	$ 32,121,689.86	$ 32,121,689.86	$
General Debt	15,559,607.23		15,559,607.23
	$ 47,681,297.09	$ 32,121,689.86	$ 15,559,607.23

Net debt of $15,559,607.23 divided by equalized valuation basis per N.J.S.40A:2-2, as amended, of $2,304,959,756.00 equals 0.675%.

NOTE 3: MUNICIPAL DEBT (CONTINUED)

SUMMARY OF MUNICIPAL DEBT

	YEAR 2024	YEAR 2023	YEAR 2022
Issued:			
General:			
Bonds, Notes and Loans	$ 13,544,598.85	$ 12,805,046.87	$ 13,184,732.32
Water - Sewer Utility:			
Bonds, Notes and Loans	25,232,499.89	26,057,123.05	25,775,815.82
Total Issued	38,777,098.74	38,862,169.92	38,960,548.14
Less:			
Funds Temporarily Held to Pay Bonds, Notes and Loans, Accounts Receivable and Self-Liquidating Purpose	32,121,689.86	32,862,751.25	31,023,214.10
Total Deductions	32,121,689.86	32,862,751.25	31,023,214.10
Net Debt Issued	6,655,408.88	5,999,418.67	7,937,334.04
Authorized But Not Issued:			
General:			
Bonds, Notes and Loans	2,015,008.38	2,812,008.38	781,358.38
Water - Sewer Utility:			
Bonds, Notes and Loans	6,889,189.97	6,958,183.00	5,215,023.00
Total Authorized But Not Issued	8,904,198.35	9,770,191.38	5,996,381.38
Net Bonds and Notes Issued and Authorized But Not Issued	$ 15,559,607.23	$ 15,769,610.05	$ 13,933,715.42

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

Equalized Valuation Basis* - December 31, 2024	$ 2,304,959,756.00
3-1/2 of Equalized Valuation Basis (Municipal)	$ 80,673,591.46
Net Debt	15,559,607.23
Remaining Borrowing Power	$ 65,113,984.23

*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		$ 3,081,591.72
Deductions:		
Operating and Maintenance Cost	$ 1,529,250.84	
Debt Service per Water - Sewer Account	1,390,623.16	
Total Deductions		2,919,874.00
Excess in Revenue		$ 161,717.72

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	$ 435,000.00
Various % General Improvement Bonds Series 2017C issued September 21, 2017, installment maturities to September 15, 2035	285,000.00
Various % General Improvement Bonds Series 2023 issued October 17, 2023, installment maturities to October 15, 2043	11,075,000.00
	$ 11,795,000.00

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:

YEAR	PRINCIPAL	INTEREST
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	550,000.00	420,922.50
2030-34	2,840,000.00	1,701,420.00
2035-39	3,280,000.00	1,092,425.00
2040-43	3,100,000.00	340,531.26
Total	$ 11,795,000.00	$ 5,514,013.80

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:

YEAR	PRINCIPAL	INTEREST
2025	$ 18,818.82	$ 1,058.35
2026	19,197.07	680.09
2027	19,582.96	294.23
Total	$ 57,598.85	$ 2,032.67

Water - Sewer Utility Capital Fund:

Serial Bonds:

Various % Water-Sewer Utility Bonds Series 2017B issued September 21, 2017, installment maturities to September 15, 2037	$ 1,480,000.00
Various % Water-Sewer Utility Bonds Series 2017D issued September 21, 2017, installment maturities to September 15, 2035	630,000.00
Various % Water-Sewer Utility Bonds Series 2023 issued October 17, 2023, installment maturities to October 15, 2043	2,025,000.00
	$ 4,135,000.00

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:

YEAR	PRINCIPAL	INTEREST
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	250,000.00	121,412.52
2030-34	1,410,000.00	460,205.10
2035-39	1,030,000.00	220,762.58
2040-43	545,000.00	59,106.28
Total	$ 4,135,000.00	$ 1,431,161.52

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, 2024 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)	$ 73,646.77
New Jersey Environmental Infrastructure Trust - 2008A (DW)	217,969.12
New Jersey Environmental Infrastructure Trust - 2020A-1 (CW)	2,166,241.13
New Jersey Environmental Infrastructure Trust - 2020A-1 (DW)	1,565,984.44
New Jersey Environmental Infrastructure Trust - 2022A-2 (DW)	8,479,507.60

NOTE 3: MUNICIPAL DEBT (CONTINUED)

LONG-TERM DEBT OBLIGATIONS (CONTINUED):

Water-Sewer Utility Capital Fund (Continued):

New Jersey Environmental Infrastructure Loans (Continued):

New Jersey Environmental Infrastructure Trust - 2023A-W1 (CW)	3,772,906.18
New Jersey Environmental Infrastructure Trust - 2023AW-1 (DW)	4,120,863.65
	$ 20,397,118.89

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

YEAR	PRINCIPAL	INTEREST
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	686,384.61	384,384.02
2030-34	3,641,923.05	1,717,895.08
2035-39	4,023,739.32	1,363,370.08
2040-44	3,045,693.95	1,011,867.60
2045-49	3,440,906.95	622,404.72
2050-53	2,646,316.68	159,079.31
Total	$ 20,397,118.89	$ 6,941,366.89

NOTE 3: MUNICIPAL DEBT (CONTINUED)

SHORT-TERM DEBT OBLIGATIONS:

Bond Anticipation Notes:

General Capital Fund:

DATE OR ORDINANCE NUMBER	DATE OF ORIGINAL ISSUE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	AMOUNT
2018-11	10/15/24	10/15/24	07/11/25	3.75%	$ 95,000.00
2023-06	10/17/23	10/15/24	07/11/25	3.75%	395,000.00
2023-09	10/15/24	10/15/24	07/11/25	3.75%	318,000.00
2023-10/2024-25	10/15/24	10/15/24	07/11/25	3.75%	434,000.00
2023-06	10/15/24	10/15/24	07/11/25	3.75%	450,000.00
					$ 1,692,000.00

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, 2024. As of December 31, 2024, a balance of $1,227,456 remained available for draw down. The balance of the interim construction note at December 31, 2024 was $700,381.00

BONDS AND NOTES AUTHORIZED BUT NOT ISSUED:

At December 31, 2024, the Borough had bonds and notes authorized but not issued as follows:

General Capital Fund	$ 2,015,008.38
Water - Sewer Utility Capital Fund	$ 6,889,189.97

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 $1,208,134.41. 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, 2024. The Borough has accumulated $650,886.16 for this purpose in the Trust Other Fund and has budgeted $25,000.00 in 2025 and continues to budget funds to provide for these liabilities as they arise.

NOTE 5: FUND BALANCES APPROPRIATED

Fund balances at December 31, 2024 which were appropriated and included as anticipated revenue in their own respective funds for the year ending December 31, 2025, as adopted were as follows:

Current Fund	$ 1,988,493
Water - Sewer Utility Fund	$ 1,680,566

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 31, 2024	BALANCE DECEMBER 31, 2023
Prepaid Taxes	$412,779.75	$412,088.81
Tax Overpayments	11,839.79	39,244.92
Water - Sewer Overpayments	4,932.02	1,908.75

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, 2024, 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.

<u>New Jersey Unemployment Compensation Insurance</u> - 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, 2024:

FUND	INTERFUND RECEIVABLE	INTERFUND PAYABLE
Current Fund	$ 79,627.91	$ 3,644,323.01
Federal and State Grant Fund	20,765.14	9,705.24
Animal Control Trust Fund		807.49
Trust Other Fund	3,000.00	79,180.42
General Capital Fund	892,270.19	
Water- Sewer Operating Fund	1,481,020.12	3,000.00
Water- Sewer Capital Fund	3,078,698.27	1,826,313.50
Payroll Fund	7,948.03	
	$ 5,563,329.66	$ 5,563,329.66

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/annrprts.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.

NOTE 12: PENSION PLANS (CONTINUED)

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.

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 contributions are required by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. PERS provides for employee contributions of 7.50% of base salary. Employers are required to contribute at an actuarially determined rate. The actuarially determined contribution includes funding for cost-of-living adjustments, non-contributory death benefits and post-retirement medical premiums.

NOTE 12: PENSION PLANS (CONTINUED)

Funding Policy (Continued)

The contribution policy for PFRS is set by N.J.S.A. 43:16A and requires contributions by active members and contributing employers. Plan member and employer contributions may be amended by State of New Jersey legislation. Employers are required to contribute at an actuarially determined rate. The annual employer contribution includes funding for basic retirement allowances, cost-of-living adjustments and non-contributory death benefits. PFRS members contributed at a uniform rate of 10.00% of base salary.

Certain portions of the costs are contributed by the employees. The Borough's share of pension, which is based upon the annual billings received from the state, amounted to $571,244.00 for 2024, $630,935.00 for 2023 and $577,390.00 for 2022. All contributions were equal to the required contributions for each of the three years, respectively.

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

Accounting and Financial Reporting for Pensions – GASB 68

As discussed in Note 1, as of the date of this report, the information for the period ended June 30, 2024 for PERS was not available. Therefore, the information dated June 30, 2023 is disclosed.

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:

	Deferred Outflow of Resources	Deferred Inflow of Resources
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	103,277.00	201,871.00
	$ 135,215.00	$ 328,137.00

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

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

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:

Assets Class	Target Allocation	Long-Term Expected Real Rate of Return
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% Decrease 6.00%	At Current Discount Rate 7.00%	1% Increase 8.00%
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:

	Deferred Outflow of Resources	Deferred Inflow of Resources
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	163,685.00	505,701.00
	$ 475,033.00	$ 879,740.00

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

Year Ended June 30	Amount
2024	$ (194,743.20)
2025	(189,649.20)
2026	126,668.80
2027	(85,181.20)
2028	(62,416.20)
Thereafter	612.00
	$ (404,709.00)

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:

Assets Class	Target Allocation	Long-Term Expected Real Rate of Return
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 6.00%	At Current Discount Rate 7.00%	1% Increase 8.00%
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	598,194.00
	$3,844,634.00

Pension plan fiduciary net position

Detailed information about the pension plan's fiduciary net position is available in the separately issued Financial Report for the State of New Jersey 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

As of the date of this report, the New Jersey Division of Pension and Benefits has not provided updated actuarial valuations for other post-employment obligations for the year ended June 30, 2024. The New Jersey Division of Pension and Benefits will post these reports on their website as they are made available. The footnote below includes the most current information made publicly available, which had a reporting date of June 30, 2023.

Plan Description and Benefits Provided

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

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

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

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

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

Plan Description and Benefits Provided (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.

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, 2024, 2023 and 2022 were $55,456.44, $41,786.44, and $13,827.00 respectively, which equaled the required contributions for each year.

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.

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

Total Net OPEB Liability (Continued)

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

	Deferred Outflow of Resources	Deferred Inflow of Resources
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	3,424,314.00	852,487.00
	$4,493,449.00	$4,226,929.00

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 June 30,	Amount
2024	($176,161.60)
2025	(51,219.60)
2026	208,393.40
2027	370,936.40
2028	224,848.40
Thereafter	(310,277.00)
	$266,520.00

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

Actuarial Assumptions and Other Inputs

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

Salary Increases:	
Public Employees Retirement System (PERS):	
Initial fiscal year applied	
Rate for all future years	2.75% to 6.55%
Police and Firemen's Retirement System (PFRS):	
Rate for all future years	3.25% to 16.25%

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.

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

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%.

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% Decrease (2.65%)	At Discount Rate (3.65%)	1.00% Increase (4.65%)
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% Decrease	Healthcare Cost Trend Rate	1.00% Increase
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.

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

Special Funding Situation (Continued)

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

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

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

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	708,879.00
	$6,795,531.00

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, 2024	BALANCE DECEMBER 31, 2023	BALANCE DECEMBER 31, 2024	BALANCE DECEMBER 31, 2023
Balance of Tax	$ 181,408.51	$ 173,713.01	$ 1,638,261.53	$ 1,650,888.53
Deferred	238,576.00	238,576.00	1,026,065.78	1,026,065.78
Tax Payable	$ (57,167.49)	$ (64,862.99)	$ 612,195.75	$ 624,822.75

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 $8,800.00 in 2024, $9,548.00 in 2023 and $7,514.12 in 2022. 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, 2024:

	Balance December 31, 2023	Additions	Deletions	Balance December 31, 2024
Land	$ 43,307,000.00	$	$	$ 43,307,000.00
Buildings	12,477,100.00	556,900.00		13,034,000.00
Equipment & Vehicles	4,250,300.18	360,700.48	311,533.22	4,299,467.44
Construction in Progress	1,727,113.02	1,041,196.48		2,768,309.50
	$ 61,761,513.20	$ 1,958,796.96	$ 311,533.22	$ 63,408,776.94

NOTE 17: LEASES

The Borough has entered into four (4) cell tower leases with AT&T, Verizon, T-Mobile, and Dish Wireless which commenced in 2001, 2017, 2018 and 2023 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 2024 totaled $182,154.92.

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.

The Borough entered into a lease agreement on May 30, 2019 with Pitney Bowes for a SendPro C Series (Version 4) postage machine. The lease term is sixty (60) months with a monthly payment of 120.10/month. During the period under audit, specifically June 13, 2024, the Borough renewed the lease. The lease term is sixty (60) months with a monthly payment of 132.57/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 June 6, 2025 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 June 6, 2025:

PROJECT	AMOUNT OF DEBT PROPOSED
General Capital Fund:	
Acquisition of Emergency Responder Vehicles/equipment	$2,375,000.00
Acquisition of Real Property	3,325,000.00

NOTE 19: DEFERRED CHARGES

Current Fund	Balance December 31, 2024	Raised 2025 Budget
Overexpenditure of Appropriation	$10,162.73	$10,162.73

BOROUGH OF SHIP BOTTOM

SUPPLEMENTARY SCHEDULES - ALL FUNDS

YEAR ENDED DECEMBER 31, 2024

"A-4"

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF CASH

	REF.	CURRENT FUND	FEDERAL AND STATE GRANT FUND
Balance December 31, 2023	A	$ 5,516,971.02	$ 79,117.21
Increased by Receipts:			
Miscellaneous Revenue Not Anticipated	A-2	291,266.74	
Change Fund	A-5	3,850.00	
Petty Cash	A-6	250.00	
Taxes Receivable	A-8	17,239,821.40	
6% Year End Penalty Receivable	A-9	796.34	
Revenue Accounts Receivable	A-11	2,230,319.35	
Due from State of New Jersey (Ch. 20, P.L. 1971)	A-13	12,250.00	
Tax Overpayments	A-14	11,609.23	
Prepaid Taxes	A-15	412,779.75	
Interfunds	A-20	3,511,835.34	
Interfund - Current Fund	A-24		78,645.41
Grants Receivable	A-25		126,539.93
Grants Unappropriated	A-27		2,812.58
		23,714,778.15	207,997.92
		29,231,749.17	287,115.13
Decreased by Disbursements:			
Refund of Prior Year Revenue	A-1	1,168.26	
Budget Appropriations	A-3	9,187,192.59	
Change Fund	A-5	4,000.00	
Petty Cash	A-6	250.00	
Municipal Open Space Preservation	A-8	145,439.76	
Deferred Revenue - Municipal Relief Fund Aid	A-12	25,809.53	
Tax Overpayments	A-14	4,496.72	
County Taxes Payable	A-16	7,683,655.69	
Local District School Taxes Payable	A-17	717,938.50	
Regional School District Taxes Payable	A-18	3,289,150.00	
Appropriation Reserves	A-19	188,032.40	
Interfunds	A-20	190,344.05	
Accounts Payable	A-21	12,730.87	
Interfund - Current Fund	A-24		43,210.00
Grants Appropriated	A-26		198,595.26
		21,450,208.37	241,805.26
Balance December 31, 2024	A	$ 7,781,540.80	$ 45,309.87

"A-5"

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF CHANGE FUND

	REF		
Balance December 31, 2023	A	$	1,275.00
Increased by:			
Disbursements	A-4		4,000.00
			5,275.00
Decreased by:			
Receipts	A-4		3,850.00
Balance December 31, 2024	A	$	1,425.00

"A-6"

SCHEDULE OF PETTY CASH

Balance, December 31, 2023	A	$	250.00
Increased by:			
Disbursements	A-4		250.00
			500.00
Decreased by:			
Receipts	A-4		250.00
Balance December 31, 2024	A	$	250.00

"A-7"

SCHEDULE OF DEFERRED CHARGES

Increased by:			
Overexpenditure of Appropriations	A-3	$	10,162.73
			10,162.73
Balance December 31, 2024	A	$	10,162.73

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF TAXES RECEIVABLE AND ANALYSIS OF PROPERTY TAX LEVY

YEAR	BALANCE DECEMBER 31, 2023	2024 LEVY	COLLECTED 2024	COLLECTED 2023	OVERPAYMENTS APPLIED	DUE FROM STATE OF NEW JERSEY CH. 20, P.L. 1971	CANCELED	BALANCE DECEMBER 31, 2024
2023	$ 49,245.26	$	$ 49,245.26	$	$	$	$	$
	49,245.26		49,245.26					
2024		17,664,149.94	17,190,576.14	412,088.81	2,674.79	12,500.00	157.04	46,153.16
	$ 49,245.26	$ 17,664,149.94	$ 17,239,821.40	$ 412,088.81	$ 2,674.79	$ 12,500.00	$ 157.04	$ 46,153.16
REF.	A		A-4	A-15	A-14	A-13		A

	REF.			
Analysis of 2024 Property Tax Levy				
Tax Yield:				
General Purpose Tax			$ 17,523,135.41	
Added Taxes			141,014.53	
				$ 17,664,149.94
Tax Levy:				
Local District School Tax Payable (Abstract)	A-17		$ 725,634.00	
Regional School District Taxes Payable (Abstract)	A-18		3,276,523.00	
County Tax (Abstract)	A-16	$ 6,664,880.29		
County Library Tax (Abstract)	A-16	675,018.29		
County Open Space Preservation (Abstract)	A-16	283,551.83		
	A-1	7,623,450.41		
Due County Added Taxes	A-1:A-16	61,307.47		
	A-16		7,684,757.88	
Municipal Open Space Preservation	A-4		145,439.76	
Total School and County Taxes	A-2		11,832,354.64	
Local Tax for Municipal Purposes		5,740,829.72		
Added Taxes		90,965.58		
			5,831,795.30	
				$ 17,664,149.94

"A-9"

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF 6% YEAR END PENALTY RECEIVABLE

	REF.	
Balance December 31, 2023	A	$ 796.34
Decreased by:		
Receipt	A-4	$ 796.34

"A-10"

SCHEDULE OF PROPERTY ACQUIRED FOR TAXES

(AT ASSESSED VALUATION)

Balance December 31, 2023 and 2024	A	$ 75,700.00

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF REVENUE ACCOUNTS RECEIVABLE

	REF.	BALANCE DECEMBER 31, 2023	ACCRUED IN 2024	COLLECTED	BALANCE DECEMBER 31, 2024
Licenses:					
Alcoholic Beverages		$	$ 15,300.00	$ 15,300.00	$
Other			19,640.00	19,640.00	
Fees and Permits			22,380.00	22,380.00	
Fines and Costs - Municipal Court		1,363.39	97,460.57	96,232.54	2,591.42
Interest and Costs on Taxes			20,616.12	20,616.12	
Interest on Investments and Deposits			167,243.85	167,243.85	
Beach Badge Fees			989,882.00	989,882.00	
Boat Ramp Fees			52,155.00	52,155.00	
Hotel/Motel Tax			328,415.61	328,415.61	
Energy Receipts Tax			250,392.20	250,392.20	
Municipal Relief Fund Aid			25,809.53	25,809.53	
Uniform Construction Code Fees			102,000.00	102,000.00	
Shared Service Agreements:					
Tax Collection Services:					
Salaries and Wages			32,460.48	32,460.48	
Other Expenses			9,104.36	9,104.36	
Capital Fund Balance			98,687.66	98,687.66	
Interfund Liquidations:					
Animal Control Trust Fund			625.00	625.00	
Other Trust Fund			47,825.00	47,825.00	
Water/Sewer Utility Operating Fund			51,400.00	51,400.00	
		$ 1,363.39	$ 2,331,397.38	$ 2,330,169.35	$ 2,591.42
	REF.	A			A
Reserve for Interfunds	A			$ 99,850.00	
Receipts	A-4			2,230,319.35	
				$ 2,330,169.35	

"A-12"

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF DEFERRED REVENUE MUNICIPAL RELIEF FUND AID

	REF.	
Balance December 31, 2023	A	$ 25,809.53
Decreased by:		
Disbursements	A-4	$ 25,809.53

"A-13"

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF DUE FROM/TO STATE OF NEW JERSEY

	REF.		CH. 20, P.L. 1971
Balance, December 31, 2023 - Due From/(Due To)	A		$ (2,250.00)
Increased/Decreased by:			
Deductions:			
Per Billings		$ 12,250.00	
Allowed by Collector - Current Year Taxes (Net)		250.00	
Total Increases/Decreases	A-8		12,500.00
Total Increases/Decreases and Balances			10,250.00
Decreased/Increased by:			
Receipts	A-4		12,250.00
Balance, December 31, 2024 - Due From/(Due To)	A		$ (2,000.00)

"A-14"

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF TAX OVERPAYMENTS

	REF.		
Balance December 31, 2023	A		$ 39,244.92
Increased by:			
Receipts	A-4		11,609.23
			50,854.15
Decreased by:			
Canceled	A-1	$ 31,842.85	
Disbursements	A-4	4,496.72	
Applied to Taxes Receivable	A-8	2,674.79	
			39,014.36
Balance December 31, 2024	A		$ 11,839.79

"A-15"

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF PREPAID TAXES

	REF.		
Balance December 31, 2023	A	$	412,088.81
Increased by:			
Collections	A-4		412,779.75
			824,868.56
Decreased by:			
Applied to 2024 Taxes Receivable	A-8		412,088.81
Balance December 31, 2024	A	$	412,779.75

"A-16"

SCHEDULE OF COUNTY TAXES PAYABLE

Balance, December 31, 2023	A			$	60,205.28
Increased by:					
General County Tax	A-8	$	6,664,880.29		
County Library Tax	A-8		675,018.29		
County Open Space Preservation Tax	A-8		283,551.83		
Added and Omitted Taxes	A-8		61,307.47		
	A-8				7,684,757.88
Decreased by:					
Payments	A-4				7,683,655.69
Balance, December 31, 2024	A			$	61,307.47

"A-17"

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF LOCAL DISTRICT SCHOOL TAX PAYABLE

	REF.		
Balance, December 31, 2023:			
School Tax Payable (Prepaid)	A	$ (64,862.99)	
School Tax Deferred		238,576.00	
			$ 173,713.01
Increased by:			
Levy School Year - July 1, 2024 to June 30, 2025	A-8		725,634.00
			899,347.01
Decreased by:			
Payments	A-4		717,938.50
Balance, December 31, 2024:			
School Tax Payable (Prepaid)	A	$ (57,167.49)	
School Tax Deferred		238,576.00	
			$ 181,408.51

"A-18"

SCHEDULE OF REGIONAL SCHOOL DISTRICT TAXES PAYABLE

Balance, December 31, 2023:			
School Tax Payable	A	$ 624,822.75	
School Tax Deferred		1,026,065.78	
			$ 1,650,888.53
Increased by:			
Levy School Year - July 1, 2024 to June 30, 2025	A-8		3,276,523.00
			4,927,411.53
Decreased by:			
Payments	A-4		3,289,150.00
Balance, December 31, 2024:			
School Tax Payable	A	$ 612,195.75	
School Tax Deferred		1,026,065.78	
			$ 1,638,261.53

"A-19"
SHEET #1

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2023	BALANCE AFTER TRANSFER	PAID OR CHARGED	BALANCE LAPSED
OPERATIONS WITHIN CAPS				
Administrative and Executive:				
Salaries and Wages	$ 7,908.06	$ 7,908.06	$	$ 7,908.06
Other Expenses	18,344.81	18,344.81	3,326.83	15,017.98
Human Resources (Personnel):				
Other Expenses	40,310.00	40,310.00	6,171.00	34,139.00
Mayor and Council:				
Salaries and Wages	2,000.00	2,000.00		2,000.00
Other Expenses	3,013.38	3,013.38	225.40	2,787.98
Municipal Clerk:				
Salaries and Wages	2,877.10	2,877.10		2,877.10
Other Expenses	3,618.01	3,618.01	1,961.85	1,656.16
Financial Administration (Treasury):				
Salaries and Wages	10,338.53	10,338.53		10,338.53
Other Expenses	1,711.83	1,711.83	1,057.27	654.56
Audit Services:				
Other Expenses	8,750.00	8,750.00		8,750.00
Revenue Administration (Tax Collection):				
Salaries and Wages	459.05	459.05		459.05
Other Expenses	4,101.01	4,101.01	380.44	3,720.57
Liquidation of Tax Title Liens:				
Other Expenses	1,000.00	1,000.00		1,000.00
Tax Assessment Administration:				
Salaries and Wages	9,150.48	9,150.48		9,150.48
Other Expenses	9,899.25	9,899.25	176.83	9,722.42

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2023	BALANCE AFTER TRANSFER	PAID OR CHARGED	BALANCE LAPSED
OPERATIONS WITHIN CAPS (CONTINUED)				
Legal Services:				
Other Expenses	$ 45,052.97	$ 45,052.97	$ 19,519.80	$ 25,533.17
Consulting Services:				
Other Expenses	10,000.00	10,000.00	8,612.97	1,387.03
Engineering Services:				
Other Expenses	78,961.27	78,961.27	511.20	78,450.07
Historic Preservation:				
Other Expenses	5,000.00	5,000.00	5,000.00	
Municipal Prosecutor:				
Other Expenses	1,500.00	1,500.00		1,500.00
Land Use Board:				
Salaries and Wages	4,488.27	4,488.27		4,488.27
Other Expenses	71,496.32	71,496.32	(3,750.35)	75,246.67
Zoning Enforcement:				
Salaries and Wages	8,871.55	8,871.55		8,871.55
Other Expenses	4,603.21	4,603.21	209.27	4,393.94
Other Code Enforcement Functions				
Salaries and Wages	10,346.93	10,346.93		10,346.93
Other Expenses	2,807.85	2,807.85	1,582.33	1,225.52
Insurance:				
General Liability	31,237.34	31,237.34	4,538.00	26,699.34
Worker's Compensation	80,865.75	80,865.75		80,865.75
Employee Group Health	1,857.12	1,857.12		1,857.12

"A-19"
SHEET #3

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2023	BALANCE AFTER TRANSFER	PAID OR CHARGED	BALANCE LAPSED
OPERATIONS WITHIN CAPS (CONTINUED)				
Police Department:				
Salaries and Wages	$ 4,913.16	$ 4,913.16	$ (11,087.50)	$ 16,000.66
Other Expenses	19,198.34	19,198.34	13,422.52	5,775.82
Office of Emergency Management:				
Salaries and Wages	2,000.00	2,000.00		2,000.00
Other Expenses	29,655.16	29,655.16	18,606.83	11,048.33
Municipal Court:				
Salaries and Wages	3,461.93	3,461.93		3,461.93
Other Expenses	12,911.36	12,911.36	1,310.21	11,601.15
Public Defender:				
Other Expenses	8,600.00	8,600.00		8,600.00
Streets and Road Maintenance:				
Salaries and Wages	60,029.42	60,029.42		60,029.42
Other Expenses	61,830.33	61,830.33	2,174.63	59,655.70
Garbage and Trash Removal				
Other Expenses	25,099.97	43,099.97	42,703.02	396.95
Recycling:				
Salaries and Wages	7,851.26	7,851.26		7,851.26
Other Expenses	21,103.53	21,103.53	2,547.13	18,556.40
Public Buildings and Grounds:				
Salaries and Wages	11,510.25	11,510.25		11,510.25
Other Expenses	6,071.45	6,071.45	2,661.60	3,409.85
Equipment Maintenance and Repair:				
Salaries and Wages	8,385.55	8,385.55		8,385.55
Other Expenses	5,239.35	5,239.35	2,695.93	2,543.42

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2023	BALANCE AFTER TRANSFER	PAID OR CHARGED	BALANCE LAPSED
OPERATIONS WITHIN CAPS (CONTINUED)				
Animal Control Services:				
Other Expenses	$ 3,400.00	$ 3,400.00	$ 670.00	$ 2,730.00
Wharves, Docks and Bulkheads:				
Salaries and Wages	6,344.87	6,344.87		6,344.87
Other Expenses	11,920.12	11,920.12	868.38	11,051.74
Recreation Services and Programs:				
Salaries and Wages	115.80	115.80		115.80
Other Expenses	33,767.64	33,767.64	20,137.44	13,630.20
Beach Front Maintenance:				
Salaries and Wages	7,035.02	7,035.02		7,035.02
Other Expenses	8,969.54	8,969.54	1,721.96	7,247.58
Beach Operations:				
Salaries and Wages	344.36	344.36		344.36
Other Expenses	1,699.14	1,699.14	1,599.48	99.66
Beach Replenishment:				
Other Expenses	1,000.00	1,000.00		1,000.00
Celebration of Public Events				
Other Expenses	19,447.04	19,447.04	2,427.64	17,019.40
Uniform Construction Code Enforcement Functions:				
Salaries and Wages	5,945.61	5,945.61		5,945.61
Other Expenses	20,535.52	20,535.52	968.50	19,567.02

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2023	BALANCE AFTER TRANSFER	PAID OR CHARGED	BALANCE LAPSED
OPERATIONS WITHIN CAPS (CONTINUED)				
Utilities:				
Electricity	$ 7,529.56	$ 7,529.56	$ 7,529.56	$
Street Lighting	47,444.32	47,444.32	21,224.97	26,219.35
Telephone	8,829.22	8,829.22	8,534.14	295.08
Natural Gas	1,466.32	1,466.32	1,466.32	
Gasoline	36,121.00	36,121.00	363.94	35,757.06
Sanitary Landfill	76,521.01	58,521.01	4,575.83	53,945.18
Salary Settlements and Adjustments	10,500.00	10,500.00		10,500.00
STATUTORY EXPENDITURES WITHIN CAPS:				
Contribution to:				
Social Security System (O.A.S.I.)	10,362.30	10,362.30		10,362.30
Defined Contribution Retirement Program	5,000.00	5,000.00		5,000.00
Unemployment and Disability Insurance	6,846.14	6,846.14		6,846.14
Total Appropriations within Caps	$ 1,099,575.68	$ 1,099,575.68	$ 196,645.37	$ 902,930.31

"A-19"
SHEET #6

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF APPROPRIATION RESERVES

	BALANCE DECEMBER 31, 2023	BALANCE AFTER TRANSFER	PAID OR CHARGED	BALANCE LAPSED
OPERATIONS EXCLUDED FROM CAPS				
Length of Service Award Program	$ 452.00	$ 452.00	$	$ 452.00
Recycling Tax	7,000.00	7,000.00		7,000.00
Interlocal Municipal Service Agreements:				
Shared Services Agreements:				
Township of Long Beach - Board of Health				
Other Expenses	0.64	0.64		0.64
Matching Funds for Grants	7,750.00	7,750.00		7,750.00
Total Operations excluded from Caps	15,202.64	15,202.64		15,202.64
Total General Appropriations excluded from Caps	15,202.64	15,202.64		15,202.64
	$ 1,114,778.32	$ 1,114,778.32	$ 196,645.37	$ 918,132.95
REF.				A-1

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF APPROPRIATION RESERVES

	REF.	BALANCE DECEMBER 31, 2023	BALANCE AFTER TRANSFER	PAID OR CHARGED	BALANCE LAPSED
Appropriation Reserves - 2023	A	$ 1,036,784.07			
Reserve for Encumbrances	A-22	77,994.25			
		$ 1,114,778.32			
Disbursements	A-4			$ 188,032.40	
Accounts Payable	A-21			8,612.97	
				$ 196,645.37	

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	WATER - SEWER UTILITY CAPITAL FUND	PAYROLL FUND
Balance December 31, 2023 - Due From/(Due To)	A	$ (249,638.79)	$ (62,123.53)	$ 625.96	$ 47,828.30	$ (279,430.18)	$ 51,408.69	$	$ (7,948.03)
Increased/Decreased by:									
Cancelled Grant Appropriated Reserves	A-1	8,607.98	8,607.98						
2024 Budget Revenues Realized	A-2	130,748.46	130,748.46						
Statutory Excess in Reserve for Animal Control Trust Fund Expenditures	A-2	152.00		152.00					
Disbursements	A-4	190,344.05	78,645.41	29.53	35,776.74	75,892.37			
Total Increases/Decreases		329,852.49	218,001.85	181.53	35,776.74	75,892.37	0.00		
Total Increases/Decreases and Balances		80,213.70	155,878.32	807.49	83,605.04	(203,537.81)	51,408.69		(7,948.03)
Decreased/Increased by:									
2024 Budget Appropriations	A-3	133,073.46	133,073.46						
Receipts	A-4	3,511,835.34	43,210.00		4,784.62	219,727.50	175,120.19	3,068,993.03	
		3,644,908.80	176,283.46		4,784.62	219,727.50	175,120.19	3,068,993.03	
Balance December 31, 2024 - Due From/(Due To)	A	$ (3,564,695.10)	$ (20,405.14)	$ 807.49	$ 78,820.42	$ (423,265.31)	$ (123,711.50)	$ (3,068,993.03)	$ (7,948.03)

"A-21"

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF ACCOUNTS PAYABLE

	REF.		
Balance December 31, 2023	A		$ 12,730.87
Increased by:			
Transfer from Appropriation Reserves	A-19	$ 8,612.97	
			8,612.97
			21,343.84
Decreased/Increased by:			
Disbursements	A-4	$ 12,730.87	
			12,730.87
Balance December 31, 2024	A		$ 8,612.97

"A-22"

BOROUGH OF SHIP BOTTOM

CURRENT FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES

	REF.	CURRENT FUND	GRANT FUND
Balance December 31, 2023	A	$ 77,994.25	$ 85,805.00
Increased by:			
Transfer from:			
2024 Budget Appropriations	A-3	25,853.25	
Grants Appropriated	A-26		36,294.16
		25,853.25	36,294.16
		103,847.50	122,099.16
Decreased by:			
Transfer to:			
Appropriation Reserves	A-19	77,994.25	
Grants Appropriated	A-26		85,805.00
		77,994.25	85,805.00
Balance December 31, 2024	A	$ 25,853.25	$ 36,294.16

"A-23"

SCHEDULE OF RESERVE FOR REVALUATION

Balance December 31, 2023	A		$ 14,500.00
Increased by:			
Transfer from:			
Budget Appropriations	A-3	$ 63,412.56	
			63,412.56
Balance December 31, 2024	A		$ 77,912.56

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, 2023 - Due From/(Due To)	A	$ 52,778.29	$ 62,123.53	$ 360.00	$ (9,705.24)
Increased/Decreased by:					
Receipts	A-4	78,645.41	78,645.41		
Canceled Grant Appropriated and Unappropriated Reserves	A-1:A-26:A-27	8,607.98	8,607.98		
2024 Budget Revenues Realized	A-2:A-25	130,748.46	130,748.46		
Total Increases/Decreases		218,001.85	218,001.85		
Total Increases/Decreases and Balances		(165,223.56)	(155,878.32)	360.00	(9,705.24)
Decreased/Increased by:					
2024 Budget Appropriations	A-3:A-26	133,073.46	133,073.46		
Disbursements	A-4	43,210.00	43,210.00		
Total Decreases/Increases		176,283.46	176,283.46		
Balance December 31, 2024 - Due From/(Due To)	A	$ 11,059.90	$ 20,405.14	$ 360.00	$ (9,705.24)

BOROUGH OF SHIP BOTTOM

FEDERAL AND STATE GRANT FUND

SCHEDULE OF GRANTS RECEIVABLE

	BALANCE DECEMBER 31, 2023	2024 BUDGET REVENUE REALIZED	RECEIPTS	UNAPPROPRIATED RESERVE APPLIED	BALANCE DECEMBER 31, 2024
American Rescue Plan Firefighters Grant	$ 32,000.00	$ 75,000.00	$ 32,000.00	$	$ 75,000.00
Body Armor Replacement Fund		1,331.85		1,331.85	
Clean Communities Program		22,612.26	12,025.13	10,587.13	
Community Development Block Grant 21	35,000.00		35,000.00		
Community Development Block Grant 23	38,000.00		38,000.00		
Council on the Arts	625.00		625.00		
Local History Grant	1,250.00		1,250.00		
Local Recreation Improvement Grant	62,000.00				62,000.00
Ocean County Tourism Grant		2,325.00	625.00		1,700.00
Recycling Tonnage Grant		14,479.35	7,014.80	7,464.55	
Stormwater Assistance Grant		15,000.00		15,000.00	
	$ 168,875.00	$ 130,748.46	$ 126,539.93	$ 34,383.53	$ 138,700.00
REF.	A	A-24	A-4	A-27	A

BOROUGH OF SHIP BOTTOM

FEDERAL AND STATE GRANT FUND

SCHEDULE OF GRANTS - APPROPRIATED

	REF.	BALANCE DECEMBER 31, 2023	2024 BUDGET APPROPRIATION	PAID OR CHARGED	CANCELED	BALANCE DECEMBER 31, 2024
Alcohol Education Rehabilitation Fund		$ 5,420.98	$	$ 600.00	$	$ 4,820.98
American Rescue Plan Firefighters Grant			75,000.00	54,363.66		20,636.34
Body Armor Replacement Fund		3,682.46	1,331.85			5,014.31
Body Worn Cameras		32,608.00				32,608.00
Clean Communities Program		46,664.42	22,612.26	18,493.68		50,783.00
Community Development Block Grant 2021		35,000.00		35,000.00		
Community Development Block Grant 2023		12,104.00		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		700.00		1,800.00
Distracted Driving Crackdown		5,500.00				5,500.00
Drunk Driving Enforcement Fund		13,938.03		1,400.00		12,538.03
Local History Grant		5,000.00			5,000.00	
Local History Grant		727.98			727.98	
Ocean County Tourism Grant			4,650.00	4,650.00		
Recycling Revenue and Residue		4,528.92				4,528.92
Recycling Tonnage Grant		8,967.18	14,479.35	19,273.08		4,173.45
Stormwater Assistance Grant			15,000.00			15,000.00
		$ 180,581.97	$ 133,073.46	$ 149,084.42	$ 7,167.98	$ 157,403.03
	REF.	A	A-24		A-24	A
Disbursements	A-4			$ 198,595.26		
Reserve for Encumbrances	A-22			36,294.16		
Reserve for Encumbrances	A-22			(85,805.00)		
				$ 149,084.42		

"A-27"

BOROUGH OF SHIP BOTTOM

FEDERAL AND STATE GRANT FUND

SCHEDULE OF GRANTS - UNAPPROPRIATED

		BALANCE DECEMBER 31, 2023	RECEIPTS	PAID OR CHARGED	BALANCE DECEMBER 31, 2024
Body Armor Replacement Fund		$ 1,331.85	$ 1,372.58	$ 1,331.85	$ 1,372.58
Clean Communities Program		10,587.13		10,587.13	
Cops in Shops			1,440.00	1,440.00	
Recycling Tonnage Grant		7,464.55		7,464.55	
Stormwater Assistance Grant		15,000.00		15,000.00	
		$ 34,383.53	$ 2,812.58	$ 35,823.53	$ 1,372.58
	REF.	A	A-4		A
Canceled	A-24			$ 1,440.00	
Applied to Grants Receivable	A-25			34,383.53	
				$ 35,823.53	

BOROUGH OF SHIP BOTTOM

TRUST FUND

SCHEDULE OF CASH

	REF.	ANIMAL CONTROL TRUST FUND	TRUST OTHER FUND
Balance, December 31, 2023	B	$ 950.76	$ 1,305,692.76
Increased by Receipts:			
Animal Control License Fees	B-2	126.00	
State Registration Fees	B-3	27.00	
Interfunds	B-4	29.53	35,776.74
Miscellaneous Reserves	B-6		788,977.37
		182.53	824,754.11
		1,133.29	2,130,446.87
Decreased by Disbursements:			
State Registration Fees	B-3	21.60	
Interfunds	B-4		7,784.62
Miscellaneous Reserves	B-6		687,811.18
		21.60	695,595.80
Balance, December 31, 2024	B	$ 1,111.69	$ 1,434,851.07

"B-2"

BOROUGH OF SHIP BOTTOM

TRUST FUND

SCHEDULE OF RESERVE FOR ANIMAL CONTROL

TRUST FUND EXPENDITURES

	REF.	
Balance, December 31, 2023	B	$ 324.80
Increased by:		
Animal Control License Fees Collected	B-1	126.00
		450.80
Decreased by:		
Statutory Excess Due Current Fund	B-4	152.00
Balance, December 31, 2024	B	$ 298.80

License Fees Collected

Year	Amount
2023	$ 124.80
2022	174.00
	$ 298.80

"B-3"

SCHEDULE OF DUE STATE OF NEW JERSEY

Increased by:		
Receipts - State Registration Fees	B-1	$ 27.00
		27.00
Decreased by:		
Disbursements - State Registration Fees	B-1	21.60
Balance, December 31, 2024	B	$ 5.40

"B-4"

BOROUGH OF SHIP BOTTOM

TRUST FUND

SCHEDULE OF INTERFUNDS

	REF.	TOTAL (MEMO ONLY)	ANIMAL CONTROL TRUST FUND	TRUST OTHER FUND
Balance December 31, 2023 - Due From/(Due To)	B	$ (48,814.26)	$ (625.96)	$ (48,188.30)
Increased/Decreased by:				
Receipts	B-1	35,806.27	29.53	35,776.74
Statutory Excess in Reserve for Animal Control Trust Fund Expenditures	B-2	152.00	152.00	
		(84,772.53)	(807.49)	(83,965.04)
Decreased/Increased by:				
Disbursements	B-1	7,784.62		7,784.62
Balance December 31, 2024 - Due From/(Due To)	B	$ (76,987.91)	$ (807.49)	$ (76,180.42)
Due From/(Due To) Current Fund			$ (807.49)	(78,820.42)
Due From/(Due To) Grant Fund				(360.00)
Due From/(Due To) Water/Sewer Operating Fund				3,000.00
			$ (807.49)	$ (76,180.42)

"B-5"

SCHEDULE OF RESERVE FOR ENCUMBRANCES

	REF.	TRUST OTHER FUND
Balance December 31, 2023	B	$ 921.92
Decreased by:		
Transfer to Miscellaneous Reserves	B-6	$ 921.92

BOROUGH OF SHIP BOTTOM

TRUST FUND

SCHEDULE OF MISCELLANEOUS RESERVES

	REF.	BALANCE DECEMBER 31, 2023	INCREASE	DECREASE	BALANCE DECEMBER 31, 2024
Anchor Maintenance		$ 7,897.66	$ 15,000.00	$	$ 22,897.66
Beach Patrol/LIT		46,626.66	47,312.14	53,838.22	40,100.58
Beach Wheels		260.50			260.50
Cash Bonds		279,519.30	208,174.77	172,546.33	315,147.74
Compensated Absences		749,881.75	125,000.00	223,995.59	650,886.16
Curbing Bonds		9,826.39			9,826.39
Disposal of Forfeited Property		32,173.64	1,850.00		34,023.64
McTeague Green Acres Restricted Funds		6,000.00			6,000.00
Off Duty Police		43,371.50	66,288.50	65,487.50	44,172.50
Open Space Fund			145,439.96		145,439.96
POAA		4,766.00	238.00		5,004.00
Public Defender Fund		1,408.83			1,408.83
Reserve for Construction		105.81	161,804.00	157,683.00	4,226.81
Special Events		661.70	16,625.00	12,758.62	4,528.08
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		51,854.63	1,245.00	580.00	52,519.63
		$ 1,256,582.54	$ 788,977.37	$ 686,889.26	$ 1,358,670.65
	REF.	B	B-1		B
Disbursements	B-1			$ 687,811.18	
Reserve for Encumbrances	B-5			(921.92)	
				$ 686,889.26	

"C-2"

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF CASH

	REF.		
Balance, December 31, 2023	C		$ 1,161,619.93
Increased by:			
Premium on Bond Anticipation Notes Issued	C-1	$ 355.32	
Grants Receivable	C-6	799,024.46	
Interfunds	C-7	75,892.37	
Bond Anticipation Notes	C-9	1,692,000.00	
Budget Appropriations:			
Capital Improvement Fund	C-12	150,000.00	
Capital Reserves	C-14	200,000.00	
			2,917,272.15
			4,078,892.08
Decreased by:			
Capital Fund Balance to Current Fund	C-1	$ 98,687.66	
Interfunds	C-7	219,727.50	
Bond Anticipation Notes	C-9	395,000.00	
Improvement Authorizations	C-11	2,250,607.58	
Capital Reserves	C-14	6,846.66	
			2,970,869.40
Balance, December 31, 2024	C		$ 1,108,022.68

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

ANALYSIS OF CASH

Date or Ordinance Number	Description	Balance December 31, 2023	Receipts	Disbursements	Transfers To	Transfers From	Balance December 31, 2024
	Fund Balance	$ 98,687.66	$ 355.32	$ 98,687.66	$	$	$ 355.32
	Capital Reserves	324,680.00	200,000.00	6,846.66		18,715.00	499,118.34
	Reserve for Encumbrances	1,144,094.64			460,243.41	1,144,094.64	460,243.41
	Capital Improvement Fund	592,864.42	150,000.00			100,000.00	642,864.42
	Interfunds	(748,435.06)	75,892.37	219,727.50			(892,270.19)
	Contra - Bonds and Notes		395,000.00	395,000.00			
	Grants Receivable	(1,025,126.32)	799,024.46				(226,101.86)
	Improvement Authorizations:						
DATE OR ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION						
2018-11	Reconstruction of 14th, 15th & 16th Streets	(95,000.00)	95,000.00				
2019-06	Network Equipment Upgrades (CIF)	1,159.06					1,159.06
2019-16	Construction of New Borough Hall Phase II			273,438.76	273,438.76		
2019-20	Improvements to 6th and Bay Terrace	21,297.00		112.50			21,184.50
2020-15	Borough Hall Phase III	64,156.53		815,251.71	751,095.18		
2020-17	DPW Improvements/DOT 20th Street	74,177.95					74,177.95
2021-10	Purchase of Body Worn Cameras (FB)	28,663.90		12,408.06	991.10	1,083.04	16,163.90
2021-13	10th and Shore Avenue Improvements	(820.00)			26,222.32	26,222.32	(820.00)
2021-14	Acquisition of Garbage Trucks	25,000.00					25,000.00
2022-07	Replacement of Bulkhead on 4th Street	180,917.53		86,543.20	61,185.98		155,560.31
2022-08	Improvements to 15th Street Garage (CIF)	4,504.26		3,880.10			624.16
2022-09	Acquisition of Heavy Equipment	249,190.27		249,840.27			(650.00)
2022-10	Acquisition of Playground Equipment - Arlington	69,097.58		8,790.50			60,307.08
2023-06	Borough Hall Phase IV	(451,269.55)	450,000.00	733,334.19	31,161.30	274,867.06	(978,309.50)
2023-09	Improvements to East 25th & West 10th / DOT	301,603.81	318,000.00	4,253.60			615,350.21
2023-10/2024-25	Improvements to West 27th & East Bay Terrace / DOT	302,176.25	434,000.00	56,900.96			679,275.29
2024-22	Acquisition of Police and Public Works Vehicles			5,853.73	100,000.00	139,355.99	(45,209.72)
		$ 1,161,619.93	$ 2,917,272.15	$ 2,970,869.40	$ 1,704,338.05	$ 1,704,338.05	$ 1,108,022.68
	REF.	C	C-2	C-2			C

"C-4"

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - FUNDED

	REF.		
Balance, December 31, 2023	C		$ 12,365,046.87
Decreased by:			
2024 Budget Appropriations to Pay Bonds	C-8	$ 494,000.00	
2024 Budget Appropriations to Pay Green Trust Loans	C-10	18,448.02	
			512,448.02
Balance, December 31, 2024	C		$ 11,852,598.85

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF DEFERRED CHARGES TO FUTURE TAXATION - UNFUNDED

DATE OR ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	REF.	BALANCE DECEMBER 31, 2023	2024 AUTHORIZATIONS	NOTES PAID BY BUDGET APPROPRIATION	BALANCE DECEMBER 31, 2024	ANALYSIS OF BALANCE DECEMBER 31, 2024: BOND ANTICIPATION NOTES	EXPENDITURES	UNEXPENDED IMPROVEMENT AUTHORIZATIONS
2018-11	Reconstruction of 14th, 15th & 16th Streets		$ 95,000.00	$	$	$ 95,000.00	$ 95,000.00	$	$
2019-20	Improvements to 6th and Bay Terrace		1,703.00			1,703.00			1,703.00
2020-17	DPW Improvements/DOT 20th Street		26,335.38			26,335.38			26,335.38
2021-13	10th and Shore Avenue Improvements		820.00			820.00		820.00	
2021-14	Acquisition of Garbage Trucks		475,000.00			475,000.00			475,000.00
2022-09	Acquisition of Heavy Equipment		650.00			650.00		650.00	
2023-06	Borough Hall Phase IV		1,900,000.00		45,000.00	1,855,000.00	845,000.00	978,309.50	31,690.50
2023-09	Improvements to East 25th & West 10th / DOT		318,250.00			318,250.00	318,000.00		250.00
2023-10/2024-25	Improvements to West 27th & East Bay Terrace / DOT		434,250.00	200,000.00		634,250.00	434,000.00		200,250.00
2024-22	Acquisition of Police and Public Works Vehicles			300,000.00		300,000.00		45,209.72	254,790.28
			$ 3,252,008.38	$ 500,000.00	$ 45,000.00	$ 3,707,008.38	$ 1,692,000.00	$ 1,024,989.22	$ 990,019.16
		REF.	C	C-11	C9	C	C-9	C-3	C-5

		REF.		
Improvement Authorizations - Unfunded Less: Unexpended Proceeds of Bond Anticipation Notes Issued:		C-11		$ 1,742,019.16
Ordinance Number	**Improvement Description**			
2023-09	Improvements to East 25th & West 10th / DOT		$ 318,000.00	
2023-10/2024-25	Improvements to West 27th & East Bay Terrace / DOT		434,000.00	
				752,000.00
		C-5		$ 990,019.16

"C-6"

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF GRANTS RECEIVABLE

	REF.	
Balance, December 31, 2023	C	$ 1,025,126.32
Decreased by: Receipts	C-2	799,024.46
Balance, December 31, 2024	C	$ 226,101.86

ANALYSIS OF BALANCE

Reconstruction of 14th, 15th & 16th Streets (DOT) (2018-11)	$ 49,954.21
Improvements to East 25th & West 10th (DOT) (2023-09)	102,905.15
Improvements to West 27th & East Bay Terrace (DOT) (2023-10)	73,242.50
	$ 226,101.86

"C-7"

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF INTERFUNDS

	REF.	TOTAL (MEMO ONLY)	CURRENT FUND	UTILITY CAPITAL FUND
Balance, December 31, 2023 - Due From/(Due To)	C	$ 748,435.06	$ 279,430.18	$ 469,004.88
Increased/Decreased by:				
Disbursements	C-2	219,727.50	219,727.50	
		968,162.56	499,157.68	469,004.88
Decreased/Increased by:				
Receipts	C-2	75,892.37	75,892.37	
Balance, December 31, 2024 - Due From/(Due To)	C	$ 892,270.19	$ 423,265.31	$ 469,004.88

"C-8"

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF SERIAL BONDS PAYABLE

PURPOSE	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DECEMBER 31, 2024 DATE	AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2023	DECREASED	BALANCE DECEMBER 31, 2024
Series 2017A	09/21/17	$ 842,000.00	9/15/25	$ 70,000.00	4.000%	$	$	$
			9/15/26-27	70,000.00	2.000%			
			09/15/28	75,000.00	2.125%			
			09/15/29	75,000.00	2.250%			
			09/15/30	75,000.00	3.000%	505,000.00	70,000.00	435,000.00
Series 2017C	09/21/17	405,000.00	9/15/25-26	20,000.00	4.000%			
			09/15/27	25,000.00	3.000%			
			09/15/28	25,000.00	3.100%			
			09/15/29	25,000.00	3.200%			
			09/15/30	25,000.00	3.250%			
			09/15/31	25,000.00	3.300%			
			09/15/32	30,000.00	3.350%			
			09/15/33	30,000.00	3.400%			
			09/15/34	30,000.00	3.450%			
			09/15/35	30,000.00	3.500%	305,000.00	20,000.00	285,000.00
Series 2023	10/17/23	11,479,000.00	10/15/2025-26	400,000.00	6.000%			
			10/15/27	415,000.00	6.000%			
			10/15/28	435,000.00	6.000%			
			10/15/29	450,000.00	6.000%			
			10/15/30	475,000.00	6.000%			
			10/15/31	500,000.00	4.000%			
			10/15/32	525,000.00	4.000%			
			10/15/33	550,000.00	4.000%			
			10/15/34	575,000.00	4.000%			
			10/15/35	600,000.00	4.000%			
			10/15/36	625,000.00	4.000%			
			10/15/37	650,000.00	4.125%			
			10/15/38	675,000.00	4.250%			
			10/15/39	700,000.00	4.250%			
			10/15/40	750,000.00	4.250%			
			10/15/41	780,000.00	4.375%			
			10/15/2042-43	785,000.00	4.375%	11,479,000.00	404,000.00	11,075,000.00
						$ 12,289,000.00	$ 494,000.00	$ 11,795,000.00
					REF.	C	C-4	C

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF BOND ANTICIPATION NOTES PAYABLE

DATE OR ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF ISSUE OF ORIGINAL NOTE	DATE OF ISSUE	DATE OF MATURITY	INTEREST RATE	BALANCE DECEMBER 31, 2023	INCREASED	DECREASED	BALANCE DECEMBER 31, 2024
2018-11	Reconstruction of 14th, 15th, & 16th Streets	10/15/24	10/15/24	07/11/25	3.7500%	$	$ 95,000.00	$	$ 95,000.00
2023-06	Borough Hall Phase IV	10/17/23	10/15/24	07/11/25	3.7500%	440,000.00	395,000.00	440,000.00	395,000.00
2023-09	Improvements to East 25th & West 10th / DOT	10/15/24	10/15/24	07/11/25	3.7500%		318,000.00		318,000.00
2023-10/2024-25	Improvements to West 27th & East Bay Terrace / DOT	10/15/24	10/15/24	07/11/25	3.7500%		434,000.00		434,000.00
2023-06	Borough Hall Phase IV	10/15/24	10/15/24	07/11/25	3.7500%		450,000.00		450,000.00
						$ 440,000.00	$ 1,692,000.00	$ 440,000.00	$ 1,692,000.00
					REF.	C	C-2		C

	REF.	
Disbursements	C-2	$ 395,000.00
Paid by Operating Budget	C-5	45,000.00
		$ 440,000.00

"C-10"
SHEET #1

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF GREEN TRUST LOANS PAYABLE

PURPOSE	DATE OF ISSUE	MATURITIES OF LOANS OUTSTANDING DECEMBER 31, 2024 DATE	AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2023	DECREASED	BALANCE DECEMBER 31, 2024
Green Trust 2007	2007	See C-10 - Sheet 2		2.00%	$ 76,046.87	$ 18,448.02	$ 57,598.85
					$ 76,046.87	$ 18,448.02	$ 57,598.85
				REF.	C	C-4	C

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

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

DUE	LOAN BALANCE	PRINCIPAL	INTEREST	PAYMENT
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
		57,598.82	2,032.67	59,631.49
Rounding		.03		.03
TOTAL		$ 57,598.85	$ 2,032.67	$ 59,631.52

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

DATE OR ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE DECEMBER 31, 2023 FUNDED	BALANCE DECEMBER 31, 2023 UNFUNDED	2024 AUTHORIZATIONS	PAID OR CHARGED	BALANCE DECEMBER 31, 2024 FUNDED	BALANCE DECEMBER 31, 2024 UNFUNDED
2019-06	Network Equipment Upgrades (CIF)	03/26/19	$ 40,000.00	$ 1,159.06	$	$	$	$ 1,159.06	$
2019-20	Improvements to 6th and Bay Terrace	10/22/19	400,000.00	21,297.00	1,703.00		112.50	21,184.50	1,703.00
2020-15	Borough Hall Phase III	08/11/20	1,500,000.00	64,156.53			64,156.53		
2020-17	DPW Improvements/DOT 20th Street	09/22/20	800,000.00	74,177.95	26,335.38			74,177.95	26,335.38
2021-10	Purchase of Body Worn Cameras (FB)	06/22/21	80,000.00	28,663.90			12,500.00	16,163.90	
2021-13	10th and Shore Avenue Improvements	08/24/21	550,000.00						
2021-14	Acquisition of Garbage Trucks	08/24/21	500,000.00	25,000.00	475,000.00			25,000.00	475,000.00
2022-07	Replacement of Bulkhead on 4th Street	07/26/22	700,000.00	180,917.53			25,357.22	155,560.31	
2022-08	Improvements to 15th Street Garage (CIF)	07/26/22	15,000.00	4,504.26			3,880.10	624.16	
2022-09	Acquisition of Heavy Equipment	07/26/22	350,000.00	249,190.27	650.00		249,840.27		
2022-10	Acquisition of Playground Equipment - Arlington	07/26/22	100,000.00	69,097.58			8,790.50	60,307.08	
2023-06	Borough Hall Phase IV	03/28/23	2,000,000.00		1,008,730.45		977,039.95		31,690.50
2023-09	Improvements to East 25th & West 10th / DOT	06/27/23	650,000.00	301,603.81	318,250.00		4,253.60	297,350.21	318,250.00
2023-10/2024-25	Improvements to West 27th & East Bay Terrace / DOT	06/27/23 11/26/24	950,000.00	302,176.25	434,250.00	200,000.00	56,900.96	245,275.29	634,250.00
2024-22	Acquisition of Police and Public Works Vehicles	09/24/24	400,000.00			400,000.00	145,209.72		254,790.28
				$ 1,321,944.14	$ 2,264,918.83	$ 600,000.00	$ 1,548,041.35	$ 896,802.46	$ 1,742,019.16
			REF.	C	C			C	C
	Deferred Charges to Future Taxation Unfunded		C-5			$ 500,000.00			
	Capital Improvement Fund		C-12			100,000.00			
						$ 600,000.00			
	Disbursements		C-2				$ 2,250,607.58		
	Reserve for Encumbrances		C-13				441,528.41		
	Reserve for Encumbrances		C-13				(1,144,094.64)		
							$ 1,548,041.35		

"C-12"

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	REF.	
Balance, December 31, 2023	C	$ 592,864.42
Increased by:		
2024 Budget Appropriation	C-2	150,000.00
		742,864.42
Decreased by:		
Appropriation to Finance Improvement Authorizations	C-11	100,000.00
Balance, December 31, 2024	C	$ 642,864.42

"C-13"

SCHEDULE OF RESERVE FOR ENCUMBRANCES

Balance, December 31, 2023	C		$ 1,144,094.64
Increased by:			
Transfer from Improvement Authorizations	C-11	$ 441,528.41	
Transfer from Capital Reserves	C-14	18,715.00	
			460,243.41
			1,604,338.05
Decreased by:			
Transfer to Improvement Authorizations	C-11	$ 1,144,094.64	
			1,144,094.64
Balance, December 31, 2024	C		$ 460,243.41

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF CAPITAL RESERVES

	REF.	BALANCE DECEMBER 31, 2023	INCREASE/ (DECREASE)	BALANCE DECEMBER 31, 2024
Bocce Ball & Tennis Court Repairs		$ 9,600.00	$	$ 9,600.00
Bulkhead		246,850.00	100,000.00	346,850.00
Lifeguard Headquarters Improvements		11,145.00	(6,846.66)	4,298.34
4th Street Park Improvements			81,285.00	81,285.00
Portable Restrooms and Fuel Tank Upgrade		57,085.00		57,085.00
		$ 324,680.00	$ 174,438.34	$ 499,118.34
	REF.	C		C
Receipts	C-2		$ 200,000.00	
Disbursements	C-2		(6,846.66)	
Reserve for Encumbrances	C-13		(18,715.00)	
			$ 174,438.34	

BOROUGH OF SHIP BOTTOM

GENERAL CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED

BUT NOT ISSUED

DATE OR ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2024
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	1,010,000.00
2023-09	Improvements to East 25th & West 10th / DOT	250.00
2023-10/2024-25	Improvements to West 27th & East Bay Terrace / DOT	200,250.00
2024-22	Acquisition of Police and Public Works Vehicles	300,000.00
		$ 2,015,008.38
	REF.	C

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY FUND

SCHEDULE OF CASH

	REF.	OPERATING	CAPITAL
Balance, December 31, 2023	D	$ 1,837,474.88	$ 2,094,090.51
Increased by Receipts:			
Water - Sewer Miscellaneous	D-3	100,846.67	
Tower Lease Rental	D-3	182,154.92	
Capital Fund Balance	D-3	198,809.37	
Water Rents Receivable	D-7	783,791.41	
Sewer Rents Receivable	D-8	1,056,343.89	
Interfunds	D-10	3,000.00	
Overpayments	D-11	4,932.02	
Interfunds	D-16		251,431.03
Budget Appropriations:			
Capital Improvement Fund	D-21		150,000.00
Cost of Improvements Authorized Ordinance 2019-27b	D-22		68,993.03
DOT Grant Receivable	D		3,000,000.00
		2,329,878.28	3,470,424.06
		4,167,353.16	5,564,514.57
Decreased by Disbursements:			
Budget Appropriations	D-4	2,322,695.55	
Appropriation Reserves	D-9	19,883.24	
Interfunds	D-10	426,551.22	
Accrued Interest on Bonds, Notes and Loans	D-12	561,658.71	
Capital Fund Balance to Utility Operating Fund	D-2		198,809.37
Interfunds	D-16		3,068,993.03
Improvement Authorizations	D-20		528,997.92
		3,330,788.72	3,796,800.32
Balance, December 31, 2024	D	$ 836,564.44	$ 1,767,714.25

"D-6"

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

ANALYSIS OF CASH

		BALANCE DECEMBER 31, 2023	RECEIPTS	DISBURSEMENTS	TRANSFERS TO	TRANSFERS FROM	BALANCE DECEMBER 31, 2024
Fund Balance		$ 198,809.37	$	$ 198,809.37	$	$	$
Reserve for Encumbrances		669,455.60			423,944.69	669,455.60	423,944.69
Capital Improvement Fund		672,558.93	150,000.00				822,558.93
Interfunds (Net)		1,565,177.23	251,431.03	3,068,993.03			(1,252,384.77)
DOT Grant Receivable		(3,000,000.00)	3,000,000.00				
Improvement Authorizations:							
DATE OR ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION						
2013-04	Water Utility Improvements and Other Related Expenses	12,076.44		3,716.71			8,359.73
2015-13	Water Utility Improvements and Other Related Expenses	30,822.75		25,701.02	18,507.50		23,629.23
2016-20	Various Water Utility Improvements	(5,094.05)		15,416.75			(20,510.80)
2016-21	Various Sewer Utility Improvements	(1,443.62)		120.00			(1,563.62)
2019-21	Infrastructure Improvements	287,697.64					287,697.64
2019-22	Water Meter Project	(660,915.24)		409,001.13	379,563.41	152,560.00	(842,912.96)
2019-26	Water Plant Replacement	(39,630.41)					(39,630.41)
2019-27a	8th and 9th Water	295,357.20					295,357.20
2019-27b	8th and 9th Sewer	111,011.20	68,993.03				180,004.23
2020-14	8th and 9th DOT	1,815,862.21			247,782.15	247,782.15	1,815,862.21
2020-18	15th Street Pump Station	116,672.07		7,075.16			109,596.91
2021-12	20th and Shore Avenue Infrastructure Upgrades	35,301.21			23,602.54	23,602.54	35,301.21
2023-11	E. 25th & W. 10th St. Utility Imp.	(9,628.02)		57,669.66			(67,297.68)
2023-12	W. 27th & E. Bay Terr. Utility Imp.			10,297.49			(10,297.49)
		$ 2,094,090.51	$ 3,470,424.06	$ 3,796,800.32	$ 1,093,400.29	$ 1,093,400.29	$ 1,767,714.25
	REF.	D	D-5	D-5			D

"D-7"

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY OPERATING FUND

SCHEDULE OF WATER RENTS RECEIVABLE

	REF.		
Balance, December 31, 2023	D		$ 145,327.04
Increased by:			
Water Rents Levied			781,817.62
			927,144.66
Decreased by:			
Collection	D-5	$ 783,791.41	
Overpayments Applied	D-11	968.83	
	D-3		784,760.24
Balance, December 31, 2024	D		$ 142,384.42

"D-8"

SCHEDULE OF SEWER RENTS RECEIVABLE

Balance, December 31, 2023	D		$ 212,112.89
Increased by:			
Sewer Rents Levied			1,050,668.96
			1,262,781.85
Decreased by:			
Collection	D-5	$ 1,056,343.89	
Overpayments Applied	D-11	939.92	
	D-3		1,057,283.81
Balance, December 31, 2024	D		$ 205,498.04

"D-9"

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY OPERATING FUND

SCHEDULE OF APPROPRIATION RESERVES

	REF.	BALANCE DECEMBER 31, 2023	BALANCE AFTER TRANSFERS	PAID OR CHARGED	BALANCE LAPSED
Operating					
Salaries and Wages		$ 20,258.32	$ 10,258.32	$	$ 10,258.32
Other Expenses		9,883.24	19,883.24	19,883.24	
Statutory Expenditures					
Contribution to:					
Social Security System (O.A.S.I.)		184.51	184.51		184.51
Unemployment Compensation Insurance		5,509.15	5,509.15		5,509.15
		$ 35,835.22	$ 35,835.22	$ 19,883.24	$ 15,951.98
				D-5	D-1

	REF.	
Appropriation Reserves - 2023	D	$ 35,383.58
Reserve for Encumbrances	D-13	451.64
		$ 35,835.22

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY OPERATING FUND

SCHEDULE OF INTERFUNDS

	REF.	TOTAL (MEMO ONLY)	CURRENT FUND	TRUST OTHER FUND	WATER - SEWER CAPITAL FUND
Balance, December 31, 2023 - Due From/(Due To)	D	$ 1,054,468.90	$ (51,408.69)	$	$ 1,105,877.59
Increased/Decreased by:					
Receipts	D-5	3,000.00		3,000.00	
		1,051,468.90	(51,408.69)	(3,000.00)	1,105,877.59
Decreased/Increased by:					
Disbursements	D-5	426,551.22	175,120.19		251,431.03
Balance, December 31, 2024 - Due From/(Due To)	D	$ 1,478,020.12	$ 123,711.50	$ (3,000.00)	$ 1,357,308.62

"D-11"

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY OPERATING FUND

SCHEDULE OF OVERPAYMENTS

	REF.		
Balance, December 31, 2023	D		$ 1,908.75
Increased by:			
Receipts	D-5		4,932.02
			6,840.77
Decreased by:			
Application to Water Rents Receivable	D-7	$ 968.83	
Application to Sewer Rents Receivable	D-8	939.92	
			1,908.75
Balance, December 31, 2024	D		$ 4,932.02

"D-12"

SCHEDULE OF ACCRUED INTEREST ON BONDS, NOTES AND LOANS

	REF.		
Balance, December 31, 2023	D		$ 45,284.86
Increased by:			
Budget Appropriations for:			
Interest on Bonds		$ 166,000.00	
Infrastructure Loan Interest		400,000.00	
	D-4		566,000.00
			611,284.86
Decreased by:			
Interest Paid	D-5		561,658.71
Balance, December 31, 2024	D		$ 49,626.15

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY FUND

SCHEDULE OF RESERVE FOR ENCUMBRANCES

	REF.	OPERATING FUND	CAPITAL FUND
Balance, December 31, 2023	D	$ 451.64	$ 669,455.60
Increased by:			
Transfer from 2024 Budget Appropriations	D-4	2,429.56	
Transfer from Improvement Authorizations	D-20		423,944.69
		2,881.20	1,093,400.29
Decreased by:			
Transfer to Appropriation Reserves	D-9	451.64	
Transfer to Improvement Authorizations	D-20		669,455.60
Balance, December 31, 2024	D	$ 2,429.56	$ 423,944.69

"D-14"
SHEET #1

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL

	BALANCE DECEMBER 31, 2023	ADDITIONS ORDINANCE	BALANCE DECEMBER 31, 2024
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	3,716.71	293,640.27
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	307,177.25	7,193.52	314,370.77
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	2,870,124.05	15,416.75	2,885,540.80

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL

	BALANCE DECEMBER 31, 2023	ADDITIONS ORDINANCE	BALANCE DECEMBER 31, 2024
Various Sewer Utility Improvements 2016-21	$ 3,184,157.62	$ 120.00	$ 3,184,277.62
Water Tower Cleaning/Repainting 2019-08	35,000.00		35,000.00
Infrastructure Improvements 2019-21	612,302.36		612,302.36
Water Meter Project 2019-22	1,408,296.24	181,997.72	1,590,293.96
Water Plant Replacement 2019-26	9,224,657.41		9,224,657.41
8th and 9th Water 2019-27a	3,517,792.80		3,517,792.80
8th and 9th Sewer 2019-27b	4,088,003.80		4,088,003.80
8th and 9th DOT 2020-14	1,184,137.79		1,184,137.79
15th Street Pump Station 2020-18	32,827.93	7,075.16	39,903.09
20th and Shore Avenue Infrastructure Upgrades 2021-12	814,698.79		814,698.79
E. 25th & W. 10th St. Utility Imp. 2023-11	9,628.02	57,669.66	67,297.68
W. 27th & E. Bay Terr. Utility Imp. 2023-12		10,297.49	10,297.49
	$ 40,325,929.51	$ 283,487.01	$ 40,609,416.52
REF.	D	D-15	D

"D-15"

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF FIXED CAPITAL AUTHORIZED AND UNCOMPLETED

DATE OR ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE DECEMBER 31, 2023	COSTS TO FIXED CAPITAL	BALANCE DECEMBER 31, 2024
2013-04	Water Utility Improvements and Other Related Expenses	03/26/13	$ 302,000.00	$ 12,076.44	$ 3,716.71	$ 8,359.73
2015-13	Water Utility Improvements and Other Related Expenses	06/23/15	338,000.00	30,822.75	7,193.52	23,629.23
2016-20	Various Water Utility Improvements	08/23/16	3,500,000.00	629,875.95	15,416.75	614,459.20
2016-21	Various Sewer Utility Improvements	08/23/16	4,400,000.00	1,215,842.38	120.00	1,215,722.38
2019-21	Infrastructure Improvements	10/22/19	900,000.00	287,697.64		287,697.64
2019-22	Water Meter Project	10/22/19	2,400,000.00	991,703.76	181,997.72	809,706.04
2019-26	Water Plant Replacement	12/26/19	9,500,000.00	275,342.59		275,342.59
2019-27a	8th and 9th Water	12/26/19	3,813,150.00	295,357.20		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	1,815,862.21		1,815,862.21
2020-18	15th Street Pump Station	09/22/20	150,000.00	117,172.07	7,075.16	110,096.91
2021-12	20th and Shore Avenue Infrastructure Upgrades	08/24/21	850,000.00	35,301.21		35,301.21
2023-11	E. 25th & W. 10th St. Utility Imp.	06/27/23	1,650,000.00	1,640,371.98	57,669.66	1,582,702.32
2023-12	W. 27th & E. Bay Terr. Utility Imp.	06/27/23	1,250,000.00	1,250,000.00	10,297.49	1,239,702.51
				$ 8,946,272.38	$ 283,487.01	$ 8,662,785.37
			REF.	D	D-14	D

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF INTERFUNDS

	REF.	TOTAL (MEMO ONLY)	CURRENT FUND	GRANT FUND	GENERAL CAPITAL FUND	WATER - SEWER OPERATING FUND
Balance December 31, 2023 - Due From/(Due To)	D	$ (1,565,177.23)	$	$ 9,705.24	$ (469,004.88)	$ (1,105,877.59)
Increased by:						
Receipts	D-5	251,431.03				251,431.03
		(1,816,608.26)		9,705.24	(469,004.88)	(1,357,308.62)
Decreased by:						
Disbursements	D-5	3,068,993.03	3,068,993.03			
Balance December 31, 2024 - Due From/(Due To)	D	$ 1,252,384.77	$ 3,068,993.03	$ 9,705.24	$ (469,004.88)	$ (1,357,308.62)

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF SERIAL BONDS PAYABLE

	DATE OF ISSUE	ORIGINAL ISSUE	MATURITIES OF BONDS OUTSTANDING DEC. 31, 2024 DATE	AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2023	DECREASED	BALANCE DECEMBER 31, 2024
Series 2017B	9/21/17	$ 2,083,000.00	09/15/25	$ 100,000.00	4.000%	$	$	$
			09/15/26-27	105,000.00	2.000%			
			09/15/28	105,000.00	2.125%			
			09/15/29	115,000.00	2.250%			
			09/15/30	115,000.00	3.000%			
			09/15/31-36	120,000.00	3.000%			
			09/15/37	115,000.00	3.125%	1,580 000.00	100,000.00	1,480,000.00
Series 2017D	09/21/17	895,000.00	09/15/25	45,000.00	4.000%			
			09/15/26	50,000.00	4.000%			
			09/15/27	50,000.00	3.000%			
			09/15/28	50,000.00	3.100%			
			09/15/29	55,000.00	3.200%			
			09/15/30	55,000.00	3.250%			
			09/15/31	60,000.00	3.300%			
			09/15/32	60,000.00	3.350%			
			09/15/33	65,000.00	3.400%			
			09/15/34	70,000.00	3.450%			
			09/15/35	70,000.00	3.500%	675,000.00	45,000.00	630,000.00
Series 2023	10/17/23	2,102,000.00	10/15/2025-26	70,000.00	6.000%			
			10/15/2027-28	75,000.00	6.000%			
			10/15/29	80,000.00	6.000%			
			10/15/30	95,000.00	6.000%			
			10/15/31	95,000.00	4.000%			
			10/15/32	100,000.00	4.000%			
			10/15/33	105,000.00	4.000%			
			10/15/2034-35	110,000.00	4.000%			
			10/15/36	115,000.00	4.000%			
			10/15/37	120,000.00	4.125%			
			10/15/38	125,000.00	4.250%			
			10/15/39	135,000.00	4.250%			
			10/15/40	140,000.00	4.250%			
			10/15/2041-43	135,000.00	4.375%	2,102,000.00	77,000.00	2,025,000.00
						$ 4,357,000.00	$ 222,000.00	$ 4,135,000.00
					REF	D	D-22	D

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, 2024 DATE	AMOUNT	INTEREST RATE	BALANCE DECEMBER 31, 2023	DECREASED	BALANCE DECEMBER 31, 2024
New Jersey Environmental Infrastructure Trust - 2008A (CW)	11/06/08	See D-19 - Sheet 2		Various	$ 106,385.28	$ 32,738.51	$ 73,646.77
New Jersey Environmental Infrastructure Trust - 2008A (DW)	11/06/08	See D-19 - Sheet 3		Various	276,057.74	58,088.62	217,969.12
New Jersey Environmental Infrastructure Trust - 2020A-1 (CW)	05/13/20	See D-19 - Sheet 4		Various	2,297,990.53	131,749.40	2,166,241.13
New Jersey Environmental Infrastructure Trust - 2020A-1 (DW)	05/13/20	See D-19 - Sheet 5		Various	1,662,050.06	96,065.62	1,565,984.44
New Jersey Environmental Infrastructure Trust - 2022A-2 (DW)	12/22/22	See D-19 - Sheet 6		Various	8,704,311.44	224,803.84	8,479,507.60
New Jersey Environmental Infrastructure Trust - 2023A-W1 and C-W1-004	12/15/23	See D-19 - Sheet 7		Various	3,801,224.00	28,317.82	3,772,906.18
New Jersey Environmental Infrastructure Trust - 2023A-W1 and C-W1-05	12/15/23	See D-19 - Sheet 8		Various	4,151,723.00	30,859.35	4,120,863.65
					$ 20,999,742.05	$ 602,623.16	$ 20,397,118.89
				REF.	D	D-22	D

"D-18"
SHEET #2

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

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

DUE	LOAN BALANCE	PRINCIPAL	INTEREST	PAYMENT
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
TOTAL		$ 73,646.77	$ 8,190.00	$ 81,836.77

"D-18"
SHEET #3

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

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

DUE	LOAN BALANCE	PRINCIPAL	INTEREST	PAYMENT
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	40,000.00	900.00	40,900.00
TOTAL		$ 217,969.12	$ 17,640.00	$ 235,609.12

"D-18"
SHEET #4

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

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

DUE	LOAN BALANCE	PRINCIPAL	INTEREST	PAYMENT
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
TOTAL		$ 2,166,241.13	$ 141,281.26	$ 2,307,522.39

"D-18"
SHEET #5

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

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

DUE	LOAN BALANCE	PRINCIPAL	INTEREST	PAYMENT
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
TOTAL		$ 1,565,984.44	$ 125,743.84	$ 1,691,728.28

"D-18"
SHEET #6a

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

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

DUE	LOAN BALANCE	PRINCIPAL	INTEREST	PAYMENT
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)

DUE	LOAN BALANCE	PRINCIPAL	INTEREST	PAYMENT
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	368,202.64	6,625.00	374,827.64
TOTAL		$ 8,479,507.60	$ 3,649,500.00	$ 12,129,007.60

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

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

DUE	LOAN BALANCE	PRINCIPAL	INTEREST	PAYMENT
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

"D-18"
SHEET #7b

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

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

DUE	LOAN BALANCE	PRINCIPAL	INTEREST	PAYMENT
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
TOTAL		$ 3,772,906.18	$ 1,431,752.61	$ 5,204,658.79

"D-18"
SHEET #8a

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

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

DUE	LOAN BALANCE	PRINCIPAL	INTEREST	PAYMENT
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

DUE	LOAN BALANCE	PRINCIPAL	INTEREST	PAYMENT
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
TOTAL		$ 4,120,863.65	$ 1,567,259.18	$ 5,688,122.83

"D-19"

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF INTERIM CONSTRUCTION NOTE

	REF.	
Balance December 31, 2023 and 2024	D	$ 700,381.00

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF IMPROVEMENT AUTHORIZATIONS

DATE OR ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	ORDINANCE DATE	ORDINANCE AMOUNT	BALANCE DECEMBER 31, 2023 FUNDED	BALANCE DECEMBER 31, 2023 UNFUNDED	PAID OR CHARGED	BALANCE DECEMBER 31, 2024 FUNDED	BALANCE DECEMBER 31, 2024 UNFUNDED
2013-04	Water Utility Improvements and Other Related Expenses	03/26/13	$ 302,000.00	$ 12,076.44	$	$ 3,716.71	$ 8,359.73	$
2015-13	Water Utility Improvements and Other Related Expenses	06/23/15	338,000.00	30,822.75		7,193.52	23,629.23	
2016-20	Various Water Utility Improvements	08/23/16	3,500,000.00		629,875.95	15,416.75		614,459.20
2016-21	Various Sewer Utility Improvements	08/23/16	4,400,000.00		1,215,842.38	120.00		1,215,722.38
2019-21	Infrastructure Improvements	10/22/19	900,000.00	287,697.64			287,697.64	
2019-22	Water Meter Project	10/22/19	2,400,000.00		991,703.76	181,997.72		809,706.04
2019-26	Water Plant Replacement	12/26/19	9,500,000.00		275,342.59			275,342.59
2019-27a	8th and 9th Water	12/26/19	3,813,150.00	295,357.20			295,357.20	
2019-27b	8th and 9th Sewer	12/26/19	4,436,850.00	111,011.20	237,835.00		180,004.23	168,841.97
2020-14	8th and 9th DOT	08/11/20	3,000,000.00	1,815,862.21			1,815,862.21	
2020-18	15th Street Pump Station	09/22/20	150,000.00	116,672.07	500.00	7,075.16	109,596.91	500.00
2021-12	20th and Shore Avenue Infrastructure Upgrades	08/24/21	850,000.00	35,301.21			35,301.21	
2023-11	E. 25th & W. 10th St. Utility Imp.	06/27/23	1,650,000.00		1,640,371.98	57,669.66		1,582,702.32
2023-12	W. 27th & E. Bay Terr. Utility Imp.	06/27/23	1,250,000.00		1,250,000.00	10,297.49		1,239,702.51
				$ 2,704,800.72	$ 6,241,471.66	$ 283,487.01	$ 2,755,808.36	$ 5,906,977.01
			REF.	D	D		D	D

	REF.	
Disbursements	D-5	$ 528,997.92
Reserve for Encumbrances	D-13	423,944.69
Reserve for Encumbrances	D-13	(669,455.60)
		$ 283,487.01

"D-21"

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF CAPITAL IMPROVEMENT FUND

	REF.		
Balance December 31, 2023	D		$ 672,558.93
Increased by:			
2024 Budget Appropriation	D-5		150,000.00
Balance December 31, 2024	D		$ 822,558.93

"D-22"

SCHEDULE OF RESERVE FOR AMORTIZATION

Balance, December 31, 2023	D		$ 13,552,095.12
Increased by:			
Cost of Improvements Authorized - Ordinance 2019-27b	D-5	$ 68,993.03	
Serial Bonds Paid by Operating Budget	D-17	222,000.00	
NJ EIT Loans Paid by Operating Budget	D-18	602,623.16	
			893,616.19
			14,445,711.31
Decreased by:			
Transfer to Deferred Reserve for Amortization	D-23		51,007.64
Balance, December 31, 2024	D		$ 14,394,703.67

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF DEFERRED RESERVE FOR AMORTIZATION

DATE OR ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	DATE OF ORDINANCE	BALANCE DECEMBER 31, 2023	FROM/(TO) RESERVE FOR AMORTIZATION FIXED CAPITAL	BALANCE DECEMBER 31, 2024
2013-04	Water Utility Improvements and Other Related Expenses	03/26/13	$ 12,076.44	$ (3,716.71)	$ 8,359.73
2015-13	Water Utility Improvements and Other Related Expenses	06/23/15	30,822.75	(7,193.52)	23,629.23
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	68,993.03	180,004.23
2020-14	8th and 9th DOT	08/11/20	1,815,862.21		1,815,862.21
2020-18	15th Street Pump Station	09/22/20	116,672.07	(7,075.16)	109,596.91
2021-12	20th and Shore Ave Infrastructure Upgrades	08/24/21	35,301.21		35,301.21
			$ 2,704,800.72	$ 51,007.64	$ 2,755,808.36
		REF.	D	D-22	D

BOROUGH OF SHIP BOTTOM

WATER - SEWER UTILITY CAPITAL FUND

SCHEDULE OF BONDS AND NOTES AUTHORIZED

BUT NOT ISSUED

DATE OR ORDINANCE NUMBER	IMPROVEMENT DESCRIPTION	BALANCE DECEMBER 31, 2024
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	168,841.97
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
		$ 6,889,189.97
	REF.	D

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BOROUGH OF SHIP BOTTOM

PART II

STATISTICAL DATA

OFFICIALS IN OFFICE AND SURETY BONDS

COMMENTS AND RECOMMENDATIONS

YEAR ENDED DECEMBER 31, 2024

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

	YEAR 2024 AMOUNT	YEAR 2024 %	YEAR 2023 AMOUNT	YEAR 2023 %
REVENUE AND OTHER INCOME REALIZED				
Fund Balance Utilized	$ 2,055,493.41	8.77%	$ 2,949,526.76	12.68%
Miscellaneous-From Other Than Local Property Tax Levies	3,719,412.17	15.87%	3,641,672.14	15.65%
Collection of Delinquent Taxes and Tax Title Liens	49,245.26	0.20%	69,923.78	0.30%
Collection of Current Tax Levy	17,617,839.74	75.16%	16,604,870.97	71.37%
TOTAL INCOME	23,441,990.58	100.00%	23,265,993.65	100.00%
EXPENDITURES				
Budget Expenditures:				
Municipal Purposes	10,061,142.75	45.79%	10,480,227.14	48.57%
County Taxes	7,684,757.88	34.97%	7,041,393.47	32.64%
Local District School Taxes	725,634.00	3.30%	694,852.00	3.22%
Municipal Open Space Preservation	145,439.76	0.66%		0.00%
Regional School District Taxes	3,276,523.00	14.91%	3,301,777.00	15.30%
Other Expenditures	80,783.22	0.38%	57,634.00	0.28%
TOTAL EXPENDITURES	21,974,280.61	100.00%	21,575,883.61	100.00%
Excess in Revenue	1,467,709.97		1,690,110.04	
Fund Balance, January 1	2,862,563.80		4,121,980.52	
	4,330,273.77		5,812,090.56	
Less: Utilization as Anticipated Revenue	2,055,493.41		2,949,526.76	
Fund Balance, December 31	$ 2,274,780.36		$ 2,862,563.80	

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

	YEAR 2024 AMOUNT	YEAR 2024 %	YEAR 2023 AMOUNT	YEAR 2023 %
REVENUE AND OTHER INCOME REALIZED				
Fund Balance Utilized	$ 956,546.08	29.02%	$ 85,233.00	2.87%
Collection of Water - Sewer Rents	1,842,044.05	55.88%	1,805,761.54	60.82%
Miscellaneous - Other Than Water - Sewer Rents	497,762.94	15.10%	1,078,146.18	36.31%
TOTAL INCOME	3,296,353.07	100.00%	2,969,140.72	100.00%
EXPENDITURES				
Budget Expenditures:				
Operating	1,485,000.84	48.37%	1,257,108.26	48.14%
Capital Improvements	150,000.00	4.89%	150,000.00	5.74%
Debt Service	1,390,623.16	45.30%	1,164,342.42	44.59%
Deferred Charges and Statutory Expenditures	44,250.00	1.44%	39,500.00	1.51%
Other Expenditures		0.00%	258.25	0.00%
TOTAL EXPENDITURES	3,069,874.00	100.00%	2,611,208.93	100.00%
Excess in Revenue	226,479.07		357,931.79	
Fund Balance, January 1	2,808,914.95		2,536,216.16	
	3,035,394.02		2,894,147.95	
Less: Utilization as Anticipated Revenue	956,546.08		85,233.00	
Fund Balance, December 31	$ 2,078,847.94		$ 2,808,914.95	

COMPARATIVE SCHEDULE OF TAX RATE INFORMATION

	2024	2023	2022
Tax Rate	$ 1.205	$ 1.149	$ 1.059
Appointment of Tax Rate:			
Municipal *	0.405	0.385	0.375
County	0.525	0.486	0.435
Local School	0.050	0.048	0.049
Regional School	0.225	0.230	0.200

* 2024 Includes 0.010 Open Space

Assessed Valuation:

Year 2024	$ 1,454,201,700.00		
Year 2023		$ 1,438,146,500.00	
Year 2022			$ 1,421,153,392.00

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.

		CURRENTLY	
YEAR	TAX LEVY	CASH COLLECTIONS	PERCENTAGE OF COLLECTION
2024	$17,664,149.94	$17,617,839.74	99.73%
2023	16,666,723.13	16,604,870.97	99.62%
2022	15,157,423.88	15,084,677.49	99.52%

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.

DECEMBER 31, YEAR	AMOUNT OF TAX TITLE LIENS	AMOUNT OF DELINQUENT TAXES	TOTAL DELINQUENT	PERCENTAGE OF TAX LEVY
2024	$	$46,153.16	$46,153.16	0.26%
2023		49,245.26	$49,245.26	0.29%
2022		69,923.78	69,923.78	0.46%

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:

YEAR	AMOUNT
2024	$75,700.00
2023	75,700.00
2022	75,700.00

COMPARISON OF WATER UTILITY LEVIES

YEAR	LEVY	CASH COLLECTION
2024	$781,818	$784,760*
2023	782,782	772,761*
2022	780,378	759,029*

COMPARISON OF SEWER UTILITY LEVIES

YEAR	LEVY	CASH COLLECTION
2024	$1,050,669	$1,057,284*
2023	1,053,160	1,033,000*
2022	1,047,658	1,017,913*

* Includes collection of prior year's levies

COMPARATIVE SCHEDULE OF FUND BALANCES

	YEAR	BALANCE DECEMBER 31	UTILIZED IN BUDGET OF SUCCEEDING YEAR
Current Fund	2024	$ 2,274,780.36	$ 1,988,493.41
	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
Water-Sewer Utility Operating Fund	2024	$ 2,078,847.94	$ 1,680,566.00
	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

EQUALIZED VALUATIONS – REAL PROPERTY

YEAR	AMOUNT
2024	$ 2,568,807,101.00
2023	2,335,093,537.00
2022	2,010,978,630.00

OFFICIALS IN OFFICE AND SURETY BONDS

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

NAME	TITLE	AMOUNT OF BOND	NAME OF SURETY
William Huelsenbeck	Mayor	*	
Edward English	Council President	*	
Mary Basile	Councilwoman	*	
Robert J. Butkus	Councilman	*	
David Hartman	Councilman	*	
Tom Tallon	Councilman	*	
Joseph Valyo	Councilman	*	
Kristy Correnti	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
Tennant Magee	Borough Attorney		
Christopher J. Connors	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:

Road Reconstruction West 27th and Bay Terrace Project

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:

Appraisal Services
Attorney
Auditor
Bond Counsel
Engineer
Financial Advisor
Labor Counsel
Municipal Prosecutor
Public Defender
Special Counsel

GENERAL COMMENTS (CONTINUED)

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

Asbestos Abatement and Disposal

CONTRACTS OR AGREEMENTS NOT REQUIRED TO BE ADVERTISED 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 4, 2024 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:

YEAR	NUMBER OF LIENS
2024	0
2023	0
2022	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:

TYPE	NUMBER MAILED
Payment of 2024 Taxes	50
Payment of 2024 Water - Sewer Utility Rents	50
Delinquent Taxes	15
Delinquent Water - Sewer Utility Rents	25

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 2024.

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.

The 2023 Audit contained no findings.

CURRENT YEAR FINDINGS

24-01 **Finding** - Interfund receivables and payables appear on the balance sheets of the various funds as of December 31.

Criteria - Interfunds have an effect on cash flow and with respect to the current fund, interfund receivables impact upon the amount of fund balance that can be utilized in a budget cycle.

24-02 **Finding** - A deferred charge required to be raised in the succeeding year's budget was established as a result of an over-expenditure of a budget line item during the period under audit in the amount of $10,162.73.

Criteria – Over-expenditures occur when expenditures recorded as "paid or charged" exceed available appropriation balances. The over-expenditure in question is the result of a combination of factors including immaterial weaknesses in internal controls over financial reporting of the budgetary function and posting errors. Additionally, the established appropriation was overspent because the controls were either overridden or the accounting software contains a flaw.

RECOMMENDATIONS

That interfunds be liquidated.

That over-expenditures be avoided.